TACO BELL FOUNDATION, INC.

FINANCIAL REPORT

DECEMBER 31, 2025

TACO BELL FOUNDATION, INC.
CONTENTS

	Page
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 Financial Statements	7 – 16

Singer Lewak
Accountants & Consultants

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Taco Bell Foundation, Inc.

Opinion

We have audited the financial statements of Taco Bell Foundation, Inc. (the "Foundation"), which comprise the statement of financial position as of December 31, 2025, 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 accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as of December 31, 2025, 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 (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Foundation 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 the Foundation's ability to continue as a going concern within one year after the date that the financial statements are issued or available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is 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 controls 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 the 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 the 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.

Report on Summarized Comparative Information

We have previously audited the Foundation's 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 19, 2025. 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.

Singer Lewak LLP

September 24, 2026

TACO BELL FOUNDATION, INC.

STATEMENT OF FINANCIAL POSITION

December 31, 2025

(with Comparative Totals as of December 31, 2024)

ASSETS

	2025	2024
Current assets		
Cash and cash equivalents	$ 73,128,879	$ 66,756,346
Investments	11,419,950	10,427,557
Contributions receivable	5,398,599	4,414,127
Contributions receivable – related parties	834,645	433,642
Other current assets	275,265	263,167
Total current assets	91,057,338	82,294,839
Software		
Computer software, net	-	331
Software development in progress	626,625	-
Total software	626,625	331
Other assets	2	2
Total assets	**$ 91,683,965**	**$ 82,295,172**

LIABILITIES AND NET ASSETS

Current liabilities		
Accounts payable and accrued expenses	$ 967,255	$ 1,338,549
Accounts payable – related party	1,274,428	343,216
Total current liabilities	2,241,683	1,681,765
Net assets		
Net assets without donor restrictions	89,442,282	80,373,407
Net assets with donor restrictions	-	240,000
Total net assets	89,442,282	80,613,407
Total liabilities and net assets	**$ 91,683,965**	**$ 82,295,172**

See notes to financial statements.

TACO BELL FOUNDATION, INC.

STATEMENT OF ACTIVITIES

December 31, 2025

(with Comparative Totals as of December 31, 2024)

	2025	2024
Revenue and support		
Round up fundraiser	$ 51,686,025	$ 50,502,606
Contributions	6,250,321	6,526,121
In-kind contributions	397,109	400,785
Other	(75,000)	(74,999)
Net investment return	3,603,117	3,705,912
Net assets released from restriction	240,000	-
Total revenue and support	62,101,572	61,060,425
Expenses		
Program services	47,395,877	40,461,531
Fundraising	4,785,641	5,300,300
General and administrative	851,179	765,475
Total expenses	53,032,697	46,527,306
Increase in net assets without donor restrictions	9,068,875	14,533,119
Changes in net assets with donor restrictions		
Contributions	-	240,000
Net assets released from restrictions	(240,000)	-
(Decrease) increase in net assets with donor restrictions	(240,000)	240,000
Change in net assets	8,828,875	14,773,119
Net assets, beginning of year	80,613,407	65,840,288
Net assets, end of year	**$ 89,442,282**	**$ 80,613,407**

See notes to financial statements.

TACO BELL FOUNDATION, INC.

STATEMENT OF FUNCTIONAL EXPENSES

December 31, 2025

(with Comparative Totals as of December 31, 2024)

	Program Services	Supporting Services: Fundraising	Supporting Services: General and Administrative	Supporting Services: Total	2025 Total	2024 Total
Advertising	$ 1,058,910	$ -	$ -	$ -	$ 1,058,910	$ 1,083,032
Amortization	-	-	331	331	331	650
Conferences and training	609,515	361,195	158,023	519,218	1,128,733	973,143
District management account grant expense	28,113,710	-	-	-	28,113,710	23,700,210
Fundraising incentives	-	3,559,411	-	3,559,411	3,559,411	4,247,700
Information technology	37,115	21,994	9,622	31,616	68,731	52,619
Miscellaneous	3,256	1,930	844	2,774	6,030	957
Office supplies	41,732	24,730	10,819	35,549	77,281	116,874
Outside services	2,390,834	-	-	-	2,390,834	2,432,562
Payroll taxes	83,202	49,305	21,571	70,876	154,078	140,563
Professional fees	559,262	-	314,374	314,374	873,636	845,674
Scholarship expense	13,203,900	-	-	-	13,203,900	10,928,101
Salaries and benefits	1,291,759	765,487	334,900	1,100,387	2,392,146	1,999,079
Travel	2,682	1,589	695	2,284	4,966	6,142
Total expenses by function	**$ 47,395,877**	**$ 4,785,641**	**$ 851,179**	**$ 5,636,820**	**$ 53,032,697**	**$ 46,527,306**

See notes to financial statements.

TACO BELL FOUNDATION, INC.

STATEMENT OF CASH FLOWS

December 31, 2025

(with Comparative Totals as of December 31, 2024)

	2025	2024
Cash flows from operating activities		
Change in net assets	$ 8,828,875	$ 14,773,119
Adjustments to reconcile change in net assets to net cash flows provided by operating activities:		
Amortization	331	649
Net realized and unrealized gain on investments	(587,016)	(262,621)
(Increase) decrease in:		
Contributions receivable	(984,472)	(513,085)
Contributions receivable – related parties	(401,003)	(91,606)
Other current assets	(12,098)	(263,167)
Increase (decrease) in:		
Accounts payable and accrued expenses	(371,294)	(1,999,450)
Accounts payable – related party	931,212	(81,226)
Net cash flows provided by operating activities	7,404,535	11,562,613
Cash flows from investing activities		
Reinvestment of investment income	(405,377)	(1,197,373)
Proceeds from sales and redemption of investments	-	24,883,808
Capitalized software development costs	(626,625)	-
Net cash flows (used in) provided by investing activities	(1,032,002)	23,686,435
Net increase in cash and cash equivalents	6,372,533	35,249,048
Cash and cash equivalents, beginning of year	66,756,346	31,507,298
Cash and cash equivalents, end of year	**$ 73,128,879**	**$ 66,756,346**

See notes to financial statements.

NOTE 1 – ORGANIZATION AND ACTIVITY

Taco Bell Foundation, Inc. (the "Foundation") is a nonprofit California corporation established in September 1992 to receive and disburse or maintain funds to be expended for community, hospital, religious, charitable or educational purposes as determined by the Board of Directors. The Foundation's revenues are derived from donations from Taco Bell Corporation (the "Corporation") and Taco Bell Franchisees (the "Franchisees"), fundraisers at various Taco Bell Corporation and Taco Bell Franchise locations throughout the United States, and contributions collected through the Round Up program at various Taco Bell Corporation and Taco Bell Franchise locations throughout the United States.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Statement Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

The accompanying financial statements include a statement of financial position that presents the amounts for each of the two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. These net assets are classified based on the existence or absence of donor-imposed restrictions and a statement of activities that reflects the changes in those categories of net assets.

Net assets with donor restrictions include those assets whose use by the Foundation has been limited by donors to later periods of time, for specified purposes, or restricted in perpetuity. When a donor restriction is fulfilled, 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.

Prior-year Comparative Information

The financial statements include certain prior-year summarized comparative information in total. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with the Foundation's financial statements for the year ended December 31, 2024, from which the summarized information was derived.

Use of Estimates

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

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments

Investments are carried at their fair value as of the date of the statements of financial position, which may differ from the amount ultimately realized at the time of sale. Fair value is the price 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.

Realized and unrealized gains and losses include gains and losses from purchases and sales of investments, as well as changes in the value of assets held during the year and are recognized in the accompanying statement of activities. Gains or losses on investments are recognized as an increase or decrease in net assets without donor restrictions unless their use is temporarily or permanently restricted by explicit donor stipulations or by law.

The Foundation's investments consist of fixed income securities, equity securities, and bonds. The Foundation's investments are generally publicly traded on national securities exchanges and have readily available quoted market values. Such investments are recorded at market value. Purchases and sales of securities are reflected on the trade dates.

Dividends and interest income are accrued when earned. Net investment return/(loss) is reported in the statements of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less investment expenses.

Fair Value Measurements

The Foundation follows the U.S. GAAP framework for fair value measurements which favors the use of market-based information over entity-specific information. As defined by U.S. GAAP, fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable.

Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. Investments measured at fair value are classified in one of the following three fair value hierarchy levels:

Level 1 – Quoted market prices in active markets for identical assets or liabilities

Level 2 – Observable market-based inputs or unobservable inputs that are corroborated by market data

Level 3 – Unobservable inputs that are not corroborated by market data

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value Measurements (Continued)
The 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 the observable inputs and minimize the use of the unobservable inputs.

Contributions, Promises to Give, and Revenue Recognition
The Foundation records as revenue the following types of contributions under Financial Accounting Standards Board ("FASB") ASC 958-605 when they are received unconditionally at their estimated fair value: cash, promises to give (pledges), and gifts of long-lived and other assets. Conditional contributions are recognized as revenue when the conditions on which they depend have been substantially met.

Contributions received are recorded as net assets with donor restrictions or net assets without donor restrictions depending on the existence and/or nature of any donor restrictions. Conditional contributions are recorded as support in the period the condition is met. Such contributions are required to be reported as net assets with donor restrictions and are then reclassified to net assets without donor restrictions upon expiration of the restriction, usually when the funds are spent. Future promises to give are recognized and recorded as receivables at their estimated realizable value in the year during which they are promised to the Foundation.

Conditional promises to give that are conditioned upon future events or future matching are not recorded until the condition has been satisfied. If funds are received from such gifts, they are recorded as refundable advances until the condition is satisfied. When the condition has been satisfied, the gift is recognized as either with or without donor restrictions depending on the intent of the donor. As of December 31, 2025 and 2024, there were no conditional contributions that were not recognized in the accompanying statement of activities.

Cash and Cash Equivalents
The Foundation considers all cash and highly liquid financial instruments with original maturities of three months or less, and which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents. Cash and highly liquid financial instruments restricted to other long-term purposes are excluded from this definition.

Contributions Receivable and Allowance for Credit Losses
Contributions receivable are amounts contributed prior to year-end that were not submitted to the Foundation until after year-end. All contributions are expected to be collected within one year. The Foundation provides an allowance, as necessary, for uncollectible promises, based on management's evaluation of potential uncollectible contributions receivable at year-end. No allowance for credit losses was recorded as of December 31, 2025 and 2024.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions Receivable and Allowance for Credit Losses (Continued)
The Foundation offsets gross contribution receivable with an allowance for credit losses. The allowance for credit losses is the Foundation's best estimate of the amount of probable credit losses in the Foundation's existing contributions receivable and is based upon historical loss patterns and an evaluation of the potential risk of loss associated with specific accounts. Estimated credit losses based on risk characteristics requires significant judgment by the Foundation. Significant judgment includes but are not limited to assessing current economic conditions and the extent to which they would be relevant to the existing characteristics of the Foundation's financial assets, the estimated life of financial assets and the level of reliance on historical experience in light of economic conditions. The Foundation reviews and updates, when necessary, its historical risk characteristics that are meaningful to estimating credit losses, any new risk characteristics that arise in the natural course of business and the estimated life of its financial assets.

Account balances are charged against the allowance after all means of collection have been exhausted and the potential for recovery is considered remote. Provisions for allowances for credit losses are recorded in general and administrative expenses. The change in allowance for credit losses during the year ended December 31, 2025, was $0.

In-kind Contributions
Contributed nonfinancial assets include donated professional services and other in-kind contributions which are recorded at the respective fair values of the goods or services received. We do not sell donated gifts-in-kind. Contributions of services are recognized if the services received create or enhance nonfinancial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. In addition to contributed nonfinancial assets, volunteers contribute significant amounts of time to program services, general and administration, and fundraising activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by U.S. GAAP, as there is no objective basis of deriving their value. Contributed goods are recorded at fair value at the date of donation. See Note 5 for related party contributions.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

The Foundation has been designated as tax-exempt under Internal Revenue Code Section 501(c)(3) and is also exempt from state franchise taxes under Section 23701(d) of the California Revenue and Taxation Code and is not generally subject to federal or state income taxes. However, the Foundation is subject to income taxes on any net income that is derived from a trade or business, regularly carried on, and not in furtherance of the purposes for which it was granted exemption. No income tax provision has been recorded as, in the opinion of management, the net income, if any, from any unrelated trade or business is not material to the basic financial statements taken as a whole.

The Foundation will recognize the impact of tax positions in the financial statements if that position is more likely than not of being sustained on audit, based on the technical merits of the position. To date, the Foundation has not recorded any uncertain tax positions.

Functional Allocation of Expenses

The costs of providing the Foundation's various programs and the Foundation's administration have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited based on management's estimates. Expenses allocated among programs and supporting functions include conferences and training, travel, salaries and benefits, payroll taxes, information technology, office supplies and miscellaneous expenses. These expenses are allocated basis on estimates of time and effort.

Advertising

The Foundation expenses advertising costs as incurred.

Software

Software is stated at cost. Amortization of computer software is provided using the straight-line method over the estimated useful life of three years.

Impairment of Long-lived Assets

Impairment losses are recorded on long-lived assets and intangible assets used in operations when indicators of impairment are present and the undiscounted cash flows estimated to be generated by those assets are less than the assets' carrying amount. 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. Any loss would be recognized in change in net assets in the period in which the determination is made. Management determined that no impairment of long-lived assets existed as of December 31, 2025 and 2024.

NOTE 3 – RISKS AND UNCERTAINTIES

The Foundation manages deposit concentration risk by placing cash, money market accounts and certificates of deposit with financial institutions believed by the Foundation to be creditworthy. The Foundation maintains its investments in one financial institution. At times, amounts on deposit and invested may exceed insured limits or include uninsured investments in money market accounts. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash or cash equivalents or investments.

Credit risk associated with contribution receivables is considered to be limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from the Corporation and Franchisees.

NOTE 4 – INVESTMENTS AND FAIR VALUE MEASUREMENTS

Investments are exposed to various risks, such as changes in interest rates or credit ratings and market fluctuations. Due to the level of risk associated with certain investments, it is at least reasonably possible that changes in the values of investments will occur in the near term and that such changes could materially affect the amounts reported in the accompanying statements of financial position.

The Foundation's investments recorded at fair value have been categorized based upon a fair value hierarchy in accordance with the provisions of FASB ASC Topic 820, "Fair Value Measurements." See Note 2 for a discussion of the Foundation's policy regarding this hierarchy.

The following are the major categories of assets measured at fair value during the year ended December 31, 2025:

	Level 1	Level 2	Level 3	Total
Equity securities	$ 3,101,227	$ -	$ -	$ 3,101,227
Bonds	-	1,525,745	-	1,525,745
Fixed income securities	6,792,978	-	-	6,792,978
Total	**$ 9,894,205**	**$ 1,525,745**	**$ -**	**$11,419,950**

NOTE 4 – INVESTMENTS AND FAIR VALUE MEASUREMENTS (Continued)

The following are the techniques used to determine fair values for the investments listed in the above tables:

Equity securities – Valued at the daily closing price reported on the active market on which the individual securities are traded.

Bonds – Valued at the quoted market prices, when available, or market prices provided by recognized broker dealers.

Fixed income securities – Fixed income securities are valued at the closing price reported in the active market in which the individual securities are traded. When observable price quotations are not available, fair value is determined based on the present value of the stream of cash flows it is expected to generate. Such securities are classified as Level 1 in the valuation hierarchy.

The Foundation has determined that any unrealized losses on the investments are deemed to be temporary impairments as of December 31, 2025.

NOTE 5 – RELATED PARTY TRANSACTIONS AND RELATED PARTY IN-KIND CONTRIBUTIONS

The Corporation and Franchisees provide support by way of certain services at no charge, and facilitate the collection of the contributions for the Foundation. During the normal course of business, the Foundation reimburses the Corporation for the use of administrative personnel. Contributed salaries and the related payroll taxes and benefits are allocated based on the time spent by each employee on each department. During the normal course of business, the Foundation reimburses the Corporation for the use of office supplies. Contributed office supplies are allocated based on the time spent by each employee on each department that would use these supplies.

Contributed advertising is valued using estimated U.S. wholesale prices (principal market) of identical or similar services using pricing data under a “like-kind” methodology considering the quality of the services provided at the time of the contribution. Contributed advertising is used for program services.

NOTE 5 – RELATED PARTY TRANSACTIONS AND RELATED PARTY IN-KIND CONTRIBUTIONS (Continued)

For the years ended December 31, 2025 and 2024, the Foundation recorded the following expenses, paid on behalf of the Foundation, as in-kind contributions in the accompanying statement of activities:

	2025	2024
Advertising	$ 397,109	$ 247,728
Payroll, taxes, and payroll-related benefits	-	153,057
Total	**$ 397,109**	**$ 400,785**

As of December 31, 2025 and 2024, $1,274,428 and $343,216, respectively, was due to the Corporation for accrued expenses. The Corporation also occasionally receives Round Up contributions on behalf of the Foundation. As of December 31, 2025 and 2024, $834,645 and $433,642, respectively, was due to the Foundation for such contributions.

NOTE 6 – NET ASSETS WITH DONOR RESTRICTIONS

The following table summarizes the purposes for which net assets with donor restrictions are available (subject to expenditure for specific purpose), and the related additions and releases for the year ended December 31, 2025:

	December 31, 2024	Current-year Additions	Released from Restrictions	December 31, 2025
Bonus Community Grant	$ 240,000	$ -	$ (240,000)	$ -
	$ 240,000	$ -	$ (240,000)	$ -

NOTE 6 – NET ASSETS WITH DONOR RESTRICTIONS (Continued)

The following table summarizes the purposes for which net assets with donor restrictions are available (subject to expenditure for specific purpose), and the related additions and releases for the year ended December 31, 2024:

	December 31, 2023	Current-year Additions	Released from Restrictions	December 31, 2024
Bonus Community Grant	$ -	$ 240,000	$	$ 240,000
	$ -	$ 240,000	$	$ 240,000

As there were no donor-imposed conditions (including no right of return) on this contribution, this contribution was an unconditional contribution.

NOTE 7 – AVAILABLE RESOURCES AND LIQUIDITY

The following table reflects the Foundation's financial assets as of December 31, 2025 and 2024, that are without donor or other contractual restrictions limiting their use and are available to meet general expenditures within one year of the date of the statement of financial position.

	2025	2024
Cash and cash equivalents	$ 73,128,879	$ 66,756,346
Contributions receivable	5,398,599	4,414,127
Contributions receivable – related parties	834,645	433,642
	79,362,123	71,604,115
Less: Net assets with donor restrictions	-	(240,000)
Available financial assets	$ 79,362,123	$ 71,364,115

NOTE 7 – AVAILABLE RESOURCES AND LIQUIDITY (Continued)

When establishing the business plan and annual budget each year, the Foundation's management and directors evaluate financial assets available to meet general expenditures over the year and predictable sources of earned revenue. When determining available resources for a year, the Foundation supplements the financial assets available in the next year with revenues from certain earned income sources.

- Round Up Collections – expected restaurant donations are reasonably predicted based on historical owner and store participation, limited release food and beverage items, ambassador training and advertising, in-store sales trends, and on historical donation rates.

- National Fundraisers – expected restaurant donations are reasonably predicted based on historical owner and store participation, limited release food and beverage items, ambassador training and advertising, in-store sales trends, and on historical donation rates.

- Contributions – expected gifts and contributions are reasonably predicted based on invitations for proposals, annual giving programs and history and on-site giving (based on attendance per capita budgeted).

Comparing these cash inflow sources to budgeted expenses reveals funding that may or may not be required to be raised to meet the budget year to achieve a balanced budget.

NOTE 8 – SUBSEQUENT EVENTS

Management evaluated all activity through September 24, 2026, (the issue date of the financial statements) and concluded that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to financial statements.