

**Fairways for Warriors, Inc**

---

**Audited Financial Statements  
Year Ended December 31, 2021**

## TABLE OF CONTENTS

INDEPENDENT AUDITORS' REPORT .....	i-ii
------------------------------------	------

### FINANCIAL STATEMENTS

Balance Sheet .....	5
Statement of Income .....	6
Statement of Cash Flows .....	7
Notes to Financial Statements.....	8 to 12



110 E Broward Blvd. E-Suite 1700  
Fort Lauderdale, FL 33020  
PH: (786) 231-6694  
nathaniel@mckenzieforensic.com

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors and Management of  
Fairways for Warriors, Inc  
Minneola, Florida

We have audited the financial statements of Fairways for Warriors, Inc, which comprise the statement of financial position for fiscal year ended December 31, 2021 and the related statements of activities and cash flows for the years then ended and the related notes to the financial statements.

### ***Management's Responsibility 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.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Fairways for Warriors, Inc for fiscal year ended December 31, 2021 and the results of its operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

McKenzie Forensic Group, Inc.

Firm Audit License #: **AD67362**

Individual License #: **AC44080**

Principal: Nathan McKenzie, MBA, CPA, CVA, CFE, CAM

A handwritten signature in cursive script that reads "N McKenzie".

Fort Lauderdale

September 8, 2022

**FAIRWAYS FOR WARRIORS INC**  
**BALANCE SHEET**

Year Ended December 31, 2021

**ASSETS**

**CURRENT ASSETS**

Cash	\$ <u>322,971</u>
Total Cash	<u>322,971</u>

**OTHER CURRENT ASSETS**

Accounts Receivable (Net)	
Other Assets	<u>(200)</u>
Total Other Current Asset	<u>(200)</u>

<b>TOTAL ASSETS</b>	<b>\$ <u><u>322,771</u></u></b>
---------------------	---------------------------------

**LIABILITIES AND MEMBERS' EQUITY**

**CURRENT LIABILITIES**

Accounts Payable	\$ <u>(286)</u>
Total Current liabilities	<u>(286)</u>

<b>TOTAL CURRENT LIABILITIES</b>	<b><u>(286)</u></b>
----------------------------------	---------------------

**EQUITY**

Opening Balance Equity	128,258
Unrestricted Net Assets	147,346
Net Income	<u>47,453</u>
Total Equity	<u>323,057</u>

Total Liabilities and Equity	<b>\$ <u>322,771</u></b>
------------------------------	--------------------------

**FAIRWAYS FOR WARRIORS INC**  
**STATEMENTS OF INCOME**

FOR THE YEAR BEGINNING JANUARY 1, 2021 TO THE YEAR ENDED DECEMBER 31, 2021

**REVENUES**

Non Profit Revenue	\$ 625,132
Total Revenues	<u>625,132</u>

**EXPENSES**

Administration	\$ 31,601
Fundraising	99,019
Legal & Professional Fees	10,072
Office Expense	12,481
Program Expense	301,163
Refund	250
Stationery & Printing	118
Taxes & Licenses	790
Contract Services	122,185
Total Expenses	<u>\$ 577,679</u>
Net Income	<u>\$ 47,453</u>

**Fairways for Warriors Inc.**  
**Statement of Cash Flows**  
January - December 2021

	<b>Total</b>
<b>OPERATING ACTIVITIES</b>	
Net Revenue	47,452.67
Adjustments to reconcile Net Revenue to Net Cash provided by operations:	
Accounts Payable (A/P)	-86.59
Credit Card (deleted)	200.00
<b>Total Adjustments to reconcile Net Revenue to Net Cash provided by operations:</b>	<b>\$ 113.41</b>
<b>Net cash provided by operating activities</b>	<b>\$ 47,566.08</b>
<b>FINANCING ACTIVITIES</b>	
Opening Balance Equity	-200.00
<b>Net cash provided by financing activities</b>	<b>-\$ 200.00</b>
<b>Net cash increase for period</b>	<b>\$ 47,366.08</b>
<b>Cash at beginning of period</b>	275,608.10
<b>Cash at end of period</b>	<b>\$ 322,974.18</b>

**FAIRWAY FOR WARRIORS, INC**  
**NOTES TO THE FINANCIAL STATEMENT**  
**FOR YEAR ENDED DECEMBER 31, 2021**

**NOTE 1      ENTITY AND BUSINESS**

Fairways for Warriors, Inc offer services to combat wounded veterans as well as their families, from all combat eras.

**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

This summary of significant accounting policies of Fairways for Warriors, Inc is presented to assist in understanding the Entity's financial position and operations. The financial statements and notes are representations of the Entity's management who is responsible for the integrity and objectivity of the financial statements. These accounting policies conform to accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statements.

**Basis of Accounting**

The Entity prepares its financial statements in accordance with accounting principles generally accepted in the United States of America. This basis of accounting involves the application of accrual accounting; consequently, revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

Financial statements are recorded at historical cost and consequently do not necessarily represent current values.



**FAIRWAY FOR WARRIORS, INC**  
**NOTES TO THE FINANCIAL STATEMENT**  
**FOR YEAR ENDED DECEMBER 31, 2021**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued**

**Cash and Cash Equivalent**

For the purpose of the statement of cash flows. The Entity considers all cash and cash equivalent highly liquid investments with an original maturity of three months or less to be cash equivalent.

**Advertising**

The Entity expense advertising cost as they are incurred. Marketing & Promotion Expenses for the year ended December 31, 2021 was approximately \$-0-

**Fair Value of Financial Instruments**

Cash and cash equivalents, security deposit, accounts payable and accrued expenses in the financial statements approximate fair value because of the short-term maturity of these instruments.

**FAIRWAY FOR WARRIORS, INC**  
**NOTES TO THE FINANCIAL STATEMENT**  
**FOR YEAR ENDED DECEMBER 31, 2021**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued**

**Impairment of long-lived assets**

The Entity adheres to the Property, Plant and Equipment Topic of FASB ASC 360 to account for the impairment of long-lived assets. This statement requires, among other things, that entities identify events or changes in circumstances that indicates that the carrying amount of an asset may not be recoverable. This statement had no effect on the financial statement of the Entity since no assets were considered to be impaired for the year ended January 26, 2021.

**Compensated Absences**

Employees of the Entity are entitled to paid vacation and paid sick days depending on job classification, length of service, and other factors. It is not practicable for the Entity to estimate the amount of compensation for future absences. Accordingly, no liability for compensated absences has been recorded in the Entity financial statements. The Entity's policy is to recognize the costs of compensated absences when actually paid to employees.

**Use of Estimates in the Preparation of Financial Statements**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America, require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**NOTE 3      DATE OF MANAGEMENT REVIEW**

In preparing the financial statements, the Entity has evaluated events and transactions for potential recognition or disclosure through December 31, 2021 the date the financial statement were available to be issued.

**NOTE 4      COMMITMENTS AND CONTINGENCIES**

The Entity could be party to various legal actions normally associated in the course of business, the aggregate effect of which, in management's opinion would not be material to the future financial condition of the corporation.

**FAIRWAY FOR WARRIORS, INC**  
**NOTES TO THE FINANCIAL STATEMENT**  
**FOR YEAR ENDED DECEMBER 31, 2021**

**NOTE 5      CONCENTRATIONS OF CREDIT RISK**

Financial Instruments, which potentially subject the Entity to concentration of credit risk, consist principally of cash and cash equivalents. U.S Federal Deposit Insurance Corporation.

**NOTE 6 INCOME TAXES**

The Entity is a not-for-profit organization that is generally exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, the Entity has been classified as an Entity that is not a private foundation under Section 590(a)(1). Income that is not related to exempt purposes, less applicable deductions, is subject to Federal and state corporate income taxes. The Entity did not have any unrelated business income for the years ended December 31, 2021

**NOTE 7 RESTRICTED AND UNRESTRICTED ASSETS**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. All donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as net assets released from restrictions.

**NOTE 8 GRANTS AND CONTRACTS AWARD**

The Entity receives grants and contracts from private grantors for various purposes. Grants and contract awards not yet received are accrued to the extent that unreimbursed expenses have been incurred for the purposes specified by an approved grant or contract. The Entity defers grants and contract revenues received under approved awards from grantors to the extent they exceed expenses incurred for the purposes specified under the grant restrictions.

**NOTE 9 GRANTS AND OTHER ACCOUTS RECEIVABLE**

Management has elected to record bad debts using the direct write-off method. Accounting principles generally accepted in the United States of America require that the allowance method be used to reflect bad debts. However, the effect of the use of the direct write-off method is not materially different from the results that would have been obtained had the allowance method been followed.

**FAIRWAY FOR WARRIORS, INC**  
**NOTES TO THE FINANCIAL STATEMENT**  
**FOR YEAR ENDED DECEMBER 31, 2021**

**NOTE 10 PROMISE TO GIVE**

Unconditional promises to give are recognized as revenue or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met. All promises to give are due in less than one year.

**NOTE 11 SUBSEQUENT EVENTS**

Under FASB ASC 855, subsequent events are events or transactions that occur after the balance sheet date but before financial statements are issued or ready to be issued. The Entity recognizes in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the date of the balance sheet, including the estimates inherent in the process of preparing the financial statements.

The Entity's financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the balance sheet but arose after the balance sheet date and before financial statements are issued.