



Beyond Accounting

**Ticket to Dream Foundation
A Nonprofit Organization**

Financial Statements

March 31, 2026 and 2025

To the Board of Directors
Ticket to Dream Foundation
Roseville, California

Opinion

We have audited the financial statements of Ticket to Dream Foundation (a nonprofit organization), which comprise the statements of financial position as of March 31, 2026 and 2025, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years 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 Ticket to Dream Foundation as of March 31, 2026 and 2025, and the changes in net assets, its functional expenses, and 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 (GAAS). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audits of the Financial Statements* section of our report. We are required to be independent of Ticket to Dream Foundation 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 the 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 Ticket to Dream Foundation's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditors' Responsibilities for the Audits 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 Ticket to Dream Foundation'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 Ticket to Dream Foundation'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.

BFBA, LLP

Sacramento, California
September 9, 2026

Ticket to Dream Foundation
Statements of Financial Position
March 31, 2026 and 2025

Assets		
	<u>2026</u>	<u>2025</u>
Current assets		
Cash and cash equivalents	\$ 1,173,619	970,485
Investments	2,010,161	2,000,718
Accounts receivable	170,349	321,594
Prepaid expenses	15,237	23,771
Inventory	<u>1,142,941</u>	<u>67,641</u>
Total current assets	4,512,307	3,384,209
Property and equipment, net	40,653	23,203
Operating lease right-of-use assets, net	<u>37,583</u>	<u>61,228</u>
Total assets	<u>\$ 4,590,543</u>	<u>3,468,640</u>
Liabilities and Net Assets		
Current liabilities		
Accounts payable	\$ 32,417	24,914
Accrued liabilities	5,247	22,894
Deferred revenue	87,500	133,000
Operating lease liabilities, current portion	<u>25,141</u>	<u>23,258</u>
Total current liabilities	150,305	204,066
Operating lease liabilities, net of current portion	<u>13,211</u>	<u>38,352</u>
Total liabilities	<u>163,516</u>	<u>242,418</u>
Net assets		
Without donor restrictions	<u>4,427,027</u>	<u>3,226,222</u>
Total net assets	<u>4,427,027</u>	<u>3,226,222</u>
Total liabilities and net assets	<u>\$ 4,590,543</u>	<u>3,468,640</u>

Ticket to Dream Foundation
Statements of Activities and Changes in Net Assets
For the Years Ended March 31, 2026 and 2025

	2026	2025
Revenues and support		
Cash contributions	\$ 2,907,871	2,334,989
In-kind contributions	10,233,053	8,210,223
Events	529,688	591,372
Contributed services and advertising	1,416,706	1,933,681
Interest	120,771	132,587
Total revenues and support	<u>15,208,089</u>	<u>13,202,852</u>
Expenses		
Program services		
Essentials	12,190,747	12,333,457
Take Flight	323,046	242,152
Ally	153,599	236,140
Go Play!	288,531	333,850
Other	440,985	305,055
Total program services	<u>13,396,908</u>	<u>13,450,654</u>
Support services		
Administrative	436,188	464,333
Fundraising	174,188	151,672
Total support services	<u>610,376</u>	<u>616,005</u>
Total expenses	<u>14,007,284</u>	<u>14,066,659</u>
Increase (decrease) in net assets	1,200,805	(863,807)
Net assets, beginning of year	<u>3,226,222</u>	<u>4,090,029</u>
Net assets, end of year	<u><u>\$ 4,427,027</u></u>	<u><u>3,226,222</u></u>

Ticket to Dream Foundation
Statement of Functional Expenses
For the Year Ended March 31, 2026

	Program Services					Support Services		Total
	Essentials	Take Flight	Ally	Go Play!	Other	Administrative	Fundraising	
Cash distributions	\$ 265,000	68,000	152,500	172,585	192,400	-	-	850,485
In-kind distributions	9,851,017	244,019	-	98,121	85,450	-	-	10,278,607
Contributed advertising	1,388,871	-	-	-	-	-	-	1,388,871
Salaries, wages, payroll taxes, and benefits	410,561	4,660	1,099	17,792	76,113	209,282	132,907	852,414
Shipping	140,901	-	-	33	-	-	-	140,934
Rent	62,717	-	-	-	-	38,998	-	101,715
Events	-	-	-	-	75,823	2,237	-	78,060
Insurance	-	-	-	-	-	52,136	-	52,136
Software	3,080	-	-	-	-	18,328	25,135	46,543
Professional fees	-	-	-	-	-	29,720	-	29,720
Contributed services	21,103	-	-	-	6,732	-	-	27,835
Licenses and fees	-	-	-	-	76	13,228	-	13,304
Travel	-	-	-	-	-	6,033	158	6,191
Marketing	-	-	-	-	-	-	5,734	5,734
Credit card processing fees	-	-	-	-	4,391	-	1,136	5,527
Miscellaneous	47,497	6,367	-	-	-	66,226	9,118	129,208
	<u>\$ 12,190,747</u>	<u>323,046</u>	<u>153,599</u>	<u>288,531</u>	<u>440,985</u>	<u>436,188</u>	<u>174,188</u>	<u>14,007,284</u>

Ticket to Dream Foundation
Statement of Functional Expenses
For the Year Ended March 31, 2025

	Program Services					Support Services		Total
	Essentials	Take Flight	Ally	Go Play!	Other	Administrative	Fundraising	
Cash distributions	\$ 529,313	118,000	235,000	167,250	63,400	-	-	1,112,963
In-kind distributions	9,302,798	118,550	-	148,474	80,762	-	-	9,650,584
Contributed advertising	1,910,540	-	-	-	-	-	-	1,910,540
Salaries, wages, payroll taxes, and benefits	344,111	5,602	1,140	18,121	71,975	222,654	121,448	785,051
Shipping	125,574	-	-	5	-	-	-	125,579
Rent	62,568	-	-	-	-	37,797	-	100,365
Events	47	-	-	-	73,738	4,260	-	78,045
Insurance	-	-	-	-	-	56,021	-	56,021
Professional fees	-	-	-	-	-	48,895	-	48,895
Software	1,711	-	-	-	4,885	12,523	12,889	32,008
Contributed services	17,381	-	-	-	5,760	-	-	23,141
Licenses and fees	-	-	-	-	80	16,293	-	16,373
Marketing	245	-	-	-	-	1,889	7,500	9,634
Credit card processing fees	-	-	-	-	4,455	95	1,321	5,871
Travel	-	-	-	-	-	2,571	1,265	3,836
Miscellaneous	39,169	-	-	-	-	61,335	7,249	107,753
	<u>\$ 12,333,457</u>	<u>242,152</u>	<u>236,140</u>	<u>333,850</u>	<u>305,055</u>	<u>464,333</u>	<u>151,672</u>	<u>14,066,659</u>

Ticket to Dream Foundation
Statements of Cash Flows
For the Years Ended March 31, 2026 and 2025

	2026	2025
Cash flows from operating activities		
Increase (decrease) in net assets	\$ 1,200,805	(863,807)
Reconciliation of increase (decrease) in net assets		
Non-cash inventory contributions, net	(1,142,941)	673,176
Contributed property and equipment	(16,000)	-
Depreciation	5,247	2,982
Loss on disposal of property and equipment	1,949	-
Non-cash rent expense	387	99
Changes in operating assets and liabilities		
Accounts receivable	151,245	148,228
Prepaid expenses	8,534	(7,899)
Inventory	67,641	1,421
Operating lease right-of-use assets	23,258	23,290
Accounts payable	7,503	(10,617)
Accrued liabilities	(17,647)	(26,710)
Deferred revenue	(45,500)	(11,958)
Operating lease liabilities	(23,258)	(23,290)
Net cash provided by (used in) operating activities	221,223	(95,085)
Cash flows from investing activities		
Purchases of property and equipment	(8,996)	(7,495)
Proceeds from sale of property and equipment	350	-
Net change in investments	(9,443)	56,466
Net cash (used in) provided by investing activities	(18,089)	48,971
Net increase (decrease) in cash and cash equivalents	203,134	(46,114)
Cash and cash equivalents, beginning of year	970,485	1,016,599
Cash and cash equivalents, end of year	\$ 1,173,619	970,485

Ticket to Dream Foundation
Notes to the Financial Statements
March 31, 2026 and 2025

Note 1: Summary of Significant Accounting Policies

Organization and Operations

The Ticket to Dream Foundation (the Foundation) was organized in March 2008 as a nonprofit mutual benefit corporation under the laws of the State of California. The Foundation was created to make a positive impact on the lives of children in need. Through its various programs, the Foundation provides both physical products and cash contributions to nonprofit organizations throughout the United States to support charitable causes and nonprofits, with a particular emphasis on charities related to foster youth.

The principal programs of the Foundation comprise:

Essentials – The Essentials for Kids program collects, purchases, and distributes essential items like clothing, hygiene items, shoes, school supplies, and more to meet the everyday needs of foster youth. Cash support also funds the local purchase of specific essential needs and/or provides shopping experiences for children to shop for themselves.

Take Flight – The Take Flight program provides cash support to boost the reach of programming focused on improving graduation rates, and for youth aging out of care reducing homelessness, and/or increasing employment opportunities. Laptops are also provided to school-aged foster children to meet these same goals.

Go Play! – The Go Play! program provides cash support to fund extracurricular sports, clubs and camps, and the equipment needed to participate. Admission tickets to fun events like the fair, concerts, sporting events, shows, and more are also provided to foster youth to create childhood fun.

Ally – The Ally program provides targeted cash support and essentials to fill the unmet needs facing Black, Hispanic, and LGBTQ+ youth, while also helping recruit more foster/kinship parents, mentors, and adoptive parents from these populations.

Basis of Accounting and Presentation

The financial statements of the Foundation have been prepared on the accrual basis of accounting. Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) in its Accounting Standards Codification (ASC) 958, *Not-for-Profit Entities*. Under ASC 958, the Foundation is required to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions. As of March 31, 2026 and 2025, there were no net assets with donor restrictions.

Cash and Cash Equivalents

Cash and cash equivalents are considered to be all highly liquid investments with original maturities of three months or less, including money market mutual funds. Cash equivalents are stated at cost because that approximates market value.

Ticket to Dream Foundation
Notes to the Financial Statements
March 31, 2026 and 2025

Note 1: Summary of Significant Accounting Policies (Continued)

Investments

Investments consist of certificates of deposit (CD) and a Treasury bill (T-Bill), which earn interest of 3.58% and 3.68% per annum and mature in December 2026 and August 2026, respectively.

Accounts Receivable and the Allowance for Credit Losses

Management considers all accounts receivable to be fully collectible; accordingly, no allowance for credit losses was recorded as of March 31, 2026 and 2025. Balances that are still outstanding after management has used reasonable collection efforts are charged to operations when that determination is made.

Inventory

Inventory consists of clothing, laptops, and accessories that were collected through in-kind contributions or purchased with cash donations and have yet to be distributed to foster youth. Inventory is valued as discussed in “In-Kind Contributions” below.

Fair Value of Financial Instruments

Fair value is a market-based measurement, rather than an entity-specific measurement. The objective of a fair value measurement is to estimate the price at which an orderly transaction to sell an asset or transfer a liability would take place between market participants, under market conditions, as of a specific date.

For some assets and liabilities, observable market transactions or market information might be available, while such information may not be available for other assets and liabilities. FASB ASC 820-10, *Fair Value Measurements and Disclosures*, establishes a hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. FASB ASC 820-10 defines levels within the hierarchy based on the reliability of inputs as follows:

- Level 1 – Valuations based on unadjusted quoted prices for identical assets or liabilities in active markets.
- Level 2 – Valuations based on quoted prices for similar assets or liabilities or identical assets or liabilities in less active markets, such as dealer, or broker markets.
- Level 3 – Valuations derived from valuation techniques in which one or more significant inputs or significant value drivers are unobservable, such as pricing models, discounted cash flow models, and similar techniques not based on market, exchange, dealer or broker-traded transactions.

Ticket to Dream Foundation
Notes to the Financial Statements
March 31, 2026 and 2025

Note 1: Summary of Significant Accounting Policies (Continued)

Fair Value of Financial Instruments (Continued)

When a price for an identical asset or liability is not observable, a reporting entity measures fair value using another valuation technique that maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs. Because fair value is a market-based measurement, it is measured using the assumptions that a market participant would use when pricing the asset or liability, including assumptions about risk. As a result, a reporting entity's intention to hold an asset or to settle or otherwise fulfill a liability is not relevant when measuring fair value.

Certain financial instruments, including cash and cash equivalents, accounts receivable, prepaid expenses, and accounts payable, are carried at cost, which management believes approximates fair value based on the short-term nature of the instrument.

Property and Equipment

Property and equipment is stated at cost if purchased, or fair value if contributed, net of accumulated depreciation. The Foundation capitalizes all expenditures for property and equipment in excess of \$2,500. Depreciation is computed using the straight-line method over estimated useful lives of individual assets ranging from three to ten years. Normal repairs and maintenance are expensed as incurred, whereas significant improvements, which materially increase values or extend useful lives, are capitalized and depreciated over the remaining useful lives of the related assets. Any gain or loss on the sale or retirement of property and equipment is recognized in current operations.

Impairment of Long-Lived Assets

Long-lived assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. During the years ended March 31, 2026 and 2025, no impairment expense was recognized.

Revenue Recognition

Revenue is primarily derived from cash donations, in-kind contributions, contributed services and advertising, special events, and interest income. Revenue from exchange transactions is recognized in accordance with FASB ASC 606, *Revenue from Contracts with Customers*, which provides a five-step model for recognizing revenue from contracts with customers.

Ticket to Dream Foundation
Notes to the Financial Statements
March 31, 2026 and 2025

Note 1: Summary of Significant Accounting Policies (Continued)

Revenue Recognition (Continued)

In accordance with FASB ASC 606, the Foundation recognizes revenue from exchange transactions when it transfers promised products or services to customers in an amount that reflects the consideration to which the Foundation expects to be entitled in exchange for those products or services. The consideration received is generally based on the stand-alone fee for the products or services provided.

Revenues from special events and corporate sponsorship of the events are recognized during the period in which the related event occurs. All funds collected in advance are recorded as deferred revenue until earned. Contributed advertising revenues are recognized over the period in which the related event occurs.

In-Kind Contributions

Throughout the year, new and gently used non-cash items, such as clothing, laptops, school supplies, and toys, are donated from business partners and private parties for foster youth. Fair market value of these in-kind donations is determined based on average retail value of the items, whether they are new or used at the time they are received. In addition, in-kind contributions are received from the Foundation's business partners and supporters for golf tournament auctions. The value of the contributions is determined based on current retail value of the items at the time that they are received.

Contributed Services and Advertising

The Foundation's policy is to expense advertising costs as incurred. During the years ended March 31, 2026 and 2025, contributed advertising expenses were \$1,388,871 and \$1,910,540, respectively. During the years ended March 31, 2026 and 2025, contributed services were \$27,835 and \$23,141, respectively.

Income Taxes

The Foundation was organized as a California nonprofit organization and is exempt from income taxes in accordance with Section 501(c)(3) of the Internal Revenue Code (IRC). The Foundation has been classified as an organization other than a private foundation under IRC Section 509(a)(2) and qualifies for the charitable contribution deduction under Section 170(b)(1)(A). This allows for donations to the organization to be deductible as charitable contributions on the donors' income tax returns. However, income from certain activities not directly related to the organization's tax-exempt purpose is subject to taxation as unrelated business income. For the years ended March 31, 2026 and 2025, the Foundation did not have net unrelated business taxable income.

The Foundation's income tax returns are subject to audit by federal and California tax jurisdictions. There are no audits currently in progress. The Foundation is no longer subject to income tax audits for fiscal years before 2023 and 2022, for federal and California tax jurisdictions, respectively.

Ticket to Dream Foundation
Notes to the Financial Statements
March 31, 2026 and 2025

Note 1: Summary of Significant Accounting Policies (Continued)

Financial Restrictions and Availability

The Foundation is substantially supported by cash and in-kind contributions from private parties and various business partners. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the statement of financial position date. The Foundation has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

Financial assets available within one year of the statement of financial position to meet cash needs for general expenditures as of March 31, 2026 and 2025, were as follows:

	<u>2026</u>	<u>2025</u>
Cash and cash equivalents	\$ 1,173,619	970,485
Investments	2,010,161	2,000,718
Accounts receivable	<u>170,349</u>	<u>321,594</u>
Total	<u>\$ 3,354,129</u>	<u>3,292,797</u>

Program and Support Function Cost Allocation

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. Allocated expenses include salaries, wages, payroll taxes, benefits, and rent, which are allocated on the basis of estimates of time and effort.

Concentrations of Credit Risk

The Foundation maintains cash in demand deposit accounts with federally insured institutions. At times during the fiscal year, the balances in these accounts may exceed the federally insured limits. The Foundation has not experienced any losses on such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents.

The Foundation had amounts due from one donor that comprised 98% of the aggregate accounts receivable balance as of March 31, 2026.

Management's Estimates

In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management makes estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, as well as the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Ticket to Dream Foundation
Notes to the Financial Statements
March 31, 2026 and 2025

Note 1: Summary of Significant Accounting Policies (Continued)

Leases

The Foundation leases office and warehouse space. The Foundation determines if an arrangement is a lease at the inception of the agreement. Operating leases are included in operating lease right-of-use assets (ROU) and operating lease liabilities on the statements of financial position. The Foundation's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

ROU assets represent the Foundation's right to use an underlying asset for the lease term and lease liabilities represent the Foundation's obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at the commencement date based on the present value of lease payments over the lease term. The Foundation's leases do not provide an implicit rate, so the Foundation uses a discount rate based on the information available at the commencement date in determining the present value of lease payments. Lease terms may include options to extend or terminate the lease when it is reasonably certain that the Foundation will exercise those options. Lease expense for lease payments is recognized on a straight-line basis over the lease term.

The Foundation applies a portfolio approach to effectively account for the operating lease ROU assets and liabilities. As permitted under the standard, the Foundation has elected to forgo application for all lease agreements twelve months or less in duration.

Reclassification

Certain prior year balances have been reclassified to conform to current year presentation.

Subsequent Events

In preparing these financial statements, the Foundation has evaluated events and transactions for potential recognition or disclosure through September 9, 2026, the date these financial statements were available to be issued. As of such date, management was not aware of any subsequent events requiring additional accrual or disclosure in these financial statements.

Ticket to Dream Foundation
Notes to the Financial Statements
March 31, 2026 and 2025

Note 2: Property and Equipment

Major classifications of property and equipment as of March 31, 2026 and 2025, were as follows:

	<u>2026</u>	<u>2025</u>
Warehouse equipment	\$ 28,545	12,545
Furniture and fixtures	11,085	12,055
Computers and software	<u>10,095</u>	<u>4,204</u>
Total property and equipment	49,725	28,804
Less: Accumulated depreciation	<u>(9,072)</u>	<u>(5,601)</u>
Property and equipment, net	<u>\$ 40,653</u>	<u>23,203</u>

Depreciation expense for the years ended March 31, 2026 and 2025, was \$5,247 and \$2,982, respectively.

Note 3: Leases

The Foundation maintains operating leases for office and warehouse space. As of March 31, 2026 the leases have a weighted-average remaining lease term of one and a half years, with a weighted-average discount rate of 4.62%. As of March 31, 2025, the leases have a weighted-average remaining lease term of two and a half years, with a weighted-average discount rate of 4.62%. Rent expense under these operating leases for the years ended March 31, 2026 and 2025, was \$32,511 and \$31,161, respectively.

Future minimum payments under noncancellable leases were as follows:

	<u>2026</u>	<u>2025</u>
<u>For the years ending March 31,</u>		
2026	\$ -	25,621
2027	26,389	26,389
2028	<u>13,390</u>	<u>13,390</u>
Total future minimum lease payments	39,779	65,400
Less: Imputed interest	<u>(1,427)</u>	<u>(3,790)</u>
Total operating lease liabilities	38,352	61,610
Less: Operating lease liabilities, current portion	<u>(25,141)</u>	<u>(23,258)</u>
Operating lease liabilities, net of current portion	<u>\$ 13,211</u>	<u>38,352</u>

Ticket to Dream Foundation
Notes to the Financial Statements
March 31, 2026 and 2025

Note 3: Leases (Continued)

The Foundation leases certain office and warehouse space from a related party on a month-to-month basis. As permitted under ASC 842, the Foundation is using the legally enforceable term of the contract without respect to the likelihood of renewal or extension to account for the lease. Under the agreement, the Foundation recognized lease expense of \$69,204 for the years ended March 31, 2026 and 2025, respectively, which was included in the accompanying statement of activities and changes in net assets.

Note 4: Retirement Plans

The Foundation sponsors a 401(k) plan covering all employees who have completed at least three months of continuous service. The Foundation's safe harbor matching contributions immediately vest and are equal to 100% of employee's contribution up to 3% then 50% of employee's contribution for the next 2%. During the years ended March 31, 2026 and 2025, Foundation contributions of \$27,994 and \$24,035, respectively, were made to the plan, which were included in the accompanying statements of activities and changes in net assets.

Note 5: Related Party Transactions

Some officers and directors of the Foundation are also employees or officers of Bunker Wilson, LLC. As a result, Bunker Wilson, LLC is a related party to the Foundation.

Note 6: Functional Allocation of Expenses

The Foundation allocates its expenses on a functional basis between its program and support services. Expenses that can be identified with a specific program and support service are allocated directly according to their natural classification. Any expenses that are common to several functions are allocated among the programs and support services benefited. For the years ended March 31, 2026 and 2025, these expenses were approximately 96% and 96%, respectively, for program services and 4% and 4%, respectively, for support services.

Note 7: Contingencies

The Foundation is subject to various claims that arise in the normal course of business. There are no filed or threatened claims against the Foundation as of March 31, 2026.