



Battt Morrison  
Wales & Lee

CERTIFIED PUBLIC ACCOUNTANTS

# Ronald McDonald House Charities of Central Florida, Inc.

Financial Statements

For The Years Ended December 31, 2022 and 2021

## REPORT OF INDEPENDENT AUDITOR

The Board of Directors and Management  
Ronald McDonald House Charities of Central Florida, Inc.  
Orlando, Florida

### ***Opinion***

We have audited the accompanying financial statements of Ronald McDonald House Charities of Central Florida, Inc. ("the Organization"), which consist of the statements of financial position as of December 31, 2022 and 2021, and the related statements of activities, cash flows, and functional expenses for the years 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 Ronald McDonald House Charities of Central Florida, Inc. as of December 31, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 Organization 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 Organization'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 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.

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- Identify and assess the risk 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 the Organization'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 financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization'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.

*Batts Morrison Wales & Lee, P.A.*

BATTS MORRISON WALES & LEE, P.A.

Orlando, Florida  
May 8, 2023

# RONALD MCDONALD HOUSE CHARITIES OF CENTRAL FLORIDA, INC.

## STATEMENTS OF FINANCIAL POSITION

### ASSETS

	December 31,	
	2022	2021
<b>ASSETS</b>		
Cash and cash equivalents	\$ 2,722,078	\$ 2,122,602
Assets restricted for long-term purposes	—	4,064
Investments	610,774	636,293
Other assets	633,405	417,292
Property and equipment, net	11,430,558	11,809,994
Promised use of contributed land	406,880	424,218
<b>Total assets</b>	<b><u>\$ 15,803,695</u></b>	<b><u>\$ 15,414,463</u></b>

### LIABILITIES AND NET ASSETS

<b>LIABILITIES</b>		
Accounts payable and accrued expenses	\$ 237,779	\$ 174,807
<b>Total liabilities</b>	<b><u>237,779</u></b>	<b><u>174,807</u></b>
<b>NET ASSETS</b>		
Without donor restrictions		
Undesignated	3,503,143	2,921,408
Designated for the J. Darrell Kelley quasi-endowment fund	23,835	27,971
Investment in property and equipment	11,430,558	11,809,994
Total net assets without donor restrictions	14,957,536	14,759,373
With donor restrictions	608,380	480,283
<b>Total net assets</b>	<b><u>15,565,916</u></b>	<b><u>15,239,656</u></b>
<b>Total liabilities and net assets</b>	<b><u>\$ 15,803,695</u></b>	<b><u>\$ 15,414,463</u></b>

The Accompanying Notes are an Integral  
Part of These Financial Statements

**RONALD MCDONALD HOUSE CHARITIES OF CENTRAL FLORIDA, INC.**  
**STATEMENTS OF ACTIVITIES**

	For The Year Ended December 31, 2022			For The Year Ended December 31, 2021
	Without Donor Restrictions	With Donor Restrictions	Total	
<b>PUBLIC SUPPORT AND REVENUE AND NET ASSETS</b>				
<b>RELEASED FROM RESTRICTIONS</b>				
Contributions without donor restrictions	\$ 2,555,898	\$ —	\$ 2,555,898	\$ 2,590,339
Contributions with donor restrictions	—	290,916	290,916	260,840
Special events revenue	840,747	—	840,747	720,586
Noncash contributions	288,307	—	288,307	212,651
Auxiliary and other activities	218,150	—	218,150	126,708
Grant revenue	—	—	—	279,272
Net assets released from restrictions	<u>162,819</u>	<u>(162,819)</u>	<u>—</u>	<u>—</u>
<b>Total public support and revenue and net assets released from restrictions</b>	<b><u>4,065,921</u></b>	<b><u>128,097</u></b>	<b><u>4,194,018</u></b>	<b><u>4,190,396</u></b>
Expenses				
Program activities				
House operations	<u>3,092,549</u>	<u>—</u>	<u>3,092,549</u>	<u>2,733,208</u>
Total program activities	<u>3,092,549</u>	<u>—</u>	<u>3,092,549</u>	<u>2,733,208</u>
Supporting activities				
Fundraising	393,139	—	393,139	302,800
General and administrative	201,317	—	201,317	154,797
Cost of direct benefits to donors	<u>180,753</u>	<u>—</u>	<u>180,753</u>	<u>165,805</u>
Total supporting activities	<u>775,209</u>	<u>—</u>	<u>775,209</u>	<u>623,402</u>
<b>Total expenses</b>	<b><u>3,867,758</u></b>	<b><u>—</u></b>	<b><u>3,867,758</u></b>	<b><u>3,356,610</u></b>
<b>Change in net assets without donor restrictions</b>	<b>198,163</b>	<b>—</b>	<b>198,163</b>	<b>896,799</b>
<b>Change in net assets with donor restrictions</b>	<b><u>—</u></b>	<b><u>128,097</u></b>	<b><u>128,097</u></b>	<b><u>(63,013)</u></b>
<b>CHANGE IN NET ASSETS</b>	<b>198,163</b>	<b>128,097</b>	<b>326,260</b>	<b>833,786</b>
<b>NET ASSETS - Beginning of year</b>	<b><u>14,759,373</u></b>	<b><u>480,283</u></b>	<b><u>15,239,656</u></b>	<b><u>14,405,870</u></b>
<b>NET ASSETS - End of year</b>	<b><u>\$ 14,957,536</u></b>	<b><u>\$ 608,380</u></b>	<b><u>\$ 15,565,916</u></b>	<b><u>\$ 15,239,656</u></b>

The Accompanying Notes are an Integral  
Part of These Financial Statements

**RONALD MCDONALD HOUSE CHARITIES OF CENTRAL FLORIDA, INC.**  
STATEMENTS OF CASH FLOWS

	For The Years Ended December 31,	
	2022	2021
<b>OPERATING CASH FLOWS</b>		
Cash received from contributions	\$ 2,790,398	\$ 2,630,339
Cash received from special events	840,747	720,586
Cash received from auxiliary and other activities	106,902	68,098
Cash paid for operating activities and costs	(2,954,867)	(2,667,342)
Interest paid	—	(15,345)
<b>Net operating cash flows</b>	<b>783,180</b>	<b>736,336</b>
<b>INVESTING CASH FLOWS</b>		
Net purchases of investments	(79,346)	(1,944)
Net purchases of and improvements to property and equipment	(164,838)	(105,424)
Net release of assets restricted for long-term purposes	4,064	15,322
<b>Net investing cash flows</b>	<b>(240,120)</b>	<b>(92,046)</b>
<b>FINANCING CASH FLOWS</b>		
Borrowings	—	279,272
Contributions restricted for long-term purposes	56,416	220,840
Repayments of note payable	—	(414,768)
<b>Net financing cash flows</b>	<b>56,416</b>	<b>85,344</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>599,476</b>	<b>729,634</b>
<b>CASH AND CASH EQUIVALENTS - Beginning of year</b>	<b>2,122,602</b>	<b>1,392,968</b>
<b>CASH AND CASH EQUIVALENTS - End of year</b>	<b>\$ 2,722,078</b>	<b>\$ 2,122,602</b>
<b>RECONCILIATION OF CHANGE IN NET ASSETS TO NET OPERATING CASH FLOWS</b>		
Change in net assets	\$ 326,260	\$ 833,786
Adjustments to reconcile change in net assets to net operating cash flows		
Conversion of note payable to grant revenue	—	(279,272)
Net loss (gain) on investments	104,865	(58,610)
Contributions restricted for long-term purposes	(56,416)	(220,840)
Depreciation	544,274	566,638
Change in other assets	(216,113)	(140,331)
Change in promised use of contributed land	17,338	17,866
Change in accounts payable and accrued expenses	62,972	17,099
<b>Net operating cash flows</b>	<b>\$ 783,180</b>	<b>\$ 736,336</b>

**SUPPLEMENTAL DISCLOSURE**

During the year ended December 31, 2021, \$279,272 of principal reductions of a certain note payable is included in "grant revenue" in the accompanying statement of activities. See Note G.

The Accompanying Notes are an Integral  
Part of These Financial Statements

# RONALD MCDONALD HOUSE CHARITIES OF CENTRAL FLORIDA, INC.

## STATEMENT OF FUNCTIONAL EXPENSES

For The Year Ended December 31, 2022

	Program activities	Supporting activities				
	House operations	Fundraising	General and administrative	Cost of direct benefits to donors	Total supporting activities	Total expenses
Salaries, wages, and payroll taxes	\$ 1,324,244	\$ 250,587	\$ 125,484	\$ —	\$ 376,071	\$ 1,700,315
Depreciation	544,274	—	—	—	—	544,274
House supplies	235,322	—	—	—	—	235,322
Repairs and maintenance	186,606	—	—	—	—	186,606
Printing and publishing	168,710	13,366	—	—	13,366	182,076
Cost of direct benefits to donors	—	—	—	180,753	180,753	180,753
Utilities	158,162	—	—	—	—	158,162
Office space	104,468	27,031	8,227	—	35,258	139,726
Professional fees and contract services	48,931	17,465	29,328	—	46,793	95,724
Miscellaneous	34,878	52,015	—	—	52,015	86,893
Insurance	78,507	—	—	—	—	78,507
Cleaning service and supplies	59,669	—	—	—	—	59,669
Telephone	41,023	—	2,159	—	2,159	43,182
House programs	27,733	—	—	—	—	27,733
Other house and room management - other supplies	22,969	—	—	—	—	22,969
Bank charges and credit card fees	—	—	18,213	—	18,213	18,213
Travel	6,054	6,054	6,054	—	12,108	18,162
Linens and laundry	15,003	—	—	—	—	15,003
Public relations	4,054	9,940	—	—	9,940	13,994
Meetings, trainings, and seminars	9,226	—	3,954	—	3,954	13,180
Donor recognition and communications	—	11,856	—	—	11,856	11,856
Auto expense	11,033	—	—	—	—	11,033
Volunteers	6,712	—	—	—	—	6,712
Marketing supplies	—	—	6,527	—	6,527	6,527
Postage	103	4,825	—	—	4,825	4,928
Taxes and licenses	3,318	—	1,371	—	1,371	4,689
Dues and subscriptions	1,550	—	—	—	—	1,550
<b>Total</b>	<b>\$ 3,092,549</b>	<b>\$ 393,139</b>	<b>\$ 201,317</b>	<b>\$ 180,753</b>	<b>\$ 775,209</b>	<b>\$ 3,867,758</b>

The Accompanying Notes are an Integral  
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# RONALD MCDONALD HOUSE CHARITIES OF CENTRAL FLORIDA, INC.

## STATEMENT OF FUNCTIONAL EXPENSES

For The Year Ended December 31, 2021

	Program activities	Supporting activities					
	House operations	Fundraising	General and administrative	Cost of direct benefits to donors	Total supporting activities	Total expenses	
Salaries, wages, and payroll taxes	\$ 1,076,946	\$ 193,236	\$ 88,320	\$ —	\$ 281,556	\$ 1,358,502	
Depreciation	566,638	—	—	—	—	566,638	
Printing and publishing	221,681	11,774	—	—	11,774	233,455	
Repairs and maintenance	200,763	—	—	—	—	200,763	
Cost of direct benefits to donors	—	—	—	165,805	165,805	165,805	
Office space	108,064	28,212	8,591	—	36,803	144,867	
Utilities	138,646	—	—	—	—	138,646	
House supplies	125,064	—	—	—	—	125,064	
Professional fees and contract services	31,403	11,537	23,146	—	34,683	66,086	
Insurance	65,957	—	—	—	—	65,957	
Miscellaneous	7,179	40,514	—	—	40,514	47,693	
Telephone	40,095	—	2,110	—	2,110	42,205	
Cleaning service and supplies	33,899	—	—	—	—	33,899	
Other house and room management - other supplies	30,091	—	—	—	—	30,091	
House programs	25,932	—	—	—	—	25,932	
Bank charges and credit card fees	—	—	18,941	—	18,941	18,941	
Interest	15,345	—	—	—	—	15,345	
Public relations	11,972	3,199	—	—	3,199	15,171	
Linens and laundry	15,000	—	—	—	—	15,000	
Marketing supplies	—	—	8,554	—	8,554	8,554	
Donor recognition and communications	—	8,428	—	—	8,428	8,428	
Auto expense	7,715	—	—	—	—	7,715	
Meetings, trainings, and seminars	4,375	—	1,875	—	1,875	6,250	
Travel	1,530	1,530	1,530	—	3,060	4,590	
Postage	36	4,370	—	—	4,370	4,406	
Taxes and licenses	2,568	—	1,730	—	1,730	4,298	
Volunteers	1,836	—	—	—	—	1,836	
Dues and subscriptions	473	—	—	—	—	473	
Total	<u>\$ 2,733,208</u>	<u>\$ 302,800</u>	<u>\$ 154,797</u>	<u>\$ 165,805</u>	<u>\$ 623,402</u>	<u>\$ 3,356,610</u>	

The Accompanying Notes are an Integral  
Part of These Financial Statements



# **RONALD MCDONALD HOUSE CHARITIES OF CENTRAL FLORIDA, INC.**

## **NOTES TO FINANCIAL STATEMENTS**

### **NOTE A – NATURE OF ACTIVITIES**

Ronald McDonald House Charities of Central Florida, Inc. (“the Organization”) is a Florida not-for-profit corporation. The purpose of the Organization is to create, find, and support programs that directly improve the health and well-being of children and families. The Organization’s primary activity is the operation of three Ronald McDonald Houses (“the Houses”) in the Central Florida area. The Houses have a combined 84 bedrooms, which are used to provide temporary lodging to families of seriously ill children being treated at AdventHealth for Children, Arnold Palmer Medical Center, and Nemours Children’s Hospital.

### **NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **Revenue recognition**

The Organization recognizes cash contributions as revenue when the contributions are received by the Organization. Contributions received are recorded as without or with donor restrictions, depending on the existence and/or nature of any donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as “net assets released from restrictions.”

#### **Cash and cash equivalents**

The Organization considers investment instruments purchased or donated with original maturities of three months or less to be cash equivalents.

#### **Assets restricted for long-term purposes**

Assets restricted for long-term purposes as of December 31, 2021, consist of pledges receivable and are restricted by donors for capital projects.

#### **Investments**

Investments consist of mutual funds, which are carried at estimated fair value. Estimated fair value is determined based on quoted market prices. Accordingly, investments are considered to be valued using Level 1 inputs for fair value measurement purposes.

#### **Property and equipment**

Property and equipment is stated at original cost, if purchased, or estimated fair value on the date of donation, if donated. Depreciation is provided using the straight-line method over the expected useful lives of the related assets.

#### **Net assets**

Net assets without donor restrictions are available for use at the discretion of the Board of Directors and/or management for general operating purposes. The J. Darrell Kelley quasi-endowment fund was established by the Board of Directors, and the earnings of the fund are to be used to support the ongoing operations of the Organization. Net assets with donor restrictions consist of amounts with uses limited by donor-imposed time and/or purpose restrictions.

#### **Noncash contributions**

The Organization receives donations of various supplies for use in house operations as well as other facilities and professional services in support of its various program activities. Noncash contributions are recognized as revenue at their estimated fair value on the date the gifts are received and are recognized as expenses when the related gifts are distributed to families or as assets depending on the nature of the donation. Noncash professional services are recognized at their estimated fair value as the services are performed. In general, management estimates the fair value of donated supplies and services using fair market value determined by online pricing sources. Noncash contributions are not monetized and all noncash contributions were considered without donor restrictions.

# RONALD MCDONALD HOUSE CHARITIES OF CENTRAL FLORIDA, INC.

## NOTES TO FINANCIAL STATEMENTS

### **NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

#### **Functional allocation of expenses**

The statements of functional expenses present expenses by function and natural classification. Expenses directly attributable to a specific functional area are reported as expenses of those functional areas. Indirect costs that benefit multiple functional areas are allocated among the various functional areas based primarily on employee time.

#### **Income taxes**

The Organization is exempt from federal income tax as an organization described in Section 501(c)(3) of the Internal Revenue Code and from state income tax pursuant to Florida law. The Organization is further classified as a public charity and not a private foundation for federal tax purposes. The Organization has not incurred unrelated business income taxes. As a result, no income tax provision or liability has been provided for in the accompanying financial statements.

#### **Use of estimates**

Management uses estimates and assumptions in preparing the financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and reported revenues and expenses. Significant estimates used in preparing these financial statements include those related to the estimated useful lives of property and equipment and the estimated fair value of investments, the promised use of contributed land, and noncash contributions. Actual results could differ from the estimates.

#### **New accounting pronouncement**

The Financial Accounting Standards Board issued Accounting Standards Update ASU 2020-07, Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets, to improve transparency of contributed nonfinancial assets for not-for-profit entities through enhancements to presentation and disclosure. The ASU is effective for the Organization's 2022 financial statements. The ASU requires that contributed nonfinancial assets be presented separately in the statement of activities. New disclosures are also required to disaggregate contributed nonfinancial assets by category type and other qualitative information about utilization, policies, and valuation techniques. The provisions of the ASU have been retrospectively applied to the Organization's 2021 financial statements, as required by applicable guidance.

#### **Subsequent events**

The Organization has evaluated for possible financial reporting and disclosure of subsequent events through the date of the report of independent auditor, the date as of which the financial statements were available to be issued.

### **NOTE C – LIQUIDITY AND AVAILABILITY OF RESOURCES**

Financial assets available for general expenditure within one year of the statements of financial position are as follows:

	<u>December 31,</u>	
	<u>2022</u>	<u>2021</u>
Cash and cash equivalents, including cash restricted for long-term purposes	\$ 2,722,078	\$ 2,122,602
Investments	<u>610,774</u>	<u>636,293</u>
Total financial assets available	3,332,852	2,758,895
Less amounts unavailable for general expenditure within one year	<u>—</u>	<u>—</u>
Net financial assets available within one year	<u>\$ 3,332,852</u>	<u>\$ 2,758,895</u>

# RONALD MCDONALD HOUSE CHARITIES OF CENTRAL FLORIDA, INC.

## NOTES TO FINANCIAL STATEMENTS

### **NOTE C – LIQUIDITY AND AVAILABILITY OF RESOURCES (Continued)**

The Organization is primarily supported by contributions. As part of the Organization's liquidity management, it structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Net assets with donor restrictions are available for general expenditure within one year of the statements of financial position because the restrictions on net assets are expected to be met by conducting the normal activities of the Organization in the coming year. Management of the Organization believes the Organization has sufficient investments available for general operations that may be drawn upon in the event of unanticipated financial distress or an immediate liquidity need.

### **NOTE D – CONCENTRATIONS**

The Organization maintains its cash and cash equivalents in deposit accounts which may not be federally insured, may exceed federally insured limits, or may be insured by an entity other than an agency of the federal government. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk related to cash and cash equivalents.

### **NOTE E – PROPERTY AND EQUIPMENT**

Property and equipment consisted of the following:

<u>Category</u>	<u>December 31,</u>	
	<u>2022</u>	<u>2021</u>
Land	\$ 394,013	\$ 394,013
Buildings and building improvements	15,822,249	15,722,053
Furniture, fixtures, and equipment	1,823,917	1,937,745
Vehicles	60,452	91,080
Construction in progress	<u>31,336</u>	<u>—</u>
Total property and equipment	18,131,967	18,144,891
Less: Accumulated depreciation	<u>(6,701,409)</u>	<u>(6,334,897)</u>
Net property and equipment	<u>\$ 11,430,558</u>	<u>\$ 11,809,994</u>

Depreciation expense amounted to \$544,274 and \$566,638 during 2022 and 2021, respectively. The Organization's land is subject to certain restrictive covenants limiting the use of the properties as Ronald McDonald House locations.

### **NOTE F – PROMISED USE OF CONTRIBUTED LAND**

During a prior year, the Organization entered into a lease agreement with The Nemours Foundation (a Florida not-for-profit organization) to lease certain real property at Nemours Children's Hospital in Orlando, Florida for a term of 50 years. The lease expires in September 2064. The lease agreement requires nominal rent of \$10 a year, which was paid in full in a prior year. The lease requires the Organization to use the property to construct and operate a Ronald McDonald House ("the House"). The Organization completed the construction of the House on the property in a prior year and uses the property for the operation of the House. The estimated fair value of the lease agreement (discounted for present value) was recognized as a contribution at the inception of the lease agreement.

# RONALD MCDONALD HOUSE CHARITIES OF CENTRAL FLORIDA, INC.

## NOTES TO FINANCIAL STATEMENTS

### **NOTE F – PROMISED USE OF CONTRIBUTED LAND (Continued)**

The estimated fair value of the leased property at December 31, 2022 and 2021 is \$406,880 and \$424,218, respectively, and is included in “promised use of contributed land” in the accompanying statements of financial position. The estimated fair value of rent annually recognized by the Organization from this agreement was \$22,200 during 2022 and 2021.

### **NOTE G – NOTE PAYABLE**

During 2021, the Organization obtained a Second Draw Paycheck Protection Program Loan (“PPP loan”) in the amount of \$279,272. The PPP loan was granted full forgiveness by the Small Business Administration in November 2021 based on the nature of the Organization’s expenditures during a certain applicable period. The forgiveness of the PPP loan has been recognized as a reduction to “note payable” in the accompanying statement of financial position (reducing the balance of the PPP loan to zero) as of December 31, 2021, and as “grant revenue” in the accompanying statement of activities for the year ended December 31, 2021.

### **NOTE H – NET ASSETS WITH DONOR RESTRICTIONS**

Net assets were subject to donor restrictions for the following purposes during 2022:

	Balance <u>January 1</u>	<u>Contributions</u>	<u>Transfers</u>	<u>Releases</u>	Balance <u>December 31</u>
Promised use of contributed land	\$ 424,219	\$ —	\$ —	\$ (17,339)	\$ 406,880
Pledges receivable for operations	52,000	232,500	—	(83,000)	201,500
Pledges receivable for capital projects	4,064	—	—	(4,064)	—
Capital projects	—	56,416	—	(56,416)	—
Other	<u>—</u>	<u>2,000</u>	<u>—</u>	<u>(2,000)</u>	<u>—</u>
Total	<u>\$ 480,283</u>	<u>\$ 290,916</u>	<u>\$ —</u>	<u>\$ (162,819)</u>	<u>\$ 608,380</u>

Net assets were subject to donor restrictions for the following purposes during 2021:

	Balance <u>January 1</u>	<u>Contributions</u>	<u>Transfers</u>	<u>Releases</u>	Balance <u>December 31</u>
Promised use of contributed land	\$ 442,084	\$ —	\$ —	\$ (17,865)	\$ 424,219
Pledges receivable for operations	17,000	40,000	—	(5,000)	52,000
Pledges receivable for capital projects	19,386	35,678	(51,000)	—	4,064
Capital projects	<u>64,826</u>	<u>185,162</u>	<u>51,000</u>	<u>(300,988)</u>	<u>—</u>
Total	<u>\$ 543,296</u>	<u>\$ 260,840</u>	<u>\$ —</u>	<u>\$ (323,853)</u>	<u>\$ 480,283</u>

**RONALD MCDONALD HOUSE CHARITIES OF CENTRAL FLORIDA, INC.**  
NOTES TO FINANCIAL STATEMENTS

**NOTE I – NONCASH CONTRIBUTIONS**

Noncash contributions recognized in the statements of activities included:

<u>Category</u>	<u>December 31.</u>	
	<u>2022</u>	<u>2021</u>
Supplies for house operations	\$ 153,971	\$ 92,010
Utilities and facilities operations	94,862	100,328
Professional services	<u>39,474</u>	<u>20,313</u>
Total noncash contributions	<u>\$ 288,307</u>	<u>\$ 212,651</u>

**NOTE J – RETIREMENT PLAN**

The Organization maintains a 403(b) retirement plan ("the Plan") in which employees are eligible to participate upon meeting the eligibility requirements as described in the Plan document. Eligible employees may make tax-deferred contributions to the Plan. The Plan allows for the Organization to make discretionary contributions. The Organization made contributions to the Plan of approximately \$29,000 and \$23,000 during 2022 and 2021, respectively.