

STILL SERVING VETERANS

AUDITED FINANCIAL STATEMENTS

DECEMBER 31, 2018 AND 2017

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Still Serving Veterans
Huntsville, Alabama

We have audited the accompanying financial statements of Still Serving Veterans (a nonprofit organization), which comprise the statement of financial position as of December 31, 2018, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Still Serving Veterans as of December 31, 2018, and the changes in net assets and its cash flows for the years then ended in accordance with the accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited Still Serving Veterans' 2017 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated July 19, 2018. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2017 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Mercer & Associates, PC

July 8, 2019

**STILL SERVING VETERANS
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2018 AND 2017**

ASSETS

	<u>2018</u>	<u>2017</u>
Current Assets		
Cash and Cash Equivalents		
Without Donor Restrictions	\$ (36,634)	\$ 40,539
With Donor Restrictions	<u>365,600</u>	<u>171,750</u>
Total Cash and Cash Equivalents	328,966	212,289
Prepaid Expenses	<u>4,822</u>	<u>0</u>
Total Current Assets	<u>333,788</u>	<u>212,289</u>
Fixed Assets		
Furniture, Fixtures and Equipment	20,702	20,702
Leasehold Improvements	64,000	64,000
Accumulated Depreciation	<u>(37,769)</u>	<u>(32,844)</u>
Total Fixed Assets	<u>46,933</u>	<u>51,858</u>
Intangible Assets, net of amortization	<u>7,400</u>	<u>8,000</u>
Other Assets		
Beneficial Interest in Assets held by Community Foundation	42,196	33,105
Utility Deposit	<u>1,322</u>	<u>1,322</u>
Total Other Assets	<u>43,518</u>	<u>34,427</u>
TOTAL ASSETS	<u>\$ 431,639</u>	<u>\$ 306,574</u>

LIABILITIES AND NET ASSETS

Current Liabilities		
Accounts Payable	\$ 3,571	\$ 6,480
Accrued Payroll	44,534	41,630
Payroll Liabilities	135	3,075
Leasehold Improvements Payable-Current Portion	<u>9,341</u>	<u>13,855</u>
Total Current Liabilities	<u>57,581</u>	<u>65,040</u>
Long Term Liabilities		
Leasehold Improvements Payable	<u>0</u>	<u>9,340</u>
Total Long Term Liabilities	<u>0</u>	<u>9,340</u>
TOTAL LIABILITES	<u>57,581</u>	<u>74,380</u>
Net Assets		
Without Donor Restrictions	8,458	60,444
With Donor Restrictions	<u>365,600</u>	<u>171,750</u>
Total Net Assets	<u>374,058</u>	<u>232,194</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 431,639</u>	<u>\$ 306,574</u>

The accompanying notes to financial statements are an integral part of these financial statements

**STILL SERVING VETERANS
STATEMENT OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017**

	<u>2018</u>	<u>2017</u>
NET ASSETS WITOUT DONOR RESTRICTIONS:		
Revenue and Support		
Contributed support	\$ 98,411	\$ 105,362
Nonprofit organization and foundation grants	68,000	20,000
Agency/government grants	41,773	61,234
Stock donation	10,000	3,074
Revenue Excluding Special Events	<u>218,184</u>	<u>189,670</u>
Special Events Revenue		
Event revenue	121,921	114,545
Less: direct expenses	<u>(21,138)</u>	<u>(27,088)</u>
Special Events Revenue, Net of Expenses	100,783	87,457
Net Assets Released from Restriction	<u>1,108,858</u>	<u>1,235,055</u>
Total Revenue and Support	<u>1,427,825</u>	<u>1,512,182</u>
Functional Expenses		
Program services	1,248,285	1,213,066
Management and general	230,695	171,256
Fundraising	210	42,814
Total Functional Expenses	<u>1,479,190</u>	<u>1,427,136</u>
Other Income (Expenses)		
Interest and investment income and expenses	564	1,493
Unrealized gain (loss)	(1,371)	32
Realized gain (loss)	186	34
Total Other Income (Expenses)	<u>(621)</u>	<u>1,559</u>
Change in Net Assets Without Donor Restrictions	<u>(51,986)</u>	<u>86,605</u>
NET ASSETS WITH DONOR RESTRICTIONS:		
Revenue and Support		
Nonprofit organization grants	1,302,708	1,211,805
Net Assets Released from Restriction	(1,108,858)	<u>(1,235,055)</u>
Change in Net Assets With Donor Restrictions	<u>193,850</u>	<u>(23,250)</u>
Change in Net Assets	141,864	63,355
Net Assets, Beginning	<u>232,194</u>	<u>168,839</u>
Net Assets, Ending	<u>\$ 374,058</u>	<u>\$ 232,194</u>

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