

**FOR PETE'S SAKE CANCER RESPITE FOUNDATION  
AND SUBSIDIARY**

**CONSOLIDATED FINANCIAL STATEMENTS**

**YEARS ENDED June 30, 2025 AND 2024**

(See Independent Auditors' Report)



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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors of  
For Pete's Sake Cancer Respite Foundation  
Plymouth Meeting, PA

### **Report on the Audit of the Consolidated Financial Statements**

#### **Opinion**

We have audited the accompanying consolidated financial statements of For Pete's Sake Cancer Respite Foundation (a nonprofit organization) and Subsidiary, which comprise the consolidated statements of financial position as of June 30, 2025 and 2024, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of For Pete's Sake Cancer Respite Foundation and Subsidiary as of June 30, 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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of For Pete's Sake Cancer Respite Foundation and Subsidiary 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 Consolidated Financial Statements**

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about For Pete's Sake Cancer Respite Foundation and Subsidiary's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

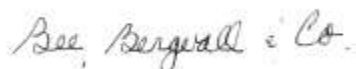
## **Auditors' Responsibilities for the Audit of the Consolidated Financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 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 consolidated 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 consolidated 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 consolidated 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 For Pete's Sake Cancer Respite Foundation and Subsidiary'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about For Pete's Sake Cancer Respite Foundation and Subsidiary'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.



Bee, Bergvall and Company, P.C.  
Certified Public Accountants

Warrington, PA  
February 19, 2026

FOR PETE'S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Statements of Financial Position

June 30, 2025 and 2024

	<b>ASSETS</b>	
	<u>2025</u>	<u>2024</u>
Current Assets		
Cash and cash equivalents	\$ 617,859	\$ 1,006,509
Marketable securities	53,062	-
Board designated reserve cash	740,543	739,389
Board designated reserve investments	609,392	797,660
Pledges receivable, net of allowance	277,309	71,755
Other current assets	<u>29,272</u>	<u>31,266</u>
Total Current Assets	<u>2,327,437</u>	<u>2,646,579</u>
Restricted Assets		
Cash restricted for Capital Campaign	2,927,489	2,561,357
Investments restricted for Capital Campaign	1,054,990	-
Capital receivable, net of allowance	1,884,760	2,118,890
Cash restricted for Endowment	56,408	-
Endowment investments	3,379,984	973,528
Endowment receivable, net of allowance	<u>-</u>	<u>3,000</u>
Total Restricted Assets	<u>9,303,631</u>	<u>5,656,775</u>
Property and equipment, net	2,571,084	486,290
Beneficial interest in a remainder trust	<u>165,513</u>	<u>156,965</u>
 TOTAL ASSETS	 <u>\$ 14,367,665</u>	 <u>\$ 8,946,609</u>
 <b>LIABILITIES AND NET ASSETS</b>		
Current Liabilities		
Accounts payable and accrued expenses	\$ <u>303,881</u>	\$ <u>137,225</u>
Total Current Liabilities	<u>303,881</u>	<u>137,225</u>
Net Assets		
Without donor restrictions		
Undesignated	826,494	292,296
Board-designated operating reserve	105,000	105,000
Board-designated endowment	1,678,799	1,537,048
Board-designated capital campaign	667,681	667,681
Investment in property and equipment	<u>2,571,084</u>	<u>35,834</u>
Total without donor restrictions	<u>5,849,058</u>	<u>2,637,859</u>
With donor restrictions		
Purpose restrictions	5,236,452	5,193,251
Perpetual in nature-endowment	<u>2,978,274</u>	<u>978,274</u>
Total with donor restrictions	<u>8,214,726</u>	<u>6,171,525</u>
 Total Net Assets	 <u>14,063,784</u>	 <u>8,809,384</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 14,367,665</u>	 <u>\$ 8,946,609</u>

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

FOR PETE'S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Statements of Activities

For the Years Ended June 30, 2025 and 2024

	2025			
	Without Donor Restrictions	With Donor Restrictions		Total
		Program Restrictions	Endowment Funds	
Support and Revenues:				
Support:				
Contributions	\$ 1,864,932	\$ 2,123,965	\$ 2,000,000	\$ 5,988,897
Contributions of nonfinancial assets	<u>954,216</u>	<u>-</u>	<u>-</u>	<u>954,216</u>
Total Contributions	2,819,148	2,123,965	2,000,000	6,943,113
Present value discount	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Contributions	<u>2,819,148</u>	<u>2,123,965</u>	<u>2,000,000</u>	<u>6,943,113</u>
Revenues:				
Special events revenue:				
Registrations	762,930	11,888	-	774,818
Contributions of nonfinancial assets	<u>169,832</u>	<u>-</u>	<u>-</u>	<u>169,832</u>
Total special events revenue	932,762	11,888	-	944,650
Less cost of direct benefit to donors	<u>(372,106)</u>	<u>-</u>	<u>-</u>	<u>(372,106)</u>
Net special events revenue	<u>560,656</u>	<u>11,888</u>	<u>-</u>	<u>572,544</u>
Investment income	96,597	121,334	-	217,931
Realized and unrealized gain/(loss) on-investments	254,355	-	-	254,355
Credit Losses	(1,300)	-	-	(1,300)
Change in value of beneficial interest	-	8,547	-	8,547
Net assets released from restrictions	<u>2,222,533</u>	<u>(2,222,533)</u>	<u>-</u>	<u>-</u>
Total Support and Revenues	<u>5,951,989</u>	<u>43,201</u>	<u>2,000,000</u>	<u>7,995,190</u>
Expenses:				
Program services	2,173,516	-	-	2,173,516
Support services:				
Management and general	64,480	-	-	64,480
Fundraising	<u>502,794</u>	<u>-</u>	<u>-</u>	<u>502,794</u>
Total expenses	<u>2,740,790</u>	<u>-</u>	<u>-</u>	<u>2,740,790</u>
Change in net assets	3,211,199	43,201	2,000,000	5,254,400
Net assets at beginning of year	<u>2,637,859</u>	<u>5,193,251</u>	<u>978,274</u>	<u>8,809,384</u>
Net assets at end of year	<u>\$ 5,849,058</u>	<u>\$ 5,236,452</u>	<u>\$ 2,978,274</u>	<u>\$ 14,063,784</u>

(continued)

	2024			
	Without Donor Restrictions	With Donor Restrictions		Total
		Program Restrictions	Endowment Funds	
<b>Support and Revenues:</b>				
<b>Support:</b>				
Contributions	\$ 1,402,833	\$ 618,023	\$ -	\$ 2,020,856
Contributions of nonfinancial assets	<u>336,085</u>	<u>-</u>	<u>-</u>	<u>336,085</u>
Total Contributions	1,738,918	618,023	-	2,356,941
Present value discount	<u>662</u>	<u>17,945</u>	<u>1,791</u>	<u>20,398</u>
Net Contributions	<u>1,739,580</u>	<u>635,968</u>	<u>1,791</u>	<u>2,377,339</u>
<b>Revenues:</b>				
<b>Special events revenue:</b>				
Registrations	670,741	34,316	-	705,057
Contributions of nonfinancial assets	<u>168,328</u>	<u>-</u>	<u>-</u>	<u>168,328</u>
Total special events revenue	839,069	34,316	-	873,385
Less cost of direct benefit to donors	<u>(407,711)</u>	<u>-</u>	<u>-</u>	<u>(407,711)</u>
Net special events revenue	<u>431,358</u>	<u>34,316</u>	<u>-</u>	<u>465,674</u>
Investment income	207,917	-	-	207,917
Realized and unrealized gain/(loss) on-investments	162,357	-	-	162,357
Credit Losses	(28,500)	(10,000)	(92,500)	(131,000)
Change in value of beneficial interest	-	(15,737)	-	(15,737)
Net assets released from restrictions	<u>268,648</u>	<u>(268,648)</u>	<u>-</u>	<u>-</u>
Total Support and Revenues	<u>2,781,360</u>	<u>375,899</u>	<u>(90,709)</u>	<u>3,066,550</u>
<b>Expenses:</b>				
Program services	2,046,428	-	-	2,046,428
Support services:				
Management and general	87,141	-	-	87,141
Fundraising	<u>506,314</u>	<u>-</u>	<u>-</u>	<u>506,314</u>
Total expenses	<u>2,639,883</u>	<u>-</u>	<u>-</u>	<u>2,639,883</u>
Change in net assets	141,477	375,899	(90,709)	426,667
Net assets at beginning of year	<u>2,496,382</u>	<u>4,817,352</u>	<u>1,068,983</u>	<u>8,382,717</u>
Net assets at end of year	<u>\$ 2,637,859</u>	<u>\$ 5,193,251</u>	<u>\$ 978,274</u>	<u>\$ 8,809,384</u>

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

FOR PETE'S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Statements of Functional Expenses

For the Years Ended June 30, 2025 and 2024

	2025							Total
	Program		Management and General		Fundraising			
	Nonfinancial		Nonfinancial		Nonfinancial			
	Ordinary	Assets	Ordinary	Assets	Ordinary	Assets		
Accommodations	\$ 307,126	\$ 99,761	\$ -	\$ -	\$ -	\$ -	\$ 406,887	
Bank service charges	11,094	-	693	-	2,521	-	14,308	
Depreciation	22,330	-	388	-	1,163	-	23,881	
Dues and subscriptions	8,406	-	525	-	1,576	-	10,507	
Employee benefits	83,776	-	3,491	-	29,089	-	116,356	
Employment taxes	67,805	-	2,825	-	23,543	-	94,173	
Marketing	4,018	2,599	251	162	15,753	487	23,270	
Meetings	6,069	-	366	-	4,888	-	11,323	
Miscellaneous	31,955	2,720	1,460	-	6,993	-	43,128	
Patient stipend	46,101	-	-	-	-	-	46,101	
Postage and delivery	14,738	-	876	-	2,666	-	18,280	
Printing and reproduction	17,185	-	1,074	-	4,427	-	22,686	
Professional fees	83,679	442	3,321	-	33,963	7,050	128,455	
Program ancillary services	31,056	220,880	-	-	-	-	251,936	
Program support	25,970	22,409	-	-	150	-	48,529	
Rent expense	20,348	74,448	1,545	4,379	9,016	8,759	118,495	
Salaries and wages	834,377	-	34,766	-	290,376	-	1,159,519	
Supplies	10,895	-	681	-	2,043	-	13,619	
Technology and website	98,019	-	6,095	-	18,449	-	122,563	
Telephone	12,060	-	754	-	2,261	-	15,075	
Utilities	13,250	-	828	-	2,484	-	16,562	
Total expenses by function	1,750,257	423,259	59,939	4,541	451,361	16,296	2,705,653	
Special events expense (not benefiting donors directly)	-	-	-	-	17,787	17,350	35,137	
Total expense included in the expense section on the statement of activities	<u>\$ 1,750,257</u>	<u>\$ 423,259</u>	<u>\$ 59,939</u>	<u>\$ 4,541</u>	<u>\$ 469,148</u>	<u>\$ 33,646</u>	<u>\$ 2,740,790</u>	

(continued)

2024

	Program		Management and General		Fundraising		Total
	Nonfinancial		Nonfinancial		Nonfinancial		
	Ordinary	Assets	Ordinary	Assets	Ordinary	Assets	
Accommodations	\$ 292,210	\$ 79,181	\$ -	\$ -	\$ -	\$ -	\$ 371,391
Bank service charges	1,976	-	-	-	25,608	-	27,584
Depreciation	18,951	-	149	-	4,781	-	23,881
Dues and subscriptions	14,931	-	673	-	3,867	-	19,471
Employee benefits	123,085	-	6,562	-	32,391	-	162,038
Employment taxes	68,362	-	3,598	-	17,990	-	89,950
Facility repairs and maintenance	8,674	12,248	1,101	-	5,505	-	27,528
Marketing	2,923	578	-	-	10,500	-	14,001
Meetings	4,149	-	218	-	1,362	-	5,729
Miscellaneous	52,360	-	1,703	-	13,436	-	67,499
Patient stipend	47,682	-	-	-	-	-	47,682
Postage and delivery	8,554	-	439	-	2,420	-	11,413
Printing and reproduction	13,500	-	682	-	5,553	-	19,735
Professional fees	49,624	49,894	19,252	-	59,355	15,756	193,881
Program ancillary services	58,783	40,957	-	-	5,083	-	104,823
Program support	33,604	18,084	-	-	7,800	-	59,488
Rent expense	-	61,402	-	3,232	-	16,158	80,792
Salaries and wages	831,715	38,595	43,774	-	219,022	-	1,133,106
Supplies	11,883	-	614	-	2,982	-	15,479
Technology and website	67,313	-	3,291	-	22,885	-	93,489
Telephone	8,556	-	450	-	2,252	-	11,258
Utilities	26,654	-	1,403	-	7,068	-	35,125
Total expenses by function	1,745,489	300,939	83,909	3,232	449,860	31,914	2,615,343
Special events expense (not benefiting donors directly)	-	-	-	-	24,540	-	24,540
Total expense included in the expense section on the statement of activities	<u>\$ 1,745,489</u>	<u>\$ 300,939</u>	<u>\$ 83,909</u>	<u>\$ 3,232</u>	<u>\$ 474,400</u>	<u>\$ 31,914</u>	<u>\$ 2,639,883</u>

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

FOR PETE'S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Statements of Cash Flows

For the Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Cash Flows from Operating Activities:		
Change in net assets	\$ 5,254,400	\$ 426,667
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	23,881	23,881
Provision for credit losses	1,300	131,000
Realized and unrealized (gain) loss on investments	(254,355)	(162,357)
(Increase) decrease in:		
Pledges receivable	30,276	430,102
Other current assets	1,994	6,895
Beneficial Interest in a Remainder Trust	(8,548)	15,739
(Decrease) increase in:		
Accounts payable and accrued expenses	166,656	34,713
Net Cash Provided by Operating Activities	<u>5,215,604</u>	<u>906,640</u>
Cash Flows from Investing Activities:		
Purchase of investments	(3,350,528)	(745,078)
Sale of investments	278,642	711,915
Purchase of property and equipment	<u>(2,108,674)</u>	<u>(167,799)</u>
Net Cash Provided by (Used in) Investing Activities	<u>(5,180,560)</u>	<u>(200,962)</u>
Net increase (decrease) in cash and cash equivalents	35,044	705,678
Cash and cash equivalents at beginning of year	<u>4,307,255</u>	<u>3,601,577</u>
Cash and cash equivalents at end of year	<u>\$ 4,342,299</u>	<u>\$ 4,307,255</u>
Cash and cash equivalents	\$ 617,859	\$ 1,006,509
Board designated reserve cash	740,543	739,389
Restricted cash	<u>2,983,897</u>	<u>2,561,357</u>
Total cash and cash equivalents	<u>\$ 4,342,299</u>	<u>\$ 4,307,255</u>

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

FOR PETE’S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 1. Nature of Operations and Summary of Significant Accounting Policies**

For Pete’s Sake Cancer Respite Foundation (“FPS”) was formed under the laws of Pennsylvania in 1999 and is a tax-exempt organization as defined by Sections 501(c)(3) and 509(a)(1) of the Internal Revenue Code (IRC) that is publicly supported and, therefore, not a private foundation. In 2007, FPS was the 34th not-for-profit organization in Pennsylvania to be awarded the Seal of Excellence for successfully completing the Pennsylvania Association of Nonprofit Organizations (PANO) Standards for Excellence program. Standards for Excellence are based on fundamental values such as honesty, integrity, fairness, respect, trust, responsibility, and accountability. In December 2020, FPS was re-accredited by PANO. We are proud to be one of only 180 nonprofits nationwide with this accreditation. FPS has the highest four-star rating on Charity Navigator and has the highest recognition on greatnonprofits.org.

FPS was created for the purpose of providing respite and relief to struggling young adult cancer patients, thereby alleviating the burdens of the sick and distressed and providing the patient and family with the means necessary to embrace this devastating diagnosis and address the emotional, psychosocial, physical, financial, and spiritual trauma associated with cancer. Candidates are nominated by oncology professionals from medical institutions such as Lehigh Valley, University of Pennsylvania Abramson Cancer Center, MD Anderson Cancer Center, Temple Health and Montefiore Health. There have been over 1,130 healthcare professionals at 280 cancer centers who have nominated at least one patient to our program since our inception.

*Nature of Operations:*

Our Cancer Respite Program includes two forms, the Travel Respite and the Staycation Respite. Both experiences are transformative and address the emotional, psychosocial, physical, financial, mental and spiritual traumas that families confront with a cancer diagnosis. Our Cancer Respite Program complements traditional treatment, and the Respite Experience plays a crucial role in the patient’s continuum of care.

Patients (ages 21-55 and nominated by a member of their oncology team), caregivers and their children receive a Travel Respite experience at Woodloch Resort, a valued Travel Partner of FPS, or if they are unable to travel due to advanced stage cancer, they receive a Staycation Respite experience in their own home. Recipients receive a Take a Break Box, containing a generous cash stipend, toiletries, writing journals, materials to encourage family communication and inspirational books to help make the respite meaningful emotionally and spiritually.

After a respite experience, FPS continues to provide priceless emotional support as we partner with community members and our families to create small “mini breaks” throughout the year.

FOR PETE’S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 1. Nature of Operations and Summary of Significant Accounting Policies (Continued)**

*Nature of Operations:* (continued)

Preference is given to patients who reside in Pennsylvania, New Jersey, Delaware, New York and Maryland. The volunteer-based Patient Program Committee that meets three times annually is dedicated to the continued oversight of the program.

Key Program statistics are as follows:

	<u>2025</u>	<u>2024</u>
Program Inquiries	496	501
Nominations Received	135	190
Travel Respite Experiences	119	126
Total Travel Recipients	388	436
Staycation Respite Experiences	19	32
Total Staycation Recipients	59	281
Total Travel/Staycation served	447	717
Respite Reinforced Touchpoints	36,077	35,721

Families in the FPS respite program are supported in several ways. Based upon the health of the patient, they either receive a Travel Respite or a Staycation Respite. Both are tailored to the family and their relevant needs as determined by the nominator and the FPS program coordinator via conversations with the patient and caregiver. Following the Travel Respite or Staycation Respite, FPS continues to provide ancillary support to the patient, caregiver, and family.

On their respite experience, patients and their loved ones travel to Woodloch Resort in the Pocono Mountains. Our model for this year and the future is to provide respite for up to 10 families each month during the same week at Woodloch Resort, Travel Partner of FPS. These families are encouraged to connect while on respite through optional group activities facilitated by FPS staff. Each activity has an associated outcome related to our Family Health Model on our website.

Our respite programs encourage a patient’s interaction with FPS, facilitate links to informational and third-party resources, and help patients overcome the loneliness, fear, anxiety, and isolation that accompany the cancer diagnosis. FPS continues to provide ancillary services to all patients and their families to help them through the crisis of cancer, and our monthly Respite Family Engagement events, annual Respite Family Reception, a day at the beach and other mini-breaks allow us to reach out to several hundred families throughout the year.

Additionally, FPS has added the Carry On Club to provide support to all surviving spouses and/or caregivers of our deceased travelers. Furthermore, social media and the internet has allowed FPS to reach over 27,000 this fiscal year.

FOR PETE'S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 1. Nature of Operations and Summary of Significant Accounting Policies (Continued)**

*Nature of Operations:* (continued)

These touchpoints also include Facebook, a patient self-care newsletter sent bi-monthly via email, and cancer care books mailed post-respite. With the help of many volunteers and FPS program coordinators, outreach to the patients, caregivers, and loved ones continues after the travel and staycation respite experiences. This allows FPS to provide assistance or support for whatever need arises for our families.

The demand for our program is great, and FPS continues to meet the growing needs of adult cancer patients, caregivers, and children. FPS is supported primarily by proceeds of special events, organized and executed by volunteer committees, and general public support from corporations, foundations, and individuals. To supplement the generosity of our annual donors, FPS has established the Healing, Hope and Happiness Endowment Fund to create sustainability and allow for the growth of our program.

Evaluation of the program is assessed in part from statistics derived from the patients' evaluation and impact study, and an independent evaluation by the patient's nominator. Since measurement began, the overall rating of the improved ability to cope with cancer is 3.40 on a scale of one to four. Furthermore, one hundred percent of all nominating professionals recognize post-respite improvement in the patient's and the patient's family/caregiver's ability to cope with cancer. Specifically, oncologists report a 49% increase in the patient's coping ability, a 45% increase in the caregiver's coping ability, and a 50% increase in the children's coping ability.

For a detailed analysis of the depth of our outcome measures, please visit our website at [www.takeabreakfromcancer.org](http://www.takeabreakfromcancer.org).

FPS has established relationships with over 280 cancer centers, and all patients must be nominated by a member of their oncology team. This nomination system allows for the triage of patients by those most informed in the treatment and helps preserve the integrity of the FPS program. A detailed list of patient and center demographics, along with a view of the outcome measures, is available on the FPS website.

In the past, FPS has been supported primarily by proceeds of special events, organized and executed by volunteer committees, and general public support from corporations, foundations, and individuals. This year FPS hosted the Golf outing, Gala, New York Happy Hour, Cornhole tournament and a very successful Walk, FPS! FPS also maintains 255 monthly donors and, since its inception in 1999, just over 40,000 donors have invested in our mission by contributing gifts of time, talent and treasure. The FPS website has been a useful tool for providing information and impactful stories about the mission and program.

FOR PETE'S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 1. Nature of Operations and Summary of Significant Accounting Policies (Continued)**

*Nature of Operations:* (continued)

In FY25, FPS had a total of 266,768 pageviews at the [www.takeabreakfromcancer.org](http://www.takeabreakfromcancer.org) website. In FY24, that figure was 330,139. In addition to the pageviews, there were 46,205 unique users in 2025 and 56,056 in 2024.

FPS posts all evaluation questions and scores, Internal Revenue Service Form 990, and audited financial statements on [www.takeabreakfromcancer.org](http://www.takeabreakfromcancer.org) for complete transparency of its operations. Information is also available by contacting the office and visiting [www.guidestar.org](http://www.guidestar.org), Charity Navigator and [GreatNonprofits.org](http://GreatNonprofits.org) for stories and accreditation information. FPS also places emphasis on its strategic plan and carefully monitors its progress against the plan with key performance indicators. Each month, FPS prepares a scorecard that highlights relevant KPI's in advancement, finance, and program. These materials are all available by calling the FPS office.

*Principles of Consolidation*

The consolidated financial statements include the accounts of Respite Center Real Estate Company, a 501(c)(2) consolidated subsidiary holding company. All material intra-entity transactions have been eliminated. The June 30, 2024 balances are not presented on a consolidated basis.

*Basis of Presentation:*

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

Net Assets Without Donor Restrictions - Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, a board-designated endowment.

Net Assets With Donor Restrictions - Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are 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 are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. 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.

FOR PETE'S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 1. Nature of Operations and Summary of Significant Accounting Policies (Continued)**

*Beneficial Interest in Remainder Trust:*

During fiscal year 2014, FPS received a donation in the form of an irrevocable Charitable Remainder Unitrust. In each taxable year of the trust and during the life of the donor the trustees will pay to the donor an amount equal to 5% of the net fair value of the assets of the trust. Upon the death of the donor, the trustees will distribute to FPS 40% of the then principal and income of the trust. As of June 30, 2025 and 2024, the fair value of FPS' portion of its beneficial interest in the charitable remainder trust was \$165,513 and \$156,965, respectively, recorded as an asset on FPS' statement of financial position. During the life of the donor, earnings on the trust assets will be recorded at the beginning of each year as a change in the beneficial interest in a charitable remainder trust on the statement of activities with a corresponding change in the asset.

*Use of Estimates in Financial Statements:*

Management uses estimates and assumptions in preparing the financial statements in accordance with generally accepted accounting principles. 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 vary from those estimates.

*Cash and Cash Equivalents:*

FPS considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

*Pledges Receivable:*

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Promises to give are recorded at fair value, which is estimated as net realizable value if expected to be collected in one year and discounted future cash flows if expected to be collected in more than one year.

Contributions to be received after one year have been discounted at 2%, derived from FPS' history of realized bad debts. Conditional promises to give are not included as support until the conditions are substantially met. Pledges are reported net of an allowance for doubtful collections of \$2,000 for the years ended June 30, 2025 and 2024. Endowment pledges are reported net of an allowance for doubtful collections of \$0 for the years ended June 30, 2025 and 2024. Capital pledges are reported net of allowance for doubtful collections of \$47,191 and \$51,087 for the years ended June 30, 2025 and 2024, respectively. The allowance for doubtful accounts is based on past experience.

FOR PETE'S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 1. Nature of Operations and Summary of Significant Accounting Policies (Continued)**

*Pledges Receivable:* (continued)

Accounts are charged against the allowance when they are determined to be uncollectible. Unconditional promises to give at June 30, 2025 and 2024 were as follows:

	<u>2025</u>	<u>2024</u>
Receivable in less than one year	\$ 1,123,167	\$ 1,046,357
Receivable in one to five years	<u>1,123,008</u>	<u>1,235,289</u>
Total unconditional promises to give	2,246,175	2,281,646
Less: discount to net present value	(34,914)	(34,914)
Allowance for doubtful accounts	<u>(49,191)</u>	<u>(53,087)</u>
Net unconditional promises to give	<u>\$ 2,162,070</u>	<u>\$ 2,193,645</u>

*Property and Equipment:*

Property and equipment are stated at acquisition cost or fair value on the date of a donated gift. Major additions and betterments are charged to the asset accounts while maintenance and repairs, which do not improve or extend the lives of the assets, are expensed. Property and equipment are depreciated using the straight-line method over their estimated useful lives, from 3 to 27.5 years. Depreciation expense is allocated among program services and supporting activities expense. Capitalization of fixed assets is defined as all assets purchased in excess of \$1,000 with useful lives determined to be greater than one year.

*Revenue and Revenue Recognition:*

Revenue is recognized when earned. Revenues are reported as increases in Net Assets Without Donor Restrictions unless the related assets are limited by donor-imposed restrictions. Expenses are reported as decreases in Net Assets Without Donor Restrictions. Gains and losses on assets or liabilities are reported as increases or decreases in Net Assets Without Donor Restrictions unless their use is restricted by explicit donor stipulation or by law. FPS receives revenue from a variety of revenue sources as discussed below:

- FPS recognizes contributions when cash, securities or other assets and unconditional promises to give, or a notification of a beneficial interest is received. Conditional promises to give - that is, those with a measurable performance or other barrier and a right of return - are not recognized until the conditions on which they depend have been met. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

FOR PETE'S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 1. Nature of Operations and Summary of Significant Accounting Policies (Continued)**

*Revenue and Revenue Recognition:* (continued)

- Special event revenues are recorded equal to the direct benefit to donors and contribution income for the excess received when the event takes place. The statement of activities presents the gross amounts of revenues and expenses from special events. The portion of a special event payment that represents the amount in excess of any direct benefit that the donor receives is recognized as contributions. The portion representing cost of the direct benefit to the donors is reported as reduction of gross special events revenue on the statement of activities and special event expense on the statement of functional expenses.

FPS has been notified that donors have named FPS as beneficiaries in their wills. The future contributions are for the operating support toward meeting FPS' mission. The amounts of gifts are unknown and will be recognized upon notification. For the years ended June 30, 2025 and 2024, no amounts have been recognized or recorded in the accompanying financial statements.

*Contributions of Nonfinancial Assets:*

FPS recognizes donated services and materials that create or enhance nonfinancial 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. A substantial number of unpaid volunteers have made significant contributions of their time to FPS' program functions and special event activities. During the years ended June 30, 2025 and 2024, respectively, FPS received approximately 17,184 and 18,298 donated program service and administrative hours. FPS received approximately 2,880 and 9,240 special event activity volunteer hours for the years ended June 30, 2025 and 2024, respectively. The cost of these hours is not recorded in the statement of activities because the criteria for recognition have not been satisfied.

*Allocation of Functional Expenses:*

The costs of providing the various programs and other activities of FPS have been summarized on a functional basis in the statements of activities and functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of FPS. Salaries and related expenses are allocated based on estimates of time and effort.

FOR PETE'S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 1. Nature of Operations and Summary of Significant Accounting Policies (Continued)**

*Reclassification:*

Some of the June 30, 2024 balances have been reclassified to conform with the current format.

*Income Taxes:*

FPS qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code; therefore, no provision for federal or state income taxes is included in the accompanying financial statements. FPS is not classified as a private foundation. FPS' federal tax returns are subject to audit by taxing authorities. FPS' returns open audit periods are for the fiscal years ended June 30, 2022 - 2024.

*New Accounting Pronouncements:*

The Financial Accountant Standards Board has issued statements that will become effective in future years. Management has not yet determined the impact of those statements on the financial statements.

*Subsequent Events:*

FPS has evaluated events and transactions for potential recognition or disclosure in the financial statements through the date of this report, which is the date the financial statements were available for release.

**NOTE 2. Availability and Liquidity**

FPS considers investment income without donor restrictions, appropriated earnings from donor-restricted and board-designated (quasi) endowments, contributions without donor restrictions and contributions with donor restrictions for use in current programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures.

General expenditures include management and general expenses, fundraising expenses and grant commitments expected to be paid in the subsequent year. Annual operations are defined as activities occurring during FPS' fiscal year.

FOR PETE’S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 2. Availability and Liquidity (Continued)**

FPS manages its cash available to meet general expenditures following three guiding principles:

- Operating within a prudent range of financial soundness and stability,
- Maintaining adequate liquid assets, and
- Maintaining sufficient reserves to provide reasonable assurance that long term grant commitments and obligations under endowments with donor restrictions and quasi-endowments that support mission fulfillment will continue to be met, ensuring the sustainability of FPS.

The table below presents financial assets available for general expenditures within one year at June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Financial assets at year end:		
Cash and cash equivalents	\$ 4,342,299	\$ 4,307,255
Pledges receivable, net	277,309	71,755
Capital receivable, net	1,884,760	2,118,890
Endowment receivable, net	-	3,000
Investments in remainder trust	165,513	156,965
Investments	<u>5,097,428</u>	<u>1,771,188</u>
Total financial assets	<u>11,767,309</u>	<u>8,429,053</u>
Less amounts not available to be used within one year for general expenditure:		
Cash restricted for endowment	(2,927,489)	(2,561,357)
Beneficial Interest in a remainder trust	(165,513)	(156,965)
Pledge receivable - due after one year, net	(120,000)	(3,588)
Capital receivable - due after one year, net	(918,903)	(1,147,876)
Endowment receivable - due after one year, net	-	(3,000)
Investments held for endowment	<u>(3,379,984)</u>	<u>(973,528)</u>
Financial assets not available to be used within one year for general expenditure	<u>(7,511,889)</u>	<u>(4,846,314)</u>
Financial assets available to meet general expenditures within one year	<u>\$ 4,255,420</u>	<u>\$ 3,582,739</u>

In addition, FPS has a line of credit of \$50,000 available as needed.

The Foundation’s Board has designated a portion of its unrestricted resources for endowment and other purposes. These funds are invested for long-term appreciation and current income but remain available and may be spent at the discretion of the Board.

FOR PETE'S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 3. Property and Equipment**

Property and equipment consisted of the following as of June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Computer software	\$ 152,000	\$ 152,000
Computer equipment	13,734	12,884
Office equipment	6,257	6,257
Woodloch	1,237,401	450,456
Land Woodloch	1,320,879	-
Total property and equipment	<u>2,730,271</u>	<u>621,597</u>
Accumulated depreciation	<u>(159,187)</u>	<u>(135,307)</u>
Property and equipment, net	<u>\$ 2,571,084</u>	<u>\$ 486,290</u>

Depreciation expense was \$23,881 and \$23,881 for the years ended June 30, 2025 and 2024, respectively.

**NOTE 4. Investments**

Investments in marketable securities are reported at fair value on the statement of financial position. Donated investments are reflected as contributions at their market values at the date of receipt. Interest earnings, unrealized and realized gains and losses are reported as investment income, net of investment broker fees. As of June 30, 2025 and 2024 the Board of Directors has designated investments in the amount of \$609,392 and \$797,660, respectively, toward the endowment fund.

As of June 30, 2025 and 2024, fair values and unrealized gain on investments are summarized as follows:

		<u>2025</u>		
		<u>Cost</u>	<u>Market Value</u>	<u>Unrealized Gain</u>
ETF and ETF Options				
Endowment		\$ 3,021,352	\$ 3,379,984	\$ 358,632
Quasi		\$ 464,216	\$ 609,392	\$ 145,176
		<u>2024</u>		
		<u>Cost</u>	<u>Market Value</u>	<u>Unrealized Gain</u>
Endowment		\$ 736,970	\$ 973,528	\$ 236,558
Quasi		\$ 618,120	\$ 797,660	\$ 179,540

FOR PETE'S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 4. Investments (Continued)**

FPS follows Fair Value Measurements as required by the FASB Standards Codification, which applies to reported balances that are required or permitted to be measured at fair value under an existing accounting pronouncement. The Codification emphasizes that fair value is a market-based measurement, not an entity-specific measurement. Therefore, a fair value measurement should be determined based on the assumption that market participants would use in pricing the asset or liability and establishes a fair value hierarchy. The fair value hierarchy consists of three levels of inputs that may be used to measure fair value as follows:

Level 1 - Inputs that utilized quoted prices (unadjusted) in active markets for identical assets or liabilities that FPS has the ability to access.

Level 2 - Inputs that include quoted prices for similar assets and liabilities in active markets and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument. Fair values for these instruments are estimated using pricing models, quoted pricing models, quoted prices of securities with similar characteristics, or discounted cash flows.

Level 3 - Inputs that are unobservable inputs for the asset or liability, which are typically based on an entity's own assumptions, as there is little, if any, related market activity.

In instances where the determination of the fair value measurement is based on inputs from different levels of the fair value hierarchy, the level in the fair value hierarchy within which the entire fair value measurement falls is based on the lowest level input that is significant to the fair value measurement in its entirety. All of the investments are considered Level 1.

**NOTE 5. Line of Credit**

FPS has a fixed-rate, revolving line of credit available in the amount of \$50,000. As of June 30, 2025 and 2024 there was no outstanding balance on the line of credit at year end.

FOR PETE’S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 6. Capital Campaign**

FPS is in the quiet phase of a \$32 million Respite Transformed Campaign that will add \$7 million to the current endowment and raise \$25 million to construct the nation’s first Respite Center for families facing cancer. Expecting to last at least three years, this Campaign aligns with FPS’ 2030 Strategic Vision, and construction started with tree removal and is expected to last through the middle of 2027. At the end of this fiscal year, FPS has raised \$10,966,746 from 126 donors in a quiet phase with support coming primarily from board and Campaign volunteers.

**NOTE 7. Related Parties**

For the year ended June 30, 2025, Board members and staff provided cash contributions for capital campaign, special events, and annual appeal totaling \$152,880.

During the year ended June 30, 2025, the Organization purchased land from Woodloch Pines, Inc., a company in which a member of the Board of Directors has an ownership interest. The purchase price of \$1,299,000, less a charitable gift from Woodloch of \$389,700, was determined based on an independent appraisal obtained by the Organization, which concluded that the price represented the fair value of the land as of the transaction date. The Board member did not participate in the decision-making process related to this transaction. Management believes the transaction was conducted at arm’s length and at fair value. There were no amounts payable to or receivable from Woodloch Pines, Inc. as of June 30, 2025.

**NOTE 8. Board-Designated Net Assets Without Donor Restrictions**

FPS’ Board has designated a portion of its unrestricted resources for endowment and other purposes. These funds are invested for long-term appreciation and current income but remain available and may be spent at the discretion of the Board. At June 30, 2025 and 2024, the following amounts were designated for specific purposes by the Board:

	<u>2025</u>	<u>2024</u>
Designated by Board for operating reserve	\$ 105,000	\$ 105,000
Designated by Board for capital campaign	667,681	667,681
Designated by Board for endowment	<u>1,678,799</u>	<u>1,537,048</u>
Total board-designated funds	<u>\$ 2,451,480</u>	<u>\$ 2,309,729</u>

FOR PETE'S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 9. Nonfinancial Asset Contributions and Expenses**

Donated facilities, services and materials have been reflected in the financial statements at fair value as both contributions and corresponding expenses and consisted of the following for the years ended June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Accommodations	\$ 99,761	\$ 79,181
Capitalized campaign costs	510,118	-
Salaries and wages	-	38,595
Marketing	3,248	578
Miscellaneous	2,720	12,248
Professional Fees	7,492	65,650
Rent	87,586	80,792
Ancillary Services	220,880	40,957
Respite amenities and supplies	22,409	18,084
Special events	169,832	168,328
Total contributions of nonfinancial assets	<u>\$ 1,124,046</u>	<u>\$ 504,413</u>
Program expense nonfinancial assets	\$ 423,259	\$ 300,939
Management and general nonfinancial assets	4,541	3,232
Fundraising nonfinancial assets	16,296	31,914
Special events nonfinancial assets	169,832	168,328
Capitalized to fixed assets	510,118	-
Total Expenses related to Nonfinancial Assets	<u>\$ 1,124,046</u>	<u>\$ 504,413</u>

As of June 30, 2025 and 2024, FPS capitalized donated fixed assets in the amount of \$0 and \$0, respectively.

Accommodations are valued based on the price of a stay at Woodloch Resort at the specific date of the Respite less the agreed upon cost charged to FPS. The values are provided by Woodloch and confirmed by comparable invoices from Woodloch. These contributions of nonfinancial assets are used in programs.

Marketing is valued based on services provided by the professional firm who provided marketing services to FPS. The value is based on professional fees for similar services, provided by the professional firm. These contributions of nonfinancial assets are used in programs.

FOR PETE'S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 9. Nonfinancial Asset Contributions and Expenses (Continued)**

Professional fees are based on the value of professional services for nurses. The amount is the difference between the current value of nurses, based on the median rate according to online figures for the profession, compared to actual payment made at FPS to the nursing professionals. These contributions of nonfinancial assets are used in programs. For the years ended June 30, 2025 and 2024, FPS did recognize professional services of nursing care of \$7,050 and \$38,595, respectively. The total amount of all donated professional services for the fiscal years ending June 30, 2025 and 2024 was \$7,492 and \$104,245, respectively.

Rent is provided by the landlord of the FPS headquarters. The amount is noted and calculated in the rental agreement each term. The contributed space is used for both program and supporting services and is allocated based upon estimates of time and effort used by each program and supporting service.

Ancillary nonfinancial assets are related to the FPS program and the FPS Families. Included in this number is the holiday program where donors will donate presents for those FPS Families in financial need and the value is based on the cost to purchase the presents via receipts, tickets donated to sporting events at the face value of the ticket and a pancake breakfast for more than 200 FPS Families where the food, service, and location was donated with value provided by the vendor for those products and services. The contributed ancillary items are used for both program and supporting services and recorded based on directly identifiable program or supporting services or by allocations based on time and effort if not directly identifiable to a specific function. None of the ancillary nonfinancial assets are monetized.

Special events nonfinancial assets are mainly auction items that are valued at the gross selling price received and monetized when sold. There is also donated values from the Gala venue for the cost of food. The cost of food is valued by donor receipts and is recorded as special event revenue and expense.

**NOTE 10. Concentration of Credit Risk**

FPS' financial instruments that are exposed to concentrations of credit risk consist primarily of cash and cash equivalents. FPS places its cash and temporary cash investments with high credit quality institutions. At times, such investments may be in excess of the \$250,000 FDIC insurance limit (\$500,000 SIPC insurance for investments, not including market losses) thus exposing the FPS to a loss in the amount of the excess. As of June 30, 2025 and 2024, the amounts in excess of these insurance limits totaled \$8,147,725 and \$5,304,151, respectively.

FOR PETE'S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 11. Special Events**

FPS reported special event expenses for the years ended June 30, 2025 and 2024 as follows:

	<u>2025</u>			<u>2024</u>		
	<u>Nonfinancial</u>		<u>Total</u>	<u>Nonfinancial</u>		<u>Total</u>
	<u>Ordinary</u>	<u>Assets</u>		<u>Ordinary</u>	<u>Assets</u>	
Auction merchandise	\$ 385	\$ 77,969	\$ 78,354	\$ 2,632	\$ 105,430	\$ 108,062
Community Event expense	-	-	-	12,652	-	12,652
Entertainment	13,971	3,500	17,471	9,553	850	10,403
Event production	50,514	2,285	52,799	20,849	43,268	64,117
Facility rental	28,819	-	28,819	58,795	-	58,795
Food / beverage	109,381	66,621	176,002	118,750	17,400	136,150
Promotional items	9,734	-	9,734	9,627	-	9,627
Raffle prizes	6,820	2,107	8,927	6,525	1,380	7,905
Total special event expenses	<u>\$ 219,624</u>	<u>\$ 152,482</u>	<u>\$ 372,106</u>	<u>\$ 239,383</u>	<u>\$ 168,328</u>	<u>\$ 407,711</u>
Indirect Special Events Expenses	17,787	17,350	35,137	24,540	-	24,540
Total Special Events expenses	<u>\$ 237,411</u>	<u>\$ 169,832</u>	<u>\$ 407,243</u>	<u>\$ 263,923</u>	<u>\$ 168,328</u>	<u>\$ 432,251</u>

**NOTE 12. Net Assets with Donor Restrictions**

For the years ended June 30, 2025 and 2024, net assets were restricted for the following purposes:

	<u>2025</u>	<u>2024</u>
Charitable Remainder Unitrust (CRUT)	\$ 165,513	\$ 156,965
Capital Campaign	5,059,051	5,001,970
Special event production	11,888	34,316
	<u>\$ 5,236,452</u>	<u>\$ 5,193,251</u>

Net assets during the year ended June 30, 2025 and 2024 were released from donor restrictions by incurring expenses satisfying the restricted purposes, as follows:

	<u>2025</u>	<u>2024</u>
Special Events	\$ 34,316	\$ 14,116
Patient respites	2,188,217	254,532
	<u>\$ 2,222,533</u>	<u>\$ 268,648</u>

FOR PETE’S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 13. Endowment Fund**

Net assets with donor restrictions at June 30, 2025 and 2024 consist of the Healing, Hope and Happiness (HHH) Fund. The HHH Fund is a monetary fund from which income derived from invested principal is used to support the mission of FPS.

Interpretation of Relevant Standard: The Board of Directors of FPS have interpreted the standard as requiring any donor-restricted contributions as being classified as net assets without donor restrictions and net assets with donor restrictions (temporary or permanent restrictions) depending on the nature of the restriction. FPS considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund
- (2) The purpose of the FPS and the donor-restricted endowment fund
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of FPS
- (7) The investment policies of FPS

This portfolio is the sustaining, long-term Endowment of FPS. These funds are to be invested with capital growth and total return as the primary objectives. The secondary objective is preservation of capital and liquidity is the third objective.

Return Objectives and Risk Parameters: The endowment is to be managed by employing the “prudent-man rule” as the primary operating guideline. However, the following requirements/limitations are to be maintained unless changes are recommended by the FPS Finance Committee and approved by the FPS Board of Directors.

Undesignated portfolio holdings limited to cash and cash equivalents shall mean those securities with the explicit or implied guarantee of the U.S. Government, such as Treasury bills, notes and bonds and U.S. Agency securities. Also eligible for purchase are repurchase agreements, money market funds, and bankers’ acceptances.

As of June 30, 2025 and 2024, the Endowment consisted of:

	<u>2025</u>	<u>2024</u>
Board designated	\$ 1,678,799	\$ 1,537,048
Donor restricted	<u>2,978,274</u>	<u>978,274</u>
Total Endowment	<u>\$ 4,657,073</u>	<u>\$ 2,515,322</u>

FOR PETE’S SAKE CANCER RESPITE FOUNDATION AND SUBSIDIARY

Consolidated Notes to Financial Statements

June 30, 2025 and 2024

**NOTE 13. Endowment Fund (Continued)**

Activities in the Healing, Hope and Happiness Fund comprise the following:

	<u>Board- Designated</u>	<u>Donor Restricted</u>	<u>2025</u>
Endowment net assets, July 1	\$ 1,537,048	\$ 978,274	\$ 2,515,322
Contributions	-	2,000,000	2,000,000
Investment Income	96,598	-	96,598
Net appreciation realized	-	-	-
Net appreciation unrealized	45,153	-	45,153
Present value adjustment	-	-	-
Amount appropriated for expenditure	-	-	-
Bad debt	-	-	-
Endowment net assets, June 30	<u>\$ 1,678,799</u>	<u>\$ 2,978,274</u>	<u>\$ 4,657,073</u>

	<u>Board- Designated</u>	<u>Donor Restricted</u>	<u>2024</u>
Endowment net assets, July 1	\$ 1,341,428	\$ 1,068,983	\$ 2,410,411
Contributions	-	-	-
Investment Income	131,536	-	131,536
Net appreciation realized	-	-	-
Net appreciation unrealized	64,084	-	64,084
Present value adjustment	-	1,791	1,791
Amount appropriated for expenditure	-	-	-
Bad debt	-	(92,500)	(92,500)
Endowment net assets, June 30	<u>\$ 1,537,048</u>	<u>\$ 978,274</u>	<u>\$ 2,515,322</u>

Strategies Employed for Achieving Objectives: To satisfy its long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). FPS targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Spending Policy and How the Investment Objectives Relate to Spending Policy: For the foreseeable future it is the intention of the Board to grow the assets in the Healing, Hope and Happiness Endowment, until the Board determines a self-sustaining level of assets has been reached. At that point, a portion of the funds in the Endowment will be utilized each year to fund the respite activities of For Pete’s Sake. The Board will be required each year to approve this spending.