St. Baldrick's Foundation

Financial Statements

June 30, 2024 and 2023

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TABLE OF CONTENTS

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
St. Baldrick's Foundation
Monrovia, California

Opinion

We have audited the accompanying financial statements of St. Baldrick's Foundation, which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities, functional expenses, and cash flows for the years 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 St. Baldrick's Foundation as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits 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 St. Baldrick's Foundation and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 these 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 St. Baldrick's Foundation'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 St. Baldrick's Foundation'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 St. Baldrick's Foundation'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.

Armanino LLP

ArmaninoLLP
St. Louis, Missouri

December 26, 2024

St. Baldrick's Foundation
Statements of Financial Position
June 30, 2024 and 2023

	2024	2023
ASSETS		
Cash and cash equivalents	$ 3,521,683	$ 3,094,324
Investments	21,719,855	18,741,432
Contributions receivable, net	1,414,509	1,285,115
Prepaid expenses and other assets	229,980	356,477
Website and software development costs, net	1,087,322	920,606
Property and equipment, net	33,252	33,568
Operating lease right-of-use asset	935,663	1,228,541
Security deposits	34,355	34,355
Total assets	$ 28,976,619	$ 25,694,418
LIABILITIES AND NET ASSETS		
Liabilities		
Grants payable	$ 15,421,079	$ 12,401,137
Accounts payable and accrued expenses	468,861	410,173
Other liabilities	80,576	57,430
Operating lease liability	1,043,532	1,351,617
Total liabilities	17,014,048	14,220,357
Net assets		
Without donor restrictions	11,090,126	10,203,103
With donor restrictions	872,445	1,270,958
Total net assets	11,962,571	11,474,061
Total liabilities and net assets	$ 28,976,619	$ 25,694,418

The accompanying notes are an integral part of these financial statements.

St. Baldrick's Foundation
Statement of Activities
For the Year Ended June 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains, and other support			
Contributions	$ 20,065,592	$ 2,084,523	$ 22,150,115
Contributed services and assets	404,488	-	404,488
Net investment return	829,561	-	829,561
Net assets released from restriction	2,483,036	(2,483,036)	-
Total revenues, gains and other support	23,782,677	(398,513)	23,384,164
Functional expenses			
Childhood cancer research and advocacy	15,340,550	-	15,340,550
Support services			
Management and general	1,797,091	-	1,797,091
Fundraising	6,026,969	-	6,026,969
Total support services	7,824,060	-	7,824,060
Total functional expenses	23,164,610	-	23,164,610
Change in net assets from operations	618,067	(398,513)	219,554
Employee retention tax credit	268,956	-	268,956
Change in net assets	887,023	(398,513)	488,510
Net assets, beginning of year	10,203,103	1,270,958	11,474,061
Net assets, end of year	$ 11,090,126	$ 872,445	$ 11,962,571

The accompanying notes are an integral part of these financial statements.

St. Baldrick's Foundation
Statement of Activities
For the Year Ended June 30, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains, and other support			
Contributions	$ 20,017,337	$ 3,168,750	$ 23,186,087
Contributed services and assets	381,725	-	381,725
Net investment return	477,201	-	477,201
Net assets released from restriction	3,577,979	(3,577,979)	-
Total revenues, gains and other support	24,454,242	(409,229)	24,045,013
Functional expenses			
Childhood cancer research and advocacy	15,684,597	-	15,684,597
Support services			
Management and general	1,591,420	-	1,591,420
Fundraising	5,634,438	-	5,634,438
Total support services	7,225,858	-	7,225,858
Total functional expenses	22,910,455	-	22,910,455
Change in net assets from operations	1,543,787	(409,229)	1,134,558
Employee retention tax credit	210,683	-	210,683
Change in net assets	1,754,470	(409,229)	1,345,241
Net assets, beginning of year	8,448,633	1,680,187	10,128,820
Net assets, end of year	$ 10,203,103	$ 1,270,958	$ 11,474,061

St. Baldrick's Foundation
Statement of Functional Expenses
For the Year Ended June 30, 2024

	Childhood Cancer Research and Advocacy	Management and general	Fundraising	Total
Grants	$ 13,695,672	$ -	$ -	$ 13,695,672
Salaries and benefits	1,036,150	1,042,856	2,463,403	4,542,409
Technology and information systems	280,365	499,573	1,564,552	2,344,490
Depreciation and amortization	3,442	19,571	454,677	477,690
Marketing and publicity	117,355	30	351,414	468,799
Event promotion costs	-	-	432,040	432,040
Donation processing and bank fees	-	7,596	394,335	401,931
Occupancy	79,464	79,727	187,184	346,375
Other operating costs	48,539	68,007	86,598	203,144
Meetings, conventions and travel	67,073	19,117	31,728	117,918
Professional fees and consultants	7,734	59,425	43,203	110,362
Printing costs	4,756	1,189	17,835	23,780
	$ 15,340,550	$ 1,797,091	$ 6,026,969	$ 23,164,610

The accompanying notes are an integral part of these financial statements.

St. Baldrick's Foundation
Statement of Functional Expenses
For the Year Ended June 30, 2023

	Childhood Cancer Research and Advocacy	Management and general	Fundraising	Total
Grants	$ 14,021,309	$ -	$ -	$ 14,021,309
Salaries and benefits	951,457	936,301	2,138,135	4,025,893
Technology and information systems	288,043	398,170	1,506,015	2,192,228
Depreciation and amortization	20,382	18,881	560,140	599,403
Marketing and publicity	86,780	12	260,377	347,169
Event promotion costs	-	-	397,349	397,349
Donation processing and bank fees	-	7,541	402,376	409,917
Occupancy	79,363	77,041	176,893	333,297
Other operating costs	38,615	54,402	78,665	171,682
Meetings, conventions and travel	65,395	11,489	26,547	103,431
Professional fees and consultants	130,026	86,776	75,837	292,639
Printing costs	3,227	807	12,104	16,138
	$ 15,684,597	$ 1,591,420	$ 5,634,438	$ 22,910,455

The accompanying notes are an integral part of these financial statements.

St. Baldrick's Foundation
Statements of Cash Flows
For the Years Ended June 30, 2024 and 2023

	2024	2023
Cash flows from operating activities		
Change in net assets	$ 488,510	$ 1,345,241
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation and amortization	477,690	599,403
Donated securities	(33,859)	(68,251)
Amortization of operating lease right-of-use asset	292,878	284,292
Changes in operating assets and liabilities		
Contributions receivable, net	(95,535)	(570,195)
Prepaid expenses and other assets	126,497	9,845
Grants payable	3,019,942	131,277
Accounts payable and accrued expenses	58,688	39,649
Other liabilities	23,146	(9,327)
Operating lease liability	(308,085)	(289,736)
Net cash provided by operating activities	4,049,872	1,472,198
Cash flows from investing activities		
Proceeds from sale of investments	6,749,257	78,479
Purchases of investments	(9,727,680)	(1,775,980)
Purchases of property and equipment	(18,689)	(29,677)
Payments on website development costs	(625,401)	(544,494)
Net cash used in investing activities	(3,622,513)	(2,271,672)
Net increase (decrease) in cash and cash equivalents	427,359	(799,474)
Cash and cash equivalents, beginning of year	3,094,324	3,893,798
Cash and cash equivalents, end of year	$ 3,521,683	$ 3,094,324

1. NATURE OF OPERATIONS

St. Baldrick's Foundation (the "Organization"), a charitable entity, was established in 2004 with the ultimate goal of finding cures for childhood cancers and giving survivors long and healthy lives. The Organization pursues its mission by funding the most promising childhood cancer research and advocating for increased federal funding and improved policies around childhood cancer issues. A rigorous scientific review process is used to determine which projects will be funded, and the St. Baldrick's Foundation is proud to have received the National Cancer Institute Peer Review Funder designation for selection of grants.

The Organization has played a role in virtually every advancement in the field of childhood cancer research for more than 20 years, by training the next generation of researchers; supporting key medical, technical and data infrastructure which enables greater collaboration between researchers and institutions; and supporting every phase of research, from basic science and translational research to clinical trials.

Unlike many organizations that are funded by a wealthy individual or family, the Organization's research is funded by the efforts of thousands of volunteers who lead community-based and online fundraising events. The Organization also raises funds through other traditional fundraising efforts such as major and planned gifts.

The Organization is working to rebuild its volunteer base after the long-term effects of the pandemic years, when volunteers' lives were often permanently disrupted and many unable to serve in the same ways, if at all. The Organization has been investing in the development of new fundraising efforts to reach new audiences and provide donors more and different opportunities to give. These start up efforts resulted in additional fundraising expense in the fiscal year ended 2024. Organization leadership believes investments are necessary to establish a new growth trajectory and sustainable path for the future.

The Organization has continued to honor all its commitments, shown as grants payable on the statement of financial position, to researchers throughout this recovery. The Organization remains committed to supporting the research in communities where our volunteers live and work, at the hospitals that treat America's children with cancer.

The Organization salutes the leaders, communities and industries who sustain the mission and remains grateful for this generosity, that supports lifesaving research to be supported this year to Conquer Kids' Cancer!

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial statement presentation

The financial statements of the Organization have been prepared on the accrual basis of accounting in conformity with generally accepted accounting principles in the United States of America. Net assets, revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein have been classified and are reported as follows:

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial statement presentation (continued)

- *Net assets without donor restrictions* - Net assets not subject to donor-imposed stipulations; donor-restricted contributions whose restrictions are met in the same reporting period; and net assets designated by the Board of Directors of management for specific purposes.
- *Net assets with donor restrictions* - Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Organization and/or by the expiration of stipulated time. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on assets and liabilities are reported as increases or increases in net assets without donor restrictions unless their use is explicit donor restriction or by law. Expirations of restrictions on net assets (i.e., the donor-stipulated purposes has been fulfilled and/or the stipulated time period has elapsed) are reported as transfers between the applicable classes of net assets. Investment income (loss) (e.g. interest and dividends and realized and unrealized gains (losses)) with donor-imposed restrictions that are met in the same year as earned are also reported as net assets without donor restrictions.

Income tax status

The Internal Revenue Service has determined that the Organization is an organization exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made in the accompanying financial statements.

Use of estimates

Management uses estimates and assumptions in preparing the financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from these estimates.

Cash and cash equivalents

The Organization considers all highly-liquid financial instruments with an original maturity of three months or less to be cash equivalents, except those which have been classified as investments.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Concentration of risk

The Organization's bank balances generally exceed the Federal Deposit Insurance Corporation insured limits. The Organization has not experienced and does not anticipate any losses related to these balances.

Reserves

The Organization's policy is to fully reserve funding for grants awarded at the time the grant commitment is made. This policy provides the financial commitment to its researchers so these vital research projects can be completed without concern that future unforeseen events will impact funding.

As of June 30, 2024 and 2023, outstanding grants awarded were $15,421,079 and $12,401,137, respectively. Investments exceed the reserves needed to satisfy the grant commitments.

Investments

Investments are monitored by the Board of Directors' finance and investment committee and are stated at fair value. Unrealized gains and losses are recognized aggregately. Realized gains and losses are recognized immediately and are computed using the specific identification method.

In the fiscal year ending June 30, 2023, the Organization's Board of Directors (the "Board") adopted an investment policy whereas all investments will be made through highly liquid investments, invested with the view towards preservation of capital, with a weighted average life no longer than three years, and will be made only through the permissible asset mix as defined in the policy. Currently, the Organization is holding only cash equivalents in treasury trust funds.

Accounting Standards Codification ("ASC") Topic *Fair Value Measurements and Disclosures*, which defines fair value, establishes a framework for measuring fair value in accordance with accounting principles generally accepted in the U.S., and expands disclosures about fair value measurements. Under this topic, the Organization must report its investments at fair value among three categories of price inputs available. These categories of inputs are quoted prices in active markets for identical assets (Level 1); significant other observable inputs (Level 2); and significant unobservable inputs (Level 3).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Website and software development costs

The Organization recognizes the costs incurred in the development of the Organization's custom website, which includes the public website, the member's management portal, the Organization's staff's management tool, and proprietary contribution and event software in accordance with ASC Topic *Intangibles-Goodwill and Other*. Accordingly, direct costs incurred during the application stage of development are capitalized and amortized over the estimated useful life, which is 36 months or less. Fees for website hosting and costs of operating the website are expensed as incurred.

Property and equipment

Property and equipment are recorded at cost. Property and equipment are being depreciated using the straight-line method over estimated lives of three years for equipment to and five years for furniture and fixtures. Repairs and maintenance are charged to expenses as incurred.

Grants

Complex research projects can require a commitment of up to three to five years of funding. The Organization records appropriations for grants as a liability and expense after approval by the Board, based upon a professional review system.

As the Organization rebuilds, it is also working to restore all the grant funding categories that existed prior to the pandemic. The following grant categories are currently being funded:

Fellowships (funded for 2-3 years) fund the training of new medical doctors to specialize in pediatric cancer research. During these years, the Fellow engages in a specific research project under the guidance of a mentor.

Scholar Awards (funded for 3-5 years) are for early career pediatric oncology researchers conducting specific research projects. These younger professionals might otherwise be unable to pursue their new ideas, as they must compete with more established experts for extremely scarce funding.

Consortium grants (funded for 1-5 years) are awarded to groups of researchers from multiple institutions who are collaborating on large research projects. Only continuing consortium grants are being funded; new consortium funding is suspended at this time.

Cooperative research funding is granted to the Children's Oncology Group ("COG"), with funds distributed across 200+ member institutions to support clinical trials, thereby funding virtually every institution qualified to treat childhood cancers in the United States and Canada.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Grants (continued)

International Scholar Awards (funded for 3-5 years) are for researchers from low- to middle-income countries to train in the United States or other developed countries, then return to pursue research and offer a higher quality of care to patients in their home countries.

International beneficiary grants (1 year) are for organizations outside the U.S., supporting research or funds to help patients in these countries where the Organization has a fundraising presence.

Infrastructure grants (1 year) are for resources to make more research possible, funding clinical research associates who ensure more options are available for patients to participate in clinical trials.

The EPICC Grant (Empowering Pediatric Immunotherapies for Childhood Cancer), building on the success of the **St. Baldrick's - Stand Up To Cancer Pediatric Cancer Dream Team**, bringing together the fields of immunotherapy and genomics to find cures for multiple types of pediatric cancer.

Research grants were brought back in fiscal year 2023. These are 2-year hypothesis-driven research projects focused on new and better treatments for childhood cancers.

Partnership Request for Applications ("RFA") Grants were also added in fiscal year 2023. Supported with contributions from individuals and charity partners and administered by the Organization, the first of these $1.5 million, 3-year grants, was the Fight Osteosarcoma Together (FOT) Super Grant, chosen after scientific review of research applications resulting from a Request for Proposals. Two additional RFA grants are now funded to focus on osteosarcoma and Ewing sarcoma.

New funding for the remaining grant types has been suspended. The grants address a vital need in childhood cancer research which the Organization is working to resume as soon as revenues recover sufficiently:

Summer Fellowships cover a small stipend for medical school or college students to spend a summer conducting research under expert guidance in a pediatric oncology research laboratory. The objective is for these students to accomplish meaningful work while also inspiring them to choose pediatric cancer research as their specialty. These will be funded again in fiscal year 2025.

Supportive care research grants are for 1-year projects, often conducted by research nurses, for research to improve patient care, symptom management, psychosocial care, compliance with therapy, survivorship issues, and more.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Grants (continued)

The St. Baldrick's Robert J. Arceci Innovation Award (funded for 3 years) is in memory of Dr. Robert J. Arceci. These awards are based on nominations of United States/Canadian and international early- to mid-career scientists, whose work reflects his values of creativity, collaboration, and impact. While this category is still suspended, the St. Baldrick's Foundation is partnering with a childhood cancer organization in Europe, Fight Kids Cancer (FKC) to fund a similar award for research in Europe. The Organization manages the nomination and selection process, with the award of one million Euros being made and managed by FKC.

In addition to the above standard grant opportunities, the Organization works with major donors of $1 million or more to issue special RFA's to seek out grant applications, conduct a scientific review, and fund research in a specific disease or area of research interest.

Contributions and promises to give

Contributions received are reported as net assets with or without donor restrictions, depending upon the absence or presence of donor restrictions, if any.

Contributions, including unconditional promises to give, are recognized as revenues in the period the promise is received. Conditional promises to give are not recognized until they become unconditional; that is when the donor imposed barriers have been met by the Organization and there is no longer a right of return or release. Contributions that are promised in one year but are not expected to be collected until after the end of that year are discounted at an appropriate discount rate commensurate with the risks involved. Amortization of any such discounts is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any, on the contributions. An allowance for doubtful contributions receivable is provided based upon management's judgment including such factors as prior collection history, type of contribution, current aging of contributions receivable and changes in current economic conditions. No allowance for doubtful contributions receivable was recorded as of June 30, 2024 and 2023.

Contributed services and assets

Contributed services are reported at the estimated fair value in the financial statements for voluntary donations of services when those services (1) create or enhance nonfinancial assets, or (2) require specialized skills provided by individuals possessing those skills, and (3) are services which would typically be purchased if not provided by donation. The Organization recorded contributed services primarily relating to advertising and attorney service. Contributed services recognized are valued at the estimated fair value of current rates for similar professional services.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributed services and assets (continued)

Contributed assets consist of items for fundraising events and other items for operations which are recorded at fair value at the date of the gift, as contributions. Contributed assets are valued based on estimates of retail values that would be received for selling similar products. The Organization's policy related to contributed assets is to utilize the assets given to carry out the mission of the Organization. All contributed assets received by the Organization for the years ended June 30, 2024 and 2023 were considered without donor restrictions and able to be used by the Organization as determined by management.

Contributed services and assets consisted of the following:

	2024	2023
Professional services	$ 355,493	$ 351,833
Donated goods	48,995	29,892
	$ 404,488	$ 381,725

Volunteers

A number of volunteers, including members of the Board, have made significant contributions of time to the Organization's policymaking, program, fundraising and support functions. In particular, for the years ended June 30, 2024 and 2023, the Organization's grant applications were reviewed by a team of medical doctors and researchers who contributed approximately 1,539 and 1,710 hours, respectively. The number varies based upon the number of grant applications and the specific expertise required to review each. The value of this contributed time does not meet the criteria for recognition of contributed services as detailed above and, therefore, is not reflected in the accompanying statements of activities.

Partnerships with foreign organizations

Recognizing that childhood cancer knows no boundaries, the Organization carefully partners with pediatric cancer nonprofits worldwide in order to ensure that research needs in countries participating in pediatric cancer research are supported or that other needs of pediatric cancer patients are addressed in countries not participating in research. The Organization provides support and expertise in fundraising in order to maximize fundraising efforts in the countries that want assistance.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Partnerships with foreign organizations (continued)

In countries where the Organization's events are held, the Organization partners with vetted and approved foreign organizations to direct funds to what the Organization views as the best research available in that country or the next best need if research is not performed in that country. The Organization's support and partnerships generated approximately $91,628 and $266,342 of grant support for the years ended June 30, 2024 and 2023 , respectively. During the year ended June 30, 2024, the Organization partnered with organizations from Belgium, Bermuda, the Netherlands, Hong Kong, Japan, and Singapore. Revenue generated by foreign partner organizations for the year ended Organization was $157,893.

Functional allocation of expenses

The costs of providing program and other activities have been summarized on a functional basis in the statement of functional expenses. Expenses that can be directly identified with a program or other supporting services are charged accordingly. Expenses such as salaries and benefits have been allocated among program services and supporting services based upon the employees estimated time spent by function. Other expenses allocated based on the estimated employees' time allocation are occupancy and indirect other operating costs.

Subsequent events

The Organization has evaluated subsequent events through December 26, 2024, the date the financial statements were available to be issued. As of this date, no subsequent events have occurred that would have material impact on the presentation of the Organization's financial statements.

3. INVESTMENTS

The Organization's investment policy allows for investments in equities which are components of the Standard & Poor's 500 or Dow Jones Industrial Average, fixed-income securities generally rated investment grade or better, certificates of deposit and bankruptcy-remote money market funds. Currently, the Organization is holding only cash equivalents in treasury trust funds.

Investments consisted of the following:

	2024	2023
Cash and cash equivalents - treasury trust funds	$ 21,719,855	$ 18,741,432

3. INVESTMENTS (continued)

Net investment return consisted of the following:

	2024	2023
Interest and dividend income	$ 844,390	$ 490,252
Less: investment fees	(14,829)	(13,051)
	$ 829,561	$ 477,201

4. CONTRIBUTIONS RECEIVABLE

Unconditional promises to give, which are not expected to be collected until after the year promised, are reflected in the accompanying financial statements as contributions receivable and revenue in the appropriate net asset category. Contributions receivable are recorded using a discount rate that approximates 5.0%.

Future collections of contributions receivable are expected as follows:

Year ending June 30,	
2025	$ 1,183,642
2026	250,000
	1,433,642
Less: discounts to net present value	(19,133)
	$ 1,414,509

5. WEBSITE AND SOFTWARE DEVELOPMENT COSTS - SINCE INCEPTION

Website and software development costs, net consist of the following:

	2024	2023
Website development	$ 10,162,194	$ 9,676,428
Salesforce implementation costs	473,201	333,566
Accumulated amortization	(9,548,073)	(9,089,388)
	$ 1,087,322	$ 920,606

Amortization expense for the years ended June 30, 2024 and 2023 was $458,685 and $585,293, respectively.

6. PROPERTY AND EQUIPMENT - SINCE INCEPTION

Property and equipment, net consisted of the following:

	2024	2023
Equipment	$ 452,704	$ 434,015
Furniture and fixtures	22,550	22,550
	475,254	456,565
Accumulated depreciation	(442,002)	(422,997)
	$ 33,252	$ 33,568

Depreciation expense for the years ended June 30, 2024 and 2023 was $19,005 and $14,110, respectively.

7. GRANTS PAYABLE

The highest quality research projects often require a commitment of two to five years of funding. All continuing grant recipients are subject to discretionary renewal, based on the fulfillment of the administrative requirements that accompany performing the childhood cancer research approved through the review process, including evidence of meaningful scientific progress and impact. The grant recipient provides appropriate and timely grant reports and complies with Foundation policies regarding the use of funds.

Grants are expensed when the unconditional promise to give is approved by the Board. At June 30, 2024 and 2023 , the Organization has committed to continuing grants for Research, Fellows, Scholars, International Scholars, and Consortia aggregating $15,621,773 and $12,538,342, respectively, that are scheduled to be disbursed through June 30, 2027.

Grant commitments that are expected to be paid within one year are recorded at net realizable value. Grant commitments that are expected to be paid in future years are recorded at the present value of their future cash flows. Grant commitments are recorded using a discount rate that approximates 4.7%.

Future maturities of grants payable are as follows:

Year ending June 30,	
2025	$ 11,768,241
2026	3,107,037
2027	746,495
	15,621,773
Less: discounts to net present value	(200,694)
	$ 15,421,079

8. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consisted of the following:

	2024	2023
Purpose restricted	$ 630,700	$ 859,113
Purpose restricted for 18 months	241,745	161,845
Time restricted	-	250,000
	$ 872,445	$ 1,270,958

Net assets with donor restrictions released from restriction during the year were as follows:

	2024	2023
Purpose restricted	$ 2,152,169	$ 2,618,909
Purpose restricted for 18 months	80,867	494,149
Time restricted	250,000	464,921
	$ 2,483,036	$ 3,577,979

Purpose-restricted net assets consist primarily of contributions in support of research for specific types of cancer. The Organization has certain agreements with donors that provide for the expiration of a donor restriction at the end of 18 months if a suitable research project has not been identified. These contributions are classified as restricted until the funds are used for the restricted purpose or the restriction has lapsed.

9. LEASES

In July 2022, the Organization adopted the new lease accounting guidance under ASC 842. The most significant change requires lessees to record the present value of the operating lease payments as right-of-use assets and liabilities on the accompanying statement of financial position. The new guidance continues to require lessees to classify leases between operating and financing leases, formerly "capital leases."

The Organization leases its facility under an operating lease agreement which expires in June 2027. The lease requires the Organization to make monthly lease payments, which are fixed for the term of the lease and are subject to annual escalations.

Additional information related to leases is as follows:

Lease cost	$ 327,758
Cash paid for amounts included in the measurement of lease liabilities	$ 342,966
Weighted-average remaining lease - operating lease	2.9 %
Weighted-average remaining lease term - operating lease	3 years

9. LEASES (continued)

Future maturities of lease liabilities are as follows:

Year ending June 30,	
2025	$ 352,730
2026	363,715
2027	374,700
	1,091,145
Less: Imputed interest	(47,613)
	$ 1,043,532

10. EMPLOYEE RETENTION TAX CREDIT

The Employee Retention Tax Credit ("ERC"), a refundable tax credit against certain employment taxes allowed to an eligible employer for qualifying wages, was established by the Coronavirus Aid, Relief, and Economic Security ("CARES") Act and was subsequently amended through additional legislation. The tax credit is equal to 50% of the qualified wages, up to $10,000 per employee, that an employer whose business has been financially impacted by COVID-19 pays to employees after March 12, 2020 and before January 1, 2022.

In the year ended June 30, 2023, the Organization determined it was eligible to file for the ERC for the wages paid during the period April 1, 2021 through June 30, 2021, and calculated a total ERC credit of $210,683, which was received prior to June 30, 2023. As the Organization had "substantially met" the program's eligibility conditions, the Organization recognized this ERC credit as income on the accompanying statement of activities during the year ended June 30, 2023.

In the year ended June 30, 2024, the Organization determined it was eligible to file for the ERC for the wages paid during the period July 1, 2021 through September 30, 2021 and calculated a total ERC of $268,956. As the Organization has "substantially met" the program's eligibility conditions, the Organization recognized this ERC credit as income on the accompanying statement of activities during the year end June 30, 2024 and as contributions receivable on the statement of financial position as of June 30, 2024.

The ERC program is subject to inspection and audit by the IRS. The purpose of such audits is to determine whether entities met eligibility requirements under the program and that funds were used in accordance with guidelines and regulations. While management believes the Organization met the ERC requirements, it is possible that ERC funds recognized could ultimately be disallowed. The ultimate liability, if any, which may result from a governmental audit cannot be reasonably estimated and, accordingly, no provision for the possible disallowance of ERC funds has been recorded on the Organization's financial statements.

11. RETIREMENT PLAN

The Organization sponsors a defined contribution retirement 401(k) plan available to eligible employees. Upon meeting the eligibility requirements, an employee may elect to contribute a percentage of base salary up to the maximum permitted by law and the Organization agrees to contribute a matching amount. The Organization contributes 3% of employees' salaries, regardless of their contributions. Employees become immediately vested in the 3% contribution. The Organization also matches employee contributions, up to 3%. Employees are vested in these contributions over a five-year vesting period. The Organization made safe harbor contributions of $103,056 and $92,411 to the plan for the years ended June 30, 2024 and 2023, respectively.

12. RELATED PARTIES

For the year ended June 30, 2024, the Organization received approximately $209,000 in contributions from members of the Board and approximately $15,000 in contributions from employees. For the year ended June 30, 2023, the Organization received approximately $184,000 in contributions from members of the Board and approximately $14,000 in contributions from employees. As the Organization's CEO also serves as a member of the Board, her contributions are included with board member contributions.

13. LIQUIDITY AND AVAILABILITY

As part of the Organization's liquidity management, it structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. To meet liquidity needs, the Organization maintains investments largely in liquid investments. The Organization has also sought to maintain approximately twelve months of operating expenses (excluding grants) in liquid assets.

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the date of the statement of financial position, comprise the following:

	2024	2023
Cash and cash equivalents	$ 3,521,683	$ 3,094,324
Contributions receivable, net	1,414,509	1,285,115
Investments	21,719,855	18,741,432
	26,656,047	23,120,871
Less:		
Grants payable	(15,421,079)	(12,401,137)
Purpose restricted net assets	(872,445)	(1,020,958)
	(16,293,524)	(13,422,095)
	$ 10,362,523	$ 9,698,776

13. LIQUIDITY AND AVAILABILITY (continued)

Assets available for general expenditure represent approximately twelve months of operating expenditures at June 30, 2024 and nine months of operating expenditures at June 30, 2023.

14. RISKS AND UNCERTAINTIES

Fiscal year 2024 saw slow year-over-year growth in the Organization, resulting in the national decline in volunteerism overall, election year drain on charitable giving and a sluggish economy. While the Organization is developing new ways for volunteers and donors to support its work, it is closely monitoring the economic climate for its continued impact on volunteer fundraising efforts. Organization staff are in close contact with key audiences to ascertain their priorities within their professional and personal environments during this time of austerity.