NATIONAL FOUNDATION FOR FACIAL RECONSTRUCTION, INC.

Financial Statements
With Independent Auditors' Report

September 30, 2025 and 2024

Contents Page

Kudisch, Oster & Company, LLC
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Board of Trustees
National Foundation for Facial Reconstruction, Inc.
d/b/a myFace

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of National Foundation for Facial Reconstruction, Inc. (a nonprofit organization), which comprise the statement of financial position as of September 30, 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 as of September 30, 2025 and 2024, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

As discussed in Note 12 to the financial statements, National Foundation for Facial Reconstruction, Inc. restated its 2024 financial statements to correct net asset classification for net assets with donor restrictions.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of National Foundation for Facial Reconstruction, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the 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 National Foundation for Facial Reconstruction, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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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 National Foundation for Facial Reconstruction, 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 National Foundation for Facial Reconstruction, 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.

Kudisch, Oster & Company, LLc

Montclair, New Jersey
July 21, 2026

NATIONAL FOUNDATION FOR FACIAL RECONSTRUCTION, INC.
d/b/a myFace

Statements of Financial Position
September 30,

ASSETS	**2025**	**2024 As Restated**
Cash and cash equivalents	$ 394,212	$ 938,282
Pledges receivable	68,814	52,915
Investments, at fair value	33,089,531	31,948,803
Airline ticket inventory	30,000	38,800
Prepaid and other assets	67,122	103,773
Property and equipment, net	1,404,776	1,460,999
Total Assets	$ 35,054,455	$ 34,543,572
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable and accrued expenses	$ 155,908	$ 82,424
Net assets		
Without donor restrictions	32,498,547	32,061,148
With donor restrictions	2,400,000	2,400,000
Total net assets	34,898,547	34,461,148
Total Liabilities and Net Assets	$ 35,054,455	$ 34,543,572

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

NATIONAL FOUNDATION FOR FACIAL RECONSTRUCTION, INC.
d/b/a myFace

Statements of Activities
Years Ended September 30,

	2025			2024 As Restated		
	Without Donor Restrictions	**With Donor Restrictions**	**Total**	**Without Donor Restrictions**	**With Donor Restrictions**	**Total**
PUBLIC SUPPORT AND REVENUE						
Contributions and grants	$ 1,090,187	$ 186,600	$ 1,276,787	$ 1,374,617	$ 181,000	$ 1,555,617
Special events - net of expenses of $514,138 and $529,432	313,557	-	313,557	436,306	-	436,306
Investment income, net	3,267,656	(326,151)	2,941,505	4,075,001	386,714	4,461,715
In-kind goods and services	69,996	-	69,996	84,000	-	84,000
Net assets released from restriction	(139,551)	139,551	-	567,714	(567,714)	-
Total Public Support and Revenue	4,601,845	-	4,601,845	6,537,638	-	6,537,638
FUNCTIONAL EXPENSES						
Program services	2,974,637	-	2,974,637	2,778,583	-	2,778,583
Management and general	849,289	-	849,289	661,347	-	661,347
Fundraising	340,520	-	340,520	212,205	-	212,205
Total Functional Expenses	4,164,446	-	4,164,446	3,652,135	-	3,652,135
Change in net assets	437,399	-	437,399	2,885,503	-	2,885,503
NET ASSETS						
Beginning of year	32,061,148	2,400,000	34,461,148	29,175,645	2,400,000	31,575,645
End of year	$ 32,498,547	$ 2,400,000	$ 34,898,547	$ 32,061,148	$ 2,400,000	$ 34,461,148

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

NATIONAL FOUNDATION FOR FACIAL RECONSTRUCTION, INC.
d/b/a myFace

Statements of Functional Expenses
Year Ended September 30,

	2025				2024 As Restated			
	Program Services	Administrative Support	Fundraising	Total	Program Services	Administrative Support	Fundraising	Total
Salaries and wages	$ 380,500	$ 92,750	$ 124,319	$ 597,569	$ 434,770	$ 61,020	$ 144,923	$ 640,713
Payroll taxes and benefits	54,121	12,716	38,653	105,490	86,288	20,500	28,758	135,546
	434,621	105,466	162,972	703,059	521,058	81,520	173,681	776,259
Support of surgical programs	1,620,000	-	-	1,620,000	1,492,000	-	-	1,492,000
Charity care institutional grants	-	-	-	-	87,700	-	-	87,700
Nutritionist staff expense	25,113	-	-	25,113	17,406	-	-	17,406
Direct accomodation expenses and supplies	290,876	-	-	290,876	246,431	-	-	246,431
Webinar, podcasts and educational materials	1,471	60,433	1,017	62,921	122,037	-	4,931	126,968
Food and entertainment	89,555	-	-	89,555	-	-	-	-
Office and administrative expenses	53,657	3,709	12,610	69,976	17,834	618	17,605	36,057
Occupancy	-	57,574	-	57,574	-	60,958	-	60,958
Marketing	270,730	-	-	270,730	187,172	-	200	187,372
Insurance	-	22,354	-	22,354	-	9,476	-	9,476
Professional fees	123,587	514,725	125,200	763,512	80,793	401,370	8,100	490,263
Board development	-	5,738	32,188	37,926	-	30,278	-	30,278
Travel and meetings	62,499	9,017	365	71,881	5,599	18,659	931	25,189
Depreciation	-	56,223	-	56,223	-	56,223	-	56,223
Miscellaneous	2,528	14,050	6,168	22,746	553	2,245	6,757	9,555
	$ 2,974,637	$ 849,289	$ 340,520	$ 4,164,446	$ 2,778,583	$ 661,347	$ 212,205	$ 3,652,135

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

NATIONAL FOUNDATION FOR FACIAL RECONSTRUCTION, INC.
d/b/a myFace

Statements of Cash Flows
Years Ended September 30,

	2025	2024 As Restated
Cash Flows from Operating Activities		
Change in net assets	$ 437,399	$ 2,885,503
Adjustments to reconcile change in net assets to net cash from operating activities		
Depreciation	56,223	56,223
Realized and unrealized gain on investments	(286,644)	(3,504,879)
In-kind donation-airline tickets, net	8,800	(600)
Changes in operating assets and liabilities		
Pledges receivable	15,899	(98,315)
Prepaid expenses and other assets	36,651	1,338,527
Accounts payable and accrued expenses	73,484	(1,336)
Net cash from operating activities	341,812	675,123
Cash Flows from Investing Activities		
Proceeds from sale of investments	3,379,137	5,842,083
Purchase of investments	(4,265,019)	(6,270,047)
Net cash from investing activities	(885,882)	(427,964)
Net Change in Cash and Cash Equivalents	(544,070)	247,159
Cash		
Beginning of year	938,282	691,123
End of year	$ 394,212	$ 938,282

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

1. Organization

National Foundation for Facial Reconstruction, Inc., operating under the name myFace ("myFace"), was incorporated in 1951 in the State of New York, is dedicated to correcting facial anomalies and transforming the lives of children and adults with facial differences by providing access to holistic comprehensive care, education, resources and support that pave the way for improved outcomes.

2. Summary of Significant Accounting Policies

Basis of Presentation and Use of Estimates - the accompanying financial statements have been prepared on the accrual basis of accounting and conform to accounting principles generally accepted in the United States of America ("U.S. GAAP"), which requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingencies, if any, at the date of the financial statements, and the reported amounts of support and revenue and expenses during the period then ended. Actual results could differ from those estimates.

Measure of Operations - the statements of activities report all changes in net assets, including changes in net assets from operating and non-operating activities. Operating activities consist of those items attributable to myFace's ongoing activities. Non-operating activities are limited to resources that generate return from investments, endowment contributions, financing costs, and other activities considered to be of a more unusual or nonrecurring nature.

Presentation of Net Assets - net assets, revenues, gains and losses are classified based on the existence or absence of donor-imposed restrictions.

Net assets without donor restrictions are those currently available at the discretion of the board for use in the operations of myFace.

Net assets with donor restrictions are restricted by donor-imposed restrictions as to use or time restricted. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Contributions with donor restrictions that are met within the reporting period are reported as contributions without restrictions.

Net assets with donor restrictions as of September 30, 2025 and 2024 are $2,400,000, restricted under endowment agreements.

Cash and Cash Equivalents - Cash consists of accounts maintained in checking, savings and temporary cash investment accounts. All highly liquid financial investments acquired with a maturity date of three months or less are considered to be cash equivalents.

Revenue Recognition and Receivables

Revenue - Public donations and special events are reported at estimated net realizable amounts from public and corporate donors and program services.

Contributions are recognized when unconditional promises to give are received.

myFace reports gifts of cash, other assets and long-lived assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified as unrestricted net assets and reported in the statement of activities as net assets released from restrictions. In the absence of donor specification that income and gains on donated funds are restricted, such income and gains are reported as revenues of unrestricted net assets. Earnings on temporarily and permanently restricted net assets are recorded as unrestricted or temporarily restricted revenues and follow the restrictions set forth by the donor. Contributions to be received over periods greater than one year are discounted at an appropriate interest rate commensurate with the risk involved. Contribution revenue has been recognized based on the present value of the estimated future payments to be made to myFace.

Bequests are recorded as income when the donor's will has cleared probate and the sum is certain.

myFace recognizes special event revenue at the time the event occurs. There are no multi-year contracts and performance obligations are typically satisfied within one year or less.

Disaggregation of Revenue

For the years ended September 30, 2025 and 2024, revenue disaggregated by timing of satisfaction of performance and obligations are as follows:

	2025	2024
Performance boligations satisfied at a point in time	$ 352,557	$ 436,306

Revenue from performance obligations satisfied at a point in time consists of special events.

Receivables - receivables are recorded at the net realizable value and do not bear interest. The allowance for doubtful accounts is management's best estimate of the amount of probable credit losses in existing receivables. Management determines the allowance based on historical write-off experience and reviews its allowance for doubtful accounts periodically. Past due balances are reviewed individually for collectability. At September 30, 2025 and 2024, the allowance is $20,000.

In-Kind Donations - contributions of donated noncash assets are recorded at their fair values in the period received. Contributions of services are recognized if the services create or enhance nonfinancial assets or require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donations. Donated goods and services are recorded at their estimated fair value on the date of receipt.

Investments - Investments, consisting primarily of temporary cash investments, fixed income and equity mutual securities and exchange traded funds ("ETF's"), are recorded at market value, as determined by reference to quoted market prices. Purchases and sales of securities are recorded on a trade date basis. Realized gains and losses on investments in securities are calculated based on cost and are reflected in the statement of activities. Interest income is recorded on an accrual basis.

Property and Equipment - Property and equipment is stated at cost. Property and equipment with a cost of $1,000 or more and a useful life greater than one year is capitalized. Depreciation is recorded using the straight-line method over the estimated useful life, which range from three to 40 years of the respective asset. Costs related to normal repairs and maintenance are expensed as incurred.

Leases - myFace determines if an arrangement is or contains a lease at inception. Leases are included in right-of-use ("ROU") assets and lease liabilities in the statement of financial position in accordance with ASC 842, *Leases*. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term, and ROU assets also include prepaid or accrued rent. Operating lease expense is recognized on a straight-line basis over the lease term. myFace does not report ROU assets and lease liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term. Lease terms may include options to extend or terminate the lease when it is reasonably certain that myFace will exercise that option.

Concentrations of Credit Risk - Financial instruments that potentially subject myFace to concentrations of credit risk consist principally of cash and cash equivalent amounts deposited in accounts at high-credit-quality financial institutions, the balances of which, from time to time, may exceed the Federal Deposit Insurance Corporation ("FDIC") insurance limit. Additionally, myFace maintains investment accounts with major investment firms that are covered by Securities Investor Protection Corporation ("SIPC") insurance. myFace has not experienced any losses in such accounts and believes it is not exposed to significant credit risk on cash and equivalents.

For the years ended September 30, 2025 and 2024, one donor and two donors accounted for approximately 24% and 56%, respectively, of total support and revenues.

Functional Allocation of Expenses - the costs of providing the various program and supporting services have been summarized on a functional basis in the accompanying statements of activities. Accordingly, expenses have been allocated among the program and supporting services using appropriate measurement methodologies developed by management. The expenses that are allocated include salaries, payroll taxes and employee benefits, which are based on the estimates of time and effort spent on direct administration or supervision of program supporting services. Other expenses that are allocated include office related expenses, insurance, professional fees and travel, which are allocated based on usage when possible.

Income Taxes - myFace qualifies as a tax-exempt organization as described in Section 501(c)(3) of the Internal Revenue Code (the "Code") and is exempt from federal income taxes on related income pursuant to Section 101(a) of the Code and is also exempt from state and local income taxes.

myFace recognizes the effect of income tax positions only if those positions are more likely than not to be sustained. Management has determined that myFace had no uncertain tax positions that would require financial statement recognition and/or disclosure. myFace is no longer subject to examinations by the applicable taxing jurisdictions for periods prior to 2022.

As a result of the recent federal income tax reform enacted into law under the Tax Cuts and Jobs Act of 2017, certain provisions will impact tax-exempt organizations, including revisions to taxes on unrelated business activities, excise taxes on compensation of certain employees, and various other provisions. The regulations necessary to implement the law have not yet been promulgated, and the ultimate outcome of these regulations and the impact to myFace cannot be determined presently. myFace will continue to review and assess the impact of the legislation to the financial statements, but does not expect that the impact will be material.

Advertising Costs – Advertising costs are expensed as incurred.

Risks and Uncertainties - myFace invests in various investment securities which are exposed to various risks, such as interest rate, market, and credit risks. In addition, due to the level of risk associated with investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term.

The collectability of pledges receivables are subject to the ability of the donor to pay the pledged amount due and that such changes could materially affect the amounts reported in the accompanying financial statements. myFace believes that the estimated allowances are adequate and that the amounts reflected in the financial statements represent the net realizable value of the respective receivable.

3. Liquidity and Availability

myFace is substantially supported by contributions from individual, corporate and organizational donors, grants and investment activity. As part of myFace's cash management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Revenue is used for expenditures in programs that are ongoing, major and central to its annual operations to meet cash needs for general expenditures. General expenditures include general and administrative expenses, fund-raising and grant commitments expected to be paid in the subsequent year. Annual operations are defined as total expenses related to both program and supporting services.

Because a donor's or grantor's restriction requires resources to be used in a particular manner or in a future period, myFace must maintain sufficient resources to meet those responsibilities. Thus, financial assets may not be available for general expenditure within one year.

myFace manages its cash available to meet general expenditures through the following three guiding principles:

- Operating within a prudent range of financial soundness and stability
- Maintaining adequate liquid assets
- Maintaining sufficient reserves to provide reasonable assurance that long-term agreements or other commitments and obligations will continue to be met

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the date of the statement of assets, liabilities and net assets, are as follows:

Financial assets at year-end:

	2025	2024
Cash and cash equivalents	$ 394,212	$ 938,282
Pledges receivable	68,814	52,915
Investments	33,089,531	31,948,803
	33,552,557	32,940,000
Endowment assets	(2,400,000)	(2,400,000)
Financial assets available to meet cash needs for general expenditures within one year	$ 31,152,557	$ 30,540,000

4. Investments

Investments at September 30, 2025 and 2024 consists of the following:

	2025		2024	
	Fair Value	Cost	Fair Value	Cost
Temporary cash investments	$ 4,052,016	$ 4,052,016	$ 2,997,898	$ 2,997,898
Mutual funds	29,037,515	24,213,689	28,950,905	25,878,696
	$ 33,089,531	$ 28,265,705	$ 31,948,803	$ 28,876,594

Fair Value Disclosures - myFace has provided fair value disclosure information for relevant assets and liabilities in these financial statements.

For applicable assets and liabilities subject to the provisions of the accounting standard relating to fair value measurements, myFace will value such assets and liabilities using quoted market prices in active markets for identical assets and liabilities to the extent possible. To the extent that such market prices are not available, management will next attempt to value such assets and liabilities using observable measurement criteria, including quoted market prices of similar assets and liabilities in active and inactive markets and other corroborated factors. In the event that quoted market prices in active markets for identical assets or liabilities (Level 1) and other observable measurement criteria (Level 2) or unobservable inputs that are not available (Level 3), myFace will develop measurement criteria based on the best information available, including information from banking institutions and advisors.

All financial assets are Level 1 inputs.

Equity and Fixed Income Mutual Funds - investments in mutual funds are invested primarily in investment-grade bonds, mid and large-capitalization equity, exchange traded funds and fixed income securities. For these investments, myFace has ownership interest in the mutual fund but not in the individual securities held by the fund. The assets of each mutual fund consist primarily of shares of the underlying holdings.

Each mutual fund net asset value (NAV) is the value of a single share that is actively traded on national securities exchanges. The mutual funds are valued on a daily basis at the close of business day. These funds are valued primarily on the basis of market quotation or on the basis of information furnished by a nationally recognized pricing service based on observable market data.

Exchange Traded Funds - investments in exchange traded funds ("ETF's") are invested primarily in investment-grade bonds and large and mid-capitalization equity securities. For these investments, the Foundation has ownership interest in the fund but not in the individual securities held by the fund. The assets of each fund consist primarily of shares of the underlying holdings. Each fund's net asset value (NAV) is the value of a single share that is actively traded on national securities exchanges. The respective investment fund is valued on a daily basis at the close of business day. These funds are valued primarily on the basis of market quotation or on the basis of information furnished by a nationally recognized pricing service based on observable market data.

At September 30, 2025 and 2024, concentrations in investment holdings are:

	2025	2024
Domestic equities	45%	49%
Domestic fixed income	34%	35%
International equities	8%	9%

At September 30, 2025 and 2024, there are three individual holdings approximating 41% and 34%, respectively, of the investment holdings.

For the years ended September 30, 2025 and 2024, investment income consists of the following:

	2025	2024
Interest and dividends	$ 819,345	$ 1,043,950
Net realized gains	389,760	128,569
Net unrealized gains	2,058,551	3,289,195
	$ 3,267,656	$ 4,461,714

5. Property and Equipment

Property and equipment at September 30, 2025 and 2024 consists of the following:

	2025	2024
Condominium office and improvements	$ 2,241,860	$ 2,241,860
Furniture and fixtures	56,581	56,581
Computer equipment	25,403	25,403
	2,323,844	2,323,844
Less: accumulated depreciation	919,068	862,845
Property and equipment, net	$ 1,404,776	$ 1,460,999

For the years ended September 30, 2025 and 2024, depreciation expense was $56,223.

6. Net Assets with Donor Restrictions

As of September 30, 2025 and 2024, net assets with donor restriction activity is as follows:

	Time and Purpose	Earnings	Perpetual	Total
October 1, 2023 - as originally stated	$ 3,667,406	$ 288,979	$ 2,400,000	$ 6,356,385
Reclassification	(3,667,406)	(288,979)	-	(3,956,385)
October 1, 2023 - as restated	-	-	2,400,000	2,400,000
Additions	181,000	-	-	181,000
Investment income				
Interest and dividends	-	88,933	-	88,933
Net appreciation in investments	-	297,781	-	297,781
Net investment income	-	386,714	-	386,714
Release from restrictions	(181,000)	(386,714)	-	(567,714)
September 30, 2024	-	-	2,400,000	2,400,000
Additions	186,600	-	-	186,600
Investment income				
Interest and dividends	-	92,776	-	92,776
Net appreciation in investments	-	(418,927)	-	(418,927)
Net investment income	-	(326,151)	-	(326,151)
Release from restrictions	(186,600)	326,151	-	139,551
September 30, 2025	$ -	$ -	$ 2,400,000	$ 2,400,000

Return objectives, risk parameters and spending policy - the Board of Trustees has adopted investment and spending policies for myFace's endowment corpus that attempt to maintain the purchasing power of those assets in the future, while being mindful of the cash-flow and liquidity requirements of myFace. Investment funds are invested in such a way as to help in meeting the future capital and other investment needs of myFace.

Strategies employed for achieving objectives - To satisfy its long-term rate-of-return objectives, myFace seeks to ensure an appropriate diversification of the portfolio by asset class, sector, geographic region, and by investment managers, unless it is prudently determined that, because of special circumstances, the purposes of the investment funds are better served without diversification. Diversification decisions are reviewed at least quarterly.

New York Prudent Management of Institutional Funds Act - myFace recognizes that New York State adopted as law the New York Prudent Management of Institutional Funds Act ("NYPMIFA") on September 17, 2010. NYPMIFA replaced the prior law which was the Uniform Management of Institutional Funds Act ("UMIFA"). In addition, NYPMIFA created a rebuttable presumption of imprudence if an organization appropriates more than 7% of a donor-restricted endowment fund's fair value (averaged over a period of not less than the preceding five years) in any year. Any unappropriated earnings that would otherwise be considered without donor restrictions will be reflected as with donor restrictions until appropriated.

Net assets with donor restrictions of $2,400,000 at September 30, 2025 and 2024 are restricted in perpetuity. myFace's Board has interpreted NYPMIFA as allowing myFace to appropriate for expenditure or accumulate so much of an endowment fund as myFace determines to be prudent for the uses, benefits, purposes and duration for which the endowment was established, subject to the intent to the donor as expressed in the gift instrument.

myFace’s endowment consists of three donor restricted funds established for a variety of purposes.

7. Retirement Plan

myFace sponsors a 401(k) savings plan, which covers all eligible employees, in compliance with the Employee Retirement Income Security Act of 1974. The plan provides for myFace to match an employee’s contribution up to a maximum amount of three

percent (3%) of the employee’s compensation. For the years ended September 30, 2025 and 2024, myFace’s matching contribution was $16,512 and $16,851.

8. In-Kind Goods and Services

In-kind goods and services received for the years ended September 30, 2025 and 2024 consist of the following:

	2025	2024
Airline tickets	$ 30,000	$ 40,000
Marketing and video materials	39,000	44,000
Other	996	-
	$ 69,996	$ 84,000

Marketing and video materials are included in marketing and airline tickets for patient travel are included in direct accommodation expenses and supplies in the statements of functional expenses.

The value of unused tickets as of September 30, 2025 and 2024 amounted to $30,000 and $38,800.

9. Special Events

myFace holds two major special events each year, ‘myFace Celebrates’ and ‘Races for Faces’. Contributions received for these events are included in special events revenue in the statements of activities and expenses associated with the events are netted against the income.

10. Related Party Transactions

An officer of myFace is a trustee of a significant donor of myFace. For the years ended September 30, 2025 and 2024, $303,000 and $175,000 was received from this donor to fund various programs and general operations.

11. Commitments

Employment Agreement - myFace entered into an 18 month employment agreement with an officer of the myFace, which expired in March 2026. Terms of the agreement provided for annual base compensation and benefits. The agreement is currently being negotiated.

Operating Leases - myFace is committed under non-cancelable operating leases for office space and equipment. Terms of the office space provide for monthly payments of $3,500 expiring in June 2027.

Future minimum payments under the lease agreement subsequent to September 30, 2025 are as follows:

2026	$ 42,000
2027	31,500
	$ 73,500

For the years ended September 30, 2025 and 2024, rent expense was $77,475 and $75,900 and is included in direct accommodation expenses and supplies in the statements of activities.

12. Prior Period Adjustment

During 2025, it was discovered that the net assets with donor restrictions were overstated and net assets without donor restrictions were understated by $3,956,385. The 2024 financial statements have been restated to correct this error (Note 6).

13. Subsequent Events

Management has evaluated subsequent events occurring July 21, 2026, which is the date the financial statements were available to be issued. Based on this evaluation, management has determined that there are no subsequent events which require disclosure in the financial statements.