

**NATIONAL VETERANS HOMELESS  
SUPPORT, INC.**

Financial Statements  
and  
Independent Auditor's Report

June 30, 2023 and 2022

**National Veterans Homeless Support, Inc.**  
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**June 30, 2023 and 2022**

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## INDEPENDENT AUDITOR'S REPORT

Members of the Board of Directors  
National Veterans Homeless Support, Inc.

### Opinion

We have audited the accompanying financial statements of National Veterans Homeless Support, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 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 National Veterans Homeless Support, Inc. as of June 30, 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 National Veterans Homeless Support, Inc. 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.

### Prior Period Financial Statements

The financial statements of National Veterans Homeless Support, Inc. as of and for the year ended June 2022 were audited by other auditors whose report dated June 22, 2023 expressed an unqualified opinion on those statements.

### 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 National Veterans Homeless Support, Inc.'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 National Veterans Homeless Support, Inc.'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 my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about National Veterans Homeless Support, Inc.'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.

H&CO, LLP

Orlando, Florida  
February 19, 2024

National Veterans Homeless Support, Inc.  
**Statements of Financial Position**  
*As of June 30, 2023 and 2022*

<b>Assets</b>	<b>2023</b>	<b>2022</b>
<b>Current Assets</b>		
Cash and Cash Equivalents	\$ 535,004	\$ 697,602
Grants Receivable	781	3,500
Unconditional Promises to Give	3,100	-
Contributions Receivable (Note K)	-	9,849
Inventory	31,248	31,460
Prepaid Expenses	5,162	7,862
<b>Total Current Assets</b>	<b>575,295</b>	<b>750,273</b>
Interest Receivable (Note M)	2,594	-
Certificate of Deposit (Note M)	100,000	-
Intangible Asset (Website), net of amortization	-	800
Property and Equipment, net of depreciation	777,343	812,495
Other Assets	315	1,965
<b>Total Assets</b>	<b>\$ 1,455,547</b>	<b>\$ 1,565,533</b>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Accounts Payable	\$ 11,368	\$ 3,907
Accrued Expenses	7,573	7,247
Accrued Leave and Payroll	20,534	16,774
Payroll Taxes Payable	3,497	2,720
Refundable Advances (Note D)	7,585	4,631
Deferred Revenue (Note D)	1,697	12,719
<b>Total Current Liabilities</b>	<b>52,254</b>	<b>47,998</b>
<b>Total Liabilities</b>	<b>52,254</b>	<b>47,998</b>
<b>Net Assets</b>		
With Donor Restrictions (Note H)	440,117	519,182
Without Donor Restrictions	963,176	998,353
<b>Total Net Assets</b>	<b>1,403,293</b>	<b>1,517,535</b>
<b>Total Liabilities &amp; Net Assets</b>	<b>\$ 1,455,547</b>	<b>\$ 1,565,533</b>

*See accompanying notes to financial statements.*

National Veterans Homeless Support, Inc.

**Statements of Activities**

For the Fiscal Years Ended June 30, 2023 and 2022

	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenues and Other Support</b>						
Contributions of Cash and Other Financial Assets						
Direct Public Support	\$ 157,442	\$ -	\$ 157,442	\$ 90,806	\$ 52,760	\$ 143,566
Indirect Campaign Contributions	11,756	-	11,756	5,548	-	5,548
Contributions of Nonfinancial Assets (Note L)	34,972	-	34,972	28,213	800	29,013
State Grants	100,000	-	100,000	-	-	-
Local Government Grants	4,000	-	4,000	59,528	-	59,528
Non-Profit and Foundation Grants	20,032	2,968	23,000	58,775	-	58,775
Program Service Revenue	43,296	-	43,296	41,847	-	41,847
Special Event Revenue, net of						
Direct Benefits to Donors	90,427	-	90,427	107,715	-	107,715
Investment Return, net	2,828	-	2,828	137	-	137
Net assets released from restrictions (Note H)						
Disposal of unservicable restricted assets	11,816	(11,816)	-	-	-	-
Satisfaction of program restrictions	550	(550)	-	-	-	-
Expiration of time restrictions	69,667	(69,667)	-	70,753	(70,753)	-
Total net assets released from restriction	82,033	(82,033)	-	70,753	(70,753)	-
<b>Total Revenues</b>	<b>546,786</b>	<b>(79,065)</b>	<b>467,721</b>	<b>463,322</b>	<b>(17,193)</b>	<b>446,129</b>
<b>Expenses</b>						
Program Services						
Search and Rescue	351,220	-	351,220	261,795	-	261,795
Transitional Housing	158,101	-	158,101	170,046	-	170,046
Post Traumatic Stress Awareness	6,368	-	6,368	2,615	-	2,615
Total Program Services	515,689	-	515,689	434,456	-	434,456
Support Services						
Management and General	30,881	-	30,881	37,338	-	37,338
Fundraising	35,393	-	35,393	22,449	-	22,449
Total Support Services	66,274	-	66,274	59,787	-	59,787
<b>Total Expenses</b>	<b>581,963</b>	<b>-</b>	<b>581,963</b>	<b>494,243</b>	<b>-</b>	<b>494,243</b>
<b>Change in net assets</b>	<b>(35,177)</b>	<b>(79,065)</b>	<b>(114,242)</b>	<b>(30,921)</b>	<b>(17,193)</b>	<b>(48,114)</b>
Net assets, beginning of year	998,353	519,182	1,517,535	1,029,274	536,375	1,565,649
<b>Net assets, end of year</b>	<b>\$ 963,176</b>	<b>\$ 440,117</b>	<b>\$ 1,403,293</b>	<b>\$ 998,353</b>	<b>\$ 519,182</b>	<b>\$ 1,517,535</b>

See accompanying notes to financial statements.

**National Veterans Homeless Support, Inc.**  
**Statements of Cash Flows**  
*For the Fiscal Years Ended June 30, 2023 and 2022*

	<b>2023</b>	<b>2022</b>
<b>Cash flows from operating activities</b>		
Change in net assets	\$ (114,242)	\$ (48,114)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation and Amortization	37,346	36,750
Receipt of Donated Vacant Land (Note L)	-	(4,680)
(Increase) decrease in operating assets:		
Accounts Receivable	-	-
Grants Receivable	2,719	26,791
Contributions Receivable	-	(2,000)
Unconditional Promises to Give	6,749	-
Interest Receivable (Note M)	212	(4,204)
Certificate of Deposit (Note M)	(2,594)	-
Prepaid Expenses	2,700	(4,540)
Other Assets	1,650	(1,800)
Increase (decrease) in operating liabilities:		
Accounts Payable	7,461	1,027
Payroll Tax Liabilities	777	(222)
Accrued Leave and Payroll	3,760	2,470
Accrued Expenses	326	3,271
Deferred Revenue	(11,022)	11,661
Refundable Advances	2,954	(15,333)
<b>Net cash (used in) provided by operating activities</b>	<b>(61,204)</b>	<b>1,077</b>
<b>Cash flows from investing activities</b>		
Purchase of Land, Property, Equipment and Improvements	(1,394)	(54,154)
Purchase of Long Term Certificate of Deposit	(100,000)	-
<b>Net cash used in investing activities</b>	<b>(101,394)</b>	<b>(54,154)</b>
<b>Net decrease in cash and cash equivalents</b>	(162,598)	(53,077)
<b>Cash and cash equivalents, beginning of year</b>	697,602	750,679
<b>Cash and cash equivalents, end of year</b>	<b>\$ 535,004</b>	<b>\$ 697,602</b>

*See accompanying notes to financial statements.*

National Veterans Homeless Support, Inc.  
**Statement of Functional Expenses**  
*For the Fiscal Year Ended June 30, 2023*

	Program Expenses				Supporting Services			Total Expenses
	Search and Rescue	Transitional Housing	PTSA	Subtotal	Management & General	Fundraising	Subtotal	
Salary and Benefits	\$ 160,176	\$ 54,120	\$ -	\$ 214,296	\$ 7,364	\$ 2,515	\$ 9,879	\$ 224,175
Specific Assistance to Individuals	75,034	-	-	75,034	-	-	-	75,034
Facilities and Occupancy	9,790	47,882	106	57,778	419	-	419	58,197
Depreciation and Amortization	5,519	31,561	-	37,080	-	266	266	37,346
Professional Services	10,414	4,281	6,179	20,874	10,643	4,335	14,978	35,852
Non-Cash Support Expenses	30,889	1,200	-	32,089	2,895	200	3,095	35,184
Vehicles and Equipment	19,083	4,578	-	23,661	506	-	506	24,167
Supplies, Material, and Printing	14,710	1,829	83	16,622	743	2,898	3,641	20,263
Special Events Expense	-	-	-	-	-	18,481	18,481	18,481
Liability and Related Insurance	2,708	10,270	-	12,978	3,227	390	3,617	16,595
Advertising Expenses	12,865	-	-	12,865	-	859	859	13,724
Information Technology	5,229	789	-	6,018	3,711	2,097	5,808	11,826
Other Expenses	1,269	1,591	-	2,860	1,373	3,352	4,725	7,585
Contracted Services	3,534	-	-	3,534	-	-	-	3,534
	<b>\$ 351,220</b>	<b>\$ 158,101</b>	<b>\$ 6,368</b>	<b>\$ 515,689</b>	<b>\$ 30,881</b>	<b>\$ 35,393</b>	<b>\$ 66,274</b>	<b>\$ 581,963</b>

See accompanying notes to financial statements.

National Veterans Homeless Support, Inc.  
**Statement of Functional Expenses**  
*For the Fiscal Year Ended June 30, 2022*

	Program Expenses				Supporting Services			Total Expenses
	Search and Rescue	Transitional Housing	PTSA	Subtotal	Management & General	Fundraising	Subtotal	
Salary and Benefits	\$ 129,225	\$ 67,433	\$ -	\$ 196,658	\$ 1,269	\$ 3,936	\$ 5,205	\$ 201,863
Specific Assistance to Individuals	59,804	-	-	59,804	-	-	-	59,804
Facilities and Occupancy	8,474	50,267	-	58,741	367	-	367	59,108
Depreciation and Amortization	6,052	30,378	-	36,430	-	320	320	36,750
Professional Services	2,345	3,306	2,572	8,223	20,109	955	21,064	29,287
Vehicles and Equipment	16,827	4,651	-	21,478	929	-	929	22,407
Non-Cash Support Expenses	10,745	2,700	-	13,445	5,084	150	5,234	18,679
Information Technology	5,249	2,071	-	7,320	3,845	2,932	6,777	14,097
Liability and Related Insurance	2,810	6,307	-	9,117	2,749	86	2,835	11,952
Special Events Expense	-	-	-	-	-	10,677	10,677	10,677
Advertising Expenses	9,092	-	-	9,092	-	100	100	9,192
Supplies, Material, and Printing	6,102	1,897	-	7,999	668	423	1,091	9,090
Contracted Services	3,742	14	-	3,756	338	-	338	4,094
Other Expenses	1,328	1,022	43	2,393	1,980	2,870	4,850	7,243
	<b>\$ 261,795</b>	<b>\$ 170,046</b>	<b>\$ 2,615</b>	<b>\$ 434,456</b>	<b>\$ 37,338</b>	<b>\$ 22,449</b>	<b>\$ 59,787</b>	<b>\$ 494,243</b>

See accompanying notes to financial statements.

National Veterans Homeless Support, Inc.  
Notes to Financial Statements  
June 30, 2023 and 2022

**NOTE A - ORGANIZATION AND NATURE OF ACTIVITIES**

National Veterans Homeless Support, Inc. (the “Organization”) is a 501(c)(3) nonprofit organization registered in the State of Florida since March 2008. The mission of the organization is to eliminate homelessness among veterans in Central Florida. The primary target population assisted through the organization’s programs are homeless and at-risk veterans and their families living in Brevard County, Florida and, on occasion, veterans outside of Brevard County but still in the Greater Central Florida region. The organization is supported primarily through donor contributions of both cash and non-cash goods and services, grants from foundations and other nonprofit organizations such as United Way, grants from local and state government agencies, and program income derived from housing client fees. The reporting period for the Organization is July 1 to June 30.

**NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**a) Basis of Accounting and Financial Statement Presentation**

The financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles in the United States of America (“U.S. GAAP”). Net assets and revenues, expenses, gains, and losses, are classified based on the existence or absence of donor imposed restrictions. Accordingly, net assets and changes therein are classified as follows:

Net assets without donor restrictions – Net assets without donor restrictions are available for use at the discretion of the board and/or management for general operating purposes.

Net assets with donor restrictions - Net assets subject to donor-imposed stipulations or restrictions from other outside sources that may or will be met, either by actions of the Organization and/or passage of time, or that they are required to be maintained permanently by the Organization.

**b) Use of 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 and disclosure of 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. Significant estimates inherent in the preparation of the Organization’s financial statements include the valuation of in-kind goods and services.

**c) Cash and Cash Equivalents**

For financial statement purposes, the Organization considers all highly liquid investments with original maturities of three months or less to be cash equivalents.

**d) Inventory**

Non-cash inventory is recorded at fair value on the date of donation. Inventory consists of the estimated fair value of undistributed non-cash donations received for client assistance from various donors.

National Veterans Homeless Support, Inc.  
Notes to Financial Statements  
June 30, 2023 and 2022

**NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**e) Contributions and Grants Receivable**

Contributions and grants receivable are reported at their net realizable values, which is the full receivable balance reduced by any allowance for uncollectible accounts. Management periodically reviews receivable balances and establishes an allowance for uncollectible accounts based on experience with the grantors and donors, historical trends and current economic conditions. Amounts are written off as uncollectible at the time management determines that collection is remote. As of June 30, 2023 and 2022 all receivables were determined to be fully collectible within one year of the statement date, and so an allowance was not deemed necessary.

**f) Property and Equipment**

Property and equipment is recorded at cost if purchased or at estimated fair value at the date of donation if donated. Items that cost more than \$1,000 and have an estimated useful life in excess of one year are capitalized. Property and equipment values are carried at cost less accumulated depreciation. Donated capital assets not being used for the Organization's operations but retained for future use or sale are not depreciated and are recorded at fair market value, separate from property and equipment in the financial statements.

The costs of normal maintenance and repairs that do not add to the value of an asset or materially extend an asset's life are not capitalized. Extensive repairs that do add value to an asset or materially extend the useful life of the asset are capitalized and expensed over the useful lives of the related assets.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Buildings and Building Improvements	40 Years
Vehicles and Equipment	5 Years
Furniture and Appliances	7-10 Years
Information Technology	3-5 Years
Land Improvements	10-15 Years

**g) Accrued Leave and Payroll**

The Organization records the vested portion of accumulated, unused compensated absences at year-end based on each employee's unused hours and rate of pay. All compensated absences are accrued when incurred in the accompanying financial statements under accrued leave and payroll. Accrued compensated absences were \$14,273 and \$12,693 and accrued payroll was \$6,261 and \$4,081 as of June 30, 2023 and 2022, respectively.

**h) Advertising**

Advertising and promotional costs are expensed as incurred. For the years ended June 30, 2023 and 2022, advertising costs amounted to \$13,724 and \$9,192, respectively.

National Veterans Homeless Support, Inc.  
Notes to Financial Statements  
June 30, 2023 and 2022

**NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**i) Expense Allocations**

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 below were allocated using the following methods:

Depreciation	Wholly by asset function assignment
Website Amortization	Split evenly among programs and fundraising
Google Ad Grant Management	Split based on purpose of active ads in period
Workers Comp Insurance	% of total time spent by staff on all functions
Payroll and Benefits	% of total time spent by staff on all functions
Office Printer	% of total time spent by staff on all functions
Information Technology	% of total time spent by staff on all functions

**j) Revenue Recognition**

Cash and non-cash contributions are recognized as revenue on the date of receipt. Noncash donations are recorded at their estimated fair value on the date of receipt. Unconditional promises to give are recognized as revenue on the date a donor or grantor has explicitly promised to give at a future date outside of the financial statement reporting period. Grants are recognized on the date of receipt, or upon satisfaction of grantor conditions if stated. Special event revenue is recorded as a liability until the event the contribution was received for occurs, at which point it is recognized as revenue, unless return of funds is expressly waived at the time of contribution. All revenue received and designated for future periods, or restricted by a donor or grantor for specific purposes, is reported as net assets with donor restrictions. Support restricted by a donor or grantor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. When a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions, and are reported in the statement of activities as net assets released from restrictions.

**k) Recently Adopted Accounting Standard**

In February 2016, the Financial Accounting Standards Board issued Accounting Standards Update 2016-02, which created Topic 842, Leases (“Topic 842”). Topic 842 requires lessees to recognize lease assets and lease liabilities for those leases classified as operating leases under previous U.S. GAAP on the balance sheet. On July 1, 2022, the Organization adopted Topic 842. As the Organization has no material leases, no right-of-use asset or liabilities have been recorded on the June 30, 2023 balance sheet.

**NOTE C - CONCENTRATION OF CREDIT RISK**

Financial instruments, which potentially expose the Organization to concentrations of credit risk, consist principally of cash bank deposits. The Organization’s policy is to place its cash investments in accounts with high quality financial institutions which are Federal Deposit Insurance Corporation or National Credit Union Administration insured, which provides coverage on balances up to \$250,000 per depositor per institution.

National Veterans Homeless Support, Inc.  
Notes to Financial Statements  
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**NOTE C - CONCENTRATION OF CREDIT RISK (Continued)**

The organization maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. As of June 30, 2023 and 2022, the organization had \$155,191 and \$178,703, respectively, in excess of the federally insured limits. The Organization has not experienced any losses in such accounts and does not believe it is exposed to any significant credit risk on cash and equivalents. The Organization acknowledges that balances in excess of insured amounts are subject to risk.

**NOTE D – DEFERRED REVENUE AND REFUNDABLE ADVANCES**

As of June 30, 2023 and 2022, the Organization had deferred revenue of \$1,697 and \$12,719, respectively, and refundable advances of \$7,585 and \$4,631, respectively, which are included in the statement of financial position. These amounts relate to special event revenue for events taking place in the next fiscal year.

**NOTE E - PROPERTY AND EQUIPMENT**

Depreciation expense for the fiscal years ended June 30, 2023 and 2022 totaled \$37,345 and \$35,790, respectively. Property and equipment totals are listed in the table below:

	<b>2023</b>	<b>2022</b>
Buildings	\$ 787,302	\$ 788,923
Land	150,138	150,138
Vehicles	65,825	65,825
Furniture and Equipment	50,086	62,656
Less: Accumulated Depreciation	(276,008)	(255,047)
<b>Total Property and Equipment, net</b>	<b>\$ 777,343</b>	<b>\$ 812,495</b>

**NOTE F - INTANGIBLE ASSETS**

The Organization capitalized internal programming costs to produce a new website in April 2018. This cost was amortized using the straight-line method over a period of five years. Amortization expense for the fiscal years ended June 30, 2023 and 2022 totaled \$800 and \$960, respectively.

**NOTE G - RETIREMENT PLAN**

The Organization has a tax-deferred 403(b) plan covering all qualified employees. The assets are held for each employee in an individual account maintained by an investment firm. The Organization matches up to 4% of each qualified employee's salary. Plan contributions incurred by the Organization during the years ended June 30, 2023 and 2022 totaled \$5,623 and \$25,966, respectively.

**NOTE H - NET ASSETS WITH DONOR RESTRICTIONS**

Net assets with donor restrictions consisted of donations of gift cards, received for Search and Rescue program activities, that were still on hand at year-end, and capital assets purchased and renovated through state grants issued by the Florida Department of Children and Families in 2012-13. 100% of the entire balance of the Organization's fixed assets with donor restrictions belonged to the Transitional Housing program properties, which as a condition of the grants that provided the funding to purchase and renovate them, must be used for the purpose intended by the grant (homeless veteran housing) for 20 years from the date of purchase. The portion of the value of the properties that is considered restricted is amortized and proportionally released to net assets without donor restrictions over the 20-year period. Liens are filed with the county clerk of courts for the four properties affected by this restriction stating that should the properties be sold, the unamortized balance must be returned to the State of Florida.

National Veterans Homeless Support, Inc.  
Notes to Financial Statements  
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**NOTE H - NET ASSETS WITH DONOR RESTRICTIONS (Continued)**

Additionally, capital improvements to the transitional housing properties are required to be restricted in the same manner as the original purchase over the same period of 20 years from the date of purchase. As a result, unrestricted cash used toward capital improvements decreases the value of net assets without donor restrictions and increases the value of net assets with donor restrictions. As of June 30, 2023 no capital improvements commenced using funds without donor restrictions. Included on the Statement of Activities as of June 30, 2022, Direct Public Support “with donor restrictions” amounts to \$52,760 of the \$143,566 received in total over the reporting period. However, 100% of that balance was received without restriction.

The table below shows the balance of donor restrictions as of June 30, 2023:

	<b>Search and Rescue</b>	<b>Transitional Housing</b>	<b>Total</b>
<b>Changes in Net Assets with Donor Restrictions</b>			
Cash with donor restrictions as of June 30, 2022	\$ -	\$ -	\$ -
Donor-restricted cash received	2,968	-	2,968
Cash released from restriction	-	-	-
<b>Ending Cash with donor restrictions as of June 30, 2023</b>	<u>2,968</u>	<u>-</u>	<u>2,968</u>
Fixed assets with donor restrictions as of June 30, 2022	-	518,382	518,382
Disposal of assets unserviceable restricted fixed assets	-	(11,816)	(11,816)
Extensive renovations of restricted fixed assets	-	-	-
Fixed assets released from restriction by time	-	(69,667)	(69,667)
<b>Ending Fixed Assets with donor restrictions as of June 30, 2023</b>	<u>-</u>	<u>436,899</u>	<u>436,899</u>
Other assets with donor restrictions as of June 30, 2022	800	-	800
Donor restricted gift card donations received	-	-	-
Gift cards released from restriction	(550)	-	(550)
<b>Ending Other Assets with donor restrictions as of June 30, 2023</b>	<u>250</u>	<u>-</u>	<u>250</u>
<b>Net increase in net assets with donor restrictions</b>	<u>2,418</u>	<u>(81,483)</u>	<u>(79,065)</u>
<b>Net assets with donor restrictions, beginning of year</b>	<u>800</u>	<u>518,382</u>	<u>519,182</u>
<b>Net assets with donor restrictions, end of year</b>	<u><u>\$ 3,218</u></u>	<u><u>\$ 436,899</u></u>	<u><u>\$ 440,117</u></u>

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**NOTE H - NET ASSETS WITH DONOR RESTRICTIONS (Continued)**

The table below shows the balance of donor restrictions as of June 30, 2022:

	Search and Rescue	Transitional Housing	Total
<b>Changes in Net Assets with Donor Restrictions</b>			
Cash with donor restrictions as of June 30, 2021	\$ -	\$ -	\$ -
Donor-restricted cash received	-	-	-
Cash released from restriction	-	-	-
<b>Ending Cash with donor restrictions as of June 30, 2022</b>	<u>-</u>	<u>-</u>	<u>-</u>
Fixed assets with donor restrictions as of June 30, 2021	-	536,375	536,375
Extensive renovations of restricted fixed assets	-	52,760	52,760
Fixed assets released from restriction by time	-	(70,753)	(70,753)
<b>Ending Fixed Assets with donor restrictions as of June 30, 2022</b>	<u>-</u>	<u>518,382</u>	<u>518,382</u>
Other assets with donor restrictions as of June 30, 2021	-	-	-
Donor restricted gift card donations received	800	-	800
Gift cards released from restriction	-	-	-
<b>Ending Other Assets with donor restrictions as of June 30, 2022</b>	<u>800</u>	<u>-</u>	<u>800</u>
<b>Net increase in net assets with donor restrictions</b>	<u>800</u>	<u>(17,993)</u>	<u>(17,193)</u>
<b>Net assets with donor restrictions, beginning of year</b>	<u>-</u>	<u>536,375</u>	<u>536,375</u>
<b>Net assets with donor restrictions, end of year</b>	<u><u>\$ 800</u></u>	<u><u>\$ 518,382</u></u>	<u><u>\$ 519,182</u></u>

**NOTE I - UNCONDITIONAL PROMISES TO GIVE**

The Organization received an unconditional promise to give on December 2, 2019 that originated from a court approved willied estate appraised at \$1.7 million in which the Organization is a 1/7<sup>th</sup> beneficiary. During the year ended June 30, 2023, the entire amount of the gift was received.

During the year ended June 30, 2023, the Organization received unconditional promise to give from the Military Officers Association of America - Cape Canaveral (MOAACC), a partner organization that supports the Organization's mission of providing financial assistance to veterans facing housing instability. The promise represents a reimbursement of a portion of the assistance payments made by the Organization to eligible clients. The promise is expected to be collected in full within one year of the statement of financial position date. As of June 30, 2023, the balance of this unconditional promise to give was \$3,100.

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**NOTE J - CONDITIONAL PROMISES TO GIVE**

The Organization received a conditional promise to give from United Way of Brevard County (“UWBC”) for the periods July 1, 2022 through June 30, 2023 and July 1, 2023 through June 30, 2024. The contract stipulates that the Organization must maintain its Search and Rescue program during each month for which it receives funding from UWBC. The Organization has maintained its Search and Rescue program in accordance with these requirements throughout the duration of each contract. The total amount received July 1, 2022 through June 30, 2023 was \$15,000 and to be received July 1, 2023 through June 30, 2024 is \$12,000.

Additionally, the Organization received a conditional promise to give from the Florida Department of Children and Families (DCF) for the periods July 1, 2022 through June 30, 2023 and July 1, 2023 through June 30, 2024. The contracts stipulate that that the Organization must maintain its Search and Rescue and Transitional Housing programs during each month for which it receives funding from DCF. The Organization has maintained its programs in accordance with these requirements throughout the duration of each contract. Under the contracts, the Organization submits monthly invoices for reimbursement of qualified expenses for the Search and Rescue and Transitional Housing programs, not to exceed \$150,000.

**NOTE K - LIQUIDITY**

The Organization has financial assets available within one year of the balance sheet date to meet cash needs for general expenditures. The financial assets consist of cash, grants receivable, and unconditional promises to give as of June 30:

	<b>2023</b>	<b>2022</b>
Cash	\$ 535,004	\$ 697,602
Unconditional Promises to Give	3,100	-
Grant Receivable	781	3,500
Contribution Receivable	-	9,849
<b>Total Financial Assets</b>	<b>\$ 538,885</b>	<b>\$ 710,951</b>

**NOTE L - CONTRIBUTIONS OF NON-FINANCIAL ASSETS**

Donated goods, facilities and capital assets are recorded at estimated fair value on the date of donation. Contribution of professional services are recognized if the services received either create or enhance non-financial assets or require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. Goods not distributed during the year are carried as inventory until distributed in the subsequent year.

Professional services consisted of accounting services, information technology services, and pest control services. Gift cards were donated for Search and Rescue fuel expenditures and client aid assistance. Donated land was received without restriction and was valued utilizing county property appraiser tax assessment data. The land is being used by the Transitional Housing program for storage of lawn equipment.

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**NOTE L - CONTRIBUTIONS OF NON-FINANCIAL ASSETS (Continued)**

Additionally, the Organization relies heavily on the use of volunteers. The value of this time does not meet the U.S. GAAP requirements for recognition and, accordingly, is not recorded in these financial statements. For the years ended June 30, 2023 and 2022 the value of this time was estimated to be \$121,476 and \$141,227, respectively.

The following non-financial assets were received during the year ending June 30, 2023:

	<b>Revenue Recognized</b>	<b>Utilization in Program/Activities</b>	<b>Donor Restrictions</b>	<b>Valuation Techniques and Inputs</b>
Goods	\$ 21,662	Search and Rescue	No Associated Donor Restrictions	Fair market value of donated goods derived from wholesale and thrift store pricing data
Professional Services	7,895	Search and Rescue, Management and General, Transitional Housing, Fundraising	No Associated Donor Restrictions	Actual value of professional services provided
Donated Vehicles	4,040	Search and Rescue	No Associated Donor Restrictions	Kelly Blue Book
Gift Cards	1,375	Search and Rescue	Search and Rescue Program Clients and Activities	Actual value of gift cards received
<b>Total Contributions of Non-Financial Assets</b>	<b>\$ 34,972</b>			

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**NOTE L - CONTRIBUTIONS OF NON-FINANCIAL ASSETS (Continued)**

The following non-financial assets were received during the year ended June 30, 2022:

	<u>Revenue Recognized</u>	<u>Utilization in Program/Activities</u>	<u>Donor Restrictions</u>	<u>Valuation Techniques and Inputs</u>
Goods	\$ 10,874	Search and Rescue	No Associated Donor Restrictions	Fair market value of donated goods derived from wholesale and thrift store pricing data
Professional Services	9,384	Search and Rescue, Management and General, Transitional Housing, Fundraising	No Associated Donor Restrictions	Actual value of professional services provided
Donated Vehicles	4,680	Search and Rescue	No Associated Donor Restrictions	Kelly Blue Book
Gift Cards	4,075	Search and Rescue	Search and Rescue Program Clients and Activities	Actual value of gift cards received
<b>Total Contributions of Non-Financial Assets</b>	<u><u>\$ 29,013</u></u>			

**NOTE M - INVESTMENT IN CERTIFICATE OF DEPOSIT**

The Organization has a \$100,000 Certificate of Deposit (CD) with Space Coast Credit Union that earns 4.25% interest yearly. The CD was purchased on November 22, 2022 and matures on October 19, 2024. The CD earned \$2,594 in interest for the year ended June 30, 2023, which is shown as interest receivable on the statement of financial position, and as net investment return on the statement of activities. The CD is shown at cost on the statement of financial position because the CD assesses a penalty of 180 days of interest for early withdrawal.

**NOTE N - SUBSEQUENT EVENTS**

The Organization has evaluated subsequent events through the date the financial statements were available to be issued, noting the following:

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**NOTE N - SUBSEQUENT EVENTS (Continued)**

On August 1, 2023, the Organization purchased four CDs totaling \$300,000. The CDs have different maturity dates, interest rates, and durations, as shown in the following table:

<u>Duration</u>	<u>Amount</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
9 Months	\$100,000	5/1/2024	4.85%
12 Months	\$50,000	7/31/2024	4.75%
18 Months	\$75,000	1/30/2025	4.50%
24 Months	\$75,000	7/31/2025	5.00%

The CDs with maturity dates of May 1, 2024 and July 31, 2024 are considered short-term investments and will be reported as current assets on the June 30, 2024 statement of financial position. The CDs with maturity dates of January 30, 2025 and July 31, 2025 are considered long-term investments and will be reported as non-current assets in the statement of financial position.

On November 13, 2023, the Organization made a charitable gift of \$28,000 to Eastern Florida State College (EFSC) to establish a scholarship endowment fund for veterans and their spouses attending the college. The fund will be managed by EFSC and the Organization will have no control over the investment or distribution of the fund. The Organization will receive annual reports from EFSC regarding the scholarship receipts. The gift will be recorded as an expense on the statement of activities for the year ended June 30, 2024.