

***WOUNDED WARRIORS FAMILY SUPPORT, INC.***

**Financial Statements**

**For the Year Ended December 31, 2023**

**and**

**Independent Auditor's Report**

WOUNDED WARRIORS FAMILY SUPPORT, INC.

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Wounded Warriors Family Support, Inc.  
Omaha, Nebraska

### **Opinion**

We have audited the accompanying statement of financial position of Wounded Warriors Family Support, Inc. (a non-profit corporation) 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 financial statements referred to above present fairly, in all material respects, the financial position of Wounded Warriors Family Support, Inc. 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Wounded Warriors Family Support 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 the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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 Wounded Warriors Family Support's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### **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 Wounded Warriors Family Support 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 Wounded Warriors Family Supportability 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.

A handwritten signature in black ink that reads "Foster & Dolleck, CPAs". The signature is written in a cursive, flowing style.

Foster & Dolleck CPA's  
Omaha, Nebraska  
July 23, 2024

WOUNDED WARRIORS FAMILY SUPPORT, INC.  
Statement of Financial Position  
December 31, 2023

<b>ASSETS</b>	
Current Assets	
CHECKING/SAVINGS	2,026,018
ACTIVITY RELATED COSTS (NOTE 4)	64,855
Total Current Assets	2,090,873
MISCELLANEOUS RECEIVABLE	1,500
	1,500
Fixed Assets (NOTE 1)	
FURNITURE AND EQUIPMENT	30,119
ACCUM DEPRECIATION FURN & FIX	(23,432)
SOFTWARE	31,855
ACCUM DEPRECIATION SOFTWARE	(16,824)
VEHICLES	55,993
ACCUM DEPRECIATION VEHICLES	(11,199)
Total Fixed Assets	66,512
Other Assets	
SECURITY DEPOSIT	4,313
SHORT TERM INVESTMENTS	3,031,305
INVESTMENTS IN LAND	1,240,200
Total Other Assets	4,275,818
<b>TOTAL ASSETS</b>	<b>6,434,703</b>
<b>LIABILITIES &amp; NET ASSETS</b>	
Liabilities	
Current Liabilities	
CREDIT CARDS PAYABLE	7,941
PAYROLL TAXES	1,630
LIFE ESTATE SPLIT INTEREST, CURRENT (NOTE 6)	28,246
Total Current Liabilities	37,817
Long Term Liabilities	
LIFE ESTATE SPLIT INTEREST, LONG-TERM (NOTE 6)	310,713
Total Liabilities	348,530
<b>NET ASSETS</b>	
Net Assets With Donor Restrictions	901,241
Net Assets Without Donor Restrictions	5,184,932
Total Net Assets	6,086,173
<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<b>6,434,703</b>

See Accompanying Notes to Financial Statements

WOUNDED WARRIORS FAMILY SUPPORT, INC.  
Statement of Activities  
For the year ended December 31, 2023

	<u>Unrestricted</u>	<u>Restricted</u>
Revenue		
CONTRIBUTIONS	\$ 4,907,665	\$ -
IN-KIND CONTRIBUTIONS (NOTES 7 & 8)	459,777	28,246
OTHER INCOME	599	
INTEREST\DIVIDEND INCOME\OTHER INCOME	295,126	-
UNREALIZED GAIN (LOSS) ON INVESTMENTS	171,376	-
REALIZED GAIN (LOSS) ON INVESTMENTS	<u>(169,719)</u>	<u>-</u>
Total Revenue	\$ 5,664,824	\$ 28,246
Expenses		
PROGRAM SERVICES EXPENSES	\$ 4,226,784	\$ -
FUND RAISING EXPENSES	248,723	-
GENERAL & MGMT EXPENSES (NOTE 5)	<u>255,229</u>	<u>-</u>
Total Expenses	<u>\$ 4,730,736</u>	<u>\$ -</u>
Revenue Over (Under) Expenses From Operations	\$ 934,088	\$ 28,246
Net Assets, beginning of year	<u>4,250,843</u>	<u>872,995</u>
Net Assets, end of year	<u><u>\$ 5,184,931</u></u>	<u><u>\$ 901,241</u></u>

See Accompanying Notes to Financial Statements

WOUNDED WARRIORS FAMILY SUPPORT, INC.  
Statement of Functional Expenses  
For the year ended December 31, 2023

	PROGRAM SERVICES	FUNDRAISING	GENERAL & MGMT	TOTAL EXPENSES
ACCOUNTING FEES	-	15,000	39,021	54,021
ADVERTISING/PROMOTION	130,539	74,814	123	205,476
COMPENSATION - OFFICERS AND DIRECTORS	35,830	35,830	71,660	143,320
COMPENSATION - STAFF	334,967	-	36,752	371,719
CONF./CONV./ MEETINGS	6,575	936	664	8,175
DEPRECIATION	-	-	22,626	22,626
EMPLOYEE BENEFITS	15,723	4,422	10,658	30,803
EVENT	5,802	1,988	-	7,790
GRANTS - INDIVIDUALS	2,019,385	-	-	2,019,385
GRANTS - ORGANIZATIONS	1,444,180	-	-	1,444,180
INFORMATION TECHNOLOGY	13,627	7,685	9,905	31,217
INSURANCE	8,182	-	7,637	15,819
INVESTMENT FEES	-	-	1,114	1,114
LICENSES AND PERMITS	5,727	17,727	2,613	26,067
OFFICE EXPENSES	6,567	9,937	8,793	25,297
OTHER FEES	21	26,140	1,075	27,236
PAYROLL TAXES	35,287	2,706	17,356	55,349
POSTAGE	8,499	5,276	-	13,775
PRINTING AND SUPPLIES	24,639	14,539	2,726	41,904
RENT AND OVERHEAD	24,241	18,179	18,179	60,598
TRAVEL	106,992	13,545	4,330	124,866
Total Expenses	<u>\$ 4,226,784</u>	<u>\$ 248,723</u>	<u>\$ 255,229</u>	<u>\$ 4,730,736</u>

See Accompanying Notes to Financial Statements

WOUNDED WARRIORS FAMILY SUPPORT, INC.  
Statement of Cash Flows  
For the year ended December 31, 2023

OPERATING ACTIVITIES	
Revenue Over(Under) Expenses	\$ 962,334
Adjustments to reconcile Net Revenue Over Expenses to net cash provided by operations:	
DEPRECIATION	22,626
UNREALIZED (GAIN) LOSS ON INVESTMENTS	169,719
ACTIVITY RELATED COST	54,493
OTHER NONCASH ADJUSTMENT	
EMPLOYEE RETENTION CREDIT RECEIVABLE	131
Increase (Decrease) in:	
PAYABLES	(1,107)
LIFE ESTATE SPLIT INTEREST	(28,246)
Net cash provided (used) by Operating Activities	\$ 1,179,949
INVESTING ACTIVITIES	
Sales/Donations/Purchases of Investments	
STOCK INVESTMENTS	\$ (1,488,383)
Purchases of Property and Equipment	
FURNITURE AND EQUIPMENT	(59,381)
Collection of Note Receivable	-
Net cash provided (used) by Investing Activities	\$ (1,547,764)
Net increase (decrease) in Cash and Cash Equivalents	\$ (367,815)
Cash and Cash Equivalents at beginning of year	2,393,833
Cash and Cash Equivalents at end of year	\$ 2,026,018

See Accompanying Notes to Financial Statements



WOUNDED WARRIORS FAMILY SUPPORT, INC.  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Wounded Warriors Family Support, Inc. is a family orientated organization providing support to families of all branches of U.S. Armed Forces who have been wounded, injured or killed during combat operations. The families of these casualties suffer in many ways: some financially, some psychologically. The Organization has several programs to help mitigate their trauma allowing them to find peace and solace as a family once more.

The Organization's Mobility is Freedom Program is committed to providing grants to qualified wounded service members for the purchase of a vehicle or other conveyance equipment which, if necessary, includes handicapped modifications. The program aims to enhance the quality of life for wounded veterans by providing freedom and independence.

A Respite Caregiver Program provides respite and supplemental services nationwide to the caregivers and families of wounded war veterans. The program aims to ensure that family members who were thrust into the role of caregivers are provided with the support they need to keep their families intact while keeping themselves healthy.

The respite services include providing secondary caregiver assistance, respite aid for remote areas and short-term temporary relief in the form of child care and other services. The program also provides assistance in enrolling in the Department of Veterans Affairs Caregiver Support Services and other agencies offering resources and support.

The Organization has partnered with UAW-Ford to provide a training program in welding for U.S. Military veterans. UAW-Ford is offering a six-week Welding Training Program, where veterans will train and be tested to receive a welding certification.

The Organization offers a unique Combat Wounded Parking Sign Program, free-of-charge, to establishments as a way of honoring and recognizing these veterans. Signs have been placed in the parking lots of businesses, churches, schools and colleges, government, and medical facilities. The response has been tremendous, stretching from coast-to-coast.

A Family Retreat Program provides a get-a-way for wounded veterans and their families. These retreats are a chance for wounded veterans to heal and reconnect with their loved ones in a peaceful, non-stress environment. Several retreats are held each year and are provided free-of-charge to those families attending.

WOUNDED WARRIORS FAMILY SUPPORT, INC.  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Nature of Activities (Continued)

Assistance is provided for veteran's unmet needs which may be car repair, mortgage payment, food, travel, utility bills, rent, and any authorized unmet need.

Wounded Warriors Family Support, Inc. receives substantially all of its revenue as unrestricted contributions from individuals, private foundations and corporations, not limited to the regions in which it operates.

Financial Statement Presentation

Wounded Warriors Family Support, Inc. complies with ASU 2016-14 Presentation of Financial Statements of Not-for-Profit Entities and presents net assets classified at net assets with donor restrictions and net assets without donor restrictions. Wounded Warriors Family Support, Inc. has received a contribution with a donor-imposed restriction that has resulted in restricted net assets (See Note 6 & 8).

Accounting Method

The organization's policy is to prepare its financial statements on the accrual basis of accounting. Using this method, revenues are recognized when earned and expenses are recognized when incurred.

Fixed Assets

Property, furniture and equipment are capitalized at cost if purchased or fair value if donated. The policy of the organization is to capitalize expenditures for these items in excess of \$500. Lesser amounts are expensed. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets, as follows:

	<u>Years</u>
Furniture and equipment	7
Land Improvements	15

WOUNDED WARRIORS FAMILY SUPPORT, INC.  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activity. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Cash Equivalents

Cash and cash equivalents include cash on hand, cash on deposit, and money market accounts. The Organization considers short-term highly liquid investments with an original maturity date of three months or less that are not part of an investment pool to be cash equivalents. The Organization invests its excess cash in various types of short-term investments. The Organization has established guidelines relative to diversification and maturities that maximize safety and liquidity. These guidelines are periodically reviewed and modified to take advantage of trends in yields and interest rates. At December 31, 2023, the Organization's balances exceeded federally insured limits by approximately \$485,414.

Income Taxes

Wounded Warriors Family Support, Inc. is exempt from federal and state income taxes under Internal Revenue Code 501(c)(3) and, therefore, no provision for federal and state income taxes are required. The organization is not classified as a private foundation.

The organization has adopted an accounting for uncertainty in income taxes policy. As a result of the annual evaluation under the policy, management has determined that there were no unrecognized tax benefits or liabilities as of December 31, 2023.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Donated Services

The value of donated services is not reflected in the accompanying financial statements since there are no objective basis available by which to measure the value of such services. However, volunteers have donated significant amounts of their time to the organization's activities.

Subsequent Events

Management has evaluated subsequent events through July 23, 2024, the date these financial statements were available to be issued, and has concluded there were no events or transactions occurring between year-end and this date that would require recognition or disclosure in the financial statements.

WOUNDED WARRIORS FAMILY SUPPORT, INC.  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2023

NOTE 2 - INVESTMENTS

Investments in marketable securities with readily determinable fair values (Level 1 measurement) and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets.

Net Assets:	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Gain (Loss)</u>
Unrestricted			
Stock	2,861,586	3,031,305	169,719
Restricted			
Minnesota Land	1,240,200	1,240,200	-
	<u>4,101,786</u>	<u>4,271,505</u>	<u>169,719</u>

NOTE 3 - CONCENTRATIONS

Concentration generally exists in the sources of funding received. However, the organization is not dependent on the contributions of any single donor or donors.

NOTE 4 – ACTIVITY RELATED COSTS

Includes the cost of vehicles totaling \$64,855 that will be auctioned or donated to veterans, as part of fund raising and/or program service activities.

NOTE 5 – LEASES

Wounded Warriors Family Support Inc. leases office space in Omaha, Nebraska. The lease is for a term of five years ending June 30, 2028. The following is a schedule of future minimum lease payments required under this operating lease as of December 31:

07-01-2023 to 06-30-2024	57,373.56
07-01-2024 to 06-30-2025	58,822.56
07-01-2025 to 06-30-2026	60,306.00
07-01-2026 to 06-30-2027	61,824.00
07-01-2027 to 06-30-2028	63,376.56

NOTE 6- DONATED LAND AND LIFE ESTATE

In November 2014, the organization received a donation of 156 acres of farmland located in Steele County, Minnesota, which is encumbered with a life estate provision. The property has been valued at fair market value. The life interest has been valued at the fair value of its use obligation and is reported at its estimated present value. This life interest is considered future revenue and will be amortized over 16 years, the estimated life expectancy of the life estate's recipient as follows:

Current	Long Term	Total
\$28,246	\$338,959	\$367,205

WOUNDED WARRIORS FAMILY SUPPORT, INC.  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2023

NOTE 7 – IN-KIND CONTRIBUTIONS

Represents the value of admission tickets/park passes provided by various theme parks, donation of gift cards by various business establishments, publicly traded stocks and life estate encumbrance associated with donated farmland (see Note 6).

NOTE 8- RESTRICTED ASSETS AND REVENUE

Since donated land was received with a life estate provision, the land, life interest and associated revenue are reported as restricted due to the life interest's time restriction (life expectancy of the recipient of the life estate). This is the only known restriction and will exist until the expiration of the aforementioned recipient's life.

NOTE 9 – ASSETS AVAILABLE FOR GENERAL EXPENDITURE

Cash and Cash Equivalents	\$ 6,297,523
Total financial assets available for general expenditure within one year	<u>\$ 6,297,523</u>