

CAL'S ALL-STAR ANGEL FOUNDATION, INC.

FINANCIAL STATEMENTS
(Modified Cash Basis)

DECEMBER 31, 2024

CAL'S ALL-STAR ANGEL FOUNDATION, INC.

Contents

	<u>Page</u>
Independent Auditors' Report	1 - 2
Financial Statements (Modified Cash Basis)	
Statement of assets, liabilities, and net assets as of December 31, 2024	3
Statement of support, revenue, and expenses for the year ended December 31, 2024	4
Statement of functional expenses for the year ended December 31, 2024	5
Notes to financial statements	6 - 12

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Cal's All-Star Angel Foundation, Inc.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Cal's All-Star Angel Foundation, Inc. (the "Organization"), which comprise the statement of assets, liabilities, and net assets – modified cash basis as of December 31, 2024, and the related statements of support, revenue, and expenses – modified cash basis and functional expenses – modified cash basis for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the assets, liabilities, and net assets of Cal's All-Star Angel Foundation, Inc. as of December 31, 2024, and its support, revenue, expenses, and changes in its net assets for the year then ended in accordance with the modified cash basis of accounting described in Note A.

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.

Emphasis of Matter - Basis of Accounting

We draw attention to Note A of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note A, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

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 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 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 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.

EisnerAmper LLP

EISNERAMPER LLP
West Palm Beach, Florida
September 16, 2025



CAL'S ALL-STAR ANGEL FOUNDATION, INC.

Statement of Assets, Liabilities, and Net Assets

(Modified cash basis)

December 31, 2024

ASSETS

Current assets:

Cash and cash equivalents	\$ 4,904,847
Investments, at cost	1,020
Prepaid expenses	34,024

Total current assets 4,939,891

Property and equipment, net 6,655

Total assets \$ 4,946,546

LIABILITIES AND NET ASSETS

Current liabilities:

Payroll withholdings liability	\$ 13,029
Credit cards payable	35,386
Advance deposits	107,157

Total current liabilities 155,572

Commitments (Note E)

Net assets:

Without donor restrictions	3,098,429
With donor restrictions	1,692,545

Total net assets 4,790,974

Total liabilities and net assets \$ 4,946,546

CAL'S ALL-STAR ANGEL FOUNDATION, INC.

Statement of Support, Revenue, and Expenses

(Modified cash basis)

Year Ended December 31, 2024

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Special events revenue:			
Special events	\$ 1,884,973	\$ 327,283	\$ 2,212,256
Less: cost of direct benefit to donors	<u>(199,527)</u>	<u>-</u>	<u>(199,527)</u>
Special events, net of cost of direct benefit to donors	1,685,446	327,283	2,012,729
Contributions	880,687	17,672	898,359
Interest and dividend income	<u>118,772</u>	<u>-</u>	<u>118,772</u>
Total public support and revenue before net assets released from restrictions	2,684,905	344,955	3,029,860
Net assets released from restrictions	<u>377,964</u>	<u>(377,964)</u>	<u>-</u>
Total public support and revenue	<u>3,062,869</u>	<u>(33,009)</u>	<u>3,029,860</u>
Expenses:			
Program services	2,225,739	-	2,225,739
Supporting services:			
Management and general	204,342	-	204,342
Fundraising	<u>495,469</u>	<u>-</u>	<u>495,469</u>
Total expenses	<u>2,925,550</u>	<u>-</u>	<u>2,925,550</u>
Change in net assets	137,319	(33,009)	104,310
Net assets, beginning of year	<u>2,961,110</u>	<u>1,725,554</u>	<u>4,686,664</u>
Net assets, end of year	<u>\$ 3,098,429</u>	<u>\$ 1,692,545</u>	<u>\$ 4,790,974</u>

See accompanying notes to financial statements.

CAL'S ALL-STAR ANGEL FOUNDATION, INC.

Statement of Functional Expenses

(Modified cash basis)

Year Ended December 31, 2024

	<u>Supporting Services</u>			<u>Total</u>
	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	
Grants and assistance	\$ 1,133,680	\$ -	\$ -	\$ 1,133,680
Research	377,964	-	-	377,964
Wages	480,742	103,018	103,018	686,778
Payroll taxes	35,660	7,678	7,678	51,016
Employee benefits	6,830	1,463	1,463	9,756
Insurance	2,618	12,215	5,356	20,189
Supplies	-	15,306	182,983	198,289
Utilities	3,723	744	496	4,963
Meals, venue, and entertainment	-	8,490	197,116	205,606
Education and training	-	1,065	-	1,065
Dues and subscriptions	-	11,763	16,980	28,743
Advertising	143,096	-	30,516	173,612
Professional fees	-	22,230	17,232	39,462
Technology and fees	-	-	65,598	65,598
Service charges	-	1,308	-	1,308
Printing and postage	8,352	-	37,106	45,458
Meeting and travel	3,003	-	21,592	24,595
Rent	30,071	6,014	4,010	40,095
Depreciation and amortization	-	12,316	-	12,316
Miscellaneous	-	732	3,852	4,584
Total expenses	<u>2,225,739</u>	<u>204,342</u>	<u>694,996</u>	<u>3,125,077</u>
Less: cost of direct benefit to donors				
Meals, venue, and entertainment	-	-	(192,229)	(192,229)
Supplies	-	-	(7,298)	(7,298)
Total cost of direct benefit to donor	<u>-</u>	<u>-</u>	<u>(199,527)</u>	<u>(199,527)</u>
Total expenses per statement of support, revenue, and expenses - modified cash basis	<u><u>\$ 2,225,739</u></u>	<u><u>\$ 204,342</u></u>	<u><u>\$ 495,469</u></u>	<u><u>\$ 2,925,550</u></u>

See accompanying notes to financial statements.

CAL'S ALL-STAR ANGEL FOUNDATION, INC.

Notes to Financial Statements

(Modified cash basis)

December 31, 2024

NOTE A - NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

[1] Operations:

Cal's All-Star Angel Foundation, Inc. (the "Organization") is an Illinois non-profit organization which was founded in 2007. The Organization's primary objectives are granting wishes, raising awareness, and funding research to help kids fighting cancer around the country. The Organization partners with local businesses and hospitals to provide resources to families when they need it most. The Organization is mainly supported by donations and hosting events.

[2] Basis of accounting:

The accounting records are maintained on the modified cash basis of accounting, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles ("U.S. GAAP"). Under this method, revenues and the related assets are recognized when received rather than when earned, and expenses are recognized when paid rather than when the obligation is incurred. Investments are recorded at cost instead of fair value as required by U.S. GAAP. Modifications to the cash basis include recognizing amounts paid for special events occurring in a future period as prepaid expenses and recognizing amounts received in advance for special events that take place in a future period as advance deposits. The Organization records a credit card payable liability for expenses paid via credit card and owed to the credit card issuer at year-end, and a payroll withholdings liability for cash withholdings that have not been remitted at year-end. Modifications also include the recognition of property and equipment.

[3] Use of estimates:

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the disclosure of contingent assets and liabilities at the dates of the financial statements. Actual results could differ from those estimates.

[4] Net assets:

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

(i) *Net assets without donor restrictions:*

Net assets available for use in general operations and not subject to donor- (or certain grantor-) imposed restrictions.

(ii) *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 those resources be maintained in perpetuity. Contributions restricted by donors are reported as increases in net assets with donor restrictions 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 statement of support, revenue, and expenses - modified cash basis as net assets released from restrictions.

CAL'S ALL-STAR ANGEL FOUNDATION, INC.

Notes to Financial Statements

(Modified cash basis)

December 31, 2024

NOTE A - NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

[5] Cash and cash equivalents:

Cash and cash equivalents is defined as cash on hand, amounts held at financial institutions, and short-term highly liquid investments with an original maturity of three months or less that are readily convertible to known amounts of cash.

[6] Investments:

The Organization carries its investments in marketable securities at cost in the statement of assets, liabilities, and net assets – modified cash basis. Interest and dividend income are recognized when consideration is received. Realized gains and losses are recognized when an asset is sold at an amount greater or less than the cost basis at which the asset is held. The Organization invests in investment securities that are exposed to various risks, such as interest rate, market, and credit risk.

[7] Prepaid expenses:

The Organization prepays for certain expenses related to their annual gala and other special events of the following year. These expenses are recognized at the time the event occurs.

[8] Property and equipment:

Property and equipment are stated at their original cost net of accumulated depreciation and amortization. The Organization capitalizes as assets those items of property and equipment that have a cost greater than or equal to \$2,500 and a useful life of at least 1 year. The costs of additions and betterments are capitalized and expenditures for repairs and maintenance are expensed in the period in which the cash is expended. When items of property and equipment are sold or retired, the related costs and accumulated depreciation and amortization are removed from the accounts and any gain or loss is included in income. Depreciation and amortization are calculated using the straight-line method over the estimated useful lives of the assets when they are placed in service. Leasehold improvements are depreciated over the shorter of the related lease term of the useful life of the underlying asset. Useful lives of property and equipment are as follows:

Furniture and equipment	3-10 years
Leasehold improvements	10-35 years
Computers and software	3-5 years

[9] Advance deposits:

The Organization receives pre-payments related to fundraising events held in the following year. As a modification to the cash basis of accounting, this special event revenue is recognized when the event occurs.

[10] Contributions:

In accordance with the modified cash basis of accounting, unconditional contributions are recorded when received, and are classified as with or without donor restrictions depending on the existence and/or nature of any donor restrictions. All contributions are considered to be available for unrestricted use unless specifically restricted by donors. The Organization follows the simultaneous release option for donor-restricted contributions which the restrictions were met in the same period as they were received. Such contributions are presented as an increase in net assets without donor restrictions in the period in which this occurs.

CAL'S ALL-STAR ANGEL FOUNDATION, INC.

Notes to Financial Statements

(Modified cash basis)

December 31, 2024

NOTE A - NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

[11] Special events:

The Organization holds various fundraising events to raise funds for its operations. Gross proceeds paid by attendees at special events represent contribution revenue, as well as the payment of the direct costs of the benefits received by the attendee at the event, considered exchange revenue. The special event revenue is recognized as revenue when the special event takes place.

[12] Functional expenses:

The costs of providing the Organization's various programs and other activities have been summarized on a functional basis in the statement of functional expenses – modified cash basis. Accordingly, direct costs have been functionalized within the program or supporting services based on the nature of the expense. Certain indirect costs have been allocated among the programs and supporting services benefited based on estimates of staff time and usage of space. Wages, payroll taxes, employee benefits, and insurance are allocated based on staff time, while utilities and rent are allocated based on usage of space.

[13] Advertising:

Advertising costs are expensed when paid. For the year ended December 31, 2024, total advertising expenses were \$173,612.

[14] Income taxes:

The Organization is a tax-exempt organization as defined in Section 501(c)(3) of the Internal Revenue Code. Management evaluates tax positions taken by the Organization and discloses if the Organization has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service or other applicable taxing authorities.

Management has analyzed the tax positions taken by the Organization, and has concluded that as of December 31, 2024, there are no uncertain positions taken or expected to be taken that would require disclosure in the financial statements. The Organization is subject to routine audits by taxing authorities; however, there are currently no audits for any tax periods in progress. Penalties and interest, if any, would be recorded in miscellaneous expense when paid.

[15] Subsequent events:

The Organization has evaluated subsequent events through September 16, 2025, the date the financial statements were available to be issued.

NOTE B - INVESTMENTS

Investments consist of equity securities and are recorded at cost. As of December 31, 2024, investments were \$1,020.

CAL'S ALL-STAR ANGEL FOUNDATION, INC.

Notes to Financial Statements

(Modified cash basis)

December 31, 2024

NOTE B - INVESTMENTS (CONTINUED)

The following schedule summarizes investment returns for the year ended December 31, 2024:

Dividend income	\$ 25,926
Interest income	92,846
	<u>118,772</u>
	<u>\$ 118,772</u>

NOTE C - PROPERTY AND EQUIPMENT

The major classes of property and equipment, at cost, at December 31 were as follows:

Furniture and equipment	\$ 67,962
Leasehold improvements	36,790
Computers and software	29,500
	<u>134,252</u>
Less: accumulated depreciation and amortization	<u>(127,597)</u>
	<u>\$ 6,655</u>

Total depreciation and amortization expense for the year ended December 31, 2024, was \$12,316.

NOTE D - ADVANCE DEPOSITS

The following table provides information about changes in advance deposits during the year ended December 31, 2024:

Advance deposits, beginning of year	\$ 116,153
Revenue recognized that was included in advance deposits at beginning of year	(116,153)
Increase in advance deposits due to cash received during the period	<u>107,157</u>
Advance deposits, end of year	<u>\$ 107,157</u>

NOTE E - COMMITMENTS

[1] Lease obligations:

The Organization leases its office spaces in St Charles, Illinois from an unrelated party. During 2024, the lease agreement was extended through March 31, 2029. The lease requires monthly payments of \$3,341 for the first two years of the term, with an increase to \$3,441 per month for the final three years of the term. Rent expense related to this lease was \$40,095 for the year ended December 31, 2024. Under the agreement, the Organization is also responsible for its share of utilities, which is reported separately on the accompanying statement of functional expenses – modified cash basis.

CAL'S ALL-STAR ANGEL FOUNDATION, INC.

Notes to Financial Statements
 (Modified cash basis)
December 31, 2024

NOTE E - COMMITMENTS (CONTINUED)

[1] Lease obligations: (continued)

Future required payments on the lease are as follows:

<u>Year Ending December 31,</u>	<u>Amount</u>
2025	\$ 40,092
2026	40,992
2027	41,292
2028	41,292
2029	<u>10,323</u>
Total	<u>\$ 173,991</u>

[2] Research commitments:

During the year ended December 31, 2022, the Organization committed to contributing \$500,000 over three years to University of Michigan's C.S. Mott Children's Hospital for research on high-risk neuroblastomas, conditional upon certain milestones and reporting obligations. As of January 1, 2024, the Organization had contributed \$175,000 towards this pledge. During the year ended December 31, 2024, the Organization did not contribute any funds towards this pledge.

During the year ended December 31, 2024, the Organization committed to contributing \$4,019,000 over seven years to Lurie's Children's Hospital for research on high-risk leukemia, leukemia clinic support, and to establish a creative arts program fund. During the year ended December 31, 2024, the Organization contributed \$590,428 towards this pledge.

During the year ended December 31, 2024, the Organization committed to contributing half of a \$553,500 pledge over three years to ChadTough Defeat DIPG Foundation for research projects performed at Seattle Children's Hospital and MD Anderson Cancer Center. This research commitment was made in conjunction with another non-profit organization and all commitments are split equally, meaning the Organization is obligated to pay their share of \$276,750 over the term of the agreement. During the year ended December 31, 2024, the Organization contributed \$92,250 towards this pledge.

CAL'S ALL-STAR ANGEL FOUNDATION, INC.

Notes to Financial Statements
 (Modified cash basis)
December 31, 2024

NOTE E - COMMITMENTS (CONTINUED)

[2] Research commitments: (continued)

Future expected payments on the research commitments are as follows:

<u>Year Ending December 31,</u>	<u>Amount</u>
2025	\$ 663,678
2026	838,678
2027	721,428
2028	571,428
2029	571,428
Thereafter	<u>571,432</u>
Total	<u><u>\$ 3,938,072</u></u>

NOTE F - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consist of the following components as of December 31, 2024:

Pediatric cancer research	\$ 1,676,427
Medulloblastoma research	<u>16,118</u>
	<u><u>\$ 1,692,545</u></u>

During the year ended December 31, 2024, the Organization had releases of \$377,964 for pediatric cancer research.

NOTE G - SIMPLE-IRA PLAN

The Organization has a Simple-IRA retirement plan covering all employees who meet the eligibility requirements. Employees can contribute 3% of their salary, and the Organization will contribute a match of up to 3%. Contributions to the plan were \$9,756 for the year ended December 31, 2024.

NOTE H - RELATED PARTY TRANSACTIONS

During the year ended December 31, 2024, the Organization engaged in transactions with a company in which a member of the Board of Directors holds a key management position. The Organization purchased insurance coverage and obtained marketing services for a special event from this company. For the year ending December 31, 2024, \$20,189 and \$2,739 of total insurance expense and advertising expense, respectively, are considered related party transactions in the accompanying statement of functional expenses - modified cash basis.

CAL'S ALL-STAR ANGEL FOUNDATION, INC.

Notes to Financial Statements
(Modified cash basis)
December 31, 2024

NOTE I - CONCENTRATIONS

[1] Credit risk:

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash and cash equivalents deposited in financial institutions in amounts which, from time to time, may exceed federally insured limits. However, management believes that the Organization does not face a significant risk of loss on these accounts that might result from the failures of the financial institutions. Management monitors the risk associated with concentrations on an ongoing basis.

[2] Major revenue sources:

During the year ended December 31, 2024, the Organization received approximately 69% of its total support and revenue from special events. Included in special events revenue is revenue from the Got Hope Gala, which provided approximately 39% of total support and revenue for the year ended December 31, 2024.

NOTE J - LIQUIDITY AND AVAILABILITY OF RESOURCES

The table below reflects the Organization's financial assets available for general expenditure as of the date of the statement of assets, liabilities, and net assets – modified cash basis, reduced by amounts not available for general use within one year because of donor-imposed restrictions or contractual obligations:

Cash and cash equivalents	\$ 4,904,847
Investments, at cost	<u>1,020</u>
Total financial assets available within one year	4,905,867
Less:	
Amounts unavailable for general expenditures within one year, due to:	
Restrictions by donors with purpose restrictions	<u>(1,692,545)</u>
Total financial assets available to meet cash needs for general expenditures within one year	<u><u>\$ 3,213,322</u></u>

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations become due. The Organization also has a policy to maintain financial assets, which consist of cash and cash equivalents, on hand to meet six months of normal operating expenses.