

FINANCIAL STATEMENTS
GUARDIAN REVIVAL, INC.
DECEMBER 31, 2022

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DECEMBER 31, 2022

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Guardian Revival, Inc.
513 Main Street
Beacon, New York 12508

Opinion

We have audited the accompanying financial statements of Guardian Revival, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, 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 Guardian Revival, Inc. as of December 31, 2022, 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 Guardian Revival 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.

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 Guardian Revival, 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 Guardian Revival, 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 our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Guardian Revival, 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.

Waschitz Pauloff CPA LLP

Monticello, New York

January 9, 2024

GUARDIAN REVIVAL, INC.
STATEMENT OF FINANCIAL POSITION
AS OF DECEMBER 31, 2022

ASSETS

CURRENT ASSETS

Cash	\$ 393,003
Grants Receivable	56,714

Total Current Assets	449,717
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FIXED ASSETS

Fixed Assets, at Cost	12,178
Accumulated Depreciation	(1,139)

Total Fixed Assets	11,039
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Total Assets	\$ 460,756
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LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Credit Cards Payable	\$ 41,103
Payroll Taxes Payable	909

Total Current Liabilities	42,012
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NET ASSETS

Net Assets without Donor Restrictions	418,744
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Total Liabilities and Net Assets	\$ 460,756
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SEE ACCOMPANYING NOTES AND AUDITORS' REPORT

GUARDIAN REVIVAL, INC.
STATEMENT OF ACTIVITY
FOR THE YEARS ENDED DECEMBER 31, 2022

NET ASSETS WITHOUT DONOR RESTRICTIONS	
REVENUE	
General Contributions	\$ 856,426
Non-Governmental Grant Income	530,167
County Grant Income	181,019
Fundraising Income	44,201
Contributed Use of Property	32,000
Miscellaneous Income	<u>2,438</u>
Total Revenue	1,646,251
EXPENSES	
PROGRAM SERVICES	
Program Services	<u>1,357,181</u>
SUPPORTING SERVICES	
Fundraising	24,385
Management and General	<u>100,349</u>
Total Supporting Services	<u>124,734</u>
Total Expenses	<u>1,481,915</u>
INCREASE (DECREASE) IN NET ASSETS WITHOUT DONOR RESTRICTIONS	164,336
NET ASSETS AT BEGINNING OF YEAR	<u>254,408</u>
NET ASSETS AT END OF YEAR	<u><u>\$ 418,744</u></u>

SEE ACCOMPANYING NOTES AND AUDITORS' REPORT

GUARDIAN REVIVAL, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>PROGRAM SERVICES</u>	<u>FUNDRAISING</u>	<u>MANAGEMENT AND GENERAL</u>	<u>TOTAL EXPENSES</u>
EXPENSES				
Payroll and Related Expenses	\$ 304,773	\$ 603	\$ 36,305	\$ 341,681
Program Expenses - Contractors	272,876	-	-	272,876
Dog Supplies and Services	173,017	-	-	173,017
Travel and Lodging	130,625	-	108	130,733
Contracted Services	81,433	17,041	-	98,474
Community Outreach	82,209	-	-	82,209
Supplies	75,034	24	71	75,129
Office Expenses	34,052	159	21,470	55,681
Advertising	41,055	6,408	263	47,726
Program Expenses - Equipment and Gear	46,585	-	-	46,585
Volunteer & Staff Development	27,295	-	1,978	29,273
Professional Fees	2,703	-	25,607	28,310
Program Expense - Training	20,000	-	-	20,000
Donations & Grants Awarded	15,570	-	-	15,570
Rental Expense	14,573	150	-	14,723
Building Maintenance	1,822	-	7,445	9,267
Convention Expense	4,150	-	-	4,150
Insurance	2,174	-	1,198	3,372
In-Kind Rent Expense	27,200	-	4,800	32,000
Depreciation Expense	35	-	1,104	1,139
	<u>35</u>	<u>-</u>	<u>1,104</u>	<u>1,139</u>
TOTAL EXPENSES	<u><u>\$ 1,357,181</u></u>	<u><u>\$ 24,385</u></u>	<u><u>\$ 100,349</u></u>	<u><u>\$ 1,481,915</u></u>

SEE ACCOMPANYING NOTES AND AUDITORS' REPORT

GUARDIAN REVIVAL, INC.
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2022

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in Net Assets	\$ 164,336
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities	
Depreciation	1,139
Decrease(Increase) In Accounts Receivable	(56,714)
Increase(Decrease) In Credit Card Payable	41,103
Increase(Decrease) In Accrued Payroll Expense	909
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	150,773
CASH FLOWS FROM INVESTING ACTIVITIES	
Fixed Asset Purchases	(12,178)
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	(12,178)
NET INCREASE (DECREASE) IN CASH	138,595
CASH AT BEGINNING OF YEAR	254,408
CASH AT END OF YEAR	\$ 393,003

SEE ACCOMPANYING NOTES AND AUDITORS' REPORT

GUARDIAN REVIVAL, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 1 - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Guardian Revival, Inc. (the Organization) is presented to assist in understanding the financial statements. The financial statements and notes are representations of the Organization's management who is responsible for their integrity and objectivity. These accounting policies conform to generally accepted accounting principles and have been consistently applied in the preparation of the financial statements.

Nature of Activities

Guardian Revival, Inc. is organized under the not-for-profit corporation laws of New York State. The governing body is the Board of Directors. The scope of activities included within the accompanying financial statements are those transactions which comprise the Organization's operations, and are governed by, or significantly influenced by, the Board of Directors. The primary function of the Organization is to provide opportunities, resources, and support to primarily active and retired law enforcement, military service members, and emergency responders so that they can revive, protect, and preserve their mental health and wellbeing. The Organization operates primarily in Putnam County, New York. Revenue to provide these services is derived primarily from other organizations, companies, and individual donations.

Non-Profit Status

Guardian Revival, Inc. is exempt from income tax under section 501(c)(3) of the Internal Revenue Code and files an annual 990 (not for profit) return with the Internal Revenue Service. It is the opinion of management that no unrelated business activities exist as defined by the Internal Revenue Code.

Basis of Accounting

The accompanying financial statements have been prepared using the accrual basis of accounting.

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 disclosures of contingent assets and liabilities as of 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.

GUARDIAN REVIVAL, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 1 - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Organization uses the indirect method of reporting net cash flows from operating activities and considers all short-term debt securities purchased with an original maturity of one year or less to be cash equivalents.

Property and Equipment

The Organization follows the practice of capitalizing all expenditures in excess of \$1,000 for property and equipment at cost. Depreciation is provided over the estimated useful lives of the respective assets on a straight-line basis. Routine repairs and maintenance are expensed as incurred.

Contributions

All contributions are considered available for the Organization's general programs unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor are reported as restricted support and increase net assets with donor restrictions. Contributions received with donor-imposed conditions and restrictions that are met in the same reporting period are reported as support without donor restrictions and increase net assets without donor restrictions.

Contributed Assets

Contributions of tangible assets are recognized at fair value when received. The amounts reflected in the accompanying financial statements as in-kind contributions are offset by like amounts included in expenses or additions to property and equipment.

The Organization's policy related to gifts-in-kind is to utilize the assets given to carry out the mission of the Organization. If an asset is provided that does not allow the Organization to utilize it in its normal course of business, the asset will be sold at its fair market value as determined by appraisal or specialist depending on the type of asset.

Advertising

Advertising costs are generally expensed as incurred. Advertising expense for the year was \$47,726.

GUARDIAN REVIVAL, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 1 - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net Assets

The financial statements report net assets and changes in net assets in two classes that are based upon the existence or absence of restrictions on use that are placed by its donors, as follows:

- *Net Assets without Donor Restrictions* – Net assets without donor restrictions are resources available to support operations. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the Organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.
- *Net Assets with Donor Restrictions* – Net assets with donor restrictions are resources that are restricted by a donor for use for a particular purpose or in a particular future period. Some donor-imposed restrictions are temporary in nature, and the restriction will expire when the resources are used in accordance with the donor's instructions or when the stipulated time has passed. The Organization's unspent contributions are classified in this class if the donor limited their use. When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions. Net assets restricted for acquisition of buildings or equipment are reported as net assets with donor restrictions until the specified asset is placed in service by the Organization, unless the donor provides more specific directions about the period of its use.

All revenues and net gains are reported as increases in net assets without donor restrictions in the statement of activities unless the use of the related resources is subject to donor restrictions. All expenses and net losses are reported as decreases in net assets without donor restrictions.

GUARDIAN REVIVAL, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 1 - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 payroll and related expenses, which are allocated on an estimate of time and effort as determined by a time study; and donated rental expense, which is allocated on a square footage basis.

Uncertain Tax Positions

The provisions of FASB ASC 740-100 require all taxpayers to analyze all material positions they have taken or plan to take on all tax returns that have been filed or should have been filed with all taxing authorities for all years still subject to challenge by those taxing authorities. If the position taken is “more-likely-than-not” to be sustained by the taxing authority on its technical merits and if there is more than a 50% likelihood that the position would be sustained if challenged and considered by the highest court in the relevant jurisdiction, the tax consequences of that position should be reflected in the taxpayer’s GAAP financial statements. Using that guidance, the Organization has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements as of December 31, 2022.

Open Tax Years

The Organization’s Form 990, Return of Organization Exempt from Income Tax for the years ending 2020, 2021 and 2022 are subject to examination by the IRS for 3 years after they are filed.

NOTE 2 - LIQUIDITY

The Organization has \$449,717 of financial assets available within one year of the balance sheet date consisting of cash of \$393,003 and accounts receivable of \$56,714. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the balance sheet date.

NOTE 3 – COMPENSATED ABSENCES

Compensated absences for sick pay and personal time have not been accrued since they cannot be reasonably estimated. The Organization’s policy is to recognize these costs when actually paid.

GUARDIAN REVIVAL, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 4 - CONCENTRATIONS OF RISK

In the current year, a significant amount of contributions were provided by a few major contributors. It is always considered reasonably possible that benefactors, grantors or contributors might be lost in the near-term.

The Organization's market is concentrated near Putnam County, New York, geographical area, thus changes in the economy of the area possibly would impact the amounts of contributions and grants received.

The Organization maintains its cash balances in one financial institution that is insured by Federal Deposit Insurance Corporation (FDIC) up to \$250,000 and, at times, exceeds this limit. Cash held at this institution on December 31, 2022 did not exceeded federally insured limits.

NOTE 5 - FUND-RAISING EXPENSES

Total fundraising revenue for the year was \$44,201. Fundraising expenses directly related to fundraising revenue totaled \$24,385, or 55% of the total fundraising revenue. The ratio of expenses to amounts raised is computed using actual expenses to the related fundraising revenue on an accrual basis.

NOTE 6 - PROPERTY AND EQUIPMENT

Property and equipment is summarized as follows:

Office Furniture	\$ 9,877
Equipment	<u>2,301</u>
Total Assets	\$ 12,178
Less: Accumulated Depreciation	<u>(1,139)</u>
Net Fixed Assets	<u>\$ 11,039</u>

Depreciation expense amounted to \$1,139 in 2022.

GUARDIAN REVIVAL, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 7 - CONTRIBUTED USE OF PROPERTY

The City of Beacon provided the Organization use of a building that it owns. The Organization uses these facilities as its main office. Under the terms of the agreement, the building shall be used as meeting place for veterans and any associated activities. The Organization has reported contributed income and expense of \$32,000 in the accompanying statement of activities for the use of these facilities during the year ended December 31, 2022.

The Organization has estimated the value of the use of these facilities by comparing local rates for similar locations.

NOTE 8 - SUBSEQUENT EVENTS

Subsequent events have been evaluated through January 9, 2024, the date that these financial statements were available to be issued.