



GROSSMAN YANAK & FORD LLP
Certified Public Accountants and Consultants

GLOBAL WAR ON TERRORISM MEMORIAL FOUNDATION, INC.

**Financial Statements as of and for the Years Ended December 31,
2021 and 2020 and Independent Auditors' Report**

GLOBAL WAR ON TERRORISM MEMORIAL FOUNDATION, INC.

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Global War on Terrorism Memorial Foundation, Inc.

Opinion

We have audited the accompanying financial statements of Global War on Terrorism Memorial Foundation, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2021 and 2020 and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years 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 Global War on Terrorism Memorial Foundation, Inc. as of December 31, 2021 and 2020 and the changes in its net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Global War on Terrorism Memorial Foundation, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP; 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.

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 Global War on Terrorism Memorial Foundation, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibility 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 auditors' 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 GAAS 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, including omissions, 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 GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audits.
- 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 audits 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 Global War on Terrorism Memorial Foundation, 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 Global War on Terror Memorial Foundation, 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 audits.

A handwritten signature in blue ink that reads "Grossman Yamak + Fors LLP". The signature is written in a cursive, flowing style.

Pittsburgh, Pennsylvania
July 13, 2022

GLOBAL WAR ON TERRORISM MEMORIAL FOUNDATION, INC.

**STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2021 AND 2020**

<u>ASSETS</u>	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 1,280,494	\$ 18,746
Contributions receivable	<u>10,000</u>	<u>15,000</u>
TOTAL	<u>\$ 1,290,494</u>	<u>\$ 33,746</u>
<u>LIABILITIES AND NET ASSETS</u>		
LIABILITIES:		
Accounts payable	\$ 22,041	\$ 9,380
Accrued expenses	<u>18,333</u>	<u>-</u>
Total	40,374	9,380
NET ASSETS:		
Without donor restrictions	<u>1,250,120</u>	<u>24,366</u>
TOTAL	<u>\$ 1,290,494</u>	<u>\$ 33,746</u>

See notes to financial statements.

GLOBAL WAR ON TERRORISM MEMORIAL FOUNDATION, INC.

STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020

	2021			2020		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND CONTRIBUTIONS:						
Contributions	\$ 1,887,253		\$ 1,887,253	\$ 236,314		\$ 236,314
Contributions - in-kind	173,257		173,257	181,005		181,005
Other income	461		461	-		-
Total support and contributions	<u>2,060,971</u>	<u>-</u>	<u>2,060,971</u>	<u>417,319</u>	<u>-</u>	<u>417,319</u>
EXPENSES:						
Program services	65,041	-	65,041	79,681	-	79,681
General and administrative	608,392	-	608,392	304,995	-	304,995
Fundraising	161,784	-	161,784	48,903	-	48,903
Total	<u>835,217</u>	<u>-</u>	<u>835,217</u>	<u>433,579</u>	<u>-</u>	<u>433,579</u>
INCREASE (DECREASE) IN NET ASSETS	1,225,754	-	1,225,754	(16,260)	-	(16,260)
NET ASSETS, BEGINNING	<u>24,366</u>	<u>-</u>	<u>24,366</u>	<u>40,626</u>	<u>-</u>	<u>40,626</u>
NET ASSETS, ENDING	<u>\$ 1,250,120</u>	<u>\$ -</u>	<u>\$ 1,250,120</u>	<u>\$ 24,366</u>	<u>\$ -</u>	<u>\$ 24,366</u>

See notes to financial statements.

GLOBAL WAR ON TERRORISM MEMORIAL FOUNDATION, INC.

**STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020**

	2021				2020			
	Memorial	General and Administrative	Fundraising	Total	Memorial	General and Administrative	Fundraising	Total
Legal and professional		\$ 95,034		\$ 95,034		\$ 142,143		\$ 142,143
Consulting		295,830		295,830		112,158		112,158
Marketing	\$ 23,738	-		23,738	\$ 67,003	-		67,003
Fundraising events and registration	-	-	\$ 26,126	26,126	-	-	\$ 47,835	47,835
Postage and mailing	-	-	129,860	129,860	-	-	-	-
Payroll	-	134,615	-	134,615	-	23,500	-	23,500
Computer and software	-	38,087	-	38,087	-	20,388	-	20,388
Travel	41,303	-	-	41,303	12,678	-	-	12,678
Payroll taxes	-	10,573	-	10,573	-	2,075	-	2,075
Insurance	-	15,523	-	15,523	-	1,856	-	1,856
Charitable contributions	-	4,000	-	4,000	-	-	-	-
Miscellaneous	-	6,891	-	6,891	-	1,743	-	1,743
Office and general	-	7,839	-	7,839	-	1,132	-	1,132
Meals and entertainment	-	-	5,798	5,798	-	-	1,068	1,068
Total	\$ 65,041	\$ 608,392	\$ 161,784	\$ 835,217	\$ 79,681	\$ 304,995	\$ 48,903	\$ 433,579

See notes to financial statements.

GLOBAL WAR ON TERRORISM MEMORIAL FOUNDATION, INC.

**STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020**

	<u>2021</u>	<u>2020</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Increase (decrease) in net assets	\$ 1,225,754	\$ (16,260)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
(Increase) decrease in contributions receivable	5,000	(15,000)
Increase (decrease) in accounts payable and accrued expenses	<u>30,994</u>	<u>(3,144)</u>
Net cash provided by (used in) operating activities	<u>1,261,748</u>	<u>(34,404)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,261,748	(34,404)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>18,746</u>	<u>53,150</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 1,280,494</u>	<u>\$ 18,746</u>

See notes to financial statements.

GLOBAL WAR ON TERRORISM MEMORIAL FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

1. ORGANIZATION AND PURPOSE

Organization - Global War on Terrorism Memorial Foundation, Inc. (the "Organization") is a non-profit organization which was formed on March 2, 2015 and whose mission is to raise funds and build a memorial in tribute to the Global War on Terrorism and to all those individuals who were deployed with regard to the same and/or who contributed to the efforts of the United States in that regard. The Organization also plans to establish programs to bridge the civil-military gap to educate current and future generations of Americans about the reality and history of the Global War on Terrorism. The Organization changed its name from Global War on Terror Memorial Foundation, Inc. to Global War on Terrorism Memorial Foundation, Inc. and changed its state of registration from Pennsylvania to Delaware effective March 29, 2019.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Statement Presentation - The Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. Net assets without donor restrictions are the net assets that are not restricted by donor-imposed restrictions. Net assets with donor restrictions are 1) subject to donor stipulations that either expire by the passage of time or can be fulfilled and removed by actions of the Organization pursuant to those stipulations, or 2) subject to donor stipulations requiring that they be invested in perpetuity.

The Organization had no assets with donor restrictions as of December 31, 2021 and 2020.

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP") requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the dates of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

Functional Expenses - The statements of functional expenses present expenses in accordance with the classification of the Organization's activities related to the memorial and supporting services. Allocations among the classifications are generally based upon management's identification of direct costs or estimates of personnel costs associated with a particular class of activities.

Contributions - Contributions received are recorded based on the existence or absence of any donor or grantor restrictions. Contributions subject to conditions are recorded when the conditions limiting the transfer of assets have been satisfied, typically when the promise becomes irrevocable. Contributions are recorded at fair value at the date of donation. Contributions receivable are typically recorded at the net present value of net proceeds ultimately expected to be received by the Organization. At December 31, 2021 and 2020, the Organization had contributions receivable of \$10,000 and \$15,000, respectively, expected to be received in annual installments of \$5,000 through February 2023. Due to the insignificance of the potential discount, the contribution receivable was not discounted to the net present value at December 31, 2021 and 2020.

Cash and Cash Equivalents - For purposes of the statement of cash flows, the Organization considers all highly liquid debt instruments with original maturities of three months or less to be cash equivalents. The Organization maintains at financial institutions, cash and cash equivalents which may at times exceed federally insured amounts and may at times exceed statement of financial position amounts due to outstanding checks.

Donated Services - Donated services are recognized as support if the services create or enhance non-financial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation (see Note 4).

Tax Exempt Status - The Internal Revenue Service has recognized the Organization as exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and has further classified the Organization as an organization which is not a private foundation. Accordingly, a provision for federal or state income tax is not required.

Management has assessed the Organization's tax positions and concluded that there were no uncertain tax positions requiring recognition in the financial statements as of December 31, 2021. The Organization is no longer subject to tax examinations for the years prior to December 31, 2018.

Subsequent Events - Management has evaluated subsequent events through July 13, 2022, the date which the financial statements were available to be issued.

3. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Organization has \$1,280,494 and \$18,746 of financial assets comprised of cash and cash equivalents, available to meet cash needs for general operating expenditures within one year of the statement of financial position dates of December 31, 2021 and 2020, respectively. Of these amounts, none are subject to donor restrictions.

4. DONATED SERVICES

Donated services included as contributions in-kind and program or memorial and supporting services expenses in the financial statements represent the estimated fair value of the various services provided.

The estimated donated services for the years ended December 31, 2021 and 2020 are as follows:

	<u>2021</u>	<u>2020</u>
Legal and professional	\$ 72,627	\$ 114,688
Consulting	100,000	-
Marketing	<u>630</u>	<u>66,317</u>
Total services	<u>\$ 173,257</u>	<u>\$ 181,005</u>

In addition, volunteers have donated time to the Organization's fundraising efforts and program services. No amounts have been reflected in the financial statements for these services since no objective basis is available to measure the value of such services.
