CALIRI, MANCINI & BARBIERI, PC

Certified Public Accountants

RONALD MCDONALD HOUSE CHARITIES OF NEW ENGLAND, INC.

Financial Statements

December 31, 2025 and 2024

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RONALD MCDONALD HOUSE CHARITIES OF NEW ENGLAND, INC.

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December 31, 2025 and 2024

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Ronald McDonald House Charities of New England, Inc.
Providence, Rhode Island

Opinion

We have audited the accompanying financial statements of Ronald McDonald House Charities of New England, Inc. (a non-profit organization), which comprise the statement of financial position as of December 31, 2025 and 2024, and the related statements of activities, functional expenses and cash flows 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 New England, Inc. as of December 31, 2025 and 2024, 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Ronald McDonald House Charities of New England, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Ronald McDonald House Charities of New England, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

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

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The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Ronald McDonald House Charities of New England, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Ronald McDonald House Charities of New England, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Caliri, Mancini & Barbieri, PC

Exeter, Rhode Island
June 23, 2026

RONALD MCDONALD HOUSE CHARITIES OF NEW ENGLAND, INC.

Statements of Financial Position

December 31, 2025 and 2024

	2025	2024
ASSETS		
Current Assets:		
Cash and Cash Equivalents	$ 1,578,250	$ 679,753
Contributions Receivable	367,593	404,929
Prepaid Expenses	16,181	34,404
Total Current Assets	1,962,024	1,119,086
Other Assets:		
Cash Held for Investment in Property and Equipment	110,492	-
Money Market Instruments Fund, at Net Asset Value	2,004,982	1,921,682
Investments - Quasi Endowment Fund	4,204,132	3,913,029
Investments - Endowment Fund and Quasi-Endowment Fund	1,197,133	1,121,894
Property and Equipment, Net	5,310,252	5,448,360
Security deposits	21,425	21,425
Total Other Assets	12,848,416	12,426,390
Total Assets	14,810,440	$ 13,545,476
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts Payable and Accrued Expenses	$ 107,354	$ 168,076
Grants Payable	131,250	88,750
Deferred Revenue	25,000	1,900
Total Current Liabilities	263,604	258,726
Net Assets:		
Without Donor Restrictions:		
General Operations	8,865,547	8,147,313
Board Designated for Future Projects	100,000	100,000
Board Designated Investments	4,295,936	3,999,092
Total Without Donor Restrictions	13,261,483	12,246,405
With Donor Restrictions:		
Perpetual in Nature	496,250	496,250
Purpose Restrictions	789,103	544,095
Total With Donor Restrictions	1,285,353	1,040,345
Total Net Assets	14,546,836	13,286,750
Total Liabilities and Net Assets	$ 14,810,440	$ 13,545,476

See independent auditors' report and accompanying notes to financial statements.

RONALD MCDONALD HOUSE CHARITIES OF NEW ENGLAND, INC.

Statement of Activities

Year Ended December 31, 2025

(with Comparative Totals for the year ended December 31, 2024)

	2025			
	Without Donor Restrictions	With Donor Restrictions	2025 Totals	2024 Totals Only
Public Support and Revenue:				
Public Support:				
Special Events Gross Revenue	$ 492,270	$ -	$ 492,270	$ 426,752
Special Events Direct Benefits to Donors	(85,637)	-	(85,637)	(79,266)
Net Revenue from Special Events	406,633	-	406,633	347,486
Contributions	3,415,919	395,160	3,811,079	3,139,417
Guest Contributions	32,641	-	32,641	31,572
In-Kind Contributions and Donated Services	125,007	-	125,007	101,479
Total Public Support	3,980,200	395,160	4,375,360	3,619,954
Revenue:				
Interest and Dividend Income, Net of Fees	296,690	62,686	359,376	148,187
Net Unrealized Gains on Investments	79,906	11,277	91,183	121,296
Net Realized Gains on Investments	115,117	20,419	135,536	207,779
Loss on Disposition of Property and Equipment	-	-	-	(11,630)
Miscellaneous Income	190	-	190	6,536
Total Revenue, Net	491,903	94,382	586,285	472,168
Net Assets Released from Restrictions	244,534	(244,534)	-	-
Total Public Support and Revenue	4,716,637	245,008	4,961,645	4,092,122
Program Expenses:				
Program Services	2,288,721	-	2,288,721	2,136,576
Supporting Service Expenses:				
Management and General Expenses	608,917	-	608,917	651,006
Fundraising Expenses	803,921	-	803,921	482,346
Total Supporting Service Expenses	1,412,838	-	1,412,838	1,133,352
Total Expenses	3,701,559	-	3,701,559	3,269,928
Changes in Net Assets	1,015,078	245,008	1,260,086	822,194
Net Assets, Beginning of Year	$ 12,246,405	$ 1,040,345	$ 13,286,750	12,464,556
Net Assets, End of Year	$ 13,261,483	$ 1,285,353	$ 14,546,836	$ 13,286,750

See independent auditors' report and accompanying notes to financial statements.

RONALD MCDONALD HOUSE CHARITIES OF NEW ENGLAND, INC.

Statement of Activities

Year Ended December 31, 2024

	2024		
	Without Donor Restrictions	With Donor Restrictions	2024 Totals
Public Support and Revenue:			
Public Support:			
Special Events Gross Revenue	$ 426,752	$ -	$ 426,752
Special Events Direct Benefits to Donors	(79,266)	-	(79,266)
Net Revenue from Special Events	347,486	-	347,486
Contributions	3,133,917	5,500	3,139,417
Guest Contributions	31,572	-	31,572
In-Kind Contributions and Donated Services	101,479	-	101,479
Total Public Support	3,614,454	5,500	3,619,954
Revenue (Loss):			
Interest and Dividend Income, Net of Fees	134,196	13,991	148,187
Net Unrealized Gains Losses on Investments	95,330	25,966	121,296
Net Realized Gains Losses on Investments	149,799	57,980	207,779
Loss on Disposition of Property and Equipment	(11,630)	-	(11,630)
Miscellaneous Income	6,536	-	6,536
Total Revenue, Net	374,231	97,937	472,168
Net Assets Released from Restrictions	49,960	(49,960)	-
Total Public Support and Revenue	4,038,645	53,477	4,092,122
Program Expenses:			
Program Services	2,136,576	-	2,136,576
Supporting Service Expenses:			
Management and General Expenses	651,006	-	651,006
Fundraising Expenses	482,346	-	482,346
Total Supporting Service Expenses	1,133,352	-	1,133,352
Total Expenses	3,269,928	-	3,269,928
Changes in Net Assets	768,717	53,477	822,194
Net Assets, Beginning of Year	$ 11,477,688	$ 986,868	$ 12,464,556
Net Assets, End of Year	$ 12,246,405	$ 1,040,345	$ 13,286,750

See independent auditors' report and accompanying notes to financial statements.

RONALD MCDONALD HOUSE CHARITIES OF NEW ENGLAND, INC.

Statement of Functional Expenses

Year Ended December 31, 2025

(with Comparative Totals for the year ended December 31, 2024)

	2025					2024
	Total Program Services	Management and General	Fundraising	Total Supporting Service Expenses	Totals	Totals Only
Salaries and Related Expenses:						
Salaries and Wages	$ 695,128	$ 291,985	$ 358,728	$ 650,713	$ 1,345,841	$ 1,140,499
Employee Benefits	123,647	48,320	60,009	108,329	231,976	219,897
Payroll Taxes	64,768	27,211	33,419	60,630	125,398	111,662
Total Salaries and Related Expenses	883,543	367,516	452,156	819,672	1,703,215	1,472,058
Operating Expenses:						
Conferences and Meetings	-	24,953	-	24,953	24,953	22,781
Family Gifts	2,810	-	-	-	2,810	429
Family Groceries and Meals	102,893	-	-	-	102,893	77,923
Fundraising Expenses	-	-	66,151	66,151	66,151	71,201
Furniture, Fixtures and Equipment	24,180	-	-	-	24,180	15,873
Grants Awarded	283,750	-	-	-	283,750	213,750
House Cleaning - Providence	35,532	1,974	1,974	3,948	39,480	37,635
House Supplies - Providence	3,730	-	-	-	3,730	3,963
Insurance	68,253	8,532	8,532	17,064	85,317	60,759
Information Technology	25,854	51,707	25,854	77,561	103,415	55,143
Maintenance and Repairs	37,311	4,664	4,664	9,328	46,639	55,583
Miscellaneous	-	22,430	730	23,160	23,160	7,579
Office Expenses	13,614	5,394	6,679	12,073	25,687	29,703
Professional Fees - Accounting and Auditing	-	25,400	-	25,400	25,400	24,531
Professional Fees - Administrative Services	-	480	-	480	480	61,181
Professional Fees - Fundraising Services	-	-	41,369	41,369	41,369	-
Professional Fees - Consulting	-	-	134,093	134,093	134,093	46,710
Professional Fees - Legal Services	-	15,465	-	15,465	15,465	3,775
Professional Fees - Payroll Service Fees	-	12,225	-	12,225	12,225	13,003
Public Relations	-	579	-	579	579	739
Real Estate Taxes - Providence Parking Lot	-	-	-	-	-	26,715
Rent - Providence Parking Lot	12,000	1,500	1,500	3,000	15,000	17,972
RMH Boston Harbor - Apartment Expenses	519,332	28,852	28,852	57,704	577,036	555,390
Staff Recruitment	-	250	-	250	250	49,247
Travel Expenses	-	1,986	-	1,986	1,986	829
Utilities and Telephone - Providence	60,956	11,263	7,620	18,883	79,839	81,487
Utilities and Telephone - Boston Harbor	24,543	1,363	1,364	2,727	27,270	27,917
Volunteer Recognition and Training	11,350	-	-	-	11,350	8,352
Total Operating Expenses Before Depreciation and Amortization	1,226,108	219,017	329,382	548,399	1,774,507	1,570,170
Depreciation and Amortization	179,070	22,384	22,383	44,767	223,837	227,700
Total Functional Expenses	$ 2,288,721	$ 608,917	$ 803,921	$ 1,412,838	$ 3,701,559	$ 3,269,928

See independent auditors' report and accompanying notes to financial statements.

RONALD MCDONALD HOUSE CHARITIES OF NEW ENGLAND, INC.

Statement of Functional Expenses

Year Ended December 31, 2024

	2024				
	Total Program Services	Management and General	Fundraising	Total Supporting Service Expenses	Totals
Salaries and Related Expenses:					
Salaries and Wages	$ 607,097	$ 289,919	$ 243,483	$ 533,402	$ 1,140,499
Employee Benefits	117,614	55,279	47,004	102,283	219,897
Payroll Taxes	59,438	28,384	23,840	52,224	111,662
Total Salaries and Related Expenses	784,149	373,582	314,327	687,909	1,472,058
Operating Expenses:					
Conferences and Meetings	11,391	5,695	5,695	11,390	22,781
Family Gifts	429	-	-	-	429
Family Groceries and Meals - Providence	77,923	-	-	-	77,923
Fundraising Expenses	-	-	71,201	71,201	71,201
Furniture, Fixtures and Equipment	15,873	-	-	-	15,873
Grants Awarded	213,750	-	-	-	213,750
House Cleaning - Providence	30,108	3,764	3,763	7,527	37,635
House Supplies - Providence	3,963	-	-	-	3,963
Insurance	48,607	6,076	6,076	12,152	60,759
Information Technology	29,353	14,017	11,773	25,790	55,143
Maintenance and Repairs	44,774	5,404	5,405	10,809	55,583
Miscellaneous	-	7,579	-	7,579	7,579
Office Expenses	20,792	4,456	4,455	8,911	29,703
Professional Fees - Accounting and Auditing	-	24,531	-	24,531	24,531
Professional Fees - Administrative Services	9,503	51,678	-	51,678	61,181
Professional Fees - Consulting	-	37,399	9,311	46,710	46,710
Professional Fees - Legal Services	-	3,775	-	3,775	3,775
Professional Fees - Payroll Service Fees	-	13,003	-	13,003	13,003
Public Relations	370	-	369	369	739
Real Estate Taxes - Providence Parking Lot	21,371	2,672	2,672	5,344	26,715
Rent - Providence Parking Lot	14,378	1,797	1,797	3,594	17,972
RMH Boston Harbor - Apartment Expenses	527,620	13,885	13,885	27,770	555,390
Staff Recruitment	-	49,247	-	49,247	49,247
Travel Expenses	-	829	-	829	829
Utilities and Telephone - Providence	65,189	8,149	8,149	16,298	81,487
Utilities and Telephone - Boston Harbor	26,521	698	698	1,396	27,917
Volunteer Recognition and Training	8,352	-	-	-	8,352
Total Operating Expenses Before Depreciation and Amortization	1,170,267	254,654	145,249	399,903	1,570,170
Depreciation and Amortization	182,160	22,770	22,770	45,540	227,700
Total Functional Expenses	$ 2,136,576	$ 651,006	$ 482,346	$ 1,133,352	$ 3,269,928

See independent auditors' report and accompanying notes to financial statements.

RONALD MCDONALD HOUSE CHARITIES OF NEW ENGLAND, INC.

Statements of Cash Flows

Years Ended December 31, 2025 and 2024

	2025	2024
Cash Flows from Operating Activities:		
Increase in Net Assets	$ 1,260,086	$ 822,194
Adjustments to Reconcile Change in Net Assets to		
Net Cash Provided by (Used in) Operating Activities:		
Depreciation and Amortization	223,837	227,700
Net Realized and Unrealized Gains on Investments	(226,720)	(329,146)
Contributions Restricted for Long-term Purposes	(155,960)	-
Donation of Capital Assets	-	(2,525)
Loss on Disposition of Assets	-	11,630
Changes In:		
Contributions Receivable	37,336	(69,365)
Prepaid Expenses	18,223	1,301
Inventories of Promotional and Family Gift Items	-	4,195
Accounts Payable and Accrued Expenses	(60,722)	8,384
Grants Payable	42,500	20,000
Deferred Revenue	23,100	(37,451)
Total Adjustments	(98,406)	(165,277)
Net Cash Provided by Operating Activities	1,161,680	656,917
Cash Flows from Investing Activities:		
Acquisition of Property and Equipment	(85,729)	(14,148)
Proceeds from Sale of Securities	2,849,284	4,146,376
Purchase of Securities	(3,072,206)	(5,307,157)
Net Cash Used in Investing Activities	(308,651)	(1,174,929)
Cash Flows from Financing Activities:		
Contributions Restricted for Long-term Purposes	155,960	-
Net Cash Used in Financing Activities	155,960	-
Net Increase (Decrease) in Cash and Cash Equivalents	1,008,989	(518,012)
Cash and Cash Equivalents, Beginning of Year	679,753	1,197,765
Cash and Cash Equivalents, End of Year	$ 1,688,742	$ 679,753
Cash and Cash Equivalents Consists of:		
Current Assets - Cash and Cash Equivalents	$ 1,578,250	$ 679,753
Other Assets - Cash Held for Investment in Property and Equipment	110,492	-
	$ 1,688,742	$ 679,753

See independent auditors' report and accompanying notes to financial statements.

1. Nature of Operations and Summary of Significant Accounting Policies:

Nature of Operations

Ronald McDonald House Charities of New England, Inc., (the "Organization") was organized under the laws of Massachusetts, Chapter 180, to raise funds for charities that benefit children and distribute those funds to such charities.

The Ronald McDonald Houses provide a "home" allowing families to eat, sleep and find the emotional support they need to center their energy on their sick child. Families are provided with clean, private, safe and proximate accommodations allowing them to focus on their child's care at a House in Providence, Rhode Island, and at apartments in Boston Harbor, Massachusetts.

The Ronald McDonald Family Rooms, located within area hospitals, replicate a home-like atmosphere when a parent needs a break from the "hospital environment." They are equipped with conveniences such as a kitchen, laundry facilities, internet access, and provide comfortable and comforting places of respite for patients' families.

The Ronald McDonald Care Mobile in Worcester, Massachusetts provides medical and dental care to children with unmet healthcare needs, and the Ronald McDonald Care Mobile in Rhode Island (also known as The Molar Express) provides dental care to children in local communities. Staffed with pediatric specialists, the Ronald McDonald Care Mobiles provide cost-effective, high-quality medical, dental and health education services to under-served children in rural and urban areas in eastern New England.

The Organization's Board is comprised of multiple individuals, some of whom are licensees of McDonald's Restaurants, business people within the Eastern New England area and individuals with a passion for the mission of Ronald McDonald House Charities ("RMHC"). The Organization receives a significant amount of funds through RMHC from McDonald's RMHC Canister Program, contributions from Happy Meals sold within their market, other national programs, and individual donors.

Summary of Significant Accounting Policies

The Organization prepares its financial statements in accordance with generally accepted accounting principles as promulgated in the United States of America (U.S. GAAP) for not-for-profit entities. The significant accounting and reporting policies used by the Organization are described subsequently to enhance the usefulness and understandability of the financial statements.

A. *Basis of Accounting:*

The Organization prepares its financial statements using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

1. Nature of Operations and Summary of Significant Accounting Policies (Continued)

Summary of Significant Accounting Policies (Continued)

B. *Use of Estimates:*

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses during the reporting period and the reported amounts of assets and liabilities at the date of the financial statements. On an ongoing basis, the Organization's management evaluates the estimates and assumptions based on historical experience and various other factors and circumstances. The Organization's management believes that the estimates and assumptions are reasonable in the circumstances; however, actual results could differ from those estimates.

C. *Net Assets:*

The financial statements report net assets and changes in net assets in two classes that are based on the existence or absence of restrictions on the uses of funds that are placed by its donors, as follows:

Net Assets Without Donor Restrictions

Net assets without donor restrictions are the resources available to support operations. The only limits on the use of these assets are the broad limits resulting from the nature of the Organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

Net Assets With Donor Restrictions

Net assets with donor restrictions are resources that are restricted by a donor for use for a particular purpose or in a particular future period. Some donor-imposed restrictions are temporary in nature, and the restrictions will expire when the resources are used in accordance with the donor's instructions or when the stipulated time has passed. Other donor-imposed restrictions may be perpetual in nature; the Organization must continue to use the resources in accordance with the donor's instructions.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions. Net assets restricted for acquisition of property and equipment, if applicable (or less commonly, the contribution of those assets directly) are reported as net assets with donor restrictions until the specified asset is placed in service by the Organization, unless the donor provides more specific directions about the period of its use.

1. Nature of Operations and Summary of Significant Accounting Policies (Continued)

Summary of Significant Accounting Policies (Continued)

D. *Classification of Transactions:*

All revenues and net gains are reported as increases in net assets without donor restrictions in the statement of activities unless the donor specified the use of the related resources for a particular purpose or use in a future period. All expenses and net losses are reported as decreases in net assets without donor restrictions.

E. *Cash and Cash Equivalents, and Monetary Risk:*

Cash and cash equivalents include all cash balances and short-term investments with original maturities of less than three months, except for those assets designated for long-term investment. The Organization maintains its cash in bank deposit accounts that, at times, may exceed federally insured limits. At December 31, 2025, approximately $1,252,000 of these cash balances were in excess of the $250,000 federally insured limits. The Organization has not experienced any losses in such accounts and management believes it is not exposed to any significant risk on cash deposits.

F. *Conditional Contributions:*

Conditional contributions are recorded when substantially all the conditions are met and the contributions become unconditional.

G. *Contributed Assets and Contributed Services:*

Contributions of securities and other assets are recorded at fair values on the dates of the contributions.

Contributions of services are recognized at fair value if the services received create or enhance non-financial 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, many individuals volunteer their time and perform a variety of tasks, primarily program-related, that assist the Organization in accomplishing its purposes, but those services do not meet the criteria for recognition as contributed services.

H. *Contributions Receivable and Unconditional Promises to Give:*

Contributions receivable and unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Those that are expected to be collected in future years (if any) are recorded at the present value of their estimated future cash flows, with discounts being computed using risk-free interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue.

1. Nature of Operations and Summary of Significant Accounting Policies (Continued)

Summary of Significant Accounting Policies (Continued)

H. *Contributions Receivable and Unconditional Promises to Give: (Continued)*

Management believes that all contributions receivable and unconditional promises to give as of December 31, 2025 and 2024 are fully collectible. Accordingly, there is no reserve for uncollectible promises to give.

I. *Property and Equipment:*

Property and equipment are reported in the statement of financial position at cost, if purchased, and at fair value at the date of donation, if donated. Acquisitions of property and equipment of $5,000 or greater (threshold was $2,500 for fiscal year 2024) and with useful lives of greater than one year are capitalized and are depreciated using the straight-line method over estimated useful lives of the assets, as follows:

Buildings and Improvements	10 - 40 years
Wall Pass-through Donation Boxes	10 years
Boston Harbor Apartment Furniture and Fixtures	10 years
Providence House Furniture, Fixtures and Appliances	3 - 10 years
Office Equipment	5 years
Computer Equipment and Software	3 - 5 years

J. *Impairment of Long-Lived Assets:*

The Organization evaluates its long-lived assets for any events or changes in circumstances which indicate that the carrying amount of such assets may not be fully recoverable. The Organization evaluates the recoverability of long-lived assets by measuring the carrying amount of such assets against the estimated undiscounted future cash flows associated with them. If, at the time, such evaluation indicates that the future undiscounted cash flows of certain long-lived assets are not sufficient to recover the carrying value of such assets, the assets are adjusted to their fair values. No impairment losses were recognized in the financial statements of the current period.

K. *Investments:*

Investments in marketable securities with readily determinable fair values are stated at fair value with changes in unrealized appreciation or depreciation recorded in the statement of activities. Investment income and gains or losses on investments are reported in the statement of activities as increases or decreases in net assets without donor restrictions unless their use is donor restricted by explicit donor stipulations or by law.

1. Nature of Operations and Summary of Significant Accounting Policies (Continued)

Summary of Significant Accounting Policies (Continued)

L. *Revenue Recognition:*

Grants and Contributions

The Organization recognizes grants and contributions in the year in which the grant or contribution is made. Contributions are recorded either as without donor restrictions or with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions.

However, donor-restricted grants and contributions are classified as net assets without donor restrictions if the restrictions are satisfied in the same reporting period in which the contributions are received.

M. *Grants and Scholarships:*

Unconditional grants are awarded to various organizations and are expensed and included in program services in the year the grants are approved by the Board of Directors. Grants payable at year end includes grants that have been approved but not yet paid. Conditional grants are expensed when paid or when the payments become unconditionally due.

N. *Expense Recognition and Allocation:*

The cost of providing the Organization's programs and other activities is summarized on a functional basis in the statement of activities and the statement of functional expenses. Expenses that can be identified with a specific program or support service are charged directly to that program or support service. Costs common to multiple functions have been allocated among the various functions benefited using a reasonable allocation method that is consistently applied, as follows:

- Salaries and wages, benefits, and payroll taxes are allocated based on activity reports or estimates prepared by key personnel.
- Utilities, maintenance and repairs, insurance and depreciation expenses are allocated on an estimated square foot basis dependent on the programs and supporting activities occupying the space.
- Other costs, including information technology, office and apartment expenses, are based on estimates of usage.
- Consulting and other professional fees are allocated using specific identification based on the functions benefited.

1. Nature of Operations and Summary of Significant Accounting Policies (Continued)

Summary of Significant Accounting Policies (Continued)

N. *Expense Recognition and Allocation: (Continued)*

When programs are added or service efforts change, the bases on which costs are allocated are evaluated.

Management and general expenses include those costs that are not directly identifiable with any specific program, but which provide for the overall support and direction of the Organization.

Fundraising costs are expensed as incurred, even though they may result in contributions received in future years. Additionally, public relations and advertising costs are expensed as incurred.

O. *Income Tax Status:*

The Internal Revenue Service has determined the Organization is generally exempt from federal income tax under section 501(c)(3) of the Internal Revenue Code and has classified the Organization as one that is not a private foundation.

The Organization evaluates all significant tax positions as required by accounting principles generally accepted in the United States. As of December 31, 2025, the Organization does not believe it has taken any tax positions that would require the recognition of a tax liability or any unrealized tax benefit that would either increase or decrease within the next twelve months. Tax years that are open for examination by taxing authorities are generally the last three tax year-ends after the filing of the returns.

2. Liquidity and Availability

As of December 31, 2025 and 2024, the following tables show the total financial assets held by the Organization and the amounts of those financial assets that could be made available within one year of the statement of financial position date to meet general expenditures (i.e., without donor or other restrictions limiting their use within one year):

Financial Assets Available to Meet General Expenditures Over the Next Twelve Months from December 31, 2025 and 2024 are as follows:

	2025	2024
Cash and Cash Equivalents	$1,688,742	$ 679,753
Contributions Receivable	367,593	404,929
Money Market Instruments Fund and Investments	7,406,247	6,956,605
Total Financial Assets at Year-end	$9,462,582	$8,041,287
Less Financial Assets Held to Meet Donor-Imposed Restrictions:		
Donor-Restricted Endowment Funds	(1,105,328)	(1,035,731)
Time and Purpose Restrictions	(180,025)	(4,614)
Less Financial Assets Not Available Within One Year:		
Board-Designated Endowment Funds	(4,295,936)	(3,999,092)
Board-Designated for Future Projects	(100,000)	(100,000)
Add Back Amounts Appropriated for Expenditure from Investments/Endowments in 2026 & 2025, respectively	268,390	201,070
	$4,049,683	$3,102,920

The above tables reflect donor-restricted and board-designated funds and short-term investments at net asset value as unavailable. It is the Board's intention to invest these assets for the long-term support of the Organization. The Organization strives to maintain a year-end balance of financial assets available without donor restrictions or Board designations to cover 6 months of a year's general operating expenses.

3. Contributions Receivable

Contributions receivable consist of and are estimated to be collected as follows at December 31:

	2025	2024
Ronald McDonald House Charities, Inc. Global (See Note 16)		
Cannister Collections	$ 31,764	$ 38,136
Penny per Happy Meal	24,757	25,857
Round-Up Promotion	157,362	100,658
Subtotal	213,883	164,651
Happy Meal Promotions (Local Stores)	-	47,610
Give A Little Love (Local Stores)	-	137,940
Unconditional Contributions and Grants Receivable	153,710	54,728
Contributions Receivable and Unconditional Promises to Give	$ 367,593	$ 404,929
Amounts Due in:		
Less Than One Year	$ 367,593	$ 404,929

4. Property and Equipment, Net

Property and equipment, net, consists of the following at December 31:

	2025	2024
Providence, RI - Land	$ 583,319	$ 583,319
Providence, RI - Building and Land Improvements	8,447,608	8,375,141
Providence, RI - House Furniture, Fixtures and Appliances	157,635	161,049
Boston Harbor, MA - Apartment Furniture and Fixtures	17,113	17,113
Wall Pass-through Donation Boxes (see below)	1,028	1,028
Office & Computer Equipment, and Software	60,174	43,497
	9,266,877	9,181,147
Less: Accumulated Depreciation	3,956,625	3,732,787
Property and Equipment, Net	$5,310,252	$5,448,360

4. Property and Equipment, Net (Continued)

Wall Pass-through Donation Boxes

RMHC Global implemented a program in 2008 which offered each regional RMHC the opportunity to have a portion of the costs related to the installation of wall pass-through donation boxes in individual stores within their region to be funded by RMHC Global. The installations include donation boxes in the walls under the take-out windows and modular front counter boxes where customers can leave contributions. RMHC Global pays for the installation of these donation boxes in the individual stores that choose to participate in this program and then invoices the Ronald McDonald House Charities chapters for a portion of the box equipment costs.

RMHC Global covers all ongoing maintenance costs at current restaurants, including equipment and labor.

Any expenditures for wall pass-through donation boxes must meet the current capitalization policy (see Note 1.I.); expenditures under the $2,500 threshold are currently expensed as incurred.

5. Fair Value Measurements

The Organization reports fair value measures of its assets and liabilities using a three-level hierarchy that prioritizes the inputs used to measure fair value. This hierarchy, established by GAAP, requires that entities maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The asset or liability's measurement within the fair value hierarchy is based on the lowest level of input that is significant to the measurement. The three levels of inputs used to measure fair value are as follows:

Level 1 - Quoted prices for identical assets or liabilities in active markets to which the Organization has access at the measurement date.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 - Unobservable inputs for the asset or liability. Unobservable inputs are used to measure the fair value if observable inputs are not available and rely on management's assumptions that are developed based on the best information available in the circumstances, which may include the Organization's own data.

5. Fair Value Measurements (Continued)

When available, the Organization measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. However, Level 1 inputs are not available for certain of the assets and liabilities that the Organization is required to measure at fair value (for example, contributions receivable and in-kind contributions, if applicable).

The primary uses of fair value measures in the Organization's financial statements are:

- initial measurement of noncash gifts, including gifts of investment assets and contributions receivable (as applicable)
- recurring measurement of investments

6. Investments

Fair values of investment assets are measured on a recurring basis and are as follows at December 31, 2025:

	Level 1	Level 2	
Cash and Cash Equivalents:	$ -		
Fixed Income:			
Treasury and Federal Agency Bonds	1,050,047		
Non-governmental Bonds	721,409		
Total Fixed Income	1,771,456		
Mutual Funds:			
Equity Funds	2,625,305		
International Funds	868,034		
Total Mutual Funds	3,493,339		
Private Real Estate Fund	-	$136,470	
Total Investments at Fair Value	$5,264,795	$136,470	
Money Market Instruments Fund, at Net Asset Value			$2,004,982

6. Investments (Continued)

Fair values of investment assets are measured on a recurring basis and are as follows at December 31, 2024:

	Level 1	Level 2
Cash and Cash Equivalents:	$ 7,738	
Fixed Income:		
Treasury and Federal Agency Bonds	495,186	
Non-governmental Bonds	1,136,682	
Total Fixed Income	1,631,868	
Mutual Funds:		
International Funds	755,203	
Equity Funds	2,507,904	
Total Mutual Funds	3,263,107	
Private Real Estate Fund	-	$132,210
Total Investments at Fair Value	$4,902,713	$132,210

Money Market Instruments Fund, at Net Asset Value $1,941,682

Fair values for Level 1 investments are determined by reference to quoted market prices and other relevant information generated by market transactions.

The fair value for the Level 2 investment was determined by the management company that offers a single class of shares of beneficial interest in the Fund, which are offered at the Private Real Estate Fund's net asset value per share as of the date that the request to purchase the shares is received and accepted by or on behalf of the Fund. The Fund has a ticker and daily pricing which is observable on various finance-related sites.

The money market instruments fund has been measured at net asset value; as such, this holding is not listed in the fair value hierarchy (using the allowable practical expedient).

7. Accounting for Endowments

On February 14, 1993, a gift of 10,000 shares of McDonald's Corporation common stock with a fair value of $496,250 was given to Ronald McDonald House of Providence, Inc. The gift was given to create an endowment to be held in perpetuity for the benefit of the operations of the Organization. The investment earnings from this endowment are donor restricted until appropriated for expenditure for operating expenses, excluding capital expenditures. This endowment was transferred to the Organization at the date of merger in 2019.

Endowment Statement of Purpose

The purpose of the Organization's endowment accounts is to support the current and future needs to fulfill its mission.

Interpretation of Relevant Law

The Board of the Organization has interpreted the Commonwealth of Massachusetts' Uniform Prudent Management of Institutional Funds Act (UPMIFA), Chapter 180A of the General Laws, as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, unless there are explicit donor stipulations to the contrary. At December 31, 2025, there were no such donor stipulations. As a result of this interpretation, the Organization retains in perpetuity (a) the original value of initial and subsequent gift amounts donated to the endowment (if any) and (b) any accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added, if applicable. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by UPMIFA.

In accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

(1) The duration and preservation of the fund;
(2) The purposes of the Organization and the donor-restricted endowment fund;
(3) General economic conditions;
(4) The possible effect of inflation and deflation;
(5) The expected total return from income and appreciation of investments;
(6) Other available resources of the Organization;
(7) The investment policies of the Organization.

7. Accounting for Endowments (Continued)

At December 31, 2025 and 2024, the Organization had the following endowment net asset composition by type of fund:

Year Ended December 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Board-designated Endowment Funds	$4,295,936	$ -	$4,295,936
Donor-restricted Endowment Funds:			
Original Donor-Restricted Gift Amount Required to be Maintained in Perpetuity by Donor	-	496,250	496,250
Accumulated Investment Gains	-	609,078	609,078
	$4,295,936	$1,105,328	$5,401,264

Year Ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Board-designated Endowment Funds	$3,999,092	$ -	$3,999,092
Donor-restricted Endowment Funds:			
Original Donor-Restricted Gift Amount Required to be Maintained in Perpetuity by Donor	-	496,250	496,250
Accumulated Investment Gains	-	539,581	539,581
	$3,999,092	$1,035,831	$5,034,923

Return Objectives and Risk Parameters

The Organization's investments are to generate total return of capital and therefore enhance the value of the portfolio in inflation adjusted (real) terms. This objective will be met primarily through capital growth and through income return. The emphasis is on total portfolio return. The objective of the Organization's endowment is to generate a rate of return after fees and inflation superior to identified benchmarks.

Strategies Employed for Achieving Objectives

The Organization's portfolio may be invested in domestic and foreign securities, including common stocks, fixed income obligations, convertible securities and money market instruments. Mutual funds containing the above securities are permitted. Alternative investments, such as hedge funds, may also be part of the allocation but will be considered within the fixed income or equity allocation depending on the composition.

7. Accounting for Endowments (Continued)

Strategies Employed for Achieving Objectives (Continued)

The policy asset classes and ranges are as follows:

Fixed Income and Cash	30 – 50%
Equities	50 – 70%

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Organization's endowment policy guidelines serve to provide liquidity to the Organization in the event of an emergency, and to contribute to the Organization's annual budget, currently based on 4.5% of the endowment and quasi-endowment funds (based on a 12-quarter rolling average to the end of the previous year). The amounts appropriated for expenditure were $201,072, or approximately $16,756 per month for the year ended December 31, 2025, and $201,417, or approximately $16,785 per month for the year ended December 31, 2024.

The Finance Committee annually reviews the prior year's final operating account balances to determine if excess funds are available for transfer to the quasi-endowment.

Changes in endowment net assets for the years ended December 31, 2025 and 2024 are as follows:

Year Ended December 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Totals
Endowment Net Assets, Beginning of Year	$3,999,093	$1,035,831	$5,034,924
Contributions	67,617	-	67,617
Investment Return	405,383	94,383	499,766
Appropriation of Endowment Assets Pursuant to Spending-Rate Policy	(176,157)	(24,915)	(201,072)
Endowment Net Assets, End of Year	$4,295,936	$1,105,299	$5,401,235

Year Ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Totals
Endowment Net Assets, Beginning of Year	$3,841,708	$ 982,959	$4,824,667
Contributions	-	-	-
Investment Return	313,737	97,937	411,674
Appropriation of Endowment Assets Pursuant to Spending-Rate Policy	(156,352)	(45,065)	(201,417)
Endowment Net Assets, End of Year	$3,999,093	$1,035,831	$5,034,924

7. Accounting for Endowments (Continued)

Funds with Deficiencies

From time to time, the fair value of the assets associated with individual donor-restricted endowment funds may fall below the level that the donors or UPMIFA requires the Organization to retain as a fund of perpetual duration. There were no such deficiencies at December 31, 2025 or 2024.

8. Line of Credit

In August 2021, the Organization entered into an agreement with a financial institution for a $1.5 million revolving line of credit agreement for a three-year term, with funds to be used for general corporate purposes and working capital needs, with monthly interest-only payments (balance due at maturity), at the Wall Street Journal floating prime rate, minus 50 points. Any borrowings will be collateralized by a first lien on the quasi-endowment account held at the same financial institution. The Organization must maintain a minimum investment balance of $2,142,857 in this account; the fair value of this account was $4,204,132 at December 31, 2025 and $3,913,029 at December 31, 2024. There were no borrowings in fiscal year 2025 or 2024.

9. Grants Payable

Grants payable consists of the following amounts awarded, but not paid, at December 31, 2025 and 2024:

	2025	2024
Funding of the "UMASS Memorial Mobile" unit, Worcester, Massachusetts	$ 76,250	$ 38,750
Funding of the Comprehensive Community Action "Molar Express" in Rhode Island	55,000	50,000
	$131,250	$ 88,750

10. Operating Leases

In February 2016, the FASB issued ASU 2016-02, *Leases*, which is effective for annual periods beginning after December 15, 2021. The standard requires all leases with lease terms over 12 months to be capitalized as a right-of-use asset and lease liability on the statement of financial position at the date of lease commencement. Leases will be classified as either financing or operating. This distinction is relevant for the pattern of expense recognition in the statement of activities. This standard has no effect on these financial statements since all leases are short-term (12 months) and there is no commitment, or intention to renew, unless the needs arise, with decisions made on an annual basis, throughout the fiscal years.

10. Operating Leases (Continued)

In June of 2020, the Organization entered into an agreement to lease a parking lot to be used by visitors and guests of the Providence House. The lease term ran from March 1, 2020 through May 31, 2022, with a monthly payment of $2,000, until renegotiated whereby the Organization would pay $1,500 each month for the period June 1, 2021 through May 31, 2022. On June 14, 2022, through a verbal agreement, this lease was extended until November 30, 2022. Payments after November 30, 2022 continued to be made on a monthly basis until notification was received from the lessor that the lease would be extended again until June 30, 2023. On February 9, 2024 the lease was again extended until April 30, 2024 at $1,500 per month. At the date of this auditors' report, there is no extended lease agreement and the Organization is paying $1,500 month-to-month.

The Organization has entered into various 12-month lease agreements for 11 apartments for its program in Boston, MA with various terms through February 6, 2027. For the years ended December 31, 2025 and 2024, rental expense for these operating leases was $577,036 and $555,390, respectively. Since there is no commitment, or intention to renew unless needs continue or arise, with decisions made on an annual basis, throughout the fiscal years, the new leasing standard did not have any effect on these financial statements.

The following is a schedule of future minimum lease payments required under the above noncancelable operating leases that were signed as of the date of the auditors' report:

Due in 2026	$462,408
Due in 2027	7,228
Total Future Commitments	$469,636

11. Donor-Restricted Net Assets

Net assets with donor restrictions are restricted for the following purposes or future periods at December 31 as follows:

	2025	2024
Endowments:		
Perpetual Gift to Support Operations	$ 496,250	$ 496,250
Subject to Endowment Spending Policy and Appropriation - for Operations	609,078	539,581
Subject to Expenditure for Specified Purposes:		
Other Miscellaneous Purpose Restrictions	180,025	4,514
Net Assets With Donor Restrictions	$1,285,353	$1,040,345

12. Net Assets Released from Restrictions

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of the passage of time or other events specified by the donors as follows for the years ended December 31:

	2025	2024
Satisfaction of Purpose Restrictions:		
Miscellaneous	$219,649	$ 4,897
Restricted-Purpose Spending Rate Distributions and Appropriations for General Use		
Current Period Operations	24,885	45,063
Net Assets Released from Restriction	$244,534	$ 49,960

13. Board-Designated Investments

The fair value of investments in excess of those funds required to satisfy restrictions of donors are considered Board-designated net assets since Board approval of withdrawal or transfer and decision of purpose is required.

14. In-Kind Contributions and Donated Services

The values of donated materials and services included as in-kind contributions in the financial statements, and the corresponding expenses, are as follows for the years ended December 31, 2025 and 2024:

	2025	2024
Fundraising – Printing Donations	$ -	$ 8,604
Donated Value of Capital Assets	-	2,525
Donated Legal Services	14,280	-
Program Goods:		
Program Groceries and Kitchen Items, and Gift Cards	81,506	74,564
Family Gifts	12,295	-
Bedroom Furniture Not Capitalized	15,246	15,281
Miscellaneous	1,680	505
	110,727	90,350
Total In-Kind Contributions and Donated Services	$125,007	$101,479

14. In-Kind Contributions and Donated Services (Continued)

The Organization uses estimated fair values, or sales values, based on information from donors and independent analyses to recognize these transactions. Donors imposed no restrictions other than the uses above in program services and/or fundraising events as applicable. Other than the sales of items donated for fundraising event auctions, when applicable, the Organization generally does not monetize the in-kind donations.

15. Defined Contribution Plan

In 2019, the ForUs 401(k) Plan was adopted by the Organization to allow participation by all eligible employees. Eligible employees may elect to defer up to 92% of pre-tax compensation on a pre-tax basis up to the Internal Revenue Service annual limits. Additionally, the Organization may, at its discretion, make matching contributions and profit-sharing contributions in amounts to be determined by the Organization. Expense was $31,680 and $31,120 for the years ended December 31, 2025 and 2024, respectively.

16. Affiliations, Related Party Transactions and Concentrations

Ronald McDonald House Charities, Inc. ("RMHC Global"), an Illinois not-for-profit corporation and a public charity under Section 509(a)(1) on the Internal Revenue Code, is the national organization. The Organization has a license agreement with the McDonald's Corporation for the use of its name and trademarks. This license agreement also includes programmatic guidelines that should be followed.

As part of the license agreement, the revenues from all national fundraising efforts that take place through McDonald's restaurants, including the cannister (or donation box) collections that are located on the countertops and at the drive-through windows, Happy Meal promotions, and the Round-up program (whereby customers can round up the amounts they pay at McDonald stores for contributions) are sent to RMHC Global, who in turn remits seventy-five percent of these funds, net of collection costs paid to a third-party vendor, to the Organization.

For the years ended December 31, 2025 and 2024, approximately 22% of total public support and revenue was from McDonalds' store donation boxes, Round-up, and other in-store fundraising efforts for each year. As of December 31, 2025 and 2024, approximately 60% and 41% of total receivables was due from RMNC Global.

Additionally, there are local McDonald restaurants that raise funds for the Organization.

17. Subsequent Events, Evaluation and Uncertainties

In May 2026, the Organization's name was changed to Ronald McDonald House New England.

The Organization has evaluated subsequent events through June 23, 2026, the date the financial statements were available to be issued. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required.