

**DEBBIE'S DREAM FOUNDATION, INC.**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED  
DECEMBER 31, 2024**

**With Summarized  
Comparative Information  
for the Year Ended December 31, 2023**

**DEBBIE’S DREAM FOUNDATION, INC.**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED  
DECEMBER 31, 2024**

**With Summarized  
Comparative Information  
for the Year Ended December 31, 2023**

**CONTENTS**

INDEPENDENT AUDITOR’S REPORT .....	1-2
FINANCIAL STATEMENTS	
Statement of Financial Position .....	3
Statement of Activities .....	4
Statement of Functional Expenses .....	5
Statement of Cash Flows.....	6
Notes to the Financial Statements .....	7-15



## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
Debbie's Dream Foundation, Inc.

### Opinion

We have audited the accompanying financial statements of Debbie's Dream Foundation, 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 Debbie's Dream Foundation, Inc. as of December 31, 2024, and the changes in net assets and its cash flows for the year then ended in accordance 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 Debbie's Dream Foundation, Inc. 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.

### 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 Debbie's Dream 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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

## **Auditor's Responsibilities for the Audit of the Financial Statements (Continued)**

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 Debbie's Dream 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 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 Debbie's Dream 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.

### **Report on Summarized Comparative Information**

We have previously audited Debbie's Dream Foundation, Inc.'s 2023 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 21, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Bellows Associates P.A.*

Bellows Associates, P.A.  
Coral Springs, Florida  
May 14, 2025

**DEBBIE'S DREAM FOUNDATION, INC.**  
**STATEMENT OF FINANCIAL POSITION**  
**DECEMBER 31, 2024**

**With summarized comparative totals as of December 31, 2023**

	<b><u>ASSETS</u></b>	
	<b><u>2024</u></b>	<b><u>2023</u></b>
Current Assets		
Cash	\$ 385,792	\$ 1,248,939
Contracts receivable	213	215
Prepaid expenses	132,135	63,567
Investments	2,182,703	1,551,107
In-kind assets	36,002	36,002
Total Current Assets	<u>2,736,845</u>	<u>2,899,830</u>
Property and Equipment		
Furniture and equipment	-	1,337
Accumulated depreciation	-	(758)
Property and Equipment, net	<u>-</u>	<u>579</u>
Total Assets	<u><u>\$ 2,736,845</u></u>	<u><u>\$ 2,900,409</u></u>
<b><u>LIABILITIES AND NET ASSETS</u></b>		
Current Liabilities		
Accounts payable	\$ 36,671	\$ 30,724
Grants payable	308,960	283,960
Accrued wages	45,798	33,731
Accrued payroll taxes payable	4,416	3,001
Deferred revenue	116,458	401,822
Agency payable	20,977	24,513
Total Current Liabilities	<u>533,280</u>	<u>777,751</u>
Long-Term Liabilities		
Grants payable	-	183,960
Total Long-Term Liabilities	<u>-</u>	<u>183,960</u>
Total Liabilities	<u>533,280</u>	<u>961,711</u>
Net Assets		
Net assets without donor restrictions	2,203,565	1,938,698
Net assets with donor restrictions	-	-
Total Net Assets	<u>2,203,565</u>	<u>1,938,698</u>
Total Liabilities and Net Assets	<u><u>\$ 2,736,845</u></u>	<u><u>\$ 2,900,409</u></u>

See accompanying notes to the financial statements

**DEBBIE'S DREAM FOUNDATION, INC.**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**  
**With summarized comparative totals for the year ended December 31, 2023**

	<u>Without Donor Restrictions</u>	<u>Total 2024</u>	<u>Total 2023</u>
Revenue from Contracts			
Sponsorships	\$ 1,519,798	\$ 1,519,798	\$ 1,415,819
Events	15,892	15,892	17,299
Total Revenue from Contracts	<u>1,535,690</u>	<u>1,535,690</u>	<u>1,433,118</u>
Contributions			
Contributions and donations	127,807	127,807	122,831
In-kind contributions	-	-	25
Total Contributions	<u>127,807</u>	<u>127,807</u>	<u>122,856</u>
Interest income	-	-	5,683
Dividends	106,690	106,690	51,107
Merchandise sales	1,905	1,905	768
Other income	<u>6,921</u>	<u>6,921</u>	<u>-</u>
Total Revenues	<u>1,779,013</u>	<u>1,779,013</u>	<u>1,613,532</u>
Expenses			
Program services	1,283,134	1,283,134	1,520,881
Management and general	175,455	175,455	160,433
Fundraising	<u>55,557</u>	<u>55,557</u>	<u>102,390</u>
Total Expenses	<u>1,514,146</u>	<u>1,514,146</u>	<u>1,783,704</u>
Changes in Net Assets	264,867	264,867	(170,172)
Net Assets at Beginning of Year	<u>1,938,698</u>	<u>1,938,698</u>	<u>2,108,870</u>
Net Assets at End of Year	<u><u>\$ 2,203,565</u></u>	<u><u>\$ 2,203,565</u></u>	<u><u>\$ 1,938,698</u></u>

See accompanying notes to the financial statements

**DEBBIE'S DREAM FOUNDATION, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**  
**With summarized comparative totals for the year ended December 31, 2023**

	Program Services				Supporting Services		Totals	
	Research	PREP	Advocacy	Total	Management and General	Fundraising	2024	2023
Employee benefits	\$ -	\$ -	\$ -	\$ -	\$ 13,230	\$ -	\$ 13,230	\$ 10,206
Events	-	147,996	172,359	320,355	15	-	320,370	269,954
Fees	-	142	-	142	6,554	2,869	9,565	10,123
Grant funding	249,669	-	-	249,669	-	-	249,669	713,880
Insurance	-	-	-	-	4,029	-	4,029	4,674
Occupancy	-	-	-	-	8,585	-	8,585	6,631
Office expenses	-	28,762	10,110	38,872	29,419	2,132	70,423	121,445
Payroll taxes	-	5,664	-	5,664	25,790	-	31,454	24,452
Printing and reproduction	-	4,197	3,406	7,603	2,305	-	9,908	16,612
Professional fees	-	28,929	71,155	100,084	42,782	14,042	156,908	138,028
Promotion	-	17,184	2,127	19,311	7,504	479	27,294	21,031
Salaries	-	328,723	-	328,723	33,060	35,850	397,633	313,799
Travel	-	126,658	63,158	189,816	1,603	185	191,604	132,101
Miscellaneous	-	600	-	600	-	-	600	500
Depreciation	-	-	-	-	579	-	579	268
International expansion	-	22,295	-	22,295	-	-	22,295	-
Total Expenses	<u>\$ 249,669</u>	<u>\$ 711,150</u>	<u>\$ 322,315</u>	<u>\$ 1,283,134</u>	<u>\$ 175,455</u>	<u>\$ 55,557</u>	<u>\$ 1,514,146</u>	<u>\$ 1,783,704</u>

See accompanying notes to the financial statements

**DEBBIE'S DREAM FOUNDATION, INC.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**  
**With summarized comparative totals for the year ended December 31, 2023**

	<u>2024</u>	<u>2023</u>
Cash Flows From Operating Activities		
Changes in net assets	\$ 264,867	\$ (170,172)
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities		
Depreciation	579	268
In-kind assets	-	3,800
Increase or decrease in:		
Contracts receivable	2	1,407
Prepaid expenses	(68,568)	(37,111)
Accounts payable	5,947	20,357
Grants payable	(158,960)	137,920
Accrued wages	12,067	3,553
Accrued payroll taxes payable	1,415	(1,261)
Deferred revenue	(285,364)	(248,355)
Agency payable	(3,536)	(2,235)
Net Cash (Used In) Operating Activities	<u>(231,551)</u>	<u>(291,829)</u>
Cash Flows From Investing Activities		
Purchase of investments	<u>(631,596)</u>	<u>(1,551,107)</u>
Net Cash (Used In) Investing Activities	<u>(631,596)</u>	<u>(1,551,107)</u>
Net Decrease in Cash	(863,147)	(1,842,936)
Cash, Beginning of Year	<u>1,248,939</u>	<u>3,091,875</u>
Cash, End of Year	<u><u>\$ 385,792</u></u>	<u><u>\$ 1,248,939</u></u>

See accompanying notes to the financial statements



**DEBBIE'S DREAM FOUNDATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**  
**With summarized comparative totals for the year ended December 31, 2023**

**NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Organization

Debbie's Dream Foundation, Inc. (the Organization) was organized as a Florida non-profit corporation on April 21, 2009. The Organization is dedicated to raising awareness about stomach cancer, advancing funding for research, and providing education and support internationally to patients, families, and caregivers. The Organization seeks as its ultimate goal to make the cure for stomach cancer a reality.

*Research*

The Organization strives to increase the treatment options available for stomach cancer patients by directly funding stomach cancer research. By offering grants for basic, translational and clinical research in stomach cancer to scientists and clinicians at various career levels. The Organization is in the fight against the disease by advancing the field to make progress toward the goal of increasing survival.

*Patient Resource Education Program (PREP)*

The Organization offers many stomach cancer support services. The free PREP helps patients understand their diagnosis, staging, treatment options, clinical trials, research, management of the disease, and more. PREP connects patients with vital information from the world's leading stomach cancer doctors to receive the best care available. Upon receiving a stomach cancer diagnosis, patients, families, and caregivers should request a Mentor. Mentors share their stories, tips, advice, and concerns with each other to ensure patients are not alone in their fight. Since the program was established in 2010, the PREP program has helped approximately 1,725 patients and their family members across a multitude of countries worldwide.

*Advocacy*

Advocates and supporters from across the nation travel to Capitol Hill to ask Congress to invest more federal resources in gastric cancer research, and, to again, include stomach cancer as one of the cancers under the Peer Reviewed Cancer Research Program (PRCRP). Inclusion of stomach cancer in the PRCRP is a significant milestone that that the Organization accomplished through its advocacy efforts in 2014.

Basis of Presentation

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP). The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

**DEBBIE'S DREAM FOUNDATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**  
**With summarized comparative totals for the year ended December 31, 2023**

**NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**(CONTINUED)**

Basis of Presentation (Continued)

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended in accordance with the allowable objectives of the Organization.

Net assets with donor restrictions: Net assets subject to stipulations by donors and grantors. Some restrictions are temporary in nature and will be met by actions of the Organization or by the passage of time. Other restrictions are perpetual in nature, and funds must be maintained in perpetuity.

None of the Organization's net assets are subject to donor-imposed restrictions and are therefore accounted for as net assets without donor restrictions.

Investment Valuation

Investments are stated at fair value. Fair value of a financial instrument is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, see Note 5.

Comparative Summarized Information

The accompanying financial statements include certain prior year summarized comparative information in total but not by net asset or functional class. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2023, from which the summarized information was derived.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents. As of December 31, 2024 and 2023, there are no cash equivalents.

**DEBBIE'S DREAM FOUNDATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**  
**With summarized comparative totals for the year ended December 31, 2023**

**NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**(CONTINUED)**

Contracts Receivable

Contracts receivable consist primarily of event sponsorships and tickets. Management periodically reviews the contract and other receivable balances and provides an allowance for accounts which may be uncollectible. The amount is determined based upon historical experiences, economic conditions, and a review of subsequent collections. Contracts receivable are considered past due when the payment has not been made by the established due date. Contracts receivable are charged off against the allowance when management believes the collectability is confirmed. As of December 31, 2024 and 2023, management considers the accounts receivable to be fully collectible and no allowance for credit losses has been established.

Contributions Receivable

Unconditional promises to give that are expected to be collected within one year are recorded as contributions receivable. Management periodically reviews the contributions receivable balance and provides an allowance for amounts which may be uncollectible, and follows the same policy described for contracts receivable.

Revenue Recognition

*Sponsorships*

The Organization holds various educational programs geared to providing useful information to those diagnosed with stomach cancer. These events range from webinars, symposia, and classes/demonstrations. The Organization receives funds from other organizations, particularly in the pharmaceutical industry to hold the events. The Organization also holds fundraising events. Individuals and organizations are able to sponsor these events. The donating organizations and individuals receive marketing and advertising in exchange for their consideration provided. The Organization receives the consideration months prior to the event. The revenue from the consideration received is deferred until the event has taken place at which point it is then recognized as earned.

*Events*

The Organization holds fundraising events where individuals and organizations may purchase tickets. Tickets may be purchased in advance or on the day of the event. The Organization defers recognition of revenue from consideration received until the event has taken place. The Organization provides commensurate value to consideration received from individuals and organizations purchasing tickets through event offerings (food, beverage, venue, entertainment, etc.). Refunds are allowable if it meets the criteria of the Organization's guidelines.

**DEBBIE'S DREAM FOUNDATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**  
**With summarized comparative totals for the year ended December 31, 2023**

**NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**(CONTINUED)**

Revenue Recognition (Continued)

*Contributions*

Contributions, including unconditional promises to give, are recognized as revenues at fair value in the period when the conditions on which they depend are substantially met. Conditional promises to give are not recognized until they become unconditional; that is, when the conditions on which they depend are substantially met. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of restrictions. When a restriction expires, 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.

*In-kind Contributions*

Noncash donations are recorded at their estimated fair value at the date of donation. These noncash donations include items to be used at auctions and donated items to hold events.

Donated services are recognized as in-kind contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization.

The Organization utilizes volunteers to assist with the events held during the year. For the years ended December 31, 2024 and 2023, the number of volunteers utilized was approximately 200 for each year, respectively.

For the years ended December 31, 2024 and 2023, in-kind contributions totaled \$0 and \$25, respectively.

*Deferred Revenue*

Cash received from the sale of tickets prior to the year in which the event will occur is recorded as deferred revenue as of December 31, 2024 and 2023. Additionally, due to the nature of the sponsorship funds, amounts received are recorded as deferred revenue until the sponsoring organization receives substantial benefit in return for the resources contributed. As of December 31, 2024 and 2023, deferred revenue consists of the following:

	<b>2024</b>	<b>2023</b>
Sponsorships	\$ 116,458	\$ 400,000
Events	-	1,822
Total	<u>\$116,458</u>	<u>\$401,822</u>

**DEBBIE'S DREAM FOUNDATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

**With summarized comparative totals for the year ended December 31, 2023**

**NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**(CONTINUED)**

Property and Equipment

Property and equipment are recorded at cost. Acquisitions that exceed \$1,000 are capitalized while replacements, maintenance, and repairs which do not improve or extend the lives of the respective assets are expensed. Depreciation of property and equipment is provided using the straight-line method over the estimated useful lives of the assets, as follows:

	<u>Years</u>
Furniture and equipment	5

For the years ended December 31, 2024 and 2023, depreciation expense was \$579 and \$268. respectively.

Functional Expenses

Expenditures incurred in connection with the Organization's operations have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. The costs of providing the programs, fundraising, and management and general expenses have been allocated based on average time spent in each area by employees. Expenses not directly connected to a program or fundraising were charged to management and general expenses.

Income Tax Status

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code and has been classified as a public charity. Income from certain activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated business income. The Organization believes it has appropriate support for any tax positions taken, and such, does not have any uncertain tax positions that are material to the financial statements. The Organization is annually required to file a Return of Organization Exempt from Income Tax (Form 990).

Date of Management's Review

Management has evaluated subsequent events through May 14, 2025, which is the date the financial statements were available to be issued.

**DEBBIE'S DREAM FOUNDATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**  
**With summarized comparative totals for the year ended December 31, 2023**

**NOTE 2 – RELATED PARTY AND AFFILIATE TRANSACTIONS**

The board of directors, or other closely affiliated entities and individuals, contribute to the Organization. For the years ended December 31, 2024 and 2023, contributions from the president totaled \$0 and \$50, respectively.

On May 1, 2024, the Organization entered into an affiliation agreement with Kibounokai granting the use of a limited trademark and trade name license of the Organization. For the years ended December 31, 2024 and 2023, the Organization provided financial support to Kibounokai totaling \$20,708 and \$0, respectively.

**NOTE 3 – LIQUIDITY AND AVAILABILITY OF ORGANIZATION FUNDS**

The Organization has \$386,005 and \$1,249,154 of financial assets available within one year of December 31, 2024 and 2023, respectively, to meet cash needs for general operating purposes, consisting of cash of \$385,792 and \$1,248,939, and contracts receivable of \$213 and \$215, respectively. None of these amounts are subject to donor or contractual restrictions that make them unavailable for general expenditure within one year of December 31, 2024 and 2023.

As part of the Organization's liquidity management, the Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

**NOTE 4 – COMMITMENTS**

**Grants**

On October 22, 2022, the Organization entered into an agreement with the American Association of Cancer Research (AACR) to provide grants to recipients for \$220,000. The AACR selects and awards the grant to the recipients on behalf of the Organization. The Organization will make payments to AACR over a two-year period to pay for the grants provided to the recipients. On November 16, 2023, the Organization entered into an agreement with the Memorial Sloan Kettering Cancer Center (MSKCC) to provide funding for a research position in the amount of \$551,880. The Organization will make payments to MSKCC over a two-year period. On December 24, 2024, the Organization entered into an agreement with the Massachusetts General Hospital (Mass General) to provide funding for a research project in the amount of \$250,000. The Organization will make two equal payments to Mass General over the 2024 and 2025 fiscal years. As of December 31, 2024 and 2023, the total amount owed was \$308,960 and \$467,920, respectively. For the years ended December 31, 2024 and 2023, grant funding expense was \$249,669 and \$713,880 for each year, respectively.

**DEBBIE'S DREAM FOUNDATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**  
**With summarized comparative totals for the year ended December 31, 2023**

**NOTE 4 – COMMITMENTS (CONTINUED)**

Amounts payable on these grants in each of the next five years and thereafter are as follows:

<u>Year Ending December 31,</u>	
2025	\$ 308,960
2026	-
2027	-
2028	-
2029	-
Thereafter	-
Total	<u>\$ 308,960</u>

**NOTE 5 – FAIR VALUE MEASUREMENTS**

Accounting standards provide a framework for measuring fair value based on a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value, as shown in the table below.

Level 1	Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.
Level 2	Inputs to the valuation methodology include: <ul style="list-style-type: none"> <li>• Quoted prices for similar assets or liabilities in active markets;</li> <li>• Quoted prices for identical or similar assets or liabilities in active markets;</li> <li>• Inputs other than quoted prices that are observable for the asset or liability; and</li> <li>• Inputs that are derived principally from or corroborated by observable market data by correlation or other means.</li> </ul> If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.
Level 3	Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Assets and liabilities are classified in their entirety on the lowest level of input that is significant to the fair value measurement. Changes in valuation techniques may result in transfers in or out of an investment's assigned level within the hierarchy.

**DEBBIE'S DREAM FOUNDATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**  
**With summarized comparative totals for the year ended December 31, 2023**

**NOTE 5 – FAIR VALUE MEASUREMENTS (CONTINUED)**

**Asset Valuation Techniques**

Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. The following is a description of the valuation methodologies used for assets at fair value.

- *Registered investment companies* - mutual funds: Valued at the daily closing price as reported by the fund. These funds are required to publish their daily net asset value (NAV) and to transact at that price.

There have been no changes in the methodologies used as of December 31, 2024 and 2023.

The following table set forth by level within the fair value hierarchy a summary of the Organization's investments measured at fair value on a recurring basis as of December 31, 2024 and 2023:

**Fair Value Measurements as of December 31, 2024**

	<b>Quoted Prices In Active Markets for Identical Assets (Level 1)</b>	<b>Significant Other Observable Inputs (Level 2)</b>	<b>Significant Unobservable Inputs (Level 3)</b>	<b>Total</b>
Registered investment companies - mutual funds	\$ 2,182,703	\$ -	\$ -	\$ 2,182,703
Total	<u>\$ 2,182,703</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,182,703</u>

**Fair Value Measurements as of December 31, 2023**

	<b>Quoted Prices In Active Markets for Identical Assets (Level 1)</b>	<b>Significant Other Observable Inputs (Level 2)</b>	<b>Significant Unobservable Inputs (Level 3)</b>	<b>Total</b>
Registered investment companies - mutual funds	\$ 1,551,107	\$ -	\$ -	\$ 1,551,107
Total	<u>\$ 1,551,107</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,551,107</u>



**DEBBIE'S DREAM FOUNDATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**  
**With summarized comparative totals for the year ended December 31, 2023**

**NOTE 5 – FAIR VALUE MEASUREMENTS (CONTINUED)**

The Organization's policy is to recognize all transfers between levels at the beginning of the reporting period. For the year ended December 31, 2024, there were no significant transfers in or out of Level 1, 2 or 3.

**NOTE 6 – EMPLOYEE BENEFITS – RETIREMENT PLAN**

The Organization offers a retirement plan for all employees. The Organization will match up to 3% of the employee's contribution to the plan. For the years ended December 31, 2024 and 2023, the Organization contributed \$13,230 and \$10,206 to the retirement plan, respectively.

**NOTE 7 – CURRENT VULNERABILITY DUE TO CERTAIN CONCENTRATIONS**

Concentration of Credit and Market Risk

The Organization maintains its cash balances in several financial institutions. The account balances at each financial institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. As of December 31, 2024 and 2023, the Organization's cash balances exceeded the FDIC insured limits by \$10,950 and \$838,007, respectively. Investment balances are protected by the Securities Investor Protection Corporation up to \$500,000, which includes a \$250,000 limit for cash balances. As of December 31, 2024 and 2023, the uninsured investments balances totaled \$2,032,797 and \$1,301,107, respectively. The Organization has not experienced any loss in such accounts and believe it is not exposed to any significant credit risk on its cash balance.

Concentration of Revenue Source

The Organization's primary source of revenue is derived from various individuals and corporations in the form of donations, sponsorships, and grants. The level of revenue received is subject to changes in the economic environment for these individuals and corporations.