

# GUARDIAN HILLS VETERANS HEALING CENTER

Financial Statements  
With Independent Auditors' Report

December 31, 2023

# GUARDIAN HILLS VETERANS HEALING CENTER

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## INDEPENDENT ACCOUNTANTS' REVIEW REPORT

Board of Directors  
Guardian Hills Veterans Healing Center  
Columbia, Missouri

### ***Opinion***

We have audited the accompanying financial statements of Guardian Hills Veterans Healing Center, which comprise the statement of financial position as of December 31, 2023, and the related statements of activities, functional expenses and cash flows for the year 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 Guardian Hills Veterans Healing Center as of December 31, 2023, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Guardian Hills Veterans Healing Center and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of these 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 Guardian Hills Veterans Healing Center's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Board of Directors  
Guardian Hills Veterans Healing Center  
Columbia, Missouri

***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 auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements 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 Guardian Hills Veterans Healing Center'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 Guardian Hills Veterans Healing Center'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.

*Capin Crouse LLP*

Naperville, Illinois  
April 26, 2024

# GUARDIAN HILLS VETERANS HEALING CENTER

## Statement of Financial Position

December 31, 2023

### ASSETS:

Cash and cash equivalents	\$	107,513
Prepaid expenses		7,365
Property and equipment, net		<u>2,348,719</u>

Total Assets	\$	<u><u>2,463,597</u></u>
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### LIABILITIES AND NET ASSETS:

#### Liabilities:

Accounts payable	\$	49,321
Accrued expenses		2,287
Total liabilities		<u>51,608</u>

#### Net assets:

Net assets without donor restrictions		<u>2,411,989</u>
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Total Liabilities and Net Assets	\$	<u><u>2,463,597</u></u>
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See notes to financial statements

# GUARDIAN HILLS VETERANS HEALING CENTER

## Statement of Activities

Year ended December 31, 2023

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>SUPPORT AND REVENUE:</b>			
Contributions	\$ 388,783	\$ 300,000	\$ 688,783
Gift in kind	11,604	-	11,604
Other income	1,248	-	1,248
Net assets released from restrictions:			
Satisfaction of donor restrictions	300,000	(300,000)	-
Total Support and Revenue	<u>701,635</u>	<u>-</u>	<u>701,635</u>
<b>EXPENSES:</b>			
Program services	15,655	-	15,655
Supporting activities:			
Management and general	36,443	-	36,443
Fundraising	314	-	314
Total Expenses	<u>52,412</u>	<u>-</u>	<u>52,412</u>
Changes in Net Assets	649,223	-	649,223
Net Assets, Beginning of Year	<u>1,762,766</u>	<u>-</u>	<u>1,762,766</u>
Net Assets, End of Year	<u>\$ 2,411,989</u>	<u>\$ -</u>	<u>\$ 2,411,989</u>

See notes to financial statements

# GUARDIAN HILLS VETERANS HEALING CENTER

## Statement of Functional Expenses

	December 31, 2023			
	Program	Management and General	Fundraising	Total
Facilities and equipment	\$ 1,731	\$ 3,514	\$ -	\$ 5,245
Advertising and marketing	-	176	235	411
Bank charges and fees	-	197	-	197
Dues and subscriptions	-	90	-	90
Insurance	1,443	2,801	-	4,244
Merchant processing fees	-	126	-	126
Office supplies	602	1,239	-	1,841
Software	208	542	79	829
Travel	210	1,704	-	1,914
Donated supplies	9,104	-	-	9,104
Professional and contract services	-	24,596	-	24,596
Depreciation	751	1,458	-	2,209
Therapy supplies	1,606	-	-	1,606
	<u>\$ 15,655</u>	<u>\$ 36,443</u>	<u>\$ 314</u>	<u>\$ 52,412</u>

See notes to financial statements

# GUARDIAN HILLS VETERANS HEALING CENTER

## Statement of Cash Flows

December 31, 2023

### CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ 649,223
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:	
Depreciation	2,209
Change in:	
Prepaid expenses	(7,037)
Accounts payable	49,233
Accrued expenses	2,203
Net Cash Provided by Operating Activities	<u>695,831</u>

### CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sale of investments	323,690
Purchase of property and equipment	<u>(1,230,473)</u>
Net Cash Used by Investing Activities	<u>(906,783)</u>

Net Change in Cash and Cash Equivalents (210,952)

Cash and Cash Equivalents, Beginning of Year 318,465

Cash and Cash Equivalents, End of Year \$ 107,513

See notes to financial statements



# GUARDIAN HILLS VETERANS HEALING CENTER

## Notes to Financial Statements

December 31, 2023

### 1. NATURE OF ORGANIZATION:

Guardian Hills Veterans Healing Center (Guardian Hills) is incorporated under the laws of the state of Missouri as a nonprofit corporation. Guardian Hills provides the resources to facilitate the development of positive responses to the physical, emotional and relational injuries which impact those who have served as the guardians of our nation. Guardian Hills offers post traumatic stress retreat programs to veterans and their families. As of December 31, 2023, retreat operations have not yet begun. Support for Guardian Hills comes primarily from donor contributions.

Guardian Hills is exempt from income tax under Section 501(c)(3) of the U.S. Internal Revenue Code (the Code) and comparable state law, and contributions to it are tax deductible within the limitations prescribed by the Code. Guardian Hills has been classified as a publicly supported organization that is not a private foundation under Section 509(a) of the Code.

### 2. SIGNIFICANT ACCOUNTING POLICIES:

#### BASIS OF ACCOUNTING

The financial statements have been prepared on the accrual basis of accounting. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts and disclosures. Actual amounts could differ from these estimates. The significant accounting policies followed are described below.

#### CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of cash held in checking accounts. From time to time, amounts in these accounts may exceed federally insured limits. As of December 31, 2023, Guardian Hills did not have any amounts that exceeded these limits.

#### PROPERTY AND EQUIPMENT, NET

Property and equipment over \$5,000 are recorded at cost at the date of acquisition or fair value at the date of donation in the case of a gift. Maintenance and repairs are charged to expense as incurred. When items of property or equipment are sold or retired, the related cost is removed from the accounts and any gain or loss is included in the change in net assets. Depreciation is computed on the straight-line method over the estimated useful lives of the assets, ranging from five to fifteen years.

# GUARDIAN HILLS VETERANS HEALING CENTER

## Notes to Financial Statements

December 31, 2023

### 2. SIGNIFICANT ACCOUNTING POLICIES, continued:

#### CLASSES OF NET ASSETS

The financial statements report amounts separately by classes of net assets:

*Net assets without donor restrictions* are those currently available for general operating purposes under the direction of the Board of Directors.

*Net assets with donor restrictions* are those contributed with donor stipulations as to how they are utilized. When a purpose restriction is satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as satisfaction of purpose restrictions. As of December 31, 2023, Guardian Hills did not have any net assets with donor restrictions.

#### SUPPORT AND REVENUE

Support is recognized when contributions are made and revenue is recognized when earned. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Donor-restricted contributions are recorded as revenue in the class of net assets with donor restrictions until the funds have been expended for the purposes specified. No amounts have been recognized for donated services since the necessary accounting criteria has not been met.

Other income is recorded when earned.

#### GIFT-IN-KIND CONTRIBUTIONS

Guardian Hills receives donations of supplies for use in its programs. Such gifts are recorded at their fair market value at the date of donation. These amounts are included in donated property and supplies income on the statement of activities and donated supplies distributed program expenses within the functional expense allocation.

#### FUNCTIONAL EXPENSES

Expenses are recorded when incurred. The costs of providing the various program services and supporting activities have been summarized on a functional basis. Accordingly, certain costs have been allocated among the program services and supporting activities benefited. The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses allocated include depreciation, facilities, insurance and other categories which are allocated based on a detailed estimate of time and square footage allocations.

GUARDIAN HILLS VETERANS HEALING CENTER

Notes to Financial Statements

December 31, 2023

3. RELATED PARTY AND REVENUE CONCENTRATION:

During 2023, Guardian Hills received contributions of \$350,000 from a related party, and \$300,000 from a grantor. These gifts accounted for approximately 93% of total support and revenue during the year ended December 31, 2023.

4. PROPERTY AND EQUIPMENT:

Property and equipment consist of the following at December 31, 2023:

Land	\$ 78,370
Capital improvements	26,502
Furniture and other equipment	14,918
	<u>119,790</u>
Less accumulated depreciation	(8,388)
Construction in progress	<u>2,237,317</u>
Property and equipment, net	<u>\$ 2,348,719</u>

5. LIQUIDITY AND AVAILABILITY OF RESOURCES:

Financial assets are considered unavailable when illiquid or not convertible to cash within one year, contractual or donor-imposed restrictions, or because the governing board has set aside the funds for specific contingency reserves and projects. Financial assets available to meet cash needs for general expenditures within one year during the year ended December 31, 2023, are \$107,513.

6. SUBSEQUENT EVENTS:

Subsequent events have been evaluated through April 26, 2024, which represents the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.