FAIRWAYS FOR WARRIORS, INC

FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2023

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INDEPENDENT AUDITOR'S REPORT

To the Board of Fairways for Warriors, Inc

We have audited the accompanying financial statements of Fairways for Warriors, Inc (Non-Profit Corporation) which comprise the statement of financial position as of December 31, 2023, and the related statements of activities and cash flows for the year 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 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 these 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.

507 S. Danville Rd., Ste B, Willis, TX 77378

Opinion

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Fairways for Warriors, 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.

Micah Whiting

Micah Whiting, CPA 03 / 25 / 2024
Go Tax Services, LLC
EIN #92-1891014

Fairways for Warriors, Inc

December 31, 2023

Statement of Financial Position

Assets

Current Assets		
Cash and Cash Equivalents	$	339,338
Total Current Assets		**339,338**
Other Assets		
Other Assets		-
Total Other Assets		**-**
Total Assets	**$**	**339,338**

Liabilities and Net Assets

Current Liabilities		
Accounts Payable	$	-
Total Current Liabilities		-
Other Liabilities		
Long Term Debt		-
Total Other Liabilities		-
Total Liabilities		-
Net Assets		
Net Assets Without Donor Restrictions		339,898
Net Assets With Donor Restrictions		-
Total Net Assets		**339,898**
Total Liabilities and Net Assets	**$**	**339,898**

See Notes to Financial Statements

Fairways for Warriors, Inc

Year Ended December 31, 2023

Statement of Activities and Change in Net Assets

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and Other Support			
Revenue			
Contributions - General	$ 859,939	$ -	$ 859,939
Net Assets Released From Restrictions Upon Satisfaction of Purpose Restrictions	-	-	-
Total Revenue	**859,939**	**-**	**859,939**
Expense			
Program Activities	730,016	-	730,016
Management and General	62,582	-	62,582
Fundraising	70,997	-	70,997
Total Expenses	**863,595**	**-**	**863,595**
Income from Operations	**(3,656)**	**-**	**(3,656)**
Non-Operating Activities			
	-	-	-
Total Non-Operating Activities	**-**	**-**	**-**
Change in Net Assets	**(3,656)**	**-**	**(3,656)**
Net Assets, Beginning of Year	**342,741**	**-**	**342,741**
Net Assets, End of Year	**$ 339,085**	**$ -**	**$ 339,085**

See Notes to Financial Statements

Fairways for Warriors Inc

Year Ended 12/31/2023

Statement of Functional Expenses

	2023			
	Program Services	**Management and General**	**Fundraising**	**Total Expenses**
Professional Fees	$ 158,706	$ 6,805	$ -	165,511
Office Expenses	-	15,504	-	15,504
Information Technology	-	22,289	-	22,289
Fundraising	-	-	70,997	70,997
Travel	26,745	-	-	26,745
Insurance	-	5,571	-	5,571
Dues and Subscriptions	-	4,149	-	4,149
Auto/Licenses/Merchant Fees	-	6,168	-	6,168
Program Expenses	544,565	-	-	544,565
Advertising	-	2,096	-	2,096
Total Expenses	**$ 730,016**	**$ 62,582**	**$ 70,997**	**$ 863,595**

See Notes to Financial Statements

Fairways for Warriors, Inc

Year Ended December 31, 2023

Statement of Cash Flows

		2023
Cash Flows from Operating Activities		
Increase (decrease) in net assets	$	(3,656)
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:		
Depreciation		-
Amortization		-
(Increase) decrease in:		
Accounts receivable		-
Prepaid expenses and other assets		639
Increase (decrease) in:		
Accounts payable		200
Interest payable		-
Net cash provided by operating activities		**(2,817)**
Cash Flows from Investing Activities		
Acquisition of property and equipment		-
Net cash (used in) investing activities		**-**
Cash Flows from Financing Activities		
Payments on loan balances		-
Retained Earnings		-
Net cash (used in) financing activities		**-**
Net (decrease) in cash and cash equivalents		**(2,817)**
Cash and Cash equivalents		
Beginning		342,155
Ending		339,338

See Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1-A. Organization and Principal Activity

Fairways for Warriors, Inc (the Organization) was incorporated in 2011 in the State of Florida as a non-for-profit organization. The Organization offers services to combat wounded veterans as well as their families, from all combat eras. The mission of the Organization is to reduce the numbers of veteran suicides and to provide mental, physical, emotional, social, and spiritual rehabilitation to combat veterans and their families.

The Organization's head office is located in Minneola, Florida.

1-B. Basis of Accounting

The Financial Accounting Standards Board ("FASB") is the designated entity for establishing standards of financial accounting that govern the preparation of financial reports by nongovernmental entities, including nonprofit organizations, in the United States of America.

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted for nonprofit organizations in the United States of America. Under the accrual method, revenues are recorded in the period earned and when the amount and timing of the revenue can be reasonably determined. Expenses and asset additions are recognized at the time a liability arises, which is normally at the time a service is received or title to an asset passes to the Organization. Accordingly, the Organization's financial statements reflect all significant receivables, payables, and other liabilities.

1-C. Financial Statement Presentation

Financial Statement Presentation - These financial statements have been prepared in accordance with the standard ASU 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements for Not-for-Profit Entities. See Recent Accounting Guidance included hereafter.

1-D. Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions - Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. These assets may be used at the discretion of the Organization's management.

Net Assets With Donor Restrictions - Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. The Organization reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

1-E. Revenue and Revenue Recognition

All revenues are recorded in accordance with ASC 606, Revenue from Contracts with Customers, which is recognized when: (i) a contract with a customer has been identified, (ii) the performance obligation(s) in the contract have been identified, (iii) the transaction price has been determined, (iv) the transaction price has been allocated to each performance obligation in the contract, and (v) the Organization has satisfied the applicable performance obligation over time or at a point in time.

1-F. Income Taxes

The Organization has been recognized by the Internal Revenue Service (IRS) as exempt from federal income taxes under Section 501(a) of the Internal Revenue Code as organizations described in Section 501(c)(3). The Organization is annually required to file a return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, the Organization is subject to income tax on net income that is derived from business activities that are unrelated to its exempt purposes.

The Organization believes that it has appropriate support for any tax positions taken affecting its annual filing requirements, and as such, does not have any uncertain tax positions that are material to the financial statements. The Organization would recognize future accrued interest and penalties related to unrecognized tax benefits and liabilities in income tax expense if such interest and penalties are incurred.

1-G. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of 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 estimates and differences could be material.

1-H. Investments and Investment Income

Investments are stated at fair market value in the statement of financial position. Gains and losses (realized and unrealized) on investments are recognized as changes in net assets in the period in which they occur, and investment income is recognized as revenue in the period earned. Investment income and gains restricted by a donor are reported as increases in without donor restricted net assets if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

Investments are exposed to various risks, such as interest rate, market, and credit. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risks in the near term could materially affect the amounts reported in the statement of financial position and the statement of activities.

Money market funds included in the investment portfolio are treated as cash equivalents on the statement of financial position as they are short-term highly liquid investments that are readily convertible to known amounts of cash. Investment Income is report net of external and direct internal investment expenses, if any.

1-I. Cash and Cash Equivalents

The Organization considers all cash and highly liquid financial instruments with original maturities of three months or less to be cash and cash equivalents. Restricted cash is cash set aside for notes and bonds payable reserve requirements and unexpended bond monies designated for construction.

1-J. Receivables and Credit Policies

Accounts receivable consist primarily of noninterest-bearing amounts due for educational programs. Management determines the allowance for uncollectable accounts receivable based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Accounts receivables are written off when deemed uncollectable. No allowance for doubtful accounts has been established, as the Organization deems all amounts to be fully collectible.

1-K. Functional Allocation of Expenses

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 that are allocated include deprecation, office, and occupancy, which are allocated on a square-footage basis as well as salaries and benefits, which are allocated on the basis of estimates of time and effort. Expenses that are specifically identifiable with a program are charged to that program.

1-L. Liabilities

The Organization maintains no current liabilities with accounts payable carrying month to month. Further, the Organization maintains no long-term liabilities on its assets.

1-M. Uncertain Tax Provisions

Accounting for uncertain income tax positions, relating to both federal and state income taxes, are required when a more likely than not threshold is attained. If such positions result in uncertainties, then the unrecognized tax liability is estimated based on a cumulative probability assessment that aggregates the estimated tax liability for all uncertain tax positions. With the adoption of these new rules, the Organization assessed its tax positions in accordance with the guidance. The Organization has determined that its tax status as non-profit corporation is its only tax position and is highly certain. Therefore, these new rules had no impact on the Organization's financial statements.

1-N. Contributions

The Organization receives contributions and are recorded as with or without donor restrictions depending on the existence and/or nature of any donor restrictions. Net assets with donor restrictions are reclassified to net assets without donor restrictions upon satisfaction of the time or purpose restriction. Contributed property and equipment are recorded at fair value at the date of donation.

1-O. Grants and Contract Awards

The Organization receives grants and contracts from governmental agencies and 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 Organization 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.

1-P. Promises 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.

1-Q. Donated Services

Where donated services meet the criteria for recognition, they are reflected in the financial statements. No donated services were provided during 2023.
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1-R. Accounts and Grants Receivable

Receivables consist of billings on grant and contract receivables. The Organization performs periodic evaluations of the collectability of its receivables and does not require collateral on its accounts receivable. Losses on uncollectible receivables are provided for in the financial statements based on management's expectations. At December 31, 2023, the Organization did not record an allowance for doubtful accounts.

NOTE 2 - PROPERTY AND EQUIPMENT

Property and equipment are recorded at cost or if donated at the approximate fair value at the date of donation. Fixed assets are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	25 – 50 years
Land and building improvements	10 years
Equipment and vehicles	5 years
Furniture and fixtures	5 years
Software and computer equipment	3 - 5 years

NOTE 3 - SICK LEAVE, VACATION, AND OTHER COMPENSATED ABSENCES

The Organization is in conformity with the state and federal Labor Laws and Regulations, OSHA Safety and Health Protection, State Minimum Wage, Family Care and Medical Leave and Pregnancy Disability Leave, and prohibits workplace discrimination.

NOTE 4 - LEGAL PROCEEDINGS

The Organization expenses all legal costs as incurred and there are no open legal matters as of December 31, 2023.

NOTE 5 - INVESTMENTS

In accordance with ASC 820, Fair Value Measurements and Disclosures, the Organization utilizes a fair value hierarchy for valuation inputs that gives the highest priority to quoted prices in active markets for identical assets (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The three levels of the fair value hierarchy are described as follows:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets in active markets.

Level 2 - Inputs to the valuation methodology include quoted prices for similar assets in active markets, quoted prices for identical or similar assets in inactive markets, and other inputs that are observable or can be corroborated by observable market data.

Level 3 - Inputs to the valuation methodology are both significant to the fair value measurement and unobservable.

The following table presents assets that are measured at fair value on a recurring basis at December 31, 2023:

	Level 1	**Level 2**	**Level 3**
Cash	$ 339,338	$ -	$ -
Total	**$ 339,338**	**$ -**	**$ -**

NOTE 6 - LIQUIDITY AND AVAILABILITY

The Organization regularly monitors liquidity required to meet its operating needs and other financial commitments, while also striving to maximize the investment of its available funds.

Financial assets for general expenditures available within one year from December 31, 2023 are as follows:

Cash and cash equivalents	$ 339,338
Total	**$ 339,338**

NOTE 7 – CONCENTRATIONS OF CREDIT AND MARKET RISK

The Organization maintains substantially all of their cash balance in deposit accounts that at times may exceed federally insured limits. The Organization has not experienced any losses in such accounts. The Organization believes they are not overly exposed to any significant credit risk related to these deposit accounts.

NOTE 8 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through March 25th, 2024, the date of the financial statements of the Organization.

Title	Updated Fairways3.25.24
File name	Updated Fairways3.25.24.pdf
Document ID	1dc1f33e601545466ad593ec5f077bb08acabb33
Audit trail date format	MM / DD / YYYY
Status	● Signed

Document History

SENT	**03 / 25 / 2024** 14:07:23 UTC-7	Sent for signature to Micah Whiting (mwhiting@gotaxservices.com) from kcoleman@gotaxservices.com IP: 162.125.47.77
VIEWED	**03 / 25 / 2024** 14:14:14 UTC-7	Viewed by Micah Whiting (mwhiting@gotaxservices.com) IP: 81.244.67.252
SIGNED	**03 / 25 / 2024** 14:14:30 UTC-7	Signed by Micah Whiting (mwhiting@gotaxservices.com) IP: 81.244.67.252
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