



CHILDREN'S CANCER CENTER, INC.

FINANCIAL STATEMENTS

JUNE 30, 2022 AND 2021

CHILDREN'S CANCER CENTER, INC.

FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

TABLE OF CONTENTS

	<u>PAGE</u>
Report of Independent Certified Public Accountants	1
FINANCIAL STATEMENTS	
Statements of Financial Position	3
Statements of Activities and Changes in Net Assets	4
Statements of Functional Expenses	5
Statements of Cash Flows	7
Notes to Financial Statements	8



REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

To the Board of Directors
Children's Cancer Center, Inc.
Tampa, Florida

Opinion

We have audited the accompanying financial statements of Children's Cancer Center, Inc. (the Organization), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities and changes in net assets, 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 Children's Cancer Center, Inc. as of June 30, 2022 and 2021, and the changes in its 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 Children's Cancer Center, 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; this includes 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 Cancer Center, 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, 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 Cancer Center, 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 Children's Cancer Center, 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.

Reeder & Associates, PA

Certified Public Accountants
November 11, 2022

CHILDREN'S CANCER CENTER, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2022 AND 2021

	2022	2021
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 1,339,026	\$ 579,270
Investments	1,269,873	1,215,709
Pledges receivable	16,757	27,151
Prepaid expenses and other assets	110,532	56,010
Gift cards	4,215	4,760
Total Current Assets	2,740,403	1,882,900
Beneficial interest in Community Foundation	13,565	15,357
Property and equipment, net of accumulated depreciation	733,242	793,393
TOTAL ASSETS	\$ 3,487,210	\$ 2,691,650
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable and accrued expenses	\$ 126,515	\$ 79,070
Paycheck Protection Program loan	-	117,005
Deferred revenue	200,594	22,208
TOTAL LIABILITIES	327,109	218,283
Net Assets		
Without donor restrictions:		
Undesignated	2,160,977	1,387,294
Invested in property and equipment	733,242	793,393
Board designated for financial assistance for families	98,000	98,000
Total net assets without donor restrictions	2,992,219	2,278,687
With donor restrictions:		
Purpose restrictions	167,882	194,680
Total net assets with donor restrictions	167,882	194,680
Total Net Assets	3,160,101	2,473,367
TOTAL LIABILITIES AND NET ASSETS	\$ 3,487,210	\$ 2,691,650

Read Report of Independent Certified Public Accountants.
The accompanying notes are an integral part
of these financial statements.

CHILDREN'S CANCER CENTER, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	2022	2021
Changes in Net Assets Without Donor Restrictions		
REVENUES		
Contributions	\$ 950,358	\$ 486,807
Grants and other agreements	202,354	97,898
Paycheck Protection Program and Employee Retention Credits	218,730	117,004
In-kind contributions	205,927	224,494
Other income	3,425	1,550
Net assets released from restrictions	41,792	61,386
	1,622,586	989,139
Christmas card sales and donations	63,478	50,574
Less: cost of sales - Christmas cards	(26,130)	(17,641)
	37,348	32,933
Special events revenues	1,567,594	679,908
Less: direct costs of special events	(628,826)	(222,656)
	938,768	457,252
Total Revenues Without Donor Restrictions	2,598,702	1,479,324
EXPENSES		
<i>Program Services:</i>		
Patient and family services	1,252,810	1,077,396
Community relations	83,808	72,416
<i>Total Program Services</i>	1,336,618	1,149,812
<i>Support Services:</i>		
Management and general	164,145	157,383
Fundraising	214,906	204,676
<i>Total Support Services</i>	379,051	362,059
Total Expenses	1,715,669	1,511,871
Change in Net Assets Without Donor Restrictions Before Other Changes	883,033	(32,547)
Other Changes		
Investment return, net of expenses	(169,501)	157,593
Change in Net Assets Without Donor Restrictions	713,532	125,046
Changes in Net Assets With Donor Restrictions		
Contributions	28,463	4,301
Investment return, net of expenses	(13,469)	19,553
Net assets released from restrictions	(41,792)	(61,386)
Change in Net Assets With Donor Restrictions	(26,798)	(37,532)
CHANGE IN NET ASSETS	686,734	87,514
NET ASSETS, beginning of year	2,473,367	2,385,853
NET ASSETS, end of year	\$ 3,160,101	\$ 2,473,367

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**CHILDREN'S CANCER CENTER, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Program Services</u>			<u>Support Services</u>		<u>Total Support Services</u>	<u>Total Expense</u>
	<u>Patient and Family Services</u>	<u>Community Relations</u>	<u>Total Program Services</u>	<u>General and Admin- istrative</u>	<u>Fund- raising</u>		
Salaries	\$ 372,988	\$ 41,443	\$ 414,431	\$ 71,111	\$ 105,495	\$ 176,606	\$ 591,037
Payroll taxes	27,025	3,003	30,028	5,432	7,647	13,079	43,107
Employee benefits	33,806	3,756	37,562	4,842	10,839	15,681	53,243
Total salaries and related expenses	433,819	48,202	482,021	81,385	123,981	205,366	687,387
Direct assistance	89,590	-	89,590	-	-	-	89,590
Patient support	156,174	-	156,174	-	-	-	156,174
Patient camp	35,125	-	35,125	-	-	-	35,125
Family support	232,129	-	232,129	-	-	-	232,129
Scholarships	71,500	-	71,500	-	-	-	71,500
Community relations events	-	33,556	33,556	-	-	-	33,556
Building expense	61,235	-	61,235	4,272	5,696	9,968	71,203
Office expense	65,678	-	65,678	11,258	16,889	28,147	93,825
Training, meetings and travel	25,421	-	25,421	4,358	6,537	10,895	36,316
Postage	-	2,050	2,050	315	789	1,104	3,154
Marketing/Development	-	-	-	-	46,111	46,111	46,111
Professional fees	11,091	-	11,091	55,898	5,546	61,444	72,535
Miscellaneous	16,741	-	16,741	2,870	4,305	7,175	23,916
Total expenses before depreciation	1,198,503	83,808	1,282,311	160,356	209,854	370,210	1,652,521
Depreciation	54,307	-	54,307	3,789	5,052	8,841	63,148
Total expenses	<u>\$ 1,252,810</u>	<u>\$ 83,808</u>	<u>\$ 1,336,618</u>	<u>\$ 164,145</u>	<u>\$ 214,906</u>	<u>\$ 379,051</u>	<u>\$ 1,715,669</u>

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**CHILDREN'S CANCER CENTER, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Program Services</u>			<u>Support Services</u>		<u>Total Support Services</u>	<u>Total Expense</u>
	<u>Patient and Family Services</u>	<u>Community Relations</u>	<u>Total Program Services</u>	<u>General and Administrative</u>	<u>Fund-raising</u>		
Salaries	\$ 340,486	\$ 37,662	\$ 378,148	\$ 76,753	\$ 90,128	\$ 166,881	\$ 545,029
Payroll taxes	25,234	2,812	28,046	5,869	6,782	12,651	40,697
Employee benefits	<u>39,551</u>	<u>4,395</u>	<u>43,946</u>	<u>7,401</u>	<u>7,149</u>	<u>14,550</u>	<u>58,496</u>
Total salaries and related expenses	405,271	44,869	450,140	90,023	104,059	194,082	644,222
Direct assistance	56,942	-	56,942	-	-	-	56,942
Patient support	98,246	-	98,246	-	-	-	98,246
Patient camp	27,997	-	27,997	-	-	-	27,997
Family support	212,854	-	212,854	-	-	-	212,854
Scholarships	62,750	-	62,750	-	-	-	62,750
Community relations events	-	25,291	25,291	-	-	-	25,291
Building expense	52,175	-	52,175	3,640	4,853	8,493	60,668
Office expense	45,823	-	45,823	9,165	10,474	19,639	65,462
Training, meetings and travel	11,592	-	11,592	2,318	2,649	4,967	16,559
Postage	-	2,256	2,256	347	868	1,215	3,471
Marketing/Development	-	-	-	-	57,331	57,331	57,331
Professional fees	32,580	-	32,580	45,453	16,290	61,743	94,323
Miscellaneous	<u>11,306</u>	<u>-</u>	<u>11,306</u>	<u>2,261</u>	<u>2,584</u>	<u>4,845</u>	<u>16,151</u>
Total expenses before depreciation	1,017,536	72,416	1,089,952	153,207	199,108	352,315	1,442,267
Depreciation	<u>59,860</u>	<u>-</u>	<u>59,860</u>	<u>4,176</u>	<u>5,568</u>	<u>9,744</u>	<u>69,604</u>
Total expenses	<u>\$ 1,077,396</u>	<u>\$ 72,416</u>	<u>\$ 1,149,812</u>	<u>\$ 157,383</u>	<u>\$ 204,676</u>	<u>\$ 362,059</u>	<u>\$ 1,511,871</u>

Read Report of Independent Certified Public Accountants.
The accompanying notes are an integral part
of these financial statements.

CHILDREN'S CANCER CENTER, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 686,734	\$ 87,514
<i>Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:</i>		
Depreciation	63,148	69,604
Net (gain) loss on investments	191,142	(170,024)
Donated stock	(5,040)	-
Paycheck Protection Program loan forgiveness	(117,005)	(117,004)
(Increase) decrease in pledges receivable	10,394	(435)
(Increase) decrease in prepaid expenses and other assets	(54,522)	(24,999)
(Increase) decrease in donated gift cards	545	2,780
Increase (decrease) in accounts payable and accrued expenses	47,445	43,192
Increase (decrease) in deferred revenue	178,386	22,208
Total Adjustments	<u>314,493</u>	<u>(174,678)</u>
Net Cash Provided by (Used in) Operating Activities	<u>1,001,227</u>	<u>(87,164)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property and equipment	(2,997)	(1,898)
Purchases of investments	(276,991)	(156,536)
Cash proceeds from sale of investments	<u>38,517</u>	<u>-</u>
Net Cash Provided by (Used in) Investing Activities	<u>(241,471)</u>	<u>(158,434)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Paycheck Protection Program loan	<u>-</u>	<u>117,005</u>
Net Cash Provided by (Used in) Financing Activities	<u>-</u>	<u>117,005</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	759,756	(128,593)
CASH AND CASH EQUIVALENTS, beginning of year	<u>579,270</u>	<u>707,863</u>
CASH AND CASH EQUIVALENTS, end of year	<u>\$ 1,339,026</u>	<u>\$ 579,270</u>
Supplemental Disclosure of Noncash Investing Activity		
Disposal of fully depreciated equipment	<u>\$ -</u>	<u>\$ 1,853</u>

Read Report of Independent Certified Public Accountants.
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of these financial statements.

**CHILDREN'S CANCER CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE A - DESCRIPTION OF ORGANIZATION

The Children's Cancer Center, Inc. (the Organization) is a not-for-profit corporation organized in 1974 to support children who suffer from cancer and chronic blood disorders by offering the following services:

Patient and Family Services provide emotional, educational and financial support for patients and their families. Family recreational activities, peer support and art and crafts are ways for the child and family to have an emotional outlet. The education programs help children understand their illnesses and financial assistance is available for travel, medications, funeral and additional expenses on an as needed basis.

Community Relations works with the medical and psychological staff in community hospitals to create a supportive environment for pediatric hematology / oncology patients and their families. Through this program, a representative meets with newly diagnosed patients and their families to introduce them to the services of the Center.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed stipulations, including restricted contributions whose restrictions are met in the same reporting period.

Net assets with donor restrictions - Net assets subject to donor-imposed stipulations that:

- may or will be met, either by actions of the Organization and/or the passage of time. 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.
- are maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all or part of the income earned on any related investments for general or specific purposes.

Use of Estimates

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

Read Report of Independent Certified Public Accountants.

CHILDREN'S CANCER CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Property and Equipment

Property and equipment are stated at historical cost and depreciated using the straight-line method over the estimated useful lives of each asset ranging from 3 to 39 years. Acquisitions of property and equipment in excess of \$500 are capitalized. Maintenance and repairs are charged to operations when incurred. When property and equipment is sold or otherwise disposed of, the asset account and related accumulated depreciation account are relieved, and any gain or loss is included in earnings.

Cash and Cash Equivalents

The Organization considers currency on hand, demand deposits and money market funds as cash for purposes of the Statement of Cash Flows.

Fair Value of Financial Instruments

Professional standards require disclosure of an estimate of fair value of certain financial instruments. The Organization's significant financial instruments are cash and other current assets and liabilities. For these financial instruments, carrying values approximate fair value due to the short-term nature of these instruments.

Donated Materials and Services

The Organization recognizes certain donated materials and goods primarily related to program activities. These donated materials and goods when received are reflected as contributions in the financial statements at their estimated fair values at the date of receipt. The amounts reflected in the accompanying financial statements as in-kind contributions are offset by like amounts included in expenses or additions to other assets.

A substantial number of unpaid volunteers have made significant contributions of their time to develop and maintain the Organization's programs. No amounts have been reported in the financial statements for voluntary donation of services because no objective basis is available to measure the value of such donations.

Pledges Receivable

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. The Organization does not maintain an allowance for estimated uncollectible accounts as management believes all amounts to be fully collectible. No amounts were subsequently written off with respect to the amounts recorded at June 30, 2022 and 2021.

Prepaid Expenses

Prepaid expenses consist of amounts paid in advance for expenses related to the special events that have not yet taken place. This policy allows for the proper matching of expenses and the related revenue. The expenses are recognized in the Statement of Activities and Changes in Net Assets upon completion of each scheduled event.

Government Grants

Revenues from grants are recorded based upon terms of the agreements which generally provide that revenues are earned when the allowable costs of the specific grant provisions have been incurred. Revenues are subject to audit by the agency and, if the examination results in a disallowance of any expenditure, repayment could be required. Management believes that all moneys have been earned as of June 30, 2022 and 2021.

Read Report of Independent Certified Public Accountants.

CHILDREN'S CANCER CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Concentration of Credit Risk

Financial instruments, which potentially subject the Organization to concentrations of credit risk, consist of cash and cash equivalents at June 30, 2022 and 2021. The Organization places its cash with creditworthy, high quality financial institutions. Accounts at the institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The amount in excess of the FDIC limit totaled \$836,239 and \$330,893 at June 30, 2022 and 2021, respectively. The Organization has not experienced any losses on its deposits.

Investments that potentially subject the Organization to concentrations of credit risk consist principally of investments in mutual funds. Monthly portfolio reviews are performed to assist in the detection of any concentrations of risk. Management does not believe that any concentrations in investments exist.

Functional Allocation of Expenses

Expenses are shown by natural expense classification and function in the accompanying statement of functional expenses for each year presented. Expenses that are attributable to more than one program or supporting function are allocated on a reasonable basis that is consistently applied. Allocations are based on direct usage or management's estimate of the benefit derived by each activity. Management's estimates may be based on factors such as time and effort, square footage, clients served, or any other reasonable basis. The expenses that are allocated on the basis of estimates of time and effort are salaries, payroll taxes and employee benefits. Building expense and depreciation are allocated on a square footage basis. Client assistance and program supplies are allocated on the basis of clients served.

Income Tax Status

The Organization is exempt from federal income taxes under Section 501 (c)(3) of the Internal Revenue Code and similar state provisions. The Organization is treated as a public supported organization, and not as a private foundation. Accordingly, no provision for income taxes has been reflected in the accompanying financial statements. The Organization accounts for uncertain tax positions, if any, in accordance with ASC Section 740.

Management is not aware of any activities that would jeopardize the Organization's tax-exempt status. The Organization is not aware of any tax positions that it has taken that are subject to a significant degree of uncertainty. The Organization believes it is no longer subject to income tax examinations for fiscal years ending prior to June 30, 2019.

Read Report of Independent Certified Public Accountants.

CHILDREN'S CANCER CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE C - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Organization's financial assets as of the statement of financial position date. These financial assets are required to be reduced by those not available for general use within one year of the statement of financial position date.

	2022	2021
Financial assets:		
Cash and cash equivalents	\$ 1,339,026	\$ 579,270
Investments	1,269,873	1,215,709
Pledges receivable	16,757	27,151
Gift cards	4,215	4,760
Beneficial interest in Community Foundation	13,565	15,357
	2,643,436	1,842,247
Less those unavailable for general expenditure within one year due to:		
Donor imposed restrictions	(139,419)	(190,379)
Financial assets available to meet cash needs for general expenditures within one year	\$ 2,504,017	\$ 1,651,868

The Organization structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due and strives to operate within a prudent range of financial soundness and stability, maintain adequate liquid assets to fund near-term operating needs, and maintain sufficient reserves to provide reasonable assurance that any long-term obligations will be discharged. Financial assets in excess of daily cash requirements may be invested in certificates of deposit, money market funds or other short-term investments.

The Organization receives significant contributions restricted by donors. The Organization considers contributions restricted for programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. For the years ended June 30, 2022 and 2021, contributions restricted for scholarships and educational initiatives for patients and siblings totaling \$28,463 and \$4,301, respectively, are considered to be available to meet cash needs for general expenditures within one year.

NOTE D - INVESTMENTS AND FAIR VALUE MEASUREMENTS

Professional standards establish a framework for measuring fair value. The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1

- Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Read Report of Independent Certified Public Accountants.

**CHILDREN'S CANCER CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE D - INVESTMENTS AND FAIR VALUE MEASUREMENTS (continued)

Level 2

Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

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.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable input and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for the assets measured at fair value:

Investments in mutual funds, equities, exchange-traded products and money market funds are valued at the closing price on the active market which the individual securities are traded.

Beneficial interest in Community Foundation is valued at the fair value of the investments in the related trust.

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value at June 30, 2022:

	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Mutual funds	\$ 758,532	\$ 758,532	\$ -	\$ -
Equities	125,682	125,682	-	-
Exchange-traded products	320,644	320,644	-	-
Beneficial interest in Community Foundation	<u>13,565</u>	<u>-</u>	<u>-</u>	<u>13,565</u>
	<u>\$ 1,218,423</u>	<u>\$ 1,204,858</u>	<u>\$ -</u>	<u>\$ 13,565</u>

Included in short term investments on the Statement of Financial Position at June 30, 2022 are cash and cash equivalents of \$65,015 that are not required to be included in the fair value hierarchy.

Read Report of Independent Certified Public Accountants.

CHILDREN'S CANCER CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE D - INVESTMENTS AND FAIR VALUE MEASUREMENTS (continued)

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value at June 30, 2021:

	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Mutual funds	\$ 845,645	\$ 845,645	\$ -	\$ -
Equities	111,011	111,011	-	-
Exchange-traded products	181,361	181,361	-	-
Beneficial interest in Community Foundation	<u>15,357</u>	<u>-</u>	<u>-</u>	<u>15,357</u>
	<u>\$ 1,153,374</u>	<u>\$ 1,138,017</u>	<u>\$ -</u>	<u>\$ 15,357</u>

Included in short term investments on the Statement of Financial Position at June 30, 2021 are cash and cash equivalents of \$77,692 that are not required to be included in the fair value hierarchy.

Fair Value Measurements Using Significant Unobservable Inputs (Level 3):

July 1, 2020	\$ 11,769
Net realized and unrealized gains or losses	<u>3,588</u>
June 30, 2021	15,357
Net realized and unrealized gains or losses	<u>(1,792)</u>
June 30, 2022	<u>\$ 13,565</u>

Investment return consists of the following for the years ended June 30, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Interest and dividends	\$ 24,246	\$ 16,599
Realized and unrealized gains (losses)	<u>(191,142)</u>	<u>169,926</u>
	(166,896)	186,525
Less: investment expenses	<u>(16,074)</u>	<u>(9,379)</u>
	<u>\$ (182,970)</u>	<u>\$ 177,146</u>

NOTE E - BENEFICIAL INTEREST IN COMMUNITY FOUNDATION

The Community Foundation of Tampa Bay, Inc. (Community Foundation) holds funds for which the earnings have been restricted for the benefit of the Organization. Assets contributed to the Community Foundation for the benefit of the Organization are recorded as assets of the Organization in accordance with professional standards. These "agency restricted funds" are pooled with the other assets of the Community Foundation for investment purposes.

"Agency restricted funds" which were established for the Organization within the Community Foundation had fair values of approximately \$13,565 at June 30, 2022 (\$15,357 at June 30, 2021) and are recorded as net assets with donor restrictions.

Read Report of Independent Certified Public Accountants.

CHILDREN'S CANCER CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE F - PROPERTY AND EQUIPMENT

Property and equipment, at costs, at June 30:

	2022	2021
Building and land	\$ 749,025	\$ 749,025
Motor vehicles and equipment	233,577	230,580
Furniture and fixtures	66,441	66,441
Building improvements	652,431	652,431
Total property and equipment	1,701,474	1,698,477
Less: accumulated depreciation	(968,232)	(905,084)
Net property and equipment	\$ 733,242	\$ 793,393

NOTE G - PAYCHECK PROTECTION PROGRAM

During the year ended June 30, 2021, the Organization obtained a second Paycheck Protection Program loan under the CARES Act in the amount of \$117,005 to help keep the workforce employed during the COVID-19 crisis. For the year ended June 30, 2022, the Organization recognized \$117,005 in grant revenue as all the conditions of the program were determined to have been met. In January 2022, the entire amount of the loan was forgiven.

During the year ended June 30, 2020, the Organization obtained a Paycheck Protection Program loan under the CARES Act in the amount of \$117,004 to help keep the workforce employed during the COVID-19 crisis. For the year ended June 30, 2021, the Organization recognized \$117,004 in grant revenue as all the conditions of the program were determined to have been met. In August 2021, the entire amount of the loan was forgiven.

NOTE H – EMPLOYEE RETENTION CREDITS

The Organization is eligible for the Employee Retention Credit (ERC) under the CARES Act. During the year ended June 30, 2022, the Organization recognized \$101,725 in grant revenue for refund payments received related to the Form 941 Employer Quarterly Federal Tax Return for the quarters ended September 30, 2020, December 31, 2020 and March 31, 2021.

NOTE I - DONATED MATERIALS AND GOODS

Donated materials and goods totaled \$230,112 and \$227,494 for the years ended June 30, 2022 and 2021, respectively. These material and goods were received for use in the following areas of the Organization:

	2022	2021
Patient and family services	\$ 205,927	\$ 224,494
Special events	20,450	3,000
Christmas card sales	3,735	-
	\$ 230,112	\$ 227,494

Read Report of Independent Certified Public Accountants.

**CHILDREN'S CANCER CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE J - NET ASSETS WITH DONOR RESTRICTIONS

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

	<u>2022</u>	<u>2021</u>
The Community Foundation of Tampa Bay – investment purposes	\$ 13,565	\$ 15,357
Building and backyard renovations	63,575	63,641
Scholarships and educational initiatives for patients and siblings	28,463	4,301
Playground fund	<u>62,279</u>	<u>111,381</u>
	<u>\$ 167,882</u>	<u>\$ 194,680</u>

Net assets were released from restrictions satisfying the purpose restrictions specified as follows:

	<u>2022</u>	<u>2021</u>
Purpose restriction accomplished:		
Building and backyard renovations	\$ -	\$ 6,831
Educational initiatives for patients and siblings	4,301	28,530
Playground fund	37,491	1,025
Scholarships	<u>-</u>	<u>25,000</u>
Total amount released from restriction	<u>\$ 41,792</u>	<u>\$ 61,386</u>

NOTE K - RETIREMENT PLAN

The Organization adopted a 403(b) retirement plan effective January 1, 2020 that is available to substantially all employees who choose to participate. The Organization may make discretionary matching contributions and nonelective contributions. For the years ended June 30, 2022 and 2021, no contributions were made by the Organization. Employees are fully vested in the Organization's contributions after six years of service. Administrative amounts were immaterial.

NOTE L - COMMITMENTS AND CONTINGENCIES

Lines of credit

The Organization had unsecured credit card lines totaling \$50,000 with 0% interest rates at June 30, 2022 and June 30, 2021. Total borrowings were \$13,851 and \$26,560 at June 30, 2022 and 2021, respectively, and are included in accounts payable and accrued expenses on the statement of financial position. Management's policy is to pay off the credit card balances so that no interest is incurred.

During the years ended June 30, 2022 and 2021, the Organization had a revolving line of credit in the amount of \$50,000. Borrowings under the agreement are payable in monthly installments of interest only. Interest rates on the line of credit are .50% over prime rate with a floor of 5.25% (prime rate was 4.75% and 3.25% at June 30, 2022 and 2021, respectively). The line of credit is secured by all assets of the Organization. At June 30, 2022 and 2021, there were no amounts outstanding on the line of credit.

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CHILDREN'S CANCER CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE M - SUBSEQUENT EVENTS

As a result of the spread of the COVID-19 Coronavirus, economic uncertainties have arisen which may negatively impact revenue and support. The Organization has been responsive to the COVID-19 crisis including providing program services virtually. As the Organization continues to evaluate its response and the community's response to COVID-19, there could be additional impact which is unknown at this time.

Subsequent to June 30, 2022, the Organization entered into a fifteen-month office lease for the Sarasota location. The term of the new lease expires on November 25, 2023 and requires monthly payments of \$2,184.

Management has evaluated subsequent events through November 11, 2022, the date the financial statements were available to be issued.