

Kids Beating Cancer, Inc.

Financial Statements

As of December 31, 2024

KIDS BEATING CANCER, INC.

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Independent Auditors' Report

To the Board of Directors
Kids Beating Cancer, Inc.
Orlando, Florida

Opinion

We have audited the accompanying financial statements of Kids Beating Cancer, Inc. (a nonprofit 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 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 Kids Beating Cancer, Inc. as of December 31, 2024, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Kids Beating Cancer, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements related 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 these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Kids Beating Cancer, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free of 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 are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Kids Beating Cancer, Inc.'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 Kids Beating Cancer, Inc.'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.

Schafer, Tschopp & Mitchell, LLP

SCHAFFER, TSCHOPP, WHITCOMB, MITCHELL & SHERIDAN, LLP
August 26, 2025

KIDS BEATING CANCER, INC.

STATEMENT OF FINANCIAL POSITION

December 31, 2024

ASSETS

Current Assets

Cash	\$ 697,671
Accounts receivable	7,126
Inventory	82,300
	<hr/>
Total Current Assets	787,097

Fixed Assets

Office furniture and equipment (net of accumulated depreciation of \$28,561)	-
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TOTAL ASSETS \$ 787,097

LIABILITIES AND NET ASSETS

Current Liabilities

Accounts payable and accrued expenses	\$ 39,642
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Total Current Liabilities	39,642

Net Assets

Without donor restrictions	747,455
With donor restrictions	-
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Total Net Assets	747,455

TOTAL LIABILITIES AND NET ASSETS \$ 787,097

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

KIDS BEATING CANCER, INC.

STATEMENT OF ACTIVITIES

For the year ending December 31, 2024

Net Assets Without Donor Restrictions

Revenues

Private grants	\$ 534,503
Contributions	311,262
Special events, net of expenses of \$546,553	1,150,275
Interest income	26,911
In-kind	251,790
Total Revenues	<u>2,274,741</u>

Expenses

Program Services	
Children's programs	1,465,089
Research programs	547,006
Treatment programs	175,850
Total Program Services	<u>2,187,945</u>

Support Services

General and administration	170,091
Fundraising	16,379
Total Support Services	<u>186,470</u>

Total Expenses 2,374,415

Decrease in Net Assets Without Donor Restrictions (99,674)

Net Assets With Donor Restrictions

Donations with restrictions	-
Net Assets Released from Restrictions	-
Increase in Net Assets With Donor Restrictions	<u>-</u>

Total Decrease in Net Assets (99,674)

Net Assets at Beginning of Year 847,129

Net Assets at End of Year \$ 747,455

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

KIDS BEATING CANCER, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the year ending December 31, 2024

	Program Services			Supporting Services		
	Children's Programs	Research Programs	Treatment Programs	Admin-istration	Fund Raising	Total
Salaries and benefits	\$ 257,685	\$ 195,000	\$ 53,674	\$ 94,234	\$ 16,379	\$ 616,972
Program expenses	1,127,778	219,263	109,978	-	-	1,457,019
Rent	-	-	-	42,000	-	42,000
Insurance	-	-	-	1,837	-	1,837
Office expenses	79,626	107,572	12,198	23,436	-	222,832
Professional fees	-	-	-	8,584	-	8,584
Meetings and Leadership	-	25,171	-	-	-	25,171
Total	\$1,465,089	\$ 547,006	\$ 175,850	\$ 170,091	\$ 16,379	\$2,374,415

See Independent Auditors' Report

KIDS BEATING CANCER, INC.

STATEMENT OF CASH FLOWS

For the year ending December 31, 2024

Cash Flows from Operating Activities	
Increase (decrease) in net assets	\$ (99,674)
Adjustments to reconcile change in net assets to net cash flows from operating activities:	
Change in assets and liabilities:	
Accounts receivable	15,906
Inventory	(28,599)
Accounts payable and accrued expenses	<u>23,925</u>
Net Cash Provided by (Used by) Operating Activities	<u>(88,442)</u>
Cash Flows from Investing Activities	
Net Cash Used in Investing Activities	<u>-</u>
Cash Flows from Financing Activities	
Net Cash Used in Financing Activities	<u>-</u>
Net Increase (decrease) in Cash	(88,442)
Cash at Beginning of Year	<u>786,113</u>
Cash at End of Year	<u><u>\$ 697,671</u></u>
Cash paid during the year for:	
Interest	\$ -
Income taxes	-

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

KIDS BEATING CANCER, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2024

NOTE 1 - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Organization - Kids Beating Cancer, Inc., (KBC) is a nonprofit, nonstock Florida Corporation formed in 1992. The mission of KBC is to provide access to life-saving treatments for children diagnosed with cancer, funding pediatric cancer research for improved outcomes, moving new discoveries to patient care, all while supporting children and their families throughout the journey to a cure.

KBC is supporting children with cancer through all phases of treatment—funding advanced research, ensuring access to cutting-edge care, and surrounding every child with compassionate support.

PROGRAMS

RESEARCH

Supporting cutting-edge pediatric cancer and leukemia research initiatives at leading institutions, aiming to advance future treatments, improve patient outcomes, and develop cures by translating new discoveries into clinical care.

Grant Categories:

- John Voight Memorial Leukemia Research Grant – advancing pediatric Acute Myeloid Leukemia research closer to a cure.
- Robert G. Owens Memorial Leukemia Research Grant – targeting leukemia, helping to close the gap between innovation and treatment access.
- Science is the Cure Research Grant – funding projects ready for clinical translation.
- Emerging Scientist Grant – supporting bold ideas from early-career investigators.
- Promising Scientist Grant – fueling promising projects toward clinical advancement.

TREATMENT

CLINICAL TRIALS PROGRAM

Funding access to critical clinical trials for children in Central Florida facing high-risk cancers or relapse—who would otherwise have no treatment options.

KIDS BEATING CANCER, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2024

NOTE 1 - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES Continued:

PEDIATRIC TRANSPLANT CENTER

In 2012, funded the establishment of the first pediatric transplant center in Central Florida—the Kids Beating Cancer Pediatric Transplant Center at AdventHealth for Children.

CELLULAR THERAPY MEDICAL TECHNOLOGY

Investing in the latest advancements in cellular therapy—previously unavailable technologies to Central Florida. Purchased over 17 high-tech, state-of-the-art medical equipment, dramatically is improving patient outcomes while reducing healthcare costs at the Kids Beating Cancer Cellular Therapy Facility at AdventHealth Orlando.

MEDICAL EQUIPMENT AND PATIENT SERVICES

Providing pediatric cancer patients with the necessary medical equipment and support services that are crucial to their treatment and survival.

CHILDREN'S PROGRAMS

Providing comprehensive support to children and families, irrespective of hospital affiliation, during their treatment process, including both inpatient care and outpatient follow-up over the subsequent years.

1. **BUNKY SNUGGLE BOXES** providing every child a soft, cuddly Teddy Bear named Bunky, a comfy blanket, socks, beanie, and t-shirt (Locally and Nationwide).
2. **BUNKY & FRIENDS CELEBRATIONS** providing weekly fun activities for the children while in treatment at participating hospitals, milestone and seasonal gifts, and fun filled safe Parties and Events during the year for the entire family treated in Central Florida.
3. **HEART OF JOHN** providing a little gift of financial support in remembrance of the struggles families face during treatment on dates of significance.
4. **MY ROOM** providing children while receiving a stem cell transplant at Orlando Health Arnold Palmer Hospital for Children and AdventHealth for Children, a decorated, themed hospital room selected by the child.
5. **FOOD FOR FAMILIES** providing a stocked Kitchen and Pantry while children are receiving treatment and weekly meals and snacks at participating hospitals.

KIDS BEATING CANCER, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2024

NOTE 1 - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES Continued:

6. THE FOR THE LOVE OF JOHN providing Bicycles for children.
7. PRINCE AND PRINCESS celebration for those children in the WALK OF HEROES.
8. WALK OF HEROES at the HATS & HEROES BALL providing clothing, dinner, arrival party, and a hotel stay annually for special Heroes honored in Orlando Florida.

Basis of Accounting - The accompanying financial statements are prepared on the accrual basis of accounting.

Cash and Cash Equivalents – For purposes of the statement of cash flows, the Organization considers all highly liquid investments with a maturity at purchase of three months or less to be cash equivalents.

Inventory – Inventory is stated at the lower of cost or market and consists of medical supplies and toys.

Fixed Assets - Fixed assets are recorded at cost or, if donated, at the fair market value on the date of receipt. Depreciation of fixed assets is provided over the estimated useful lives of the respective assets. Depreciation expense for the year ended December 31, 2024, was \$0.

Income Taxes - The Organization is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code and is not a private foundation.

The Organization's income tax returns are subject to review and examination by federal authorities. The Organization is not aware of any activities that would jeopardize its tax-exempt status. The tax returns for the fiscal years ended from 2019 forward are open to examination by federal authorities.

Use of Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2 - CONTRIBUTED MATERIALS, FACILITIES AND SERVICES

Significant services and materials were donated to the Organization by various individuals and organizations. Donated services and materials totaled \$251,790. Additionally, other donated services were received in the year ended December 31, 2024, but were not recognized in the financial statements because they did not meet the criteria for recognition under Generally Accepted Accounting Principles. A substantial number of volunteers and companies, however, have donated their time, space, materials, and staff in the organization's fundraising campaigns, office space, printing and postage, transplant and recruitment center programs, and marrow and stem cell recruitment drives.

KIDS BEATING CANCER, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2024

NOTE 3 – CONTRIBUTIONS

Contributions

Contributions received are recorded as contributions without donor restrictions or contributions with donor restrictions depending on the existence or nature of any donor restrictions.

Donor-restricted support is reported as an increase in net assets with donor restrictions. When a 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 activities as net assets released from restrictions.

Promise to Give

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. 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 restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

NOTE 4 - CONCENTRATION OF CREDIT RISK

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash. The Organization's cash balances held at financial institutions are insured by the Federal Deposit Insurance Corporation ("FDIC") up to \$250,000 at each institution. At times the Organization's cash balances may exceed the insured amount.

NOTE 5 – MANAGEMENT'S EVALUATION OF SUBSEQUENT EVENTS

Management evaluation - The Organization has evaluated subsequent events through August 26, 2025, the date the financial statements were available to be issued.

NOTE 6 – RETIREMENT PLAN

The Association adopted a 401(k) Profit Sharing Plan effective January 1, 2019. All employees the age of 21 or older are eligible to participate. Employees can contribute in 1% increments up to 92% of their compensation up to a maximum of 6%. The Organization does not match the employee's contributions at this time.