

GUARDIAN HILLS VETERANS HEALING CENTER

Financial Statements
With Independent Auditor's Report

December 31, 2025 and 2024



GUARDIAN HILLS VETERANS HEALING CENTER

Table of Contents

	<u>Page</u>
Independent Auditor's 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 AUDITOR'S 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 (a nonprofit organization), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Guardian Hills Veterans Healing Center as of December 31, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's 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

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 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.



Kansas City, Missouri
June 11, 2026

GUARDIAN HILLS VETERANS HEALING CENTER

Statements of Financial Position

	December 31,	
	2025	2024
ASSETS:		
Cash and cash equivalents	\$ 218,862	\$ 53,621
Contributions receivable	5,610	254,075
Prepaid expenses	8,758	9,116
Property and equipment, net	2,301,928	2,374,143
Total Assets	<u>\$ 2,535,158</u>	<u>\$ 2,690,955</u>
LIABILITIES AND NET ASSETS:		
Liabilities:		
Accounts payable	\$ 6,913	\$ 3,937
Accrued expenses	-	920
Total liabilities	<u>6,913</u>	<u>4,857</u>
Net assets:		
Net assets without donor restrictions	2,528,245	2,432,023
Net assets with donor restrictions	-	254,075
Total net assets	<u>2,528,245</u>	<u>2,686,098</u>
Total Liabilities and Net Assets	<u>\$ 2,535,158</u>	<u>\$ 2,690,955</u>

See notes to financial statements

GUARDIAN HILLS VETERANS HEALING CENTER

Statements of Activities

	Years Ended December 31,					
	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT, REVENUE, AND RECLASSIFICATIONS:						
Contributions	\$ 186,818	\$ -	\$ 186,818	\$ 225,397	\$ 254,075	\$ 479,472
Contributions of non-financial assets	72,772	-	72,772	5,923	-	5,923
Other income	31,107	-	31,107	9,394	-	9,394
Net assets released from restrictions:						
Satisfaction of donor restrictions	254,075	(254,075)	-	-	-	-
Total Support, Revenue, and Reclassifications	544,772	(254,075)	290,697	240,714	254,075	494,789
EXPENSES:						
Program services	334,605	-	334,605	135,284	-	135,284
Supporting activities:						
Management and general	67,666	-	67,666	68,585	-	68,585
Fundraising	46,279	-	46,279	16,811	-	16,811
Total Expenses	448,550	-	448,550	220,680	-	220,680
Changes in Net Assets	96,222	(254,075)	(157,853)	20,034	254,075	274,109
Net Assets, Beginning of Year	2,432,023	254,075	2,686,098	2,411,989	-	2,411,989
Net Assets, End of Year	\$ 2,528,245	\$ -	\$ 2,528,245	\$ 2,432,023	\$ 254,075	\$ 2,686,098

See notes to financial statements

GUARDIAN HILLS VETERANS HEALING CENTER

Statements of Functional Expenses

	Year Ended December 31, 2025			
	Program Services	Management and General	Fundraising	Total
Salaries and benefits	\$ 82,844	\$ 25,411	\$ -	\$ 108,255
Facilities	25,865	22	-	25,887
Advertising and marketing	1,776	1,207	2,513	5,496
Insurance	16,112	151	-	16,263
Software	299	251	2,445	2,995
Travel	9,725	-	660	10,385
Donated supplies distributed	987	283	144	1,414
Donated services utilized	71,358	-	-	71,358
Professional and contract services	36,465	33,644	-	70,109
Depreciation	68,604	3,611	-	72,215
Meals and entertainment	8,702	6	48	8,756
Supplies	7,851	-	40,317	48,168
Miscellaneous	4,017	3,080	152	7,249
	<u>\$ 334,605</u>	<u>\$ 67,666</u>	<u>\$ 46,279</u>	<u>\$ 448,550</u>

	Year Ended December 31, 2024			
	Program Services	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>

See notes to financial statements

GUARDIAN HILLS VETERANS HEALING CENTER

Statements of Cash Flows

	Years Ended December 31,	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (157,853)	\$ 274,109
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	72,215	49,329
Loss on disposal of furniture and equipment	-	600
Change in:		
Contributions receivable	248,465	(254,075)
Prepaid expenses	358	(1,751)
Accounts payable	2,976	(45,384)
Accrued expenses	(920)	(1,367)
Net Cash Provided by Operating Activities	<u>165,241</u>	<u>21,461</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property and equipment	-	(75,353)
Net Cash Used in Investing Activities	<u>-</u>	<u>(75,353)</u>
Net Change in Cash and Cash Equivalents	165,241	(53,892)
Cash and Cash Equivalents, Beginning of Year	<u>53,621</u>	<u>107,513</u>
Cash and Cash Equivalents, End of Year	<u>\$ 218,862</u>	<u>\$ 53,621</u>

See notes to financial statements

GUARDIAN HILLS VETERANS HEALING CENTER

Notes to Financial Statements

December 31, 2025 and 2024

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. 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 accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). The Financial Accounting Standards Board (FASB) provides authoritative guidance regarding U.S. GAAP through the Accounting Standards Codification (ASC) and related Accounting Standards Updates (ASU).

USE OF ESTIMATES

The preparation of U.S. GAAP financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Estimates that are particularly susceptible to significant change in the near term are related to depreciation of property and equipment, valuation of contributions of non-financial assets, and allocation of functional expenses.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of cash held in checking accounts. There was no restricted cash at December 31, 2025 or 2024. From time to time, amounts in these accounts may exceed federally insured limits. As of December 31, 2025 and 2024, Guardian Hills did not have any amounts that exceeded these limits.

CONTRIBUTIONS RECEIVABLE

Contributions are reported as receivables when the unconditional promise to give has been made. Contributions receivable expected to be collected within one year are recorded as support and a related receivable at net realizable value. Contributions receivable expected to be collected in future years are discounted using present value techniques subsequent to initial recognition. Amortization of any present value discounts is included in contribution revenue. Conditional contributions are only recorded when conditions have been met. As of December 31, 2025 and 2024, 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, 2025 and 2024, contributions receivable were \$5,610 and \$254,075, respectively.

GUARDIAN HILLS VETERANS HEALING CENTER

Notes to Financial Statements

December 31, 2025 and 2024

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. 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. Land is not depreciated and construction in progress, if any, is not depreciated until assets are placed in service. Repairs and maintenance are expensed as incurred. 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, 2025 or 2024. The estimated useful lives of property and equipment are as follows:

Building	20-40 years
Capital improvements	15 years
Furniture and other equipment	7 years

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, 2025 and 2024, net assets with donor restrictions were \$0 and \$254,075, respectively, and were made up of contributions receivable 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 at a point in time, when the associated performance obligation has been satisfied. There were no contract assets or performance obligation liabilities at December 31, 2025 or 2024.

GUARDIAN HILLS VETERANS HEALING CENTER

Notes to Financial Statements

December 31, 2025 and 2024

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

CONTRIBUTIONS OF NON-FINANCIAL ASSETS

Contributions of non-financial assets are reported at their estimated fair market value on the date of gift. For the years ended December 31, 2025 and 2024, all contributions of non-financial assets are without donor restrictions, and are utilized for the Guardian Hills' program operations. Guardian Hills does not hold contributions of non-financial assets for sale. Contributions of non-financial assets consist of:

	December 31,	
	2025	2024
Donated supplies (a)	\$ 1,414	\$ 5,923
Donated services (b)	71,358	-
Contributions of non-financial assets	<u>\$ 72,772</u>	<u>\$ 5,923</u>

(a) Guardian Hills receives donated supplies used in the course of programs during the year. These items are recorded at fair value on the date of donation, which may approximate the retail cost incurred by the donor or an estimated price to sell identical or similar supplies in an open market using local pricing guides.

(b) Guardian Hills received services from various members of the board and community for specialized services they would otherwise have had to pay for. Guardian Hills utilizes an average of job postings in their local geographic area for similar services to determine the fair market value of services received.

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 \$5,496 and \$3,296 for the years ended December 31, 2025 and 2024, respectively. There were no joint costs incurred for the years ended December 31, 2025 and 2024, respectively.

3. RELATED PARTY TRANSACTIONS AND REVENUE CONCENTRATION:

During the years ended December 31, 2025 and 2024, 11% and 81% of Guardian Hills' revenue was from three and two donors, respectively.

During the years ended December 31, 2025 and 2024, contributions from board members totaled \$18,583 and \$150,960, which made up 6% and 31% of Guardian Hills' revenue, respectively.

GUARDIAN HILLS VETERANS HEALING CENTER

Notes to Financial Statements

December 31, 2025 and 2024

4. PROPERTY AND EQUIPMENT, NET:

Property and equipment, net, consist of the following:

	December 31,	
	2025	2024
Land	\$ 78,370	\$ 78,370
Building	2,307,471	2,307,471
Capital improvements	26,502	26,502
Furniture and other equipment	19,517	19,517
	<u>2,431,860</u>	<u>2,431,860</u>
Less accumulated depreciation	<u>(129,932)</u>	<u>(57,717)</u>
Property and equipment, net	<u>\$ 2,301,928</u>	<u>\$ 2,374,143</u>

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. Contributions receivable are included in the calculation as they are expected to be fully collected within 12 months.

	December 31,	
	2025	2024
Total assets at year end	\$ 2,535,158	\$ 2,690,955
Less non-financial assets		
Prepaid expenses	(8,758)	(9,116)
Property and equipment, net	<u>(2,301,928)</u>	<u>(2,374,143)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 224,472</u>	<u>\$ 307,696</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 contributions 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.

GUARDIAN HILLS VETERANS HEALING CENTER

Notes to Financial Statements

December 31, 2025 and 2024

6. SUBSEQUENT EVENTS:

Subsequent events have been evaluated through June 11, 2026, which represents the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.