



**THE SUNSHINE KIDS
FOUNDATION**
(a Texas Non-Profit Corporation)

FINANCIAL STATEMENTS

DECEMBER 31, 2025 AND 2024
(With Independent Auditor's Report Thereon)

THE SUNSHINE KIDS FOUNDATION
(a Texas Non-Profit Corporation)

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INDEPENDENT AUDITOR'S REPORT

Board of Directors of
The Sunshine Kids Foundation

Opinion

We have audited the financial statements of The Sunshine Kids Foundation (the Foundation), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as of December 31, 2025 and 2024, 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 (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audits of the Financial Statements section of our report. We are required to be independent of the 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 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 Foundation's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audits 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 GAAS 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 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 GAAS, 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 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 the 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.

Doeren Mayhew Assurance

Houston, Texas
May 4, 2026

THE SUNSHINE KIDS FOUNDATION
(a Texas Non-Profit Corporation)

STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2025 AND 2024

Assets	2025	2024
Cash and cash equivalents (Note 3)	\$ 1,071,341	\$ 987,709
Contributions receivable	176,094	230,643
Inventory	33,965	17,260
Prepaid expenses and other assets	73,628	35,552
Investments (Note 4)	10,885,934	10,579,415
Property and equipment, net (Note 6)	316,062	351,710
Total assets	\$ 12,557,024	\$ 12,202,289
<u>Liabilities and Net Assets</u>		
Liabilities - accounts payable and accrued liabilities	\$ -	\$ -
Net assets:		
Without donor restrictions	12,557,024	12,202,289
With donor restrictions	-	-
Total net assets	12,557,024	12,202,289
Total liabilities and net assets	\$ 12,557,024	\$ 12,202,289

See accompanying notes to financial statements

THE SUNSHINE KIDS FOUNDATION
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STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Public support, revenue and other:			
Contributions of financial assets (Note 3)	\$ 3,251,240	\$ -	\$ 3,251,240
Contributions of nonfinancial assets (Note 8)	816,509	-	816,509
Investment gain, net (Note 5)	489,259	-	489,259
Net assets released from restrictions	-	-	-
Total public support, revenue and other	<u>4,557,008</u>	<u>-</u>	<u>4,557,008</u>
Expenses:			
Program services	3,554,304	-	3,554,304
Management and general	268,925	-	268,925
Fundraising	379,044	-	379,044
Total expenses	<u>4,202,273</u>	<u>-</u>	<u>4,202,273</u>
Change in net assets	354,735	-	354,735
Net assets, beginning of year	<u>12,202,289</u>	<u>-</u>	<u>12,202,289</u>
Net assets, end of year	<u><u>\$ 12,557,024</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 12,557,024</u></u>

See accompanying notes to financial statements

THE SUNSHINE KIDS FOUNDATION
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STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Public support, revenue and other:			
Contributions of financial assets (Note 3)	\$ 3,009,775	\$ -	3,009,775
Contributions of nonfinancial assets (Note 8)	846,785	-	846,785
Testamentary bequests	641,261	-	641,261
Special event (net of direct benefits of \$63,385)	334,072	-	334,072
Investment gain, net (Note 5)	515,567	-	515,567
Gain on sale of fixed asset	4,000	-	4,000
Net assets released from restrictions	-	-	-
Total public support, revenue and other	<u>5,351,460</u>	<u>-</u>	<u>5,351,460</u>
Expenses:			
Program services	3,370,602	-	3,370,602
Management and general	223,176	-	223,176
Fundraising	493,038	-	493,038
Total expenses	<u>4,086,816</u>	<u>-</u>	<u>4,086,816</u>
Change in net assets	1,264,644	-	1,264,644
Net assets, beginning of year	<u>10,937,645</u>	<u>-</u>	<u>10,937,645</u>
Net assets, end of year	<u>\$ 12,202,289</u>	<u>\$ -</u>	<u>\$ 12,202,289</u>

See accompanying notes to financial statements

THE SUNSHINE KIDS FOUNDATION
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STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2025

	Program Services	Management and General	Fundraising	Total
Accommodations/meals	\$ 916,086	\$ 134	\$ 35,497	\$ 951,717
Activity supplies and support	1,127,985	224	31,622	1,159,831
Contract labor	8,671	-	-	8,671
Depreciation and amortization	41,983	2,333	2,333	46,649
Dues and fees	20,795	5,314	11,087	37,196
Equipment rental	26,367	1,436	1,436	29,239
Insurance	28,232	16,352	15,883	60,467
Legal and professional	24,608	61,841	10,755	97,204
Office supplies and expenses	90,162	32,035	14,629	136,826
Payroll taxes	34,934	8,733	14,555	58,222
Photography and video production	58,785	-	88	58,873
Printing and duplicating	9,515	69	459	10,043
Rent	40,528	-	-	40,528
Repairs and maintenance	39,465	465	465	40,395
Salaries and related benefits	539,727	135,080	224,736	899,543
Scholarships	154,182	-	-	154,182
Telephone	8,302	2,818	1,884	13,004
Travel	375,984	59	11,110	387,153
Utilities	7,235	2,032	2,505	11,772
Miscellaneous	758	-	-	758
	<u>\$ 3,554,304</u>	<u>\$ 268,925</u>	<u>\$ 379,044</u>	<u>\$ 4,202,273</u>
Total expenses by function				

See accompanying notes to financial statements

THE SUNSHINE KIDS FOUNDATION
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STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2024

	Program Services	Management and General	Fundraising	Costs of Direct Benefits to Donors	Total
Accommodations/meals	\$ 872,727	\$ 128	\$ 59,520	\$ 36,550	\$ 968,925
Activity supplies and support	1,041,752	15	33,745	24,495	1,100,007
Contract labor	7,878	-	-	-	7,878
Depreciation and amortization	27,349	6,837	11,395	-	45,581
Dues and fees	23,366	4,717	28,314	-	56,397
Equipment rental	23,710	3,073	4,575	-	31,358
Insurance	26,539	15,490	15,491	-	57,520
Legal and professional	17,504	28,485	29,093	-	75,082
Office supplies and expenses	81,712	30,223	15,492	-	127,427
Payroll taxes	37,152	6,780	15,273	-	59,205
Photography and video production	48,896	-	12,991	-	61,887
Printing and duplicating	11,442	61	4,620	-	16,123
Rent	74,861	-	-	-	74,861
Repairs and maintenance	36,875	1,848	1,227	-	39,950
Salaries and related benefits	572,953	119,551	233,917	-	926,421
Scholarships	140,000	-	-	-	140,000
Telephone	8,500	2,841	1,988	-	13,329
Travel	310,648	629	22,776	2,340	336,393
Utilities	5,948	2,198	2,321	-	10,467
Miscellaneous	790	300	300	-	1,390
Total expenses by function	3,370,602	223,176	493,038	63,385	4,150,201
Less: expenses included with revenues on the statement of activities	-	-	-	(63,385)	(63,385)
Total expenses included in the expense section on the statement of activities	\$ 3,370,602	\$ 223,176	\$ 493,038	\$ -	\$ 4,086,816

See accompanying notes to financial statements

THE SUNSHINE KIDS FOUNDATION
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STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
Cash flows from operating activities:		
Change in net assets	\$ 354,735	\$ 1,264,644
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	46,649	45,581
Unrealized and realized gain on investments	(84,173)	(71,006)
In-kind donation of stock	(25,350)	-
Gain on sale of fixed asset	-	(4,000)
(Increase) decrease in operating assets:		
Contributions receivable	54,549	45,426
Inventory	(16,705)	14,105
Prepaid expenses and other assets	(38,076)	(9,536)
(Decrease) increase in operating liabilities:		
Accounts payable and accrued liabilities	-	(26,069)
Net cash provided by operating activities	<u>291,629</u>	<u>1,259,145</u>
Cash flows from investing activities:		
Purchases of investments	(2,917,520)	(3,549,271)
Liquidations of investments	2,720,523	2,250,000
Proceeds from sale of fixed asset	-	4,000
Purchases of property and equipment	(11,000)	(87,039)
Net cash used by investing activities	<u>(207,997)</u>	<u>(1,382,310)</u>
Net increase (decrease) in cash and cash equivalents	83,632	(123,165)
Cash and cash equivalents, beginning of year	<u>987,709</u>	<u>1,110,874</u>
Cash and cash equivalents, end of year	<u>\$ 1,071,341</u>	<u>\$ 987,709</u>
Non-cash investing activity -		
Donation of stock	<u>\$ 25,350</u>	<u>\$ -</u>

See accompanying notes to financial statements

THE SUNSHINE KIDS FOUNDATION
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NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

Note 1 - Organization

The Sunshine Kids Foundation (the Foundation) was incorporated on March 1, 1982 under the provisions of the Texas Nonprofit Corporation Act. The Foundation provides group activity programs for children confronted with cancer through national trips, local activities and programs in participating hospitals across the country. All of the Foundation's activities are free of charge to the children's families and hospitals. In addition, the Foundation funds a college scholarship program for pediatric oncology patients or survivors who have participated in the Foundation's programs and meet other eligibility requirements. The Foundation receives contributions from individuals, corporations and foundations.

Note 2 - Summary of Significant Accounting Policies

Basis of Presentation

The financial statements of the Foundation have been prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles (GAAP), which require the Foundation to report information regarding its financial position and activities according to 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 Foundation. These net assets may be used at the discretion of the Foundation's management and the Board of Directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors or grantors. Donor-imposed restrictions may be temporary in nature, such as those that will be met by the *passage* of time or other events specified by the donor. Other donor-imposed restrictions may be perpetual in nature, where the donor stipulates that the resources be maintained in perpetuity.

If donor-imposed restrictions are met in the same reporting period as the contribution was recognized as revenue, the Foundation reports such contributions as an increase in net assets without donor restrictions. All other donor-restricted contributions are reported as increases in net assets with donor restrictions and when the restriction expires or is satisfied, these net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities and changes in net assets as net assets released from restrictions.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Foundation considers investments with a maturity of three months or less at date of purchase to be cash equivalents. Cash held for investment purposes is classified as investments in the statement of financial position and is not considered cash for the purposes of the statement of cash flows.

Contributions Receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are discounted to estimate the present value of future cash flows if material. Conditional promises to give are not included as support until the conditions are met. At December 31, 2025 and 2024, the Foundation had no long-term contributions receivable. Management of the Foundation considers contributions receivable to be fully collectible; accordingly, no allowance for doubtful accounts has been recorded as of December 31, 2025 or 2024. If amounts become uncollectible, they will be charged to operations when the determination is made.

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NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

Inventory

Inventory consists of T-shirts, hats, bandanas, visors and other supplies for the program participants. Inventory is valued using the first-in first-out method and is stated at the lower of cost or net realizable value.

Investments and Investment Income

Investments are stated at fair value as described in Note 4. Marketable securities donated to the Foundation are recorded at fair value on the date of donation. Investment income, including unrealized gains and losses, is included as a change to net assets without donor restrictions unless otherwise specified by donor restrictions. If donor-imposed restrictions are met in the same reporting period as the investment income was recognized as revenue, the Foundation reports such income as an increase in net assets without donor restrictions. Investment income is reported net of investment related expenses.

Property and Equipment

Property and equipment are stated at cost. Donated property and equipment are recorded at fair value at the date of the gift. Expenditures greater than \$1,000 that materially increase values or extend useful lives are capitalized. Routine maintenance and replacement costs are charged against operations in the year incurred. Depreciation is computed using the straight-line method over the estimated useful lives of 15 to 30 years for building and building improvements and 3 to 10 years for equipment and vehicles.

Public Support and Revenue Recognition

Contributions are recorded as revenue when an unconditional commitment is received from the donor. Contributions received with donor stipulations that limit their use are recorded as donor-restricted revenue. Contributions whose restrictions are met in the same reporting period as they are received are reported as unrestricted revenue. Conditional contributions are those that contain a measurable performance obligation or other barrier, as well as right of return, and are not recognized as revenue until the conditions on which they depend have been met. There were no conditional contributions as of December 31, 2025 or 2024.

Contributed property and equipment are reflected at estimated fair value at the date of receipt. Contributed property and equipment are recognized as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions specifying how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as donor-restricted support and absent explicit donor stipulations about how long those long-lived assets must be maintained, are released from donor restrictions when the assets are placed in service.

Contributed services that meet the revenue recognition requirements of GAAP are recorded at estimated fair value when received.

Donated materials and securities are recorded as contributions at the estimated fair market value at the date of donation.

Testamentary bequests are recognized once the estate has been settled.

Special events revenue is comprised of an exchange element and a contribution element, with recognition occurring when the event is held and net of the costs of direct benefits received by donors.

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NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

Functional Allocation of Expenses

The costs of providing program and supporting service activities have been summarized on a functional basis in the statements of activities and changes in net assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited based upon estimated use or time and effort. The statement of functional expenses presents the natural classification detail of expenses by function.

Income Taxes

The Foundation is exempt from Federal income tax under §501(c)(3) of the Internal Revenue Code and is classified as a public charity under §170(b)(1)(A)(vi) and §509(a)(1). The Foundation files annual Federal information returns, and its filings are still open to examination by taxing authorities for fiscal years 2022 and later, though there are no known years under examination. The Foundation follows the provisions of the Financial Accounting Standards Board (FASB) ASC Topic 740-10, *Accounting for Income Taxes*, and management believes it has no material uncertain tax positions or any related penalties and interest to accrue or disclose for the years ended December 31, 2025 and 2024.

Use of Estimates

Management must make estimates and assumptions to prepare financial statements in accordance with GAAP. These estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, the amounts of reported revenues and expenses, and the allocation of expenses among various functions. Accordingly, actual results could vary from the estimates that were used.

Subsequent Events

The Foundation has evaluated subsequent events through May 4, 2026, the date which the financial statements were available to be issued.

Note 3 - Concentrations

Credit Risk

The Foundation is subject to concentration of credit risk relating primarily to cash and investments. The Foundation's cash deposits are maintained in bank deposit accounts which, at times, may exceed federally insured limits. Accounts are guaranteed by the FDIC up to \$250,000 per depositor. At December 31, 2025 and 2024, amounts in excess of the insured limits \$829,134 and \$744,089, respectively.

Source of Revenue

The Foundation is subject to concentration of revenue through its relationship with Berkshire Hathaway HomeServices, which adopted the Foundation as their network-wide charity in 1991. For the years ended December 31, 2025 and 2024, contributions from Berkshire Hathaway HomeServices represented approximately 48% and 38% of total contributions.

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NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

Note 4 - Fair Value Measurements

GAAP requires that certain assets and liabilities be reported at fair value and establishes a hierarchy that prioritizes inputs used to measure fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the reporting date. The Foundation's investments are measured at fair value on a recurring basis. The levels of input that may be used to measure fair value are as follows:

Level 1 - Quoted prices in active markets for identical assets or liabilities.

Level 2 - Quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 - Unobservable inputs that are significant and reflect substantial management judgment or estimation.

The categorization within the valuation hierarchy is based upon the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

The following is a description of valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2025 from December 31, 2024.

Money market mutual fund: Valued at the net asset value of shares held at year-end as reported on the active market on which the securities are held.

Corporate bonds: Valued under a discounted cash flows approach that maximizes observable inputs, such as current yields of comparable securities of issuers with similar credit ratings.

Bank deposit program accounts: Valued at cost, which approximates fair value.

Common stock: Valued at the closing price reported on the active market on which the individual securities are traded.

The valuation methods used may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values and the inputs or methodology used to measure investments are not necessarily indicative of the risk of investing in a particular security. Although management of the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Financial instruments measured at fair value on a recurring basis at December 31, 2025 are as follows:

	Level 1	Level 2	Level 3	Total
Money market mutual fund	\$ 6,744,435	\$ -	\$ -	\$ 6,744,435
Corporate bonds		3,997,325	-	3,997,325
Bank deposit program accounts		67,848	-	67,848
Common stock	76,326		-	76,326
Total	<u>\$ 6,820,761</u>	<u>\$ 4,065,173</u>	<u>\$ -</u>	<u>\$ 10,885,934</u>

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Financial instruments measured at fair value on a recurring basis at December 31, 2024 are as follows:

	Level 1	Level 2	Level 3	Total
Money market mutual fund	\$ 5,816,006	\$ -	\$ -	\$ 5,816,006
Corporate bonds	-	3,938,754	-	3,938,754
Bank deposit program accounts	-	788,371	-	788,371
Common stock	36,284	-	-	36,284
Total	<u>\$ 5,852,290</u>	<u>\$ 4,727,125</u>	<u>\$ -</u>	<u>\$ 10,579,415</u>

Note 5 - Investment Return

Investment return is net of related investment fees and is as follows for the years ended December 31, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Interest	\$ 424,370	\$ 444,748
Net realized and unrealized gain, net of fees	64,889	70,819
Total investment return, net	<u>\$ 489,259</u>	<u>\$ 515,567</u>

Note 6 - Property and Equipment

Following is a summary of property and equipment at December 31, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Land	\$ 100,000	\$ 100,000
Building and improvements	988,685	977,684
Office equipment	230,845	230,845
Computer equipment	229,209	229,209
Vehicles	125,730	125,730
Total property and equipment	1,674,469	1,663,468
Less: accumulated depreciation	<u>(1,358,407)</u>	<u>(1,311,758)</u>
Total property and equipment, net	<u>\$ 316,062</u>	<u>\$ 351,710</u>

Note 7 - Commitments and Contingencies

Defined Contribution Plan

The Foundation employees participate in a 401(k) defined contribution plan (the Plan) into which the Foundation makes a matching contribution equal to 50% of a participant's elective deferrals provided, however, that the matching contribution shall be made only with respect to the first 6% of the participant's compensation for each payroll period. The Foundation's contribution to the Plan for the years ended December 31, 2025 and 2024 approximated \$15,300 and \$17,500, respectively.

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NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

Paycheck Protection Program Loan

During 2021, the Foundation received a Paycheck Protection Program loan in the amount of \$248,984. The Foundation received notification of forgiveness from the Small Business Administration (SBA) on November 15, 2021. The Foundation may be subject to examination from the SBA for six years following the date of forgiveness.

Note 8 - Contributed Nonfinancial Assets

The Foundation received the following contributions of nonfinancial assets for the years ended December 31, 2025 and 2024:

	2025	2024
Supplies and event tickets	\$ 557,578	\$ 517,996
Accommodations	146,951	183,900
Meals	80,142	78,108
Office space	-	35,361
Repair and maintenance services	4,925	5,550
Other	26,913	25,870
Total	\$ 816,509	\$ 846,785

Contributed supplies and event tickets are used for activities included within the national and regional trips, as well as for local activities. These items were recorded as contributions and expense at their estimated fair value based on published information or pricing provided by the vendor.

Contributed accommodations are used for the national and regional trips. These items were recorded as contributions and expense at estimated fair value based on published rates.

Contributed meals are used for the national and regional trips, as well as for local activities. These items were recorded as contribution and expense at estimated fair value based on information provided by the vendor.

Contributed office space represents the difference between the market rate and amount paid by the Foundation for the Southeast office, with such lease discontinued in 2024. This donation is recorded as contributions and expense based on the estimated fair market rental rate for the office location as provided by the lessor.

Contributed repairs and maintenance is comprised of lawn care and building repair services provided by service corporations. These services were recorded as contributions and expense at their estimated fair value based on information provided by the service provider.

There were no donor-imposed restrictions on contributed nonfinancial assets.

A substantial number of volunteers have donated significant amounts of their time to the Foundation's programs. No value for these volunteer hours has been recorded in the statements of activities because they do not meet the criteria for recognition under GAAP.

THE SUNSHINE KIDS FOUNDATION
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NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

Note 9 - Liquidity and Availability of Resources

The following table reflects the Foundation's financial assets at December 31, 2025 and 2024, reduced by amounts not available for general expenditure within one year of the statement of financial position date. Financial assets are considered unavailable when illiquid or they are not convertible to cash within one year. Financial assets are available for general expenditure if they do not have donor or other restrictions limiting their use through purpose restrictions.

	<u>2025</u>	<u>2024</u>
Financial assets:		
Cash and cash equivalents	\$ 1,071,341	\$ 987,709
Contributions receivable	176,094	230,643
Investments	<u>10,885,934</u>	<u>10,579,415</u>
 Total financial assets available to meet cash needs for general expenditures within one year	 <u>\$ 12,133,369</u>	 <u>\$ 11,797,767</u>

The Foundation structures its financial assets to be available as its general expenditures, liabilities and other obligations become due.