

# GUARDIAN HILLS VETERANS HEALING CENTER

Financial Statements  
With Independent Auditors' Report

December 31, 2024 and 2023



# GUARDIAN HILLS VETERANS HEALING CENTER

## Table of Contents

	<u>Page</u>
Independent Auditors' Report	1
Financial Statements	
Statements of Financial Position	3
Statements of Activities	4
Statements of Functional Expenses	5
Statements of Cash Flows	6
Notes to Financial Statements	7

## **INDEPENDENT AUDITORS' 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 statements of financial position as of December 31, 2024 and 2023, 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 Guardian Hills Veterans Healing Center as of December 31, 2024 and 2023, 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 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 LLC*

Naperville, Illinois  
May 28, 2025

# GUARDIAN HILLS VETERANS HEALING CENTER

## Statements of Financial Position

	December 31,	
	2024	2023
ASSETS:		
Cash and cash equivalents	\$ 53,621	\$ 107,513
Pledges receivable	254,075	-
Prepaid expenses	9,116	7,365
Property and equipment, net	2,374,143	2,348,719
Total Assets	<u>\$ 2,690,955</u>	<u>\$ 2,463,597</u>
LIABILITIES AND NET ASSETS:		
Liabilities:		
Accounts payable	\$ 3,937	\$ 49,321
Accrued expenses	920	2,287
Total liabilities	<u>4,857</u>	<u>51,608</u>
Net assets:		
Net assets without donor restrictions	2,432,023	2,411,989
Net assets with donor restrictions	254,075	-
Total net assets	<u>2,686,098</u>	<u>2,411,989</u>
Total Liabilities and Net Assets	<u>\$ 2,690,955</u>	<u>\$ 2,463,597</u>

See notes to financial statements

# GUARDIAN HILLS VETERANS HEALING CENTER

## Statements of Activities

	Year Ended December 31,					
	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT, REVENUE, AND RECLASSIFICATIONS:						
Contributions	\$ 225,397	\$ 254,075	\$ 479,472	\$ 388,783	\$ 300,000	\$ 688,783
Gifts-in-kind contributions	5,923	-	5,923	11,604	-	11,604
Other income	9,394	-	9,394	1,248	-	1,248
Net assets released from restrictions:						
Satisfaction of donor restrictions	-	-	-	300,000	(300,000)	-
Total Support, Revenue, and Reclassifications	<u>240,714</u>	<u>254,075</u>	<u>494,789</u>	<u>701,635</u>	<u>-</u>	<u>701,635</u>
EXPENSES:						
Program services	135,284	-	135,284	15,655	-	15,655
Supporting activities:						
Management and general	68,585	-	68,585	36,443	-	36,443
Fundraising	16,811	-	16,811	314	-	314
Total Expenses	<u>220,680</u>	<u>-</u>	<u>220,680</u>	<u>52,412</u>	<u>-</u>	<u>52,412</u>
Changes in Net Assets	20,034	254,075	274,109	649,223	-	649,223
Net Assets, Beginning of Year	<u>2,411,989</u>	<u>-</u>	<u>2,411,989</u>	<u>1,762,766</u>	<u>-</u>	<u>1,762,766</u>
Net Assets, End of Year	<u>\$ 2,432,023</u>	<u>\$ 254,075</u>	<u>\$ 2,686,098</u>	<u>\$ 2,411,989</u>	<u>\$ -</u>	<u>\$ 2,411,989</u>

See notes to financial statements

# GUARDIAN HILLS VETERANS HEALING CENTER

## Statements of Functional Expenses

	December 31, 2024			
	Program	Management and General	Fundraising	Total
Salaries and benefits	\$ 17,966	\$ 27,109	\$ -	\$ 45,075
Facilities	32,836	268	-	33,104
Advertising and marketing	-	1,168	2,128	3,296
Insurance	13,853	-	-	13,853
Software	-	2,408	380	2,788
Travel	9,228	1,389	-	10,617
Donated supplies distributed	2,498	34	3,391	5,923
Professional and contract services	705	32,416	79	33,200
Depreciation	46,862	2,467	-	49,329
Meals and entertainment	2,217	-	-	2,217
Miscellaneous	9,119	1,326	10,833	21,278
	<u>\$ 135,284</u>	<u>\$ 68,585</u>	<u>\$ 16,811</u>	<u>\$ 220,680</u>

	December 31, 2023			
	Program	Management and General	Fundraising	Total
Facilities	\$ 1,731	\$ 3,514	\$ -	\$ 5,245
Advertising and marketing	-	176	235	411
Insurance	1,443	2,801	-	4,244
Software	208	542	79	829
Travel	210	1,704	-	1,914
Donated supplies distributed	9,104	-	-	9,104
Professional and contract services	-	24,596	-	24,596
Depreciation	751	1,458	-	2,209
Miscellaneous	2,208	1,652	-	3,860
	<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

## Statements of Cash Flows

	Year Ended December 31,	
	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 274,109	\$ 649,223
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	49,329	2,209
Loss on disposal of furniture and equipment	600	-
Change in:		
Pledges receivable	(254,075)	-
Prepaid expenses	(1,751)	(7,037)
Accounts payable	(45,384)	49,233
Accrued expenses	(1,367)	2,203
Net Cash Provided by Operating Activities	<u>21,461</u>	<u>695,831</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of investments	-	323,690
Purchase of property and equipment	<u>(75,353)</u>	<u>(1,230,473)</u>
Net Cash Used by Investing Activities	<u>(75,353)</u>	<u>(906,783)</u>
Net Change in Cash and Cash Equivalents	(53,892)	(210,952)
Cash and Cash Equivalents, Beginning of Year	<u>107,513</u>	<u>318,465</u>
Cash and Cash Equivalents, End of Year	<u>\$ 53,621</u>	<u>\$ 107,513</u>

See notes to financial statements



# GUARDIAN HILLS VETERANS HEALING CENTER

## Notes to Financial Statements

December 31, 2024 and 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, 2024 and 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, 2024 and 2023, Guardian Hills did not have any amounts that exceeded these limits.

#### PLEDGES RECEIVABLE

Pledges receivable expected to be collected within one year are recorded as support and a receivable at net realizable value. Pledges receivable expected to be collected in future years are discounted using present value techniques subsequent to initial recognition. Amortization of discounts is included in contribution revenue. Conditional pledges are only recorded when conditions have been met. As of December 31, 2024 and 2023, all contributions receivable were expected to be collected within one year, thus no discount has been recorded. Based on management's evaluation of collectability of these amounts, no allowance was considered necessary. As of December 31, 2024 and 2023, pledges receivable were \$254,075 and \$0, respectively.

# GUARDIAN HILLS VETERANS HEALING CENTER

## Notes to Financial Statements

December 31, 2024 and 2023

### 2. SIGNIFICANT ACCOUNTING POLICIES, continued:

#### 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 forty years. The carrying values of property and equipment are reviewed for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent carrying value exceeds the fair value of the asset. There were no indicators of asset impairment during the years ended December 31, 2024 or 2023.

#### 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 management and 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 statements of activities as satisfaction of purpose restrictions. As of December 31, 2024 and 2023, net assets with donor restrictions were \$254,075 and \$0, respectively, and were made up of pledges with inherent time restrictions.

#### SUPPORT AND REVENUE

Contributions are recognized when cash is received, unconditional promises to give have been made, or assets have been transferred. All support is considered to be available for general use unless specifically restricted by the donor. When a restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with restrictions are reclassified to net assets without restrictions.

Other income is recorded when earned.

#### GIFTS-IN-KIND CONTRIBUTIONS

Guardian Hills receives donations of supplies for use in its programs. Such gifts are recorded at their fair value at the date of donation which is determined based on the cost incurred by the donor. These amounts are not monetized or sold and are used in Guardian Hills' program and fundraising functions. These amounts are recognized as gifts-in-kind contributions on the statements of activities and donated supplies distributed within the functional expense allocation. There are no donor restrictions associated with gifts-in-kind.

Guardian Hills also received a significant amount of unpaid volunteer hours. These hours have not been recognized as revenue as they do not meet the criteria for recognition.

# GUARDIAN HILLS VETERANS HEALING CENTER

## Notes to Financial Statements

December 31, 2024 and 2023

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

**EXPENSES AND FUNCTIONAL ALLOCATION OF 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, salaries and benefits, and other categories which are allocated based on a detailed estimate of time and square footage allocations. Advertising costs are expensed as incurred and totaled \$3,296 and \$411 for the years ended December 31, 2024 and 2023, respectively.

3. RELATED PARTY TRANSACTIONS AND REVENUE CONCENTRATION:

During the years ended December 31, 2024 and 2023, 81% and 93% of Guardian Hills' revenue was from three and two donors, respectively.

During the years ended 2024 and 2023, contributions from board members totaled \$150,960 and \$355,000, which made up 31% and 51% of Guardian Hills' revenue, respectively.

4. PROPERTY AND EQUIPMENT, NET:

Property and equipment, net, consist of the following:

	December 31,	
	2024	2023
Land	\$ 78,370	\$ 78,370
Building	2,307,471	-
Capital improvements	26,502	26,502
Furniture and other equipment	19,517	14,918
Construction in progress	-	2,237,317
	2,431,860	2,357,107
Less accumulated depreciation	(57,717)	(8,388)
Property and equipment, net	\$ 2,374,143	\$ 2,348,719

# GUARDIAN HILLS VETERANS HEALING CENTER

## Notes to Financial Statements

December 31, 2024 and 2023

5. LIQUIDITY AND AVAILABILITY OF RESOURCES:

The following table reflects the Guardian Hills' financial assets reduced by amounts not available for general expenditure within one year. Financial assets are considered unavailable when illiquid or not convertible to cash within one year, or because of contractual or donor-imposed restrictions, or because the governing board has set aside the funds for specific purposes. Pledges receivable are included in the calculation as they are expected to be fully collected within 12 months.

	December 31,	
	2024	2023
Financial assets:		
Cash and cash equivalents	\$ 53,621	\$ 107,513
Pledges receivable	254,075	-
Financial assets at year-end	<u>\$ 307,696</u>	<u>\$ 107,513</u>

Guardian Hills structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Funds restricted by donors that are part of Guardian Hills' ongoing operations, including pledges receivable that are expected to be collected within the next year, are considered to be financial assets available to meet cash needs for general expenditures. As part of Guardian Hills' liquidity management, it has established guidelines for making decisions related to managing short term cash reserves in a prudent manner.

6. SUBSEQUENT EVENTS:

Subsequent events have been evaluated through May 28, 2025, which represents the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.