Gary Sinise Foundation and Subsidiaries

Consolidated Financial Statements

March 31, 2026
(With Comparative Totals for 2025)

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Gary Sinise Foundation and Subsidiaries

Opinion

We have audited the accompanying consolidated financial statements of Gary Sinise Foundation and Subsidiaries (the "Organization"), which comprise the consolidated statement of financial position as of March 31, 2026, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Gary Sinise Foundation and Subsidiaries as of March 31, 2026, and the changes in their net assets and their 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 Gary Sinise 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 these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Gary Sinise Foundation's ability to continue as a going concern within one year after the date that the consolidated 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 consolidated 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 consolidated 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 consolidated 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 consolidated 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 Gary Sinise 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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Gary Sinise 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 Gary Sinise Foundation's 2025 consolidated financial statements, and we expressed an unmodified audit opinion on those audited consolidated financial statements in our report dated July 30, 2025. In our opinion, the summarized comparative information presented herein as of and for the year ended March 31, 2025, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

Armanino LLP

Woodland Hills, California

July 29, 2026

Gary Sinise Foundation and Subsidiaries
Consolidated Statement of Financial Position
March 31, 2026
(With Comparative Totals for 2025)

	2026	2025
ASSETS		
Current assets		
Cash and cash equivalents	$ 7,196,501	$ 17,856,125
Investments	80,851,149	58,911,516
Contributions and grants receivable, current portion	4,886,517	4,478,675
Inventory	933,326	471,884
Prepaid expenses and other current assets	1,899,401	1,697,528
Total current assets	95,766,894	83,415,728
Property and equipment, net	1,420,638	1,069,643
Other assets		
Contributions and grants receivable, net of current portion and discount	3,748,066	2,479,351
Right-of-use assets, net	894,228	1,999,163
Deposits	-	47,255
Total other assets	4,642,294	4,525,769
Total assets	$ 101,829,826	$ 89,011,140
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable and accrued liabilities	$ 3,120,551	$ 3,517,322
Current portion of operating lease liabilities	566,375	1,128,191
Total current liabilities	3,686,926	4,645,513
Operating lease liabilities, net of current portion	562,342	966,920
Total liabilities	4,249,268	5,612,433
Net assets		
Without donor restrictions		
General or undesignated	64,733,741	57,949,224
Board-designated endowment	19,676,457	16,410,494
Total without donor restrictions	84,410,198	74,359,718
With donor restrictions	13,170,360	9,038,989
Total net assets	97,580,558	83,398,707
Total liabilities and net assets	$ 101,829,826	$ 89,011,140

The accompanying notes are an integral part of these consolidated financial statements.

Gary Sinise Foundation and Subsidiaries
Consolidated Statement of Activities
For the Year Ended March 31, 2026
(With Comparative Totals for 2025)

	Without Donor Restrictions	With Donor Restrictions	2026 Total	2025 Total
Revenues, gains, and other support				
Bequests	$ 15,711,679	$ -	$ 15,711,679	$ 15,224,786
Contributions - Foundations	7,323,742	2,058,287	9,382,029	7,178,124
Contributions - Individuals	52,576,221	601,525	53,177,746	41,571,349
Contributions - Corporations	2,742,086	6,675,770	9,417,856	7,613,135
In-kind donations	11,049,067	-	11,049,067	9,111,003
Government grants	661,108	37,974	699,082	292,870
Indirect public support	888,738	-	888,738	1,829,306
Merchandise sales, net of cost of goods sold of $130,863	133,441	-	133,441	503,091
Other income	449,849	-	449,849	759,544
Investment income and returns, net of investment management fees of $291,282	6,505,854	-	6,505,854	7,000,392
Net assets released from restriction	5,242,185	(5,242,185)	-	-
Total revenues, gains, and other support	103,283,970	4,131,371	107,415,341	91,083,600
Functional expenses				
Program services	83,924,174	-	83,924,174	78,665,662
Management and general	5,574,364	-	5,574,364	5,768,195
Fundraising	3,734,952	-	3,734,952	3,835,069
Total functional expenses	93,233,490	-	93,233,490	88,268,926
Change in net assets	10,050,480	4,131,371	14,181,851	2,814,674
Net assets, beginning of the period	74,359,718	9,038,989	83,398,707	80,584,033
Net assets, end of the period	$ 84,410,198	$ 13,170,360	$ 97,580,558	$ 83,398,707

The accompanying notes are an integral part of these consolidated financial statements.

Gary Sinise Foundation and Subsidiaries
Consolidated Statement of Functional Expenses
For the Year Ended March 31, 2026
(With Comparative Totals for 2025)

	R.I.S.E.	Relief and Resiliency	Community Outreach and Education	First Responders Outreach	Military Support Concerts	Total Program Services	Management and General	Fundraising	2026 Total	2025 Total
Salaries, payroll taxes, and employee benefits	$ 1,976,307	$ 2,046,097	$ 2,132,804	$ 509,598	$ 201,537	$ 6,866,343	$ 1,503,219	$ 2,791,699	$ 11,161,261	$ 8,303,276
Accounting	15,445	17,188	14,680	8,794	3,332	59,439	47,059	-	106,498	272,591
Advertising and promotion	42,934	50,274	41,909	24,105	10,582	169,804	128,986	2,043	300,833	312,253
Aid/Grants (formerly "contributions")	4,396,998	5,143,954	5,964,325	4,884,426	-	20,389,703	1,014	-	20,390,717	27,513,288
Computer	129,103	263,266	100,834	69,946	21,952	585,101	310,015	111,993	1,007,109	1,249,431
Construction costs	10,343,977	20,570	-	2,500	-	10,367,047	-	-	10,367,047	10,856,721
Depreciation and amortization	39,998	44,510	38,015	22,774	8,629	153,926	121,864	-	275,790	220,435
Equipment rental	47,556	118,101	19,478	4,927	45,744	235,806	17,847	1,191	254,844	55,156
Furnishings - in-kind	5,241,411	938	-	-	-	5,242,349	-	-	5,242,349	3,081,878
Insurance	181,869	30,686	26,208	15,701	5,949	260,413	84,015	-	344,428	379,080
Legal	243,253	2,444	2,616	-	-	248,313	1,390,424	-	1,638,737	2,039,613
Merchandise cost	60,305	640,335	142,141	30,449	23,820	897,050	149,774	22,729	1,069,553	1,256,403
Merchant fees	28,994	14,711	6,860	28,201	1,013	79,779	538,300	746	618,825	584,782
Miscellaneous	39,427	97,783	35,566	19,567	8,148	200,491	104,736	51,532	356,759	555,776
Occupancy	174,663	194,370	166,006	99,451	37,682	672,172	532,160	-	1,204,332	1,066,660
Outside services	460,671	2,309,903	4,009,734	24,775	4,235,051	11,040,134	302,758	226,150	11,569,042	8,007,862
Postage	15,251	85,695	38,941	6,362	5,356	151,605	20,156	169,465	341,226	351,251
Printing	11,491	143,200	25,269	1,572	4,540	186,072	1,886	152,544	340,502	296,662
Repairs	123,456	21,238	15,556	9,320	12,085	181,655	50,617	51	232,323	460,932
Program costs	51,691	13,546,487	437,879	13,812	539,528	14,589,397	42,680	9,952	14,642,029	11,670,963
Taxes and licenses	30,179	6,395	1,789	1,072	2,245	41,680	5,684	-	47,364	132,617
Telephone	21,595	44,322	18,955	9,025	3,546	97,443	26,880	14,265	138,588	95,759
Travel and entertainment	633,043	7,262,817	1,851,842	30,531	1,092,497	10,870,730	146,427	178,554	11,195,711	9,239,409
Venue fees	1,016	147,213	115,941	-	13,096	277,266	-	2,038	279,304	177,120
Website	15,709	17,482	14,931	8,945	3,389	60,456	47,863	-	108,319	89,008
	$ 24,326,342	$ 32,269,979	$ 15,222,279	$ 5,825,853	$ 6,279,721	$ 83,924,174	$ 5,574,364	$ 3,734,952	$ 93,233,490	$ 88,268,926

The accompanying notes are an integral part of these consolidated financial statements.

Gary Sinise Foundation and Subsidiaries
Consolidated Statement of Cash Flows
For the Year Ended March 31, 2026
(With Comparative Totals for 2025)

	2026	2025
Cash flows from operating activities		
Change in net assets	$ 14,181,851	$ 2,814,674
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities		
Amortization of discount on contributions and grants receivable	414,465	219,840
Depreciation and amortization	275,790	220,435
Loss on disposal of property and equipment	94,640	-
Realized and unrealized gains on investments	(4,426,707)	(4,721,883)
Donated investments	(5,008,548)	(3,582,986)
Reduction in carrying amount of right-of-use assets	1,104,935	1,004,786
Changes in operating assets and liabilities		
Contributions and grants receivable, net	(2,091,022)	(1,346,333)
Inventory	(461,442)	(184,914)
Prepaid expenses and other current assets	(201,873)	(656,218)
Deposits	47,255	-
Accounts payable and accrued liabilities	(396,771)	681,521
Operating lease liabilities	(966,394)	(1,094,876)
Net cash provided by (used in) operating activities	2,566,179	(6,645,954)
Cash flows from investing activities		
Purchases of property and equipment	(721,425)	(184,858)
Purchases of investments	(48,066,563)	(17,505,425)
Sale of investments	35,562,185	16,849,895
Net cash used in investing activities	(13,225,803)	(840,388)
Net decrease in cash and cash equivalents	(10,659,624)	(7,486,342)
Cash and cash equivalents, beginning of year	17,856,125	25,342,467
Cash and cash equivalents, end of year	$ 7,196,501	$ 17,856,125

Supplemental schedule of noncash investing and financing activities

	2026	2025
Right-of-use assets obtained in exchange of lease liabilities	$ -	$ 968,762

Gary Sinise Foundation and Subsidiaries
Notes to Consolidated Financial Statements
March 31, 2026
(With Comparative Totals for 2025)

1. NATURE OF OPERATIONS

Gary Sinise Foundation ("GSF" and "Organization"), a Delaware charitable nonstock corporation, was formed in June 2011 with a mission to serve America by honoring its defenders, veterans, first responders, their families and those in need. GSF does this by creating and supporting unique programs designed to entertain, educate, inspire, strengthen and build communities. In December 2021, the Organization moved office locations from Los Angeles, California to Nashville, Tennessee.

GSF believes the cost of providing the blanket of freedom at home and abroad leaves an indelible impact on all service members, veterans, first responders and their families. Furthermore, it believes it is the individual responsibility of each citizen to support America's defenders. GSF is committed to ensuring the sacrifices made by all of our nation's heroes are honored and remembered.

Through their *Severely Wounded Heroes* Program, GSF builds mortgage-free, custom homes featuring smart technology and specialized features for America's most severely wounded heroes. Each home eases the challenges faced daily by our heroes and the families who sacrifice alongside them. Additionally, heroes from every conflict are provided adapted vehicles, mobility devices, wheelchairs, and home modifications. As a result, GSF provides severely wounded heroes with the resources necessary to overcome their new challenges and reclaim their independence. Expenses attributable to this program are included within *R.I.S.E.* in the consolidated statement of functional expenses.

Through their *Families of Fallen Heroes* Program, GSF serves the children and surviving spouses of fallen military and first responder heroes - also known as our "Snowball Express" families - through year-round programming and support that reminds them they are never alone and their hero is never forgotten. Empowerment workshops and thoughtfully curated trips bring together families of fallen heroes to connect, have fun, and access valuable resources in a supportive, stress-free environment. These experiences foster healing, personal growth, meaningful friendships, and lasting memories. Expenses attributable to this program are included within *Relief and Resiliency* in the consolidated statement of functional expenses.

Through their *First Responder Communities* Program, GSF provides equipment, training, and wellness grants to ensure our firefighters, police, and EMTs have the correct tools needed to perform to the best of their abilities. GSF also provides real-time support and resources to first responders in times of natural disaster. Following natural disasters, GSF aids local veterans, first responders, and their families as they rebuild their lives. When a first responder hero falls in the line of duty, GSF provides financial assistance to their family, allowing the loved ones left behind to focus on what is most important: each other. Expenses attributable to this program are included within *First Responder Outreach* in the consolidated statement of functional expenses.

1. NATURE OF OPERATIONS (continued)

Through their *Active-Duty Service Members* Program, GSF works tirelessly to remind our heroes around the world that a grateful nation stands behind them. Through our appreciation meals, GSF delivers hearty, classic American meals to our defenders around the world as a reminder that their sacrifice is not forgotten. Expenses attributable to this program are included within *Community Outreach* and *Military Support Concerts* in the consolidated statement of functional expenses.

Through *The Invisible Wounds* key partnership, GSF helps our heroes shed the weight of their traumas and transition from post-traumatic stress to post-traumatic growth. By bringing together heroes from across all conflicts, GSF creates a community of trust, where they can confront post-traumatic stress and learn to thrive in civilian life. Expenses attributable to this program are included within *Relief and Resiliency* in the consolidated statement of functional expenses.

Through their *Educating the Next Generation* Program, GSF is bridging the gap between those who serve and the next generation of Americans by bringing students to experience three memorial sites of September 11, 2001, alongside the heroes and family members who were directly impacted. Educating our youth about 9/11 ensures that the bravery, sacrifice, and unity shown on one of our nation's darkest days are never forgotten. Expenses attributable to this program are included within *Community Outreach* in the consolidated statement of functional expenses.

Through their *Veterans of Every Conflict* Program, GSF provides WWII veterans the opportunity to visit The National WWII Museum and sponsors a historian to document their first-hand accounts of the War. Serving veterans is not only our duty as citizens, but our patriotic privilege. No matter how they served or where they deployed, every hero who has ever worn the cloth of our nation deserves our help and respect. Expenses attributable to this program are included within *Community Outreach* in the consolidated statement of functional expenses

The *Gary Sinise Foundation Podcast*, created by Gary's late son, Mac Sinise, honors those who serve through powerful conversations with military heroes, first responders, and dedicated supporters.

Gary Sinise & the Lt. Dan Band ("LTDB"), a Delaware limited liability company, is 100% owned by GSF and was formed in March 2011. Its proceeds help support GSF's mission. Gary Sinise & the Lt. Dan Band continue to bring their exhilarating performances to our nation's service members, veterans, first responders, and their families across the world. Whether boosting morale on military bases at home and abroad or raising awareness and funding through benefit concerts, the band entertains, educates, inspires and builds communities with its explosive live show.

Real Property Holdco, LLC ("RPH"), a Delaware limited liability company, is 100% owned by GSF and was formed in July 2024. The sole purpose of this entity is to function as a holding company for physical assets donated to GSF, such as vehicles, real estate, or other non-monetary assets. These assets may be held for a period of time or liquidated, at the discretion of the Board of Directors and/or management.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of consolidation

The accompanying consolidated financial statements include the accounts of GSF, LTDB, and RPH (collectively referred to as the "Organization"). All significant intercompany transactions and balances have been eliminated in consolidation.

Basis of accounting and financial statement presentation

The consolidated financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP").

The Organization is required to report information regarding its financial position and activities according to three classes of net assets: net assets without donor restrictions, board-designated endowment, and net assets with donor restrictions.

- *Net assets without donor restrictions* - Include contributions, fundraising, fees and other forms of unrestricted revenue and expenditures related to the general operations and fundraising efforts of the Organization.
- *Board-designated Endowment* - The Board of Directors, as part of the Organization's long-term strategic plan, has established a board designated endowment fund. All investment earnings and gains/losses for the year are reported as part of the endowment.
- *Net assets with donor restrictions* - Include gifts and grants received that are restricted with respect to time or use by the donor or grantor. When the restrictions expire, the net assets of this fund are reclassified to net assets without donor restrictions. Restricted gifts and grants received are reported as net assets without donor restrictions if the restriction is met in the same reporting period.

Use of estimates

The preparation of consolidated financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Concentration of risk

Occasionally the Organization's cash balances exceed Federal Deposit Insurance Corporation ("FDIC") insured limits. The Organization has not experienced and does not anticipate any losses related to these balances.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Cash and cash equivalents

The Organization considers all investments purchased with a maturity date of three months or less to be cash equivalents. For the years ended March 31, 2026 and 2025, the Organization held cash equivalents of $4,632,361 and $14,967,782, respectively.

Investments

The Organization accounts for investments in accordance with Financial Accounting Standards Board ("FASB") Accounting Standards Codification Topic 958-320, *Not-for-Profit Entities: Investments - Debt and Equity Securities* ("ASC 958-320"). ASC 958-320 requires that investments in debt and equity securities with readily determinable fair values be reported at fair market value in the consolidated statements of financial position.

Sales and purchases of securities are recorded on the trade date, which results in receivables and payables on trades that have not yet settled at the consolidated financial statement date. Interest income is recorded as earned on an accrual basis, and dividend income is recorded based upon the dividend date. Realized gains and losses are calculated based upon the underlying cost of the securities traded. Unrealized gains and losses are included in the consolidated statement of activities and represent the difference between the cost and current market quotations of investments held at the end of the fiscal year. Net investment return (loss) is reported in the consolidated statement of activities and consists of interest and dividend income, realized and unrealized gains and losses, less external investment expenses.

Investments in general, are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain long-term investments, it is reasonably possible that changes in the values of these investments will occur in the near term and that such changes could materially affect the amounts reported in the consolidated financial statements.

Investments are made according to the investment policies, guidelines, and objectives adopted by the Organization's Board of Directors. These guidelines provide for investments in equities, fixed income, and other securities. Market values of such investments are routinely reviewed by the investment committee of the Board of Directors.

Fair value measurements

The Organization's consolidated statement of financial position include the following financial instruments: cash and cash equivalents, contributions and grants receivable, accounts payable, and accrued liabilities. The Organization considers the carrying amounts of its assets and liabilities noted herein to approximate fair value because of the relatively short period of time between origination of the instrument and its expected realization.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fair value measurements (continued)

The Organization follows Accounting Standards Codification No. 820-10, *Fair Value Measurements and Disclosures* ("ASC Topic 820") which 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 under ASC Topic 820 are described below:

- *Level 1* - Fair value is determined using quoted market prices in active markets for identical assets and liabilities.
- *Level 2* - Fair value is determined using quoted market prices in active markets for similar assets and liabilities.
- *Level 3* - Fair value is determined using unobservable market prices in a market that is typically inactive.

Contributions and grants receivable, net

Contributions, including unconditional promises to give are recognized as revenue in the period received. Contributions and grants received, including unconditional promises to give, are recorded as net assets with or without donor restrictions depending on the existence or absence of any donor-imposed restrictions and are then reclassified to net assets without donor restrictions upon satisfaction of any restrictions through the net assets released from restriction. Pledges for future contributions, including unconditional promises to give are recorded as receivables and reported at estimated net realizable values. Pledges that are due in future periods are discounted at 4%. Management has reviewed all contributions and grants receivable and determined no allowance for doubtful contributions was deemed necessary for the years ended March 31, 2026 and 2025.

Contributions that are considered conditional promises to give which contain barriers and a right of return or right of release are not recognized until the conditions on which they depend are met, at which time, the gift is recognized as either contribution revenue with or without donor restrictions. There were no unrecognized conditional contributions for the years ended March 31, 2026 and 2025.

Inventory

Inventory consists of t-shirts and other merchandise and is stated at the lower of cost or market on a first-in, first-out basis.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Smart Homes

Through GSF's *Severely Wounded Heroes* program, GSF builds specially adapted Smart Homes for pre-selected, severely wounded heroes and their families. GSF incurs all expenditures related to the acquisition of the land, and the design, construction, furnishings and fixtures related to the home. The costs are included within the *Severely Wounded Heroes* program expenses as they are incurred.

Property and equipment

Purchases of property and equipment are recorded at cost. Donated items are recorded at fair value when received. Depreciation and amortization on both purchased and donated items are recorded using the straight-line method over the shorter of the estimated useful life of the related asset as follows:

Computer equipment	3 years
Furniture and fixtures	3 - 7 years
Website	3 years
Vehicle	5 years
Office equipment	5 - 7 years
Leasehold improvements	Lesser of useful life or life of lease

Normal repairs and maintenance are expensed as incurred, whereas significant charges that materially increase values or extend useful lives are capitalized and depreciated over the estimated useful lives of the related assets.

Impairment of long-lived assets

Management reviews each asset or asset group for impairment whenever events or circumstances indicate that the carrying value of an asset or asset group may not be recoverable, but at least annually. No impairment provision was recorded by the Organization for the years ended March 31, 2026 and 2025.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

In-kind donations

In-kind donations consist of contributed assets and contributed services. Contributed assets are recognized at the asset's fair value on the date of contribution. Contributed legal services are valued based on the prevailing rates for similar services. Contributed travel is valued using estimated airfare and mileage rates for comparable travel arrangements. Contributed construction materials are valued based on estimated retail values for similar materials. Contributed event labor and supplies are valued based on the estimated rates that would have been paid in the marketplace. Contributed services are recognized if the services received: a) create or enhance long-lived assets or b) require specialized skills, are provided by individuals possessing those skills, and c) would typically need to be purchased if not provided by donation. For the years ended March 31, 2026 and 2025, all in-kind donations received were utilized and there were no donor-imposed restrictions.

The amounts recognized as in-kind donations are as follows:

	2026	2025
Contributed services		
Construction - labor	$ -	$ 205,356
Legal fees	1,256,483	1,246,186
Events - labor	1,017,710	781,328
	2,274,193	2,232,870
Contributed assets		
Construction - material and supplies	4,570,618	3,160,977
Travel - charter flights and miles	3,651,716	3,328,353
Events - supplies and entertainment	552,540	388,803
	$ 11,049,067	$ 9,111,003

All of these expenses are included within program services, except for legal fees which has been included within management and general.

Leases

The Organization recognizes a right-of-use ("ROU") asset and a lease liability at the commencement date of the contract for all leases conveying the right to control the use of an identified asset for a period of time in accordance with the Accounting Standards Codification ("ASC") Topic 842, *Leases* ("ASC 842"). The commencement date is the date on which a lessor makes an underlying asset available for use by a lessee.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Leases (continued)

The right-of-use assets are initially measured at cost, which comprises: i) the amount of the initial measurement of the lease liability; ii) any lease payments made at or before the commencement date, less any lease incentives; and iii) any initial direct costs incurred by the lessee.

After the commencement date, the right-of-use assets are measured at cost less any accumulated depreciation and any accumulated impairment losses and adjusted for any remeasurement of the lease liability. Depreciation is calculated using the straight-line method over the estimated useful life or over the term of the respective lease. If the lease transfers ownership of the underlying asset to the Organization by the end of the lease term or if the cost of the right-of-use asset reflects that the Organization will exercise a purchase option, the Organization amortizes the right-of-use asset from the commencement date to the end of the useful life of the underlying asset.

The lease liability is initially measured at the present value of the lease payments that are not paid at that date, which comprises: i) fixed payments, less any lease incentives receivable; ii) variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date; iii) amounts expected to be payable by the lessee under residual value guarantees; iv) the exercise price of a purchase option if the lessee is reasonably certain to exercise that option; v) payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

The lease payments are discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Organization may utilize the risk-free interest rate. The Organization elected to utilize the risk-free interest rate available as an optional expedient under the standard. The lease liability is subsequently measured at amortized cost using the effective interest method.

The lease term determined by the Organization comprises: i) non-cancelable period of lease contracts; ii) periods covered by an option to extend the lease if the lessee is reasonably certain to exercise that option; and iii) periods covered by an option to terminate the lease if the lessee is reasonably certain not to exercise that option.

The Organization has applied the practical expedients in ASC 842 related to not separating lease and nonlease components of contracts.

The Organization has elected not to recognize ROU assets and lease liabilities for short-term leases and instead records them in a manner similar to operating leases under legacy leasing guidelines. A short-term lease is one with a maximum lease term of 12 months or fewer and does not include a purchase option the lessee is reasonably certain to exercise.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Functional expenses

The Organization allocates its expenses on a functional basis among its various programs and support services. Expenses that can be identified with a specific program or support service are allocated directly according to their natural expenditure classification. Other expenses that are common to several functions are allocated based on management estimates.

Income tax status

GSF is a charitable nonstock public benefit corporation organized under the laws of Delaware and is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and corresponding state provisions.

LTDB is a single member limited liability company that is a disregarded entity under the Internal Revenue Code. However, LTDB is subject to a Delaware state income tax as well as other state and tax jurisdictions. For Delaware income tax purposes, a limited liability company is required to pay a fee based on its gross receipts as defined, plus $800 annually.

RPH is a single member limited liability company that is a disregarded entity under the Internal Revenue Code. However, RPH is subject to a Delaware state income tax as well as other state and tax jurisdictions. For Delaware income tax purposes, a limited liability company is required to pay a fee based on its gross receipts as defined, plus $800 annually.

Subsequent events

Subsequent events have been evaluated through July 29, 2026, which is the date the consolidated financial statements were available to be issued. Based upon this evaluation, it was determined that no subsequent events occurred that would require recognition or additional disclosure in the consolidated financial statements, other than the below.

3. CONTRIBUTIONS AND GRANTS RECEIVABLE

Contributions and grants receivable, net consisted of the following:

	2026	2025
Amounts due in one year	$ 4,886,517	$ 4,478,675
Amounts due in two to five years	4,737,862	3,054,682
	9,624,379	7,533,357
Discount to net present value	(989,796)	(575,331)
	$ 8,634,583	$ 6,958,026

3. CONTRIBUTIONS AND GRANTS RECEIVABLE (continued)

The Organization uses 4% as its present value discount factor.

4. PROPERTY AND EQUIPMENT, NET

Property and equipment, net consisted of the following:

	2026	2025
Leasehold improvements	$ 2,854,384	$ 2,374,741
Furniture and fixtures	823,742	742,807
Computer equipment	724,146	574,278
Office equipment	214,659	203,678
Website	111,410	111,410
Vehicle	100,574	100,574
Land	-	94,640
	4,828,915	4,202,128
Accumulated depreciation and amortization	(3,408,277)	(3,132,485)
	$ 1,420,638	$ 1,069,643

Depreciation and amortization expense for the years ended March 31, 2026 and 2025 was $275,790 and $220,435, respectively.

5. COMMITMENTS AND CONTINGENCIES

Litigation

From time to time, the Organization is involved in litigation in the normal course of business. There are no current legal matters in which the Organization is a defendant or that management believes will have a materially adverse financial impact on the Organization.

Smart Home Construction

Through its *Severely Wounded Heroes* program, the Organization has 27 Smart Homes in various stages of development as of March 31, 2026. The total budgeted cost of those Smart Homes is approximately $21,454,000. As of March 31, 2026, the Organization had expended approximately $13,968,000 on those homes, resulting in a remaining net commitment of approximately $7,486,000.

5. COMMITMENTS AND CONTINGENCIES (continued)

Smart Home Construction (continued)

Through its *Severely Wounded Heroes* program, the Organization has 18 Smart Homes in various stages of development as of March 31, 2025. The total budgeted cost of those Smart Homes is approximately $14,999,000. As of March 31, 2025, the Organization had expended approximately $9,408,000 on those homes, resulting in a remaining net commitment of approximately $5,591,000.

Gain contingency

The Organization has been named the sole beneficiary of a donor's estate in an executed living trust. The donor passed in February 2022 at which time the living trust became irrevocable. Subsequent to the passing of the donor, the trustee of the living trust has brought litigation to disinherit the Organization and name another non-profit organization as the beneficiary. The Organization is vigorously defending its claim and believes that its claim to the estate is valid and will be upheld. However, since the legal matter has not concluded, the Organization believes that there is sufficient uncertainty around the outcome and has not recorded the bequest in its books and records. Litigation continues and the case is pending arbitration. The estimated value of the estate is approximately $20,000,000.

6. RELATED PARTY

During the years ended March 31, 2026 and 2025, a board member affiliated legal firm provided pro-bono legal services to the Organization. The Organization also paid for costs incurred for filing fees. The total amount of pro-bono legal services provided during the year ended March 31, 2026 totaled $1,256,483. There were no costs incurred for filing fees for the year ended March 31, 2026. The total amount of pro-bono legal services provided and costs incurred for filing fees during the year ended March 31, 2025, totaled $1,246,186 and $100,000, respectively.

During the years ended March 31, 2026 and 2025, the treasurer of the Organization provided design services and sold furniture and fixtures to the Organization at discounted prices. The total amount of services provided and furniture sold to the Organization during the years ended March 31, 2026 and 2025, totaled approximately $364,000 and $144,000, respectively.

7. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consist of the following as of March 31, 2026 and 2025:

	2026	2025
Smart Homes and Home Modifications	$ 7,192,924	$ 3,768,994
Time restricted	5,052,436	2,429,886
Relief and Resiliency	350,000	1,196,932
Center for Outreach and Education	250,000	1,598,944
Other	325,000	44,233
	$ 13,170,360	$ 9,038,989

For the years ended March 31, 2026 and 2025, time restricted net assets of $4,049,596 and $4,196,440 respectively have been embedded in these purpose restrictions.

Net assets with donor restrictions released from restriction during the years ended March 31, 2026 and 2025 were as follows:

	2026	2025
Smart Homes and Home Modifications	$ 1,724,626	$ 3,855,044
Time restricted	1,027,450	1,677,982
Relief and Resiliency	846,932	1,683,811
Center for Outreach and Education	1,348,944	110,000
First Responders	-	419,267
Other	294,233	10,245
	$ 5,242,185	$ 7,756,349

8. BOARD-DESIGNATED ENDOWMENT

In February 2016, the Board of Directors (the "Board") established a board designated endowment fund in the amount of $10,000,000 as part of the Organization's long-term strategic plan. The Organization has adopted an endowment investment policy, approved by the Board, for endowment assets that attempt to maximize the return on invested assets while minimizing risk and expenses. This is to be done through prudent investing and planning, as well as through the maintenance of a diversified portfolio. The Organization targets a diversified asset allocation that places an emphasis on fixed income securities and equity investments with approximately 5% to be held in cash and cash equivalents accounts to be available for program expenditures, administrative costs, and other anticipated expenses. Five percent (5%) of the total market value of the fund as of September 30 of each year may be utilized over the course of the following calendar year for the Organization's administrative and overhead expenses. No such allocation was made during the years ended March 31, 2026 and 2025.

8. BOARD-DESIGNATED ENDOWMENT (continued)

Activity during the year ended March 31, 2026, Board-Designated endowment was as follows:

Balance at March 31, 2025	$ 16,410,494
Realized and unrealized gains	1,613,382
Dividends and interest income	541,660
Investment expenses	(73,506)
Transfers	1,184,427
Balance at March 31, 2026	$ 19,676,457

Activity during the year ended March 31, 2025, Board-Designated endowment was as follows:

Balance at March 31, 2024	$ 15,740,175
Realized and unrealized gains	289,183
Dividends and interest income	463,932
Investment expenses	(82,796)
Balance at March 31, 2025	$ 16,410,494

9. INVESTMENTS

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value as of March 31, 2026:

	Level 1	Level 2	Level 3	Fair Value
Mutual funds	$ 31,672,198	$ -	$ -	$ 31,672,198
Corporate stocks	17,197,483	-	-	17,197,483
Corporate bonds	-	18,161,038	-	18,161,038
U.S. Treasury notes	5,776,378	-	-	5,776,378
Variable annuities	-	-	8,044,052	8,044,052
	$ 54,646,059	$ 18,161,038	$ 8,044,052	$ 80,851,149

9. INVESTMENTS (continued)

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value as of March 31, 2025:

	Level 1	Level 2	Level 3	Fair Value
Mutual funds	$ 28,630,689	$ 6,543,702	$ -	$ 35,174,391
Corporate stocks	10,053,717	-	-	10,053,717
Corporate bonds	-	6,316,002	-	6,316,002
U.S. treasury notes	6,177,867	-	-	6,177,867
Variable annuities	-	-	1,189,539	1,189,539
	$ 44,862,273	$ 12,859,704	$ 1,189,539	$ 58,911,516

Investment income, net consisted of the following:

	2026	2025
Realized and unrealized gains	$ 4,426,707	$ 4,721,883
Interest and dividends	2,370,429	2,507,770
Management fees	(291,282)	(229,261)
	$ 6,505,854	$ 7,000,392

Activity in the investments during the years ended March 31, 2026 and 2025, was as follows:

	2026	2025
Balance, beginning of the period	$ 58,911,516	$ 49,951,117
Proceeds from sales of investments	(35,562,185)	(16,849,895)
Purchases of investments	48,066,563	17,505,425
Donated investments	5,008,548	3,582,986
Realized and unrealized gains	4,426,707	4,721,883
Balance, end of the period	$ 80,851,149	$ 58,911,516

9. INVESTMENTS (continued)

Activity in the level 3 investments during the years ended March 31, 2026 and 2025, was as follows:

	2026	2025
Balance, beginning of year	$ 1,189,539	$ -
Purchases	6,691,680	1,214,000
Realized and unrealized gains (losses)	162,833	(24,461)
Balance, end of year	$ 8,044,052	$ 1,189,539

10. CONCENTRATIONS OF CREDIT RISK

Concentration of credit risk for contributions and grants receivable are generally limited due to the dispersion of these items over a wide donor base. Approximately 53% of the Organization's outstanding contributions and grants receivable at March 31, 2026 was due from two donors. Approximately 33% of the Organization's outstanding contributions and grants receivable at March 31, 2025 was due from two donors.

11. RETIREMENT PLAN

The Organization has a retirement plan providing benefits to all eligible employees. The Organization makes matching contributions of 3% of eligible compensation of those employees who elected to contribute to the plan. Employees are eligible to participate upon start of service and are vested in their accounts upon enrollment. Retirement plan expense for the years ended March 31, 2026 and 2025 was $163,185 and $126,137, respectively.

12. LEASES

The Organization has various leases which expire at various dates through 2028.

The right-of-use assets is detailed as follows:

	2026	2025
Right-of-use assets - operating	$ 894,228	$ 1,999,163

12. LEASES (continued)

The right-of-use lease liabilities are detailed as follows:

	2026	2025
Lease liabilities, current portion		
Operating lease liabilities	$ 566,375	$ 1,128,191
Lease liabilities, net of current portion		
Operating lease liabilities	562,342	966,920
	$ 1,128,717	$ 2,095,111

Lease costs for the years ended March 31, 2026 and 2025 consisted of the following:

	2026	2025
Operating lease costs		
Annual scheduled rent	$ 1,046,384	$ 1,132,745

Future maturities of operating lease liabilities are as follows:

Year ending March 31,	
2027	$ 599,675
2028	571,737
	1,171,412
Less: discounts to present value	(42,695)
Lease liabilities, net of discounts to present value	1,128,717
Current portion	(566,375)
	$ 562,342

The weighted-average lease terms and discount rates for the years ended March 31, 2026 and 2025 are as follows:

	2026	2025
Weighted-average remaining lease term - operating lease	1.60 years	1.99 years
Weighted-average discount rate - operating lease	3.40 %	2.68%

13. LIQUIDITY AND AVAILABILITY

The following reflects the Organization's financial assets reported on the consolidated statement of financial position, reduced by amounts not available for general use within one year because of contractual or donor-imposed restrictions. Consequently, amounts available exclude net assets with donor restrictions as of March 31, 2026 and 2025.

Liquidity of financial assets as of March 31, 2026 and 2025 is as follows:

	2026	2025
Cash and cash equivalents	$ 7,196,501	$ 17,856,125
Investments	80,851,149	58,911,516
Contributions and grants receivable, current portion	4,886,517	4,478,675
	92,934,167	81,246,316
Net assets with donor restrictions (Note 7)	(13,170,360)	(9,038,989)
Board-designated endowments (Note 8)	(19,676,457)	(16,410,494)
	$ 60,087,350	$ 55,796,833