Blue Faery

The Adrienne Wilson Liver Cancer Association

Financial Statements

2024

Year ended December 31, 2024

KEVIN E. FORDYCE, CPA



BLUE FAERY: THE ADRIENNE WILSON LIVER CANCER ASSOCIATION
FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

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Independent Auditors' Report

To the Board of Directors
Blue Faery: The Adrienne Wilson Liver Cancer Foundation

Opinion

We have audited the accompanying financial statements of Blue Faery: The Adrienne Wilson Liver Cancer Foundation (the "Organization") 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 fiscal 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 Organization as of December 31, 2024, and the changes in its net assets, functional expenses, and cash flows for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America ("GAAP").

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization 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 GAAP, 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 Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 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 Organization '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 Organization '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.

Glendale, California
June 17, 2025

BLUE FAERY: THE ADRIENNE WILSON LIVER CANCER ASSOCIATION
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
ASSETS			
Cash	$ 319,239	$ 333,952	$ 653,191
Investments	401,306	-	401,306
Accounts and Pledges Receivable	13,363	20,000	33,363
Prepaid Expenses	8,411	-	8,411
Total Assets	$ 742,319	$ 353,952	$ 1,096,271
LIABILITIES AND NET ASSETS			
Accounts Payable and Accrued Liabiliies	$ 12,922	$ -	$ 12,922
Deferred Revenue	12,500	-	12,500
Total Liabilities	25,422	-	25,422
Net Assets			
Without Donor Restrictions	716,897	-	716,897
With Donor Restrictions	-	353,952	353,952
Total Net Assets	716,897	353,952	1,070,849
Total Liabilities and Net Assets	$ 742,319	$ 353,952	$ 1,096,271

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

BLUE FAERY: THE ADRIENNE WILSON LIVER CANCER ASSOCIATION
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE			
Contributions	$ 113,884	$ 308,844	$ 422,728
Memberships	195,000	-	195,000
In-Kind Gifts and Services	128,114	-	128,114
Consulting	58,600	-	58,600
Interest	28,699	-	28,699
Investment Gain	637	-	637
Other Income	603	-	603
Released from Restrictions	389,860	(389,860)	-
Total Support and Revenue	915,397	(81,016)	834,381
EXPENSES			
Program Services	744,288	-	744,288
Management and General	50,937	-	50,937
Fundraising	113,311	-	113,311
Total Expenses	908,536	-	908,536
Change in Net Assets	6,861	(81,016)	(74,155)
Net Assets, Beginning of Year	710,036	434,968	1,145,004
Net Assets, End of Year	$ 716,897	$ 353,952	$ 1,070,849

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

BLUE FAERY: THE ADRIENNE WILSON LIVER CANCER ASSOCIATION
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2024

EXPENSES	Program Services	Management and General	Fundraising	Total
Salaries, Wages and Benefits				
Salaries and Wages	$ 115,005	$ 31,655	$ 81,073	$ 227,733
Payroll Taxes	9,605	2,644	6,771	19,020
Benefits	15,238	4,194	10,742	30,174
Total Salaries, Wages and Benefits	139,848	38,493	98,586	276,927
Other Operating Expenses:				
Direct Program Services:				
Educational Programming	205,225	-	-	205,225
Medical Research Grants	25,000	-	-	25,000
Other Grants	750	-	-	750
Honorariums	6,000	-	-	6,000
Total	236,975	-	-	236,975
Advertising and Marketing	134,684	-	-	134,684
Marketing Consultant	80,125	-	-	80,125
Contracted Services	71,721	-	-	71,721
Travel and Conferences	30,858	-	-	30,858
Publishing	20,290	-	-	20,290
Information Technology	9,557	2,630	6,737	18,924
Staff and Volunteer Training	13,155	-	-	13,155
Office Expenses	7,075	1,948	4,988	14,011
Legal and Accounting	-	6,048	-	6,048
Fundraising	-	-	3,000	3,000
Insurance	-	1,818	-	1,818
Total Other Operating Expenses	604,440	12,444	14,725	631,609
Total Expenses	$ 744,288	$ 50,937	$ 113,311	$ 908,536

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

BLUE FAERY: THE ADRIENNE WILSON LIVER CANCER ASSOCIATION
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2024

Cash Flows from Operating Activities:		
Change in Net Assets	$	(74,155)
Adjustment to Reconcile Change in Net Assets to Net Cash Used In Operating Activities		
Reinvested Dividends and Interest		(14,910)
Realized and Unrealized Gain on Investments		(637)
Increase in Prepaid Expenses		(8,411)
Increase in Accounts Payable and Accrued Expenses		2,620
Increase in Deferred Revenue		12,500
Net Cash Used In Operating Activities		(116,356)
Cash Flows From Investing Activities:		
Purchase of Investments		(86,000)
Net Decrease in Cash		(202,356)
Cash at Beginning of Year		855,547
Cash at End of Year	$	653,191

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

BLUE FAERY: THE ADRIENNE WILSON LIVER CANCER ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

Note 1 – Organization

Blue Faery: The Adrienne Wilson Liver Cancer Association ("Blue Faery" or, the "Organization") was founded in 2002 to prevent, treat and cure primary liver cancer, specifically Hepatocellular Carcinoma, through research, education, and advocacy. Our work will improve the quality of life for HCC patients, support their caregivers and give them hope, information, and a voice.

Note 2 – Summary of Significant Accounting Policies

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting and in conformity with accounting principles generally accepted in the United States of America ("GAAP") applicable to not-for-profit organizations. Revenues are reported as increases in unrestricted net assets, unless there are donor-imposed purposes and/or time restrictions on the gifted assets. Expenses are reported as decreases in unrestricted net assets. Gains or losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted explicit donor stipulation or by law.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect reported amounts of assets, liabilities, revenues, and expenses as of the date and for the period presented. Accordingly, actual results could differ from those estimates. Significant estimates in these financial statements include collectability of receivables.

Cash and Equivalents and Concentrations of Credit Risk

The Organization considers investments with original maturities of three months or less at the time of purchase to be cash equivalents.

Financial instruments that potentially subject the Organization to credit risk consist primarily of cash and receivables. The Organization maintains cash and cash equivalents in three demand accounts at a national bank. Such amounts may exceed Federal Deposit Insurance Corporation limits, however management does not believe this constitutes a significant risk at this time.

Financial Statement Presentation and Contributions

The Organization recognizes contributions, including unconditional promises to give, as revenue in the period received or pledged. Contributions and net assets are classified based on the existence or absence of donor-imposed restrictions. The net assets of the Organization and changes therein are classified and reported as follows:

Net Assets without Donor Restrictions
Net assets that are not subject to donor-imposed stipulations and that may be expendable for any purpose in the primary objectives of the Organization.

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 passage of time or are restricted for long periods of time. As the restrictions are satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the accompanying financial statements as net assets released from restrictions. Some net assets with donor restrictions may be restricted by the donors for investment in perpetuity. The investment income is generally available for general support of the Organization's programs and operations.

Note 2 – Summary of Significant Accounting Policies (Continued)

It is the policy of the Organization to record support that is donor restricted as support without donor restrictions when the donor-imposed restrictions have been satisfied within the reporting period.

Fair Value of Financial Instruments

In accordance with Accounting Standards Codification ("ASC") 820, *Fair Value Measurements*, fair value is defined as the price that the Organization would receive upon selling an investment in an orderly transaction to an independent buyer in the principal or most advantageous market of the investment. ASC 820 establishes a three-tier hierarchy to maximize the use of observable market data and minimize the use of unobservable inputs, and to establish classification of fair value measurements for disclosure purposes. Inputs refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available.

The three-tier hierarchy of inputs is summarized in the three broad levels listed below.

Level I	Quoted prices in active markets for identical assets and liabilities.
Level II	Pricing inputs, including broker quotes, are generally those other than exchange quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value is determined through the use of models or other valuation methodologies.
Level III	Pricing inputs are unobservable for the investment and includes situations where there is little, if any, market activity for the investment. The inputs into the determination of fair value require significant management judgment or estimation. Investments that are included in this category generally include privately held investments and partnership interests.

Pledges and Accounts Receivable

Pledges are recorded as revenue at the time of the pledge. Long-term pledges are discounted over the term of the pledge using an appropriate discount rate. Accounts receivable are recorded when billed or accrued and represent claims against third parties that will be settled in cash. The carrying value of receivables, net of allowance for doubtful accounts, if any, represents their estimated net realizable value. The allowance for doubtful accounts, if any, is estimated based on historical trends, type of customer, the age of the outstanding receivables, and existing economic conditions. If events or changes in circumstances indicate that specific receivable balances may be impaired, further consideration is given to the collectability of those balances and the allowance adjusted accordingly.

Donated Assets and Services

Contributions of donated assets are recorded at fair value in the period received. Contributions of donated services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at fair value in the period received.

Note 2 – Summary of Significant Accounting Policies (Continued)

Revenue Recognition

All contributions are evaluated using the criteria outlined in the Financial Accounting Standard Board ("FASB") Accounting Standards Update ("ASU") 2018-08, which provides specific guidance as the proper revenue recognition related to donor conditional and restricted contributions. Any transactions that are not provided by a donor are accounted for under Accounting Standards Code ("ASC") Topic 606 *Contracts with Customers*.

Contributions are recognized as revenues when they are received or unconditionally pledged. The Organization reports unconditional gifts of cash and other assets as donor restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the accompanying statement of activities as net assets released from restriction. Any pledged amounts with unfulfilled contingent requirements are recorded as liabilities in the statement of financial position.

The Organization offers memberships with benefits for donors who provide contributions, with increasing benefits based on the level of support. Such benefits include the donor's logo on the website, invitation to certain events through the year, sponsored blog posts, and articles in the annual newsletter. While the Organization believes that the benefits provide incentives for the donors, they do not represent significant financial benefits such that they would constitute an exchange of fair value assets, thus all memberships are considered to be contributions without donor restrictions and are recognized in full at the time of contribution.

The Organization also contracts directly with certain health organization to provide services related to the furtherance of liver cancer education and recommendations for improved services to cancer patients in general. These contracts are generally for a year or less and have specific requirements for completion. These contracts are considered to be exchange agreements and are accounted for under ASC Topic 606, however they are generally not complex and do not have multiple revenue streams that require separate evaluation. At the end of each reporting period, the Organization reviews all contracts that are currently in process and estimates the percentage that is completed and to be recognized as revenue during the year for each, with any related receivables or deferred revenue recognized in the statement of financial position.

Functional Allocation of Expenses

Costs of providing the Organization's programs and other activities have been presented in the statement of functional expenses. During the year, such costs are accumulated into separate groupings as either direct or indirect. Indirect or shared costs are allocated among program and support services by a method that best measures the relative degree of benefit, generally direct salaries.

Income Taxes

The Organization is a nonprofit organization exempt from income taxes under section 501(c)(3) of the Internal Revenue Code, and Section 23701(d) of the California State Revenue and Taxation Code. Accordingly, no provision for federal or state income taxes is included in the financial statements. In addition, the Organization has been determined by the Internal Revenue Service not to be a private foundation within the meaning of Section 509(a) of the Internal Revenue Code.

The Organization applies the recognition requirements for uncertain income tax positions as required by generally accepted accounting principles. Income tax benefits are recognized for income tax positions taken or expected to be taken in a tax return, only when it is determined that the income tax position will more-likely-than-not be sustained upon examination by taxing authorities. The Organization has analyzed the tax positions taken in its filings with the Internal Revenue Service and state jurisdictions where it operates.

Note 2 – Summary of Significant Accounting Policies (Continued)

The Organization believes that its income tax filing positions will be sustained upon examination and does not anticipate any adjustments that would result in a material adverse effect on the Organization's financial condition, results of operations or cash flows. Accordingly, the Organization has not recorded any reserves, or related accruals for interest and penalties for uncertain income tax positions at December 31, 2024.

The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Organization believes it is no longer subject to income tax examinations for tax years prior to 2021.

Note 3 – Investments

Investments are held in one account with a national brokerage firm and are comprised of $400,348 in certificates of deposit and $958 in cash. The certificates of deposit are considered to be Level II in the fair value hierarchy discussed in note 2. Cash is generally not evaluated for hierarchy reporting purposes.

Note 4 – Pledge Receivable

There was one pledge receivable for $20,000 at December 31, 2024 which has been collected in full in 2025. There were no accounts receivable derived from ordinary trade activities at December 31, 2024 and thus there is no current expected credit losses at this time. The $13,363 in accounts receivable is comprised of accrued interest at December 31, 2024.

Note 6 – Net Assets

The Organization has six donor contributions that are restricted for various purposes totaling $333,952 and one pledge receivable for $20,000 which is restricted for time.

Note 7 – In-Kind Services

The Organization received in-kind services comprised of online advertising from two donors with a combined value of $104,714 and one other donor for an online patient community valued at $23,400. The values were provided by the donors and determined by management to be reasonable estimations of fair value. All of the services provided were used for programmatic purposes. The schedule below provides a summary of the in-kind services received.

In-Kind Services Received	Area of Utililization	Donor restriction	Valuation Technique and Inputs	Amount Received
Online Marketing	Program	None, used in operations	Estimated Fair Value Provided By Donor	$ 104,714
Patient Support Community	Program	None, used in operations	Estimated Fair Value Provided By Donor	23,400
Total				$ 128,114

Note 8 – Liquidity and Availability of Net Assets

At December 31, 2024, the Organization had financial assets comprised of cash, investments, pledges and accounts receivable and prepaid expenses of $1,096,271 and current liabilities of $25,422, which provides for excellent liquidity, with the remaining funds available to satisfy all donor purpose restrictions of $349,746 during the fiscal year ending December 31, 2025. Management believes the current high level of liquidity provides enough flexibility to service the existing liabilities and donor restrictions as described above and has not sought any further sources of liquidity at this time.

Note 9 – Subsequent Events

The Organization evaluated its December 31, 2024 financial statements for subsequent events through June 17, 2025, the day these financial statements were available to be issued. Management is not aware of any subsequent events that would require recognition in the accompanying financial statements or disclosures thereto.