Ronald McDonald House of Houston, Inc.

Financial Report
December 31, 2023

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Independent Auditor's Report

To the Board of Directors of
Ronald McDonald House of Houston, Inc.
Houston, Texas

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Ronald McDonald House of Houston, Inc. (RMH Houston), which comprise the statements of financial position as of December 31, 2023 and 2022, 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 accompanying financial statements present fairly, in all material respects, the financial position of RMH Houston as of December 31, 2023 and 2022, 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 (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of RMH Houston 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 the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about RMH Houston's ability to continue as a going concern for one year after the date that the financial statements are issued.

The Board of Directors of
Ronald McDonald House of Houston, Inc.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is 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 GAAS, we:

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

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Houston, Texas
December 31, 2024

Ronald McDonald House of Houston, Inc.

Statements of Financial Position
December 31, 2023 and 2022

	2023	2022
ASSETS		
Cash and cash equivalents	$ 1,325,901	$ 1,446,835
Investments	755,970	898,847
Accounts receivable	11,664	25,837
Contributions receivable, net	220,250	248,500
Grants receivable	754,395	654,395
Prepaids	88,825	81,401
Property and equipment, net	21,814,820	22,743,546
TOTAL ASSETS	$ 24,971,825	$ 26,099,361
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable and accrued expenses	$ 307,952	$ 286,253
Accrued payroll expenses	152,479	143,324
Due to Houston House Foundation	-	1,265
Deferred revenue	81,200	28,450
Total liabilities	541,631	459,292
NET ASSETS		
Without donor restrictions	22,796,569	24,204,174
Board designated	755,970	742,504
With donor restrictions	877,655	693,391
Total net assets	24,430,194	25,640,069
TOTAL LIABILITIES AND NET ASSETS	$ 24,971,825	$ 26,099,361

The Notes to Financial Statements
are an integral part of these statements.

Ronald McDonald House of Houston, Inc.

Statement of Activities

Year Ended December 31, 2023

	Without Donor Restrictions	With Donor Restrictions	2023 Total
REVENUE, GAINS AND OTHER SUPPORT			
Contributions	$ 2,509,024	$ 1,176,879	$ 3,685,903
Contributions from Houston House Foundation	600,000	-	600,000
Special events	1,798,890	-	1,798,890
Contributions of nonfinancial assets	401,945	-	401,945
House occupancy fees	103,064	-	103,064
Net investment return	43,048	-	43,048
Other income	4,850	-	4,850
Net assets released from restriction Program expenditures	992,615	(992,615)	-
Total revenue, gains and other support	6,453,436	184,264	6,637,700
EXPENSES			
Program	5,396,734	-	5,396,734
Management and general	951,532	-	951,532
Fundraising	1,132,055	-	1,132,055
Cost of direct benefits to donors	367,254	-	367,254
Total expenses	7,847,575	-	7,847,575
Change in net assets	(1,394,139)	184,264	(1,209,875)
NET ASSETS, beginning of year	24,946,678	693,391	25,640,069
NET ASSETS, end of year	$ 23,552,539	$ 877,655	$ 24,430,194

The Notes to Financial Statements
are an integral part of this statement.

Ronald McDonald House of Houston, Inc.

Statement of Activities

Year Ended December 31, 2022

	Without Donor Restrictions	With Donor Restrictions	2022 Total
REVENUE, GAINS AND OTHER SUPPORT			
Contributions	$ 2,220,524	$ 1,337,485	$ 3,558,009
Contribution - payroll protection program loan forgiveness	500,000	-	500,000
Special events	1,885,658	-	1,885,658
Contributions of nonfinancial assets	75,545	-	75,545
Grant revenue	654,395	-	654,395
House occupancy fees	208,680	-	208,680
Net investment return	(45,299)	-	(45,299)
Other income	2,209	-	2,209
Net assets released from restrictions Program expenditures	916,517	(916,517)	-
Total revenue, gains and other support	6,418,229	420,968	6,839,197
EXPENSES			
Program	4,915,297	-	4,915,297
Management and general	609,469	-	609,469
Fundraising	1,070,730	-	1,070,730
Cost of direct benefits to donors	374,527	-	374,527
Total expenses	6,970,023	-	6,970,023
Change in net assets	(551,794)	420,968	(130,826)
NET ASSETS, beginning of year	25,498,472	272,423	25,770,895
NET ASSETS, end of year	$ 24,946,678	$ 693,391	$ 25,640,069

The Notes to Financial Statements
are an integral part of this statement.

Ronald McDonald House of Houston, Inc.

Statements of Functional Expenses
Years Ended December 31, 2023 and 2022

	Program	Management and General	Fundraising	Cost of Direct Benefits to Donors	2023 Total
EXPENSES					
Salaries	$ 1,717,154	$ 414,353	$ 519,666	$ -	$ 2,651,173
Employee benefits and payroll taxes	468,090	101,011	107,098	-	676,199
Depreciation and amortization	1,279,675	1,281	-	-	1,280,956
Supplies and equipment	996,339	1,827	17,513	367,254	1,382,933
Professional fees	-	341,784	-	-	341,784
Building and equipment maintenance	348,714	53,115	8,663	-	410,492
Utilities	358,204	-	-	-	358,204
Rent	4,078	14,273	2,039	-	20,390
Insurance	150,750	5,170	-	-	155,920
Printing and postage	2,131	2,954	215,012	-	220,097
Communications	40,256	1,059	1,059	-	42,374
Other	31,343	14,705	261,005	-	307,053
TOTAL EXPENSES	$ 5,396,734	$ 951,532	$ 1,132,055	$ 367,254	$ 7,847,575

	Program	Management and General	Fundraising	Cost of Direct Benefits to Donors	2022 Total
EXPENSES					
Salaries	$ 1,624,845	$ 323,617	$ 500,300	$ -	$ 2,448,762
Employee benefits and payroll taxes	450,111	80,579	97,606	-	628,296
Depreciation and amortization	1,306,281	1,308	-	-	1,307,589
Supplies and equipment	794,665	664	2,903	374,527	1,172,759
Professional fees	675	87,102	-	-	87,777
Building and equipment maintenance	181,056	51,609	11,591	-	244,256
Utilities	336,925	-	-	-	336,925
Rent	8,156	28,545	4,078	-	40,779
Insurance	132,273	5,170	-	-	137,443
Printing and postage	1,889	2,430	235,292	-	239,611
Communications	40,559	1,067	1,067	-	42,693
Other	37,862	27,378	217,893	-	283,133
TOTAL EXPENSES	$ 4,915,297	$ 609,469	$ 1,070,730	$ 374,527	$ 6,970,023

The Notes to Financial Statements
are an integral part of these statements.

Ronald McDonald House of Houston, Inc.

Statements of Cash Flows

Years Ended December 31, 2023 and 2022

	2023	2022
CASH FLOW FROM OPERATING ACTIVITIES		
Change in net assets	$ (1,209,875)	$ (130,826)
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation and amortization	1,280,956	1,307,589
Net realized and unrealized loss on investments	142,877	40,194
Change in operating assets and liabilities		
Contributions and accounts receivable	42,423	376,106
Grants receivable	(100,000)	(654,395)
Prepaids	(7,424)	(2,696)
Accounts payable and accrued expenses	21,699	190,800
Accrued payroll expenses	9,155	44,151
Construction payable	-	(42,474)
Due to Foundation	(1,265)	1,265
Deferred revenue	52,750	1,051
Net cash provided by operating activities	231,296	1,130,765
CASH FLOW FROM INVESTING ACTIVITIES		
Purchases of property and equipment	(352,230)	(804,777)
Net cash used in investing activities	(352,230)	(804,777)
Net change in cash and cash equivalents	(120,934)	325,988
CASH AND CASH EQUIVALENTS, beginning of year	1,446,835	1,120,847
CASH AND CASH EQUIVALENTS, end of year	$ 1,325,901	$ 1,446,835

The Notes to Financial Statements
are an integral part of these statements.

Ronald McDonald House of Houston, Inc.

Notes to Financial Statements

Note 1. Organization and Summary of Significant Accounting Policies

Organization

Ronald McDonald House of Houston, Inc. (RMH Houston) is a Texas nonprofit corporation. The mission of RMH Houston is to offer a comfortable, safe, and reliable *home away from home* providing care, compassion and hope to families with seriously ill children being treated in Texas Medical Center member institutions. RMH Houston owns and operates Holcombe House, a 70-bedroom house on Holcombe Boulevard in the Texas Medical Center in Houston, Texas.

RMH Houston also operates a 19-bedroom house and 10 family lounges inside Texas Children's Hospital (TCH), 20 bedrooms and two family lounges inside Children's Memorial Hermann Hospital, and two bedrooms and a family lounge and kitchen inside M.D. Anderson Children's Cancer Hospital.

Affiliated Organization

Houston House Foundation (the Foundation) was created in November 1989 with a contribution of $3.2 million from RMH Houston. The Foundation was established exclusively for the benefit of RMH Houston. The Board of Directors of the Foundation have discretionary authority to determine the amount, manner and times for payment of any amounts to RMH Houston.

Basis of Accounting and Financial Statement Presentation

The accompanying financial statements are prepared on the accrual basis of accounting, which recognizes support and revenue when earned and expenses when incurred. The financial statements of RMH Houston are presented in accordance with accounting principles generally accepted in the United States of America applicable to not for profit organizations. Financial position and activities are reported according to two classes of net assets: (i) net assets without donor restrictions and (ii) net assets with donor restrictions.

Federal Income Tax Status

RMH Houston is exempt from federal income tax under §501(c)(3) of the Internal Revenue Code and is classified as a public charity under §509(a)(1).

Receivables

Contributions receivable that are expected to be collected within one year are reported at a net realizable value. Amounts due in more than one year are discounted, if material, to estimate the present value of future cash flows. An allowance for uncollectible contributions receivable is provided when it is believed balances may not be collected in full. Any loss on contributions receivable recognized and the resulting adequacy of the allowance is determined using a combination of historical loss experience and analysis of individual balances. RMH Houston's policy is to write off balances against the allowance when management believes they will not be collected. Grant receivables are recognized when eligibility requirements are met.

Investments

Investments are reported at fair value. Net investment return consists of interest, dividends, realized and unrealized gains and losses, net of external and direct internal investment expenses. Net investment return is reported in the statement of activities as an increase or decrease in net assets without donor restrictions unless the use of the income is limited by donor-imposed restrictions.

Prepaids

Prepaids consist primarily of payments made in advance for expenses related to future periods.

Property and Equipment

Property and equipment are reported at cost if purchased and at fair value at the date of donation. Depreciation is computed on a straight-line basis over estimated useful lives of 3 to 35 years. RMH Houston capitalizes additions and improvements that have a tangible future economic life and a cost of more than $1,000.

Net Asset Classification

Net assets, revenue, gains, and losses are classified based on the existence or absence of donor-imposed restrictions, as follows:

Net assets without donor restrictions: Are not subject to donor-imposed stipulations even though their use may be limited in other respects such as by contract or board designation.

Net assets with donor restrictions: Are subject to donor-imposed stipulations. Restrictions may be temporary in nature, such as those that will be met by the passage of time or use for a purpose specified by the donor, or may be perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Net assets are released from restrictions when the stipulated time has elapsed, or purpose has been fulfilled, or both. Contributions of long-lived assets and of assets restricted for acquisition of long-lived assets are released when those assets are placed in service.

Contributions

Contributions are recognized as revenue at fair value when an unconditional commitment is received from the donor. Contributions received with donor stipulations that limit their use are classified as restricted support. Conditional contributions are recognized in the same manner when the conditions are substantially met.

Special Events

Special events revenue is recognized when the event occurs. Amounts received in advance of the event represent conditional contributions and are reported in the statement of financial position as deferred revenue. Direct donor benefit costs represent the cost of goods and services provided to attendees of special events.

Contributions of Nonfinancial Assets

Donated materials and use of facilities are recognized at fair value as contributions without donor restrictions when an unconditional commitment is received from the donor. The related expense is recognized as the item is used. Contributions of services are recognized when services received (a) create or enhance nonfinancial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

House Occupancy Fees

House occupancy fees are recognized at the time services are provided, net of estimated uncollectible amounts and discounts based on a family's ability to pay.

Functional Allocation of Expenses

Expenses are reported by their functional classification, including direct donor benefit costs, as program services or supporting activities. Program services are the direct conduct or supervision of activities that fulfill the purposes for which RMH Houston exists. Fundraising activities include the solicitation of contributions of money, securities, materials, facilities, other assets, and time. Management and general activities are not directly identifiable with specific program or fundraising activities. Expenses that are attributable to one or more program or supporting activities are allocated among the activities benefitted. Salaries and related costs are allocated on the basis of estimated time and effort expended. Depreciation, interest expense, and occupancy costs are allocated based on square footage. Information technology costs are allocated based on estimates of time and costs of specific technology utilized.

Estimates

Management must make estimates and assumptions to prepare financial statements in accordance with generally accepted accounting principles. These estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, the amounts reported as revenue and expenses, and the allocation of expenses among various functions. Actual results could vary from the estimates that were used.

Recently Adopted Accounting Pronouncements

Measurement of Credit Losses on Financial Instruments
In June 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-13, Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments (ASU 2016-13), which replaced the current incurred loss impairment methodology for measurement of credit losses on financial instruments, including LANWT's accounts receivable, with a methodology (the current expected credit losses model or CECL model) that reflects expected credit losses and requires consideration of a broader range of reasonable and supportable information to inform credit loss estimates. Under the CECL model, the allowance for losses on financial assets, measured at amortized cost, reflects management's estimate of credit losses over the remaining expected life of such assets.

RMH Houston adopted ASU 2016-13 as of January 1, 2023 using the modified retrospective method, and the adoption did not have a material impact on its financial statements.

Note 2. Liquidity and Availability of Resources

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use within one year of December 31, 2023, comprise the following:

Financial assets		
Cash and cash equivalents	$	1,325,901
Investments		755,970
Contributions receivable, net		220,250
Grants receivable		754,395
Total financial assets, year end		3,056,516
Less financial assets not available for general expenditure		
Net assets with board designations		(755,970)
Net assets with donor restrictions		(877,655)
Long-term portion of grants receivable		(654,395)
Total financial assets not available to be used within one year		(2,288,020)
Total financial assets available to meet general expenditures within one year	$	768,496

For purposes of analyzing resources available to meet general expenditures over a 12-month period, RMH Houston considers all expenditures related to their ongoing mission of providing a comfortable, safe, and reliable *home away from home* to families with seriously ill children being treated in Texas Medical Center member institutions, as well as the activities undertaken to support this mission, to be general expenditures.

RMH Houston regularly monitors liquidity required to meet operating needs while striving to maximize the investment of available funds. As part of RMH Houston's liquidity management, financial assets are structured to be available as its general expenditures, liabilities, and other obligations come due. The Board of Directors has designated resources without donor restrictions to be used for specific purposes. However, these funds remain available to be spent at the discretion of the Board of Directors.

Note 3. Contributions Receivable

Contributions receivable consist of the following:

		2023		2022
Contributions receivable	$	220,250	$	288,500
Allowance for uncollectible contributions receivable		-		(40,000)
Contributions receivable, net	$	220,250	$	248,500

Contributions receivable at December 31, 2023 and 2022 were due to be collected within the following year.

Contributions receivable at December 31, 2022 include approximately $65,000 of balances outstanding from the capital campaign. Most of the donor restrictions were satisfied during 2018 when the building was placed in service.

Note 4. Concentration of Credit Risk

At December 31, 2023, approximately 68% of contributions receivable was from one donor. At December 31, 2022, approximately 55% of contributions receivable were due from one donor.

Note 5. Investments

Generally accepted accounting principles require that certain assets and liabilities be reported at fair value and establish a hierarchy that prioritizes inputs used to measure fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The three levels of the fair value hierarchy are as follows:

Level 1 Inputs are unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the reporting date.

Level 2 Inputs are other than quoted prices included in Level 1, which are either directly observable or can be derived from or corroborated by observable market data at the reporting date.

Level 3 Inputs are not observable and are based on the reporting entity's assumptions about the inputs market participants would use in pricing the asset or liability.

Mutual funds are valued at the reported net asset value. Investments measured at net asset value are excluded from the fair value hierarchy. RMH Houston's investments as of December 31, 2023 and 2022 were comprised solely of federal short-term bond mutual funds totaling $755,970 and $898,847, respectively.

Investments are exposed to various risks such as interest rate, market, and credit risks. Because of these risks, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position and statement of activities.

Note 6. Property and Equipment

Property is comprised of the following:

	2023	2022
Construction in progress	$ 9,169	$ 238,587
Use of Texas Medical Center land	1,100,000	1,100,000
Building	29,563,612	29,563,612
Building improvements	2,375,918	2,293,741
Furniture and equipment	2,351,636	1,930,090
Total property and equipment, at cost	35,400,335	35,126,030
Accumulated depreciation and amortization	(13,585,515)	(12,382,484)
Property and equipment, net	$ 21,814,820	$ 22,743,546

Use of Land

RMH Houston entered into a 99-year lease agreement for $1 per year with the Texas Medical Center on September 1, 1995 for the use of the land on which Holcombe House is located. The estimated fair value of this agreement of approximately $1.1 million is reported as property and is being amortized over the life of the lease.

Note 7. Net Assets Without Donor Restrictions

Net assets without donor restrictions are comprised of the following:

	2023	2022
Undesignated	$ 981,749	$ 1,460,628
Undesignated invested in property, net	21,814,820	22,743,546
Board designated	755,970	742,504
Total net assets without donor restrictions	$ 23,552,539	$ 24,946,678

During 2017, the Foundation's Board of Trustees designated $2,500,000 to support *Behind Every Door* capital campaign projects, $300,000 of which was transferred per year to RMH Houston for the years 2018 - 2021. During 2021, the total amount to be transferred was reduced by $1,000,000. The remaining $300,000 was transferred in 2022. Remaining amounts designated by the RMH Houston Board of Directors are included in the investment balances as of December 31, 2023 and 2022 and are designated through a Board Designated policy to provide an internal source of funds for such matters as major capital expenditures, investment in new facilities, unanticipated loss of funding, uninsured losses, non-recurring unbudgeted expenses, and start-up costs for new program opportunities.

Note 8. Net Assets with Donor Restrictions

Net assets with donor restrictions are restricted as follows:

	2023	2022
Subject to expenditure for specified purpose		
Other RMH Houston operations and supplies	$ 763,736	$ 650,445
Family activities and services	113,919	42,946
Total net assets with donor restrictions	$ 877,655	$ 693,391

Note 9. Volunteer Services

Volunteers provide guest, maintenance, and administrative services that are integral to the operation of Holcombe House and in-hospital programs. During 2023, approximately 494 volunteers donated 18,900 hours for such services. During 2022, approximately 295 volunteers donated 12,400 hours for such services. No amount has been recognized in the financial statements for these volunteer services because they do not meet the criteria for recognition under generally accepted accounting principles.

Note 10. Retirement Plan

RMH Houston has a §40l(k) retirement plan which covers all employees. RMH Houston contributes an amount equal to 3% of each employee's salary. In addition, RMH Houston will match 100% for each percent the employee contributes up to 3%. RMH Houston contributed $141,019 to the plan in 2023 and $133,495 to the plan in 2022.

Note 11. Paycheck Protection Program

In February 2021, RMH Houston participated in the Second Draw PPP Loan program and secured financing through a financial institution for $466,987 at 1.00% interest (the Second Draw PPP Loan). The loan is guaranteed by the Small Business Administration. The loan qualifies for 100% forgiveness if used for qualifying expenses. As of December 31, 2021, management has determined that the conditions for forgiveness for the Second Draw PPP Loan had been met and recorded the loan forgiveness as a contribution on the accompanying statement of activity.

During the year ended December 31, 2022, RMH Houston received notice that the Second Draw PPP Loan in the amount of $466,987 has been forgiven in full.

Note 12. Contributions of Nonfinancial Assets

Contributed nonfinancial assets for the year ended December 31, 2023 consisted of the following:

	Revenue Recognized	Utilization in Programs/Activities	Donor Restrictions	Valuation Techniques and Inputs
Goods, gift cards	$ 112,469	Program, Fundraising	No associated donor restrictions	Contributed goods and gifts cards are valued at (1) goods - the estimated fair value based on current market cost and (2) gift cards - the face value of the gift cards
Services	269,087	Program, Management and General, Fundraising	No associated donor restrictions	Contributed services are valued at the estimated fair value based on current rates for similar services.
Donated Rent	20,389	Program, Management and General, Fundraising	No associated donor restrictions	Contributed rent is valued at the estimated fair value based on current rates.
Total contributed nonfinancial assets	$ 401,945			

One time, significant contributed nonfinancial assets for the year ended December 31, 2023 include $25,000 in contributed services for the biennial compensation study and $216,645 in contributed services for legal services provided in conjunction with the merger of RMH Houston and Ronald McDonald House Charities of Greater Houston/Galveston, Inc.

Contributed nonfinancial assets for the year ended December 31, 2022 consisted of the following:

	Revenue Recognized	Utilization in Programs/Activities	Donor Restrictions	Valuation Techniques and Inputs
Goods, gift cards	$ 34,766	Program, Fundraising	No associated donor restrictions	Contributed goods and gifts cards are valued at (1) goods - the estimated fair value based on current market cost and (2) gift cards - the face value of the gift cards
Donated Rent	40,779	Program, Management & General, Fundraising	No associated donor restrictions	Contributed rent is valued at the estimated fair value based on current rates.
Total contributed nonfinancial assets	$ 75,545			

Note 13. Employee Retention Credit

RMH Houston is eligible for the Employee Retention Credit (ERC) under the CARES Act. Grants receivable for the ERC at December 31, 2023 and 2022 are $654,395, which represents refunds due on the 2020 and 2021 Form 941-X Employer Quarterly Federal Tax Return for the quarters ended June 30, 2020, September 30, 2020, December 31, 2020, March 31, 2021, and June 30, 2021. Upon receipt of the ERC, 25% will become payable as consulting fees. Grants receivable under the ERC were recorded in government grants and contracts revenue on the accompanying statement of activities.

Note 14. Subsequent Events

Management has evaluated subsequent events through December 31, 2024, which is the date that the financial statements were available for issuance.

Ronald McDonald House Charities of Greater Houston/Galveston, Inc. merged with and into RMH Houston, effective January 1, 2024. The merged entity will continue operations as Ronald McDonald House Charities Greater Houston, Inc.

An agreement and plan of merger was entered into between A Shelter For Cancer Families and Ronald McDonald House Charities Greater Houston, Inc. for A Shelter For Cancer Families to merge with and into Ronald McDonald House Charities Greater Houston, Inc, effective January 1, 2025.