



AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024



Independent Auditor's Report

The Board of Directors
Progressive Familial Intrahepatic Cholestasis Advocacy and Resource Network
Stanton, KY

Opinion

We have audited the accompanying financial statements of Progressive Familial Intrahepatic Cholestasis Advocacy and Resource Network (the PFIC Network), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the PFIC Network as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the PFIC Network and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the PFIC Network's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the PFIC Network's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the PFIC Network's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.



Bethesda, Maryland
July 10, 2025

Certified Public Accountants

**Progressive Familial Intrahepatic Cholestasis Advocacy and Resource
Network**

**Statement of Financial Position
December 31, 2024**

Assets

Cash and Cash Equivalents	\$ 133,525
Grants and Contributions Receivable	<u>79,253</u>
Total Assets	<u>\$ 212,778</u>

Liabilities and Net Assets

Liabilities

Accounts Payable and Accrued Expenses	<u>\$ 30,539</u>
Total Liabilities	<u>30,539</u>

Net Assets

Without Donor Restrictions	136,914
With Donor Restrictions	<u>45,325</u>
Total Net Assets	<u>182,239</u>
Total Liabilities and Net Assets	<u>\$ 212,778</u>

See Accompanying Notes to Financial Statements

Progressive Familial Intrahepatic Cholestasis Advocacy and Resource Network

**Statement of Activities
For the Year Ended December 31, 2024**

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenues			
Grants and Contributions	\$ 169,807	\$ 154,982	\$ 324,789
Special Events - Net of Direct Benefit to Donors	22,638	-	22,638
Other	4,974	-	4,974
Net Assets Released From Restrictions	326,711	(326,711)	-
Total Support and Revenues	524,130	(171,729)	352,401
Expenses			
Program Services	335,003	-	335,003
Supporting Services			
General and Administrative	107,849	-	107,849
Fundraising	59,456	-	59,456
Total Supporting Services	167,305	-	167,305
Total Expenses	502,308	-	502,308
Changes in Net Assets	21,822	(171,729)	(149,907)
Net Assets, Beginning of Period	115,092	217,054	332,146
Net Assets, End of Period	\$ 136,914	\$ 45,325	\$ 182,239

See Accompanying Notes to Financial Statements

Progressive Familial Intrahepatic Cholestasis Advocacy and Resource Network

**Statement of Functional Expenses
For the Year Ended December 31, 2024**

	Program Services	General and Administrative	Fundraising	Total
Personnel Costs	\$ 94,008	\$ 72,917	\$ 42,570	\$ 209,495
Professional Services	118,292	27,208	14,513	160,013
Direct Support	35,119	-	-	35,119
Conferences and Meetings	71,354	468	132	71,954
Information Technology	2,606	2,762	978	6,346
Office	12,704	1,093	512	14,309
Insurance	-	3,401	-	3,401
Advertising and Promotion	920	-	751	1,671
Total Expenses	\$ 335,003	\$ 107,849	\$ 59,456	\$ 502,308

See Accompanying Notes to Financial Statements

**Progressive Familial Intrahepatic Cholestasis Advocacy and Resource
Network**

**Statement of Cash Flows
For the Year Ended December 31, 2024**

	<u>2024</u>
Cash Flows from Operating Activities	
Change in Net Assets	\$ (149,907)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by (Used in) Operating Activities	
<u>(Increase) Decrease in Assets</u>	
Grants and Contributions Receivable	25,320
<u>Increase (Decrease) in Liabilities</u>	
Accounts Payable and Accrued Expenses	<u>9,543</u>
Net Cash Provided by (Used in) Operating Activities	<u>(115,044)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(115,044)
Cash and Cash Equivalents, Beginning of Period	<u>248,569</u>
Cash and Cash Equivalents, End of Period	<u>\$ 133,525</u>

See Accompanying Notes to Financial Statements

Progressive Familial Intrahepatic Cholestasis Advocacy and Resource Network

Notes to Financial Statements December 31, 2024

1. ORGANIZATION AND PURPOSE

Progressive Familial Intrahepatic Cholestasis Advocacy and Resource Network (the PFIC Network) is a 501(c)(3) nonprofit organization founded to improve the lives of patients and families worldwide affected by Progressive Familial Intrahepatic Cholestasis. PFIC supports research programs, provides educational materials, matches families for peer support and participates in advocacy opportunities.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements are presented in accordance with the accrual basis of The financial statements of PFIC Network have been prepared in accordance with U.S. generally accepted accounting principles (US GAAP), which requires the PFIC Network to report information regarding its financial position and activities in accordance with the accrual basis of accounting and the following net asset classifications:

Net Assets Without Donor Restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the PFIC Network. These net assets may be used at the discretion of management and the Board of Directors.

Net Assets With Donor Restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the PFIC Network or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

Use of Estimates

The preparation of the financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period.

Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

The PFIC Network considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.

Progressive Familial Intrahepatic Cholestasis Advocacy and Resource Network

Notes to Financial Statements December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Grants and Contributions Receivable

Grants and contributions receivable represent unconditional promises to give that are recognized at fair value as contributions with donor restrictions in the period such promises are made by donors. Contributions are discounted at a risk-adjusted rate commensurate with the donor's payment plan. Amortization of the discount is recorded as contribution revenue. Allowance is made for uncollectible contributions based upon expectations regarding the collection of outstanding promises to give and past collection experience. A pledge discount was not recorded because it was not material.

Grants and contributions receivable are expected to be collected within one year.

The methodology for calculating the allowance for uncollectible contributions is based on a review of individually significant outstanding pledges, analysis of the aging of payment schedules for all outstanding pledges, as well as, other factors including current economic conditions. As of December 31, 2024, there was no allowance for uncollectible grants and contributions.

Revenue Recognition

Grants and contributions, including unconditional promises to give, are recognized as revenues in the period received or pledged. Conditional promises to give are not recognized until the conditions on which they depend are substantially met. Contributions of assets, other than cash, are recorded at their estimated fair value at the date of gift. Contributed services and materials are recorded at their estimated fair value if they would otherwise be purchased if not provided by donation and provided by professionals in their field.

Functional Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, occupancy and office expenses, depreciation, information technology costs, and insurance have been allocated among the programs and supporting services benefits allocated on the basis of employee time and effort.

Income Tax Status

The PFIC Network is exempt from the payment of income taxes on its exempt activities under Section 501(c)(3) of the Internal Revenue Code.

The PFIC Network follows the Financial Accounting Standards Board Accounting Standards Codification, which provides guidance on accounting for uncertainty in income taxes recognized in the PFIC Network's financial statements, if any. As of December 31, 2024, PFIC Network had no unrecognized tax benefits related to uncertain tax positions in its information return that would qualify for either recognition or disclosure in its financial statements.

**Progressive Familial Intrahepatic Cholestasis Advocacy
and Resource Network**

**Notes to Financial Statements
December 31, 2024**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Income Tax Status (Continued)

The PFIC Network's policy would be to recognize interest and penalties on tax positions related to its unrecognized tax benefits in income tax expense in the financial statements. Through December 31, 2024, there have been no matters that would have resulted in an accrual for interest and/or penalties.

Generally, the tax years before 2021 are no longer subject to examination by federal, state, or local taxing authorities.

Subsequent Events

Management has evaluated subsequent events through July 10, 2025 the date which the financial statements were available to be issued. The accompanying financial statements recognize the effects of subsequent events that provided evidence about conditions that existed at the statement of financial position date, including the estimates inherent in the process of preparing financial statements. The accompanying financial statements do not recognize the effect of subsequent events with conditions that did not exist at the statement of financial position date, but disclosures of such events, if any, are included in the accompanying notes.

3. CONCENTRATION OF CREDIT RISK

Bank deposit accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to a limit of \$250,000. As of December 31, 2024, the PFIC Network's bank balances did not exceed the FDIC limit.

4. NET ASSETS

Net assets with donor restrictions as of December 31, 2024 were as follows:

	2023	Contributions	Releases	2024
Purpose:				
Capacity Building	\$ 190,446	\$ -	\$ (190,446)	\$ -
Ipsen 2024	-	55,000	(19,490)	35,510
PFIC Italia	3,493	-	(1,331)	2,162
PCORI	23,115	99,982	(115,444)	7,653
Total	\$ 217,054	\$ 154,982	\$ (326,711)	\$ 45,325

Net assets without donor restrictions as of December 31, 2024 were undesignated.

5. RELATED PARTY

The PFIC Network is related to PFIC Italia through a shared mission and programmatic overlap. As of December 31, 2024, PFIC had a \$5,324 receivable from PFIC Italia.

**Progressive Familial Intrahepatic Cholestasis Advocacy
and Resource Network**

**Notes to Financial Statements
December 31, 2024**

6. LIQUIDITY AND AVAILABILITY

The following represents the PFIC Network's financial assets at December 31, 2024:

Financial Assets at Year End:

Cash and Cash Equivalents	\$ 133,525
Grants and Contributions Receivable	79,253
	<hr/>
Total Financial Assets	212,778
	<hr/>

Less: Restricted Amounts Not Available To Be Used Within One Year:

Donor-Restricted	45,325
Donor-Restricted To Be Used in Next Twelve Months	(45,325)
Board-Designated	-
	<hr/>
	-
	<hr/>

Financial Assets Available to Meet General Expenditures

Over the Next Twelve Months	\$ 212,778
	<hr/>

As part of the PFIC Network's liquidity management plan, cash in excess of daily requirements is transferred to income-generating accounts, when practical.