

**CHILDREN'S BRAIN TUMOR FOUNDATION, INC.**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2022**

**(WITH SUMMARIZED FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2021)**

# **CHILDREN'S BRAIN TUMOR FOUNDATION, INC.**

## **TABLE OF CONTENTS**

**December 31, 2022  
(With Summarized Financial Information  
For the Year Ended December 31, 2021)**

	<b>Page</b>
<b>INDEPENDENT AUDITORS' REPORT</b>	<b>1</b>
<b>Statement of Financial Position</b>	<b>2</b>
<b>Statement of Activities</b>	<b>3</b>
<b>Statement of Cash Flows</b>	<b>4</b>
<b>Statement of Functional Expenses</b>	<b>5</b>
<b>Notes to Financial Statements</b>	<b>6-11</b>
<b>INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION</b>	<b>12</b>
<b>Schedule of Revenues, Expenses and Fund     Balances - Net Assets With Donor Restrictions</b>	<b>13</b>



**BLOOM AND STREIT LLP**  
CERTIFIED PUBLIC ACCOUNTANTS

MARK COHEN, CPA  
WILLIAM J. RANK, CPA, CFP  
LORI B. LERMAN, CPA

**INDEPENDENT AUDITORS' REPORT**

**To the Board**  
**CHILDREN'S BRAIN TUMOR FOUNDATION, INC.**

***Opinion***

We have audited the accompanying financial statement of Children's Brain Tumor Foundation, Inc., which comprise the statement of financial position as of December 31, 2022, and the related statements of activities and cash flows 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 financial position of Children's Brain Tumor Foundation, Inc., as of December 31, 2022, and the results of their operations and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

***Basis for Opinion***

We have conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Children's Brain Tumor Foundation, Inc., and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of 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 Children's Brain Tumor Foundation, 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 from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with 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 Children's Brain Tumor Foundation, 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 evaluating 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 Children's Brain Tumor Foundation, 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.

*Bloom and Streit LLP*

**BLOOM AND STREIT LLP**  
**Certified Public Accountants**  
November 3, 2023

# CHILDREN'S BRAIN TUMOR FOUNDATION, INC.

## Statement of Financial Position

December 31, 2022  
(With Summarized Financial Information  
For The Year Ended December 31, 2021)

	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>		
Cash and Cash Equivalents	1,350,675	1,341,247
Investments	0	3,060
<b>Total Cash and Investments</b>	<u>1,350,675</u>	<u>1,344,307</u>
Prepaid Expenses and Other Assets	1,410	5,217
Security Deposits	5,130	5,130
Promises to Give (Net)	2,524	2,122
Equipment (Net)	<u>3,949</u>	<u>5,575</u>
<b>TOTAL ASSETS</b>	<u><u>1,363,688</u></u>	<u><u>1,362,351</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES</b>		
Accounts Payable and Accrued Expenses	76,602	67,689
Grants Payable	50,000	50,000
<b>TOTAL LIABILITIES</b>	<u>126,602</u>	<u>117,689</u>
<b>NET ASSETS</b>		
Without Donor Restrictions	881,967	832,250
With Donor Restrictions	355,119	412,412
<b>TOTAL NET ASSETS</b>	<u>1,237,086</u>	<u>1,244,662</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>1,363,688</u></u>	<u><u>1,362,351</u></u>

*See accompanying notes and auditors' report*

# CHILDREN'S BRAIN TUMOR FOUNDATION, INC.

## Statement of Activities

**For the Year Ended December 31, 2022**  
**(With Summarized Financial Information**  
**For The Year Ended December 31, 2021)**

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTALS 2022	TOTALS 2021
<b>SUPPORT</b>				
Special Events	877,265	0	877,265	957,209
Contributions	596,108	5,829	601,937	411,711
Current Year PPP Loan Proceeds	0	0	0	85,635
Gain on Extinguishment of Debt - Prior Year PPP Loan	0	0	0	111,470
Miscellaneous Income	0	0	0	10,000
<b>Total Support</b>	<u>1,473,373</u>	<u>5,829</u>	<u>1,479,202</u>	<u>1,576,025</u>
<b>EXPENSES</b>				
Program Services				
Grants/Scholarships	61,000	0	61,000	60,500
Camps	200,939	0	200,939	23,416
Family Support Services	620,590	0	620,590	528,138
Total Program Services	<u>882,529</u>	<u>0</u>	<u>882,529</u>	<u>612,054</u>
General and Administrative	110,236	0	110,236	114,475
Fundraising	499,854	0	499,854	431,363
<b>Total Expenses</b>	<u>1,492,619</u>	<u>0</u>	<u>1,492,619</u>	<u>1,157,892</u>
<b>Net Assets Released from Restriction</b>	<u>63,122</u>	<u>(63,122)</u>	<u>0</u>	<u>0</u>
<b>Increase (Decrease) in Net Assets Before Investment Income</b>	<u>43,876</u>	<u>(57,293)</u>	<u>(13,417)</u>	<u>418,133</u>
Net Investment Income	5,874	0	5,874	263
Net Realized Investment Loss	(33)	0	(33)	0
<b>Total Investment Income</b>	<u>5,841</u>	<u>0</u>	<u>5,841</u>	<u>263</u>
<b>Increase (Decrease) in Net Assets</b>	49,717	(57,293)	(7,576)	418,396
<b>Net Assets - Beginning of Year</b>	<u>832,250</u>	<u>412,412</u>	<u>1,244,662</u>	<u>826,266</u>
<b>Net Assets - End of Year</b>	<u>881,967</u>	<u>355,119</u>	<u>1,237,086</u>	<u>1,244,662</u>

*See accompanying notes and auditors' report*

# CHILDREN'S BRAIN TUMOR FOUNDATION, INC.

## Statement of Cash Flows

For the Year Ended December 31, 2022  
(With Summarized Financial Information  
For the Year Ended December 31, 2021)

	<u>2022</u>	<u>2021</u>
<b>Cash Flows From Operating Activities</b>		
Change in Net Assets	(7,576)	418,396
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	1,626	1,626
Donated Securities	(4,094)	(13,319)
Gain on Extinguishment of Debt - Prior Year PPP Loan	0	(111,470)
Net Realized Investment (Gain) Loss	33	0
Decrease (Increase) in operating assets:		
Promises to Give (Net)	(402)	3,136
Security Deposits	0	(405)
Prepaid Expenses and Other Assets	3,807	(1,161)
Increase (Decrease) in operating liabilities:		
Accounts Payable and Accrued Expenses	8,913	33,011
Grants Payable	0	50,000
<b>Net cash provided by operating activities</b>	<u>2,307</u>	<u>379,814</u>
<b>Cash Flows From Investing Activities</b>		
Sales and Maturities of Investments	7,121	10,259
<b>Net cash provided by investing activities</b>	<u>7,121</u>	<u>10,259</u>
<b>Increase in Cash and Cash Equivalents</b>	9,428	390,073
<b>Cash and Cash Equivalents - Beginning of Year</b>	<u>1,341,247</u>	<u>951,174</u>
<b>Cash and Cash Equivalents - End of Year</b>	<u><u>1,350,675</u></u>	<u><u>1,341,247</u></u>
<b>Supplemental Disclosure:</b>		
Gain on Extinguishment of Debt - Prior Year PPP Loan	<u>0</u>	<u>111,470</u>

See accompanying notes and auditors' report



# CHILDREN'S BRAIN TUMOR FOUNDATION, INC.

## Statement of Functional Expenses

**For the Year Ended December 31, 2022**  
**(With Summarized Financial Information**  
**For the Year Ended December 31, 2021)**

	<u>Program Services</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Total 2022</u>	<u>Total 2021</u>
Grants	50,000	0	0	50,000	50,000
Scholarships	11,000	0	0	11,000	10,500
Camps	13,144	0	0	13,144	906
Salaries and Payroll Taxes	385,998	61,797	131,167	578,962	521,614
Employee Benefits/ /Health Insurance	30,487	4,881	10,360	45,728	44,957
Rent and Utilities	16,863	2,579	5,475	24,917	22,215
Program Events	34,604	0	0	34,604	46,991
Insurance	6,472	1,036	2,199	9,707	8,029
Outreach/Marketing	1,542	0	0	1,542	8,445
Meals and Entertainment	14,320	566	799	15,685	4,288
Travel Expense	212,632	0	1,226	213,858	22,798
Dues and Filing Fees	1,784	8,564	0	10,348	9,561
Computer Software Expense	15,790	2,082	4,419	22,291	19,844
Office/Supplies Expense	50,201	4,258	9,733	64,192	43,103
Payroll Fees	17,892	2,864	6,080	26,836	27,842
Printing	4,297	476	21,637	26,410	15,571
Postage	13,648	658	8,465	22,771	16,629
Professional Services	850	20,160	217,592	238,602	190,934
Depreciation	1,005	315	306	1,626	1,626
Special Events	0	0	80,396	80,396	92,039
<b>Total Expenses</b>	<u>882,529</u>	<u>110,236</u>	<u>499,854</u>	<u>1,492,619</u>	<u>1,157,892</u>

*See accompanying notes and auditors' report*

# CHILDREN'S BRAIN TUMOR FOUNDATION, INC.

## Notes to Financial Statements

December 31, 2022

(With Summarized Financial Information  
For the Year Ended December 31, 2021)

### Note 1

#### **Organization**

Children's Brain Tumor Foundation, Inc. (the Foundation) was incorporated on December 13, 1988 under the Not-for-Profit Corporation Law of the State of Delaware. The Foundation has received authority to conduct activities in the State of New York under Section 1304 of the Not-for-Profit Corporation Law.

The mission of the Foundation is to improve treatment, quality of life, and long-term outlook for children with brain and spinal cord tumors through grants for research and support, education and advocacy for families and survivors.

### Note 2

#### **Summary of Significant Accounting Policies**

##### **Basis of Accounting**

The financial statements of Children's Brain Tumor Foundation, Inc. have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

##### **Comparative Information**

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Foundation's financial statements for the year ended December 31, 2021 from which the summarized information was derived.

##### **Cash and Cash Equivalents**

For purposes of the statements of financial position and cash flows, the Foundation considers money market funds to be cash equivalents.

##### **Property and Equipment**

The Foundation records purchases of equipment at cost and records depreciation using the straight-line method over estimated useful lives of 5 to 10 years.

##### **Net Assets**

The net assets of the Foundation and changes therein are classified and reported as follows:

Without donor restrictions: These net assets represent those resources that are not subject to donor-imposed restrictions.

# CHILDREN'S BRAIN TUMOR FOUNDATION, INC.

## Notes to Financial Statements

December 31, 2022

(With Summarized Financial Information  
For the Year Ended December 31, 2021)

### Note 2

#### **Summary of Significant Accounting Policies - continued**

##### **Net Assets**

With donor restrictions: These net assets represent those resources that are subject to donor-imposed restrictions as to use or arise as a result of unconditional promises to give which have not yet been received. When a donor restriction expires, that is, when a stipulated purpose restriction is accomplished or when a promise to give is received, net assets with donor restrictions are reclassified as net assets without donor restrictions and are reported in the statement of activities as net assets released from restriction.

The Foundation commingles operating and restricted cash and investments to maximize income. Investment income (consisting of interest and dividend income), realized gains and losses, and unrealized gains and losses on investments has been reflected in the statement of activities.

##### **Contributions**

Contributions are reported at fair value at the date the contribution is received. Contributions are reported as net assets with donor restrictions if they are received with donor stipulations that limit the use of the donations. Contributions where the restriction is met in the same reporting period that the contribution is made are treated as net assets without donor restrictions.

##### **Promises to Give**

Unconditional promises to give (pledges), less an allowance for uncollectible amounts where applicable, are recognized as increases in net assets without donor restrictions when the pledge is made.

##### **Contributed Services**

No amounts have been reflected in the financial statements for contributed services. Many individuals volunteer their time to assist the Foundation, but these services do not meet the criteria for recognition as contributed services.

##### **Functional Allocation of Expenses**

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied.

# CHILDREN'S BRAIN TUMOR FOUNDATION, INC.

## Notes to Financial Statements

December 31, 2022

(With Summarized Financial Information  
For the Year Ended December 31, 2021)

### Note 2

#### **Summary of Significant Accounting Policies - continued** **Functional Allocation of Expenses - continued**

The expenses that are allocated include compensation and benefits, depreciation, occupancy expenses, telephone and office expenses which are allocated on the basis of estimates of time and effort.

#### **Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America includes estimates that affect the financial statements. Accordingly, actual results could differ from those estimates.

#### **Tax Status**

The Foundation is exempt from Federal Income Taxes under Section 501(c)(3) of the Internal Revenue Code. The Foundation's tax exempt status is subject to review by the Internal Revenue Service.

### Note 3

#### **Concentrations of Credit Risk**

The Foundation maintains various bank and money market accounts that at times may exceed insured credit limits. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk with respect to such balances.

### Note 4

#### **Promises to Give (Net)**

The Foundation is affiliated with several workplace giving programs for employees. Under these programs, employees make pledges which are then withheld from their paychecks and subsequently remitted to the Foundation. The promises to give are recorded when the amount of the pledges are provided by these programs but have not been remitted to the Foundation. At December 31, 2021, the Foundation provided an allowance for doubtful accounts on these promises of \$1,425. No allowance was deemed necessary as of December 31, 2022.

# CHILDREN'S BRAIN TUMOR FOUNDATION, INC.

## Notes to Financial Statements

**December 31, 2022**  
**(With Summarized Financial Information**  
**For the Year Ended December 31, 2021)**

### Note 5

#### Net Assets with Donor Restrictions

Net assets with donor restrictions are subject to the following purpose or time restrictions:

	<u>2022</u>	<u>2021</u>
Subject to purpose restrictions:		
Projects	19,360	26,040
Research	<u>334,250</u>	<u>384,250</u>
	353,610	410,290
Subject to time restrictions:		
For periods after		
December 31, 2021	<u>1,509</u>	<u>2,122</u>
Total net assets with donor restrictions	<u>355,119</u>	<u>412,412</u>

During the year ended December 31, net assets released from restrictions consisted of the following:

	<u>2022</u>	<u>2021</u>
Satisfaction of program restriction	61,000	60,500
Expiration of time restriction	<u>2,122</u>	<u>3,136</u>
	<u>63,122</u>	<u>63,636</u>

### Note 6

#### Liquidity and Availability of Financial Assets

The following reflects the Foundation's financial assets as of the statement of financial position date reduced by amounts not available for general use within one year of the statement of financial position date.

	<u>2022</u>	<u>2021</u>
Financial Assets at year end	1,350,675	1,344,307
Donor restricted for		
Projects	( 19,360)	(26,040)
Research	<u>(334,250)</u>	<u>(384,250)</u>
Financial Assets available to meet cash needs for general expenditures within one year	<u>997,065</u>	<u>934,017</u>

As part of its liquidity management, the Foundation maintains excess cash in money market accounts.

# CHILDREN'S BRAIN TUMOR FOUNDATION, INC.

## Notes to Financial Statements

December 31, 2022

(With Summarized Financial Information  
For the Year Ended December 31, 2021)

**Note 7** PPP Loan Payable/Gain on Extinguishment of Debt - Prior Year PPP Loan

On March 15, 2021, the Foundation was granted a loan from Bank of America, NA in the amount of \$111,470, pursuant to the Paycheck Protection Plan (the "PPP") under Division A, Title 1 of the CARES Act, which was enacted March 27, 2020.

The loan, which was in the form of a note dated April 24, 2020 issued by the borrower, was set to mature April 24, 2022 bearing interest at a rate of 1% per annum. The note could be prepaid by the borrower at any time prior to maturity with no prepayment penalties. Funds from the loan could only be used for payroll costs, costs used to continue group health care benefits, mortgage payments, rent, utilities and interest on other debt obligations incurred before February 15, 2020. The Foundation used the entire loan amount for qualifying expenses.

Under the terms of the PPP, certain amounts of the loan could be forgiven if they were used for qualifying expenses as described in the CARES Act. In January 2021, the full amount of the loan was forgiven and is reflected as Gain on Extinguishment of Debt - Prior Year PPP Loan on the Statement of Activities.

**Note 8** Current Year PPP Loan Proceeds

In February 2021, the Foundation was granted a second PPP loan from Bank of America, NA in the amount of \$85,635. All other terms of the loan were the same as the first PPP loan as described in Note 7. The second PPP loan was forgiven in August 2021, and as such, the proceeds are reflected as Current Year PPP Loan Proceeds on the Statement of Activities.

**Note 9** Special Events Support

Support received from special events consisted of:

	<u>2022</u>	<u>2021</u>
New York Dream and Promise Gala	605,487	686,114
Webathon	90,215	83,721
Children's Walks/Marathons	181,563	180,742
Other Events	<u>0</u>	<u>6,632</u>
Total Special Events Support	<u>877,265</u>	<u>957,209</u>

# CHILDREN'S BRAIN TUMOR FOUNDATION, INC.

## Notes to Financial Statements

December 31, 2022

(With Summarized Financial Information  
For the Year Ended December 31, 2021)

**Note 10**

**Operating Lease**

The Foundation leases office space under an operating lease which began on October 1, 2016 and required a security deposit of \$6,150. As of October 1, 2018, the monthly rent increased to \$4,350 per month less discounts. As of April 2021, the security deposit was increased to \$5,130 and the monthly rent decreased to \$3,420 per month less discounts. As of April 2022, the security deposit remained the same but the monthly rent increased to \$3,540 per month less discounts.

**Note 11**

**Subsequent Events**

The Foundation's management has evaluated subsequent events through November 3, 2023, the date at which the financial statements became available for issuance.



**BLOOM AND STREIT LLP**  
CERTIFIED PUBLIC ACCOUNTANTS

MARK COHEN, CPA  
WILLIAM J. RANK, CPA, CFP  
LORI B. LERMAN, CPA

**INDEPENDENT AUDITORS' REPORT  
ON SUPPLEMENTARY INFORMATION**

**To the Board of Trustees  
CHILDREN'S BRAIN TUMOR FOUNDATION, INC.**

We have audited the financial statement of Children's Brain Tumor Foundation, Inc. as of and for the year ended December 31, 2022 and have issued our report thereon dated November 3, 2023 which contained an unqualified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The schedule of revenues, expenses and fund balances - net assets with donor restrictions is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has not been subjected to the auditing procedures applied in our audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

*Bloom and Streit LLP*

**BLOOM AND STREIT LLP**  
Certified Public Accountants  
November 3, 2023



**CHILDREN'S BRAIN TUMOR FOUNDATION, INC.**

**Schedule of Revenues, Expenses and Fund Balances - Net Assets With Donor Restrictions**

**For the Year Ended December 31, 2022**

	<b>SCHOLARSHIP FUND (PROJECT)</b>	<b>LIMA FUND (RESEARCH)</b>	<b>PROMISES TO GIVE</b>	<b>TOTALS</b>
<b>Support</b>				
Contributions	4,320	0	1,509	5,829
<b>Total Support</b>	<u>4,320</u>	<u>0</u>	<u>1,509</u>	<u>5,829</u>
<b>Net Assets Released from Restriction</b>	<u>(11,000)</u>	<u>(50,000)</u>	<u>(2,122)</u>	<u>(63,122)</u>
<b>Change in Net Assets</b>	(6,680)	(50,000)	(613)	(57,293)
<b>Fund Balances - Beginning of Year</b>	<u>26,040</u>	<u>384,250</u>	<u>2,122</u>	<u>412,412</u>
<b>Fund Balances - End of Year</b>	<u><u>19,360</u></u>	<u><u>334,250</u></u>	<u><u>1,509</u></u>	<u><u>355,119</u></u>

*See auditors' report on supplementary information*