

**THE ANNA SCHINDLER
FOUNDATION, INC
(A Nonprofit Foundation)**

COMPILED FINANCIAL STATEMENTS

FOR THE YEAR ENDED
December 31, 2023 and 2022

Prepared by

ALPINE SUMMIT CPAs

TAX, ASSURANCE, ACCOUNTING, ADVISORY

THE ANNA SCHINDLER FOUNDATION, INC.

(A Nonprofit Foundation)

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The Anna Schindler Foundation, Inc.
(A Nonprofit Foundation)
Statements of Financial Position
December 31, 2023 and 2022

	2023	2022
A S S E T S		
CURRENT ASSETS		
Cash and cash equivalents	\$ 633,612	\$ 385,628
Prepaid expenses	2,330	4,715
Total current assets	635,942	390,343
PROPERTY & EQUIPMENT		
Land	105,425	105,425
Land improvements	99,033	99,033
Anna's Homes	732,751	732,751
Anna's Homes furnishings	99,613	99,613
Office equipment	6,042	6,042
Less: accumulated depreciation	(181,948)	(146,388)
Total property & equipment	860,916	896,476
OTHER ASSETS		
Loan fees	5,506	5,506
Accumulated amortization	(1,835)	(367)
Total other assets	3,671	5,139
TOTAL ASSETS	\$ 1,500,529	\$ 1,291,958
L I A B I L I T I E S & N E T A S S E T S		
CURRENT LIABILITIES		
Compensated absences	\$ 3,373	\$ 1,698
Credit cards payable	350	184
Deferred Income - Special Events	5,195	-
Total current liabilities	8,918	1,882
LONG TERM LIABILITIES		
Notes payable (net of current portion)	-	-
Total long term liabilities	-	-
Total liabilities	8,918	1,882
NET ASSETS		
Without donor restrictions	1,491,611	1,245,414
With donor restrictions	-	44,662
Total net assets	1,491,611	1,290,076
TOTAL LIABILITIES & NET ASSETS	\$ 1,500,529	\$ 1,291,958

The Anna Schindler Foundation, Inc.
(A Nonprofit Foundation)
Statements of Activities
Years Ended December 31, 2023 and 2022

	2023		
	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES AND SUPPORT			
Contributions	\$ 214,742	\$ -	\$ 214,742
Grants	-	-	-
Fundraising	440,127	-	440,127
Program income	-	-	-
In-Kind contributions	39,261	-	39,261
Net assets released from restriction	44,662	(44,662)	-
Total revenue and support	<u>738,792</u>	<u>(44,662)</u>	<u>694,130</u>
EXPENSES			
Program services	220,159	-	220,159
Management & general	59,321	-	59,321
Fundraising	221,606	-	221,606
Total Expenses	<u>501,086</u>	<u>-</u>	<u>501,086</u>
CHANGE IN NET ASSETS FROM OPERATING ACTIVITIES	237,706	(44,662)	193,044
NONOPERATING ACTIVITIES			
Investment income	8,491	-	8,491
CHANGE IN NET ASSETS	246,197	(44,662)	201,535
NET ASSETS, beginning of year	1,245,414	44,662	1,290,076
NET ASSETS, end of year	<u>\$ 1,491,611</u>	<u>\$ -</u>	<u>\$ 1,491,611</u>

The Anna Schindler Foundation, Inc.
(A Nonprofit Foundation)
Statements of Activities
Years Ended December 31, 2023 and 2022

2022		
Without Donor Restrictions	With Donor Restrictions	Total
\$ 157,176	\$ 15,000	\$ 172,176
16,250	59,550	75,800
327,646	-	327,646
7,455	-	7,455
53,065	-	53,065
29,888	(29,888)	-
591,480	44,662	636,142
251,925	-	251,925
65,453	-	65,453
167,358	-	167,358
484,736	-	484,736
106,744	44,662	151,406
747	-	747
107,491	44,662	152,153
1,137,923	-	1,137,923
\$ 1,245,414	\$ 44,662	\$ 1,290,076

The Anna Schindler Foundation, Inc.
(A Nonprofit Foundation)
Statements of Functional Expenses
Years Ended December 31, 2023 and 2022

	2023			Total
	<u>Supporting Services</u>			
	Program Services	Management and General	Fund- Raising	
Direct family support	\$ 126,909	\$ -	\$ -	\$ 126,909
Anna's homes expenses	35,676	-	-	35,676
Advertising	-	80	-	80
Amortization	-	1,468	-	1,468
Anna's homes gala dinner	-	-	70,090	70,090
Bank fees	-	81	-	81
Board of director expenses	-	1,321	-	1,321
Contract services	-	1,577	-	1,577
Donor development	-	3,259	-	3,259
Depreciation	35,561	-	-	35,561
Golf tournament	-	-	39,576	39,576
In-kind expenses	-	-	39,261	39,261
Insurance	-	5,828	-	5,828
Interest	-	-	-	-
Ironman	-	-	84	84
Meeting expenses	-	342	-	342
Mileage reimbursement	3,295	-	-	3,295
Other	-	474	-	474
Payroll expenses	18,149	30,949	72,595	121,693
Postage and mailing	-	1,204	-	1,204
Printing	-	3,292	-	3,292
Professional fees	-	2,205	-	2,205
Property taxes	569	-	-	569
Supplies	-	5,999	-	5,999
Telephone	-	929	-	929
Website expenses	-	313	-	313
Totals	<u>\$ 220,159</u>	<u>\$ 59,321</u>	<u>\$ 221,606</u>	<u>\$ 501,086</u>

The Anna Schindler Foundation, Inc.
(A Nonprofit Foundation)
Statements of Functional Expenses
Years Ended December 31, 2023 and 2022

Program Services	2022			Total
	<u>Supporting Services</u>			
	Management and General	Fund- Raising		
\$ 164,589	\$ -	\$ -		\$ 164,589
29,351	-	-		29,351
-	480	-		480
-	367	-		367
-	-	11,427		11,427
-	104	-		104
-	1,689	-		1,689
-	1,121	-		1,121
-	5,369	-		5,369
35,601	-	-		35,601
-	-	44,945		44,945
-	-	22,451		22,451
-	906	-		906
-	-	-		-
-	-	1,459		1,459
-	9	-		9
-	-	-		-
-	3,952	-		3,952
21,769	37,132	87,076		145,977
-	1,167	-		1,167
-	2,680	-		2,680
-	2,111	-		2,111
615	-	-		615
-	7,235	-		7,235
-	863	-		863
-	268	-		268
<u>\$ 251,925</u>	<u>\$ 65,453</u>	<u>\$ 167,358</u>		<u>\$ 484,736</u>

The Anna Schindler Foundation, Inc.
(A Nonprofit Foundation)
Statements of Cash Flows
Years Ended December 31, 2023 and 2022

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 193,044	\$ 151,406
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:		
Depreciation	35,560	35,601
Amortization	1,468	367
Donated capital assets	-	(20,451)
Changes in operating assets liabilities		
(Increase) decrease in prepaid expenses	2,385	(1,000)
(Decrease) increase in compensated absences	1,675	(270)
(Decrease) increase in credit card liabilities	166	184
(Decrease) increase in deferred revenue	5,195	-
Net cash provided (used) by operating activities	239,493	165,837
CASH FLOWS FROM INVESTING ACTIVITIES:		
Investment income	8,491	747
Net cash provided (used) by investing activities	8,491	747
CASH FLOWS FROM FINANCING ACTIVITIES:		
Loan fees	-	(5,506)
Net cash provided (used) by financing activities	-	(5,506)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	247,984	150,915
CASH AND CASH EQUIVALENTS, beginning of year	385,628	234,713
CASH AND CASH EQUIVALENTS, end of year	\$ 633,612	\$ 385,628
Interest paid	\$ -	\$ -

Non-cash Activities

The Foundation received non-cash donations for their 2023 golf tournament fundraiser in the amount of \$39,261

The Foundation received non-cash donations in 2022 of capital assets in the amount of \$30,614

The Foundation received non-cash donations for their 2022 golf tournament fundraiser in the amount of \$20,451

The Anna Schindler Foundation, Inc.
(A Nonprofit Foundation)
Notes to Financial Statements
December 31, 2023 and 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Foundation and Nature of Activities

The Anna Schindler Foundation, Inc. (the “Foundation”) was incorporated on January 31, 2011, as an Idaho non-profit corporation created for the purpose of supporting families fighting childhood cancer in the Inland Northwest and to raise money for research and awareness of cancer.

The Foundation is a nonprofit Foundation as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal and state income taxes.

Basis of Accounting

The accompanying financial statements are presented in accordance with standards for not-for-profit Foundations adopted by the Financial Accounting Standards Board. They are presented on the accrual basis of accounting, whereby, revenue is recognized when earned and expenses are recognized when incurred.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958-205, Not-For-Profit Entities – Presentation of Financial Statements. Under FASB ASC 958-205, the Foundation is required to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

Without donor restrictions:

Net assets are not subject to donor-imposed restrictions. All revenues, expenses, gains, and losses that are not changes in “with donor restrictions” are considered to be without donor restrictions.

With donor restrictions:

Net assets are subject to donor-imposed restrictions that maintained by the Foundation. Generally, the donors of these assets permit the Foundation to use all or part of the income earned on related investments for general or specific purposes. This includes gifts as well as income, net gains, and losses accruing on those gifts, whose use by the Foundation is subject to donor-imposed stipulations. This also includes gifts, trusts, and contributions that by donor restriction require the corpus to be invested in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

Measure of Operations

The statements of activities report all changes in net assets, including changes in net assets from operating and non-operating activities. Operating activities consist of those items attributable to The Anna Schindler Foundation Inc.’s ongoing activities. Non-operating activities are limited to resources that generate return from investments, endowment contributions, financing costs and other activities considered to be of a more unusual or nonrecurring nature.

The Anna Schindler Foundation, Inc.
(A Nonprofit Foundation)
Notes to Financial Statements
December 31, 2023 and 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Program Services

Program Services for the Foundation involves providing assistance of living costs, lodging, meals, and other incidental expenses for families of children with cancer.

Cash and Cash Equivalents

For the purposes of the statement of cash flows the Foundation considers all highly liquid investments with a maturity date of less than 90 days when purchased to be cash equivalents.

Property and Equipment

The Foundation's general policy is to capitalize expenditures for items that are in excess of \$250 and have a useful life in excess of one year. Purchased property and equipment are capitalized at cost. Donated assets are recorded at fair market value on the date of donation. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, the Foundation reports expirations of donor restrictions when the donated or acquired assets are placed in service. The Foundation reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. Property and Equipment are being depreciated over estimated useful lives of five to forty years using the straight-line method. When assets are retired or otherwise disposed of, the cost and related accumulated depreciation is removed from the accounts and any resulting gain or loss is reflected in income for the period. The cost of maintenance and repairs is charged to expense as incurred; significant renewals and betterments are capitalized. Depreciation expense for 2023 and 2022 was \$35,561 and \$35,601, respectively.

Promises to Give

Contributions are recognized when the donor makes a promise to give to the Foundation 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 donor restrictions depending on the nature of the restrictions. When restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Donations of stock are valued at the date of donation.

An allowance for uncollectible unconditional promises is provided based on prior years' experience and management's analysis of specific promises made.

The Foundation uses the allowance method to determine uncollectible unconditional promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made. There were no promises receivable at December 31, 2023 and 2022; therefore, there was also no allowance at that time.

The Anna Schindler Foundation, Inc.
(A Nonprofit Foundation)
Notes to Financial Statements
December 31, 2023 and 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributed Services

A significant portion of the Foundation's functions is conducted by unpaid volunteers. The value of this contributed time is not reflected in the accompanying financial statements since the volunteers' time does not meet the criteria for recognition under FASB ASC 958-605. There were approximately 53 volunteers in 2023 and 38 in 2022.

In-Kind Support

The Foundation received donations from a several sources for services in the furtherance of its objectives. The in-kind support consists principally of discounts on services of professionals as well as constructed assets and furnishings. When an objective basis with which to measure in-kind support is available the support is recorded at its fair value on the date of donation. During the years ending December 31, 2023 and 2022 the Foundation received donated in-kind of these items valued at \$39,261 and \$53,065, respectively.

Functional Expenses

The costs of providing the various programs and services have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Advertising and Promotion

The Foundation expenses general advertising and promotion costs when incurred. Advertising and promotion expenses for the years ended December 31, 2023 and 2022 were \$80 and \$480, respectively.

Income Taxes

The Anna Schindler Foundation is organized as a nonprofit corporation and has been recognized by the Internal Revenue Service (IRS) as exempt from federal income taxes under Section 501(a) of the Internal Revenue Code as an Foundation described in section 501(c)(3). The Foundation is required to file a return of Foundation Exempt from Income Tax (Form 990) with the IRS. In addition, the Foundation is subject to income tax on net income that is derived from business activities that are unrelated to their exempt purposes.

The Foundation believes that it has appropriate support for any tax positions taken affecting its annual filing requirements, and as such, does not have any uncertain tax positions that are material to the financial statements. The Foundation would recognize future accrued interest and penalties related to unrecognized tax benefits in income tax expense if such interest and penalties are incurred. With few exceptions, the Foundation is no longer subject to income tax examinations by the U.S. federal, state or local tax authorities for years before 2020.

Financial Risk

The Foundation maintains its cash in bank deposit accounts and savings accounts, which, at times, may exceed federally insured limits. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant financial risk on cash balances.

The Anna Schindler Foundation, Inc.
(A Nonprofit Foundation)
Notes to Financial Statements
December 31, 2023 and 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 – CASH AND CASH EQUIVALENTS

The Foundation maintains cash in checking accounts and savings accounts. Cash book balances consist of the following as of December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Checking accounts	\$ 229,579	\$ 174,711
Savings accounts	404,033	210,917
	<u>\$ 633,612</u>	<u>\$ 385,628</u>

The Foundation's cash is covered by FDIC insurance on deposits up to \$250,000 per bank for checking accounts and \$250,000 per bank for time and savings accounts combined. At the balance sheet dates, this coverage was not exceeded. Because the Foundation has not issued securities for their deposits, the banks have not been assigned risk categories.

NOTE 3 – COMPENSATED ABSENCES

The Foundation has a policy for paid time off (PTO). The policy for full time salaried employees receives (10) days of PTO per year. Part time salaried employees receive PTO days based on their percentage of FTE. Employees may not carry more than 40 hours over from one year to the next. The liability for PTO amounted to \$3,373 and \$1,698 for the years ended December 31, 2023 and 2022, respectively.

NOTE 4 – LONG TERM OBLIGATIONS

On September 1, 2022 the Foundation obtained a loan commitment for the Anna's Homes project (Phase 2) in the amount of \$700,000. The commitment may be drawn down over a period of 15 months with interest only charged on the outstanding principal balance at a rate of 5.37% per annum (fixed). Beginning January 15, 2024, the outstanding principal balance on the note will begin to amortize with 45 required monthly payments of \$4,253 per month (P&I) based on an interest rate of 5.37%. Assuming that there is still a balance owing on the note on October 15, 2027, the interest rate will be adjusted to a new fixed rate equal to the FHLB 5-year index rate + 1.60% at that date. The new monthly payment will be reset to reflect a 25-year amortization. The final maturity date is September 15, 2032. The note is secured by a first deed of trust on ASF's Anna's Homes Phase 1 land and improvements (2322 & 2326 E 28th Ave, Spokane, WA). On December 31, 2022, there was no balance owing on the note.

There were no long-term obligations in the year ending December 31, 2023.

The Anna Schindler Foundation, Inc.
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Notes to Financial Statements
December 31, 2023 and 2022

NOTE 5 – RESTRICTIONS ON NET ASSETS

Net assets with donor restrictions are available for the following purposes:

	<u>2023</u>	<u>2022</u>
2023 Gala	\$ -	\$ 15,000
Anna's Helping Hands Patient Bags	-	29,662
	<u>\$ -</u>	<u>\$ 44,662</u>

NOTE 6 – LIQUIDITY AND AVAILABILITY

The Anna Schindler Foundation Inc.'s financial assets available within one year of the statement of financial position date for expenditures are as follows:

	<u>2023</u>	<u>2022</u>
Cash and cash equivalents	\$ 633,612	\$ 385,628

NOTE 7– SUBSEQUENT EVENTS

The Foundation has evaluated subsequent events through the date of the compilation report which is the date that the financial statements were available to be issued.