SHIELD OF FAITH MISSIONS, INC.

AUDIT REPORT

Twelve Months Ended December 31, 2021 and 2020

SHIELD OF FAITH MISSIONS, INC.

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FIVEBRIDGE

February 11, 2022

The Board of Trustees
Shield of Faith Missions, Inc.
11928 Sheldon Road
Tampa, Florida 33626

I have examined the balance sheet of Shield of Faith Missions, Inc. as of December 31, 2021 and 2020, as well as the related statement of income and retained earnings and the statement of cash flows for the twelve-month period then ended. These financial statements are the responsibility of the organization's management. My responsibility is to express an opinion on these financial statements based upon my audit.

My examination was made in accordance with generally accepted auditing standards in the United States of America. These standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures contained in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the accompanying balance sheet and statement of income and retained earnings and statement of cash flows present fairly, in all material respects, the financial positions of Shield of Faith Missions, Inc. at December 31, 2021 and 2020 and that they are in conformity with generally accepted accounting principles in the United States of America applied on a consistent basis.

James G. Muckell

James G. Muckell, CPA

SHIELD OF FAITH MISSIONS, INC
STATEMENT OF FINANCIAL POSITION (Balance Sheet)
December 31, 2021 and 2020

ASSETS

	12/31/21	12/31/20
Current Assets		
Cash and Cash Equivalents	$249,131	$43,049
Prepaid Expenses	$1,000	$0
Total Current Assets	$250,131	$43,049
Non-Current Assets		
Long-Term Investments	$776,644	$701,879
TOTAL ASSETS	$1,026,775	$744,928

LIABILITIES AND NET ASSETS

	12/31/21	12/31/20
Current Liabilities		
Accounts Payable and Accrued Expenses	$5,372	$24,268
PPP Loan, net of amounts forgiven	$52,852	$5,227
Total Current Liabilities	$58,224	$29,495

NET ASSETS

	12/31/21	12/31/20
Net Assets: General Fund-Prior Year Balance	$715,433	$789,665
Net Income: Current Year	$179,901	-$160,260
Plus: PPP Loan forgiven	$0	$39,497
Plus/Less: Unrealized Gains/Losses from Marketable Securities	$73,218	$46,531
Total net assets	$968,552	$715,433
Total liabilities and net assets	$1,026,775	$744,928

See accompanying accountant's audit report

SHIELD OF FAITH MISSIONS, INC
STATEMENT OF ACTIVITIES (Receipts and Disbursements)
and COMPREHENSIVE INCOME
Twelve Months Ended December 31, 2021 and 2020

	2021 Unrestricted		2020 Unrestricted	
REVENUES/RECEIPTS:				
Donations	$461,275		$357,806	
Grants and State Funding	$409,500		$0	
Missions Work. Including sale of Product	$10,581		$8,878	
Fundraising Events and Surrender Movie	$122,351		$96,064	
Other Revenue	$2,386		$0	
Investment Income	$5,729		$1,322	
Total Support and Revenues		$1,011,821		$464,070
EXPENSES/DISBURSEMENTS:				
Program Expenses:				
Charitable Contributions	$5,962		$13,191	
Resources	$223		$1,114	
Commissions and Fees	$4,224		$7,972	
Contract Work	$26,437		$24,413	
Donor Development/Fundraising	$69,348		$29,959	
Dues and Subscriptions	$10,953		$2,464	
Educational Materials	$9		$0	
Honoraria	$0		$0	
Information Technology	$16,904		$17,555	
Lease-Vehicle	$6,227		$8,229	
Meals and Entertainment	$9,792		$0	
Messaging and Awareness	$83,714		$13,385	
Missionary Payments	$0		$0	
Missions	$0		$0	
Payroll-related Expenses	$338,058		$276,413	
Rent and Utilities	$40,090		$26,911	
Shipping and Delivery	$2,376		$2,290	
Merchandise and Fulfillment	$4,658		$25,993	
SOF Network	$0		$0	
Resiliency Project	$146,051		$103,855	
Surrender Movie	$0		$0	
Travel	$21,611		$26,320	
Training and Other Program Costs	$2,923		$0	
Total Program Expenses		$789,558		$580,064
Administrative Expenses:				
Bank Charges	$1,279		$61	
General Administrative Expenses	$4,706		$6,445	
Insurance	$1,317		$1,231	
Legal and Professional Fees	$9,106		$7,515	
Government Fees	$706		$2,187	
Office Expenses	$25,248		$26,676	
Miscellaneous Taxes and Licenses and Other Admin Costs	$6,595		$151	
Total Administrative Expenses		$42,363		$44,266
Total-All Expenses		$831,921		$624,330
Excess of Expenses over Revenue (Change in Net Assets)		$179,901		-$160,260
Net Assets-Beginning		$715,433		$789,665
Less: PPP Loan forgiveness equity adjustment		$0		$39,497
Plus/Less: Unrealized Gains/Losses on Marketable Securities Available for Sale		$73,219		$46,531
Net Assets-Ending		$968,552		$715,433

See accompanying accountant's audit report

SHIELD OF FAITH MISSIONS, INC
STATEMENT OF CASH FLOWS
Twelve Months Ended December 31, 2021 and 2020

	2021	2020
Cash flows from operating activities:		
Change in net assets	$179,901	-$160,260
Plus: Depreciation	$0	$0
Increase/Decrease in Prepaids and Other Current Assets	-$1,000	$0
Increase/-Decrease in Payables and Accruals	-$18,897	-$545
Net cash provided/(used) by operating activities	$160,004	-$160,805
Cash flows from financing activities:		
PPP loan draw	$52,931	$44,724
Retirement of PPP Borrowings	-$5,306	$0
Net cash provided/(used) by financing activities	$47,625	$44,724
Cash flows from financing activities:		
-Increase/Decrease in Investment Account	-$74,765	$57,235
Unrealized Gain/-Loss in Investments Available for Sale	$73,218	$46,531
Net cash provided/(used) by financing activities	-$1,547	$103,766
Net increase/(decrease) in cash	$206,082	-$12,315
Cash at beginning of year	$43,049	$55,364
Cash at end of year	$249,131	$43,049

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SHIELD OF FAITH MISSIONS, INC.
NOTES TO FINANCIAL STATEMENTS (page 1 of 2)
DECEMBER 31, 2021 and 2020

NOTE 1. NATURE OF ORGANIZATION

Shield of Faith Missions, Inc. (SOF or "the Organization") is a Florida not-for-profit corporation that operates in the city of Tampa, Florida.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The financial statements of SOF have been prepared on the accrual basis of accounting. Financial statement presentation does not follow the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations.* Because none of SOF's net assets are restricted, either temporarily or permanently, employing SFAS 117 would be superfluous.

B. Contributions and Other Revenue

SOF recognizes contributions and other revenue when received in cash.

C. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management, when necessary and applicable, to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, in those circumstances, actual results could differ from these estimates. However, no estimates were necessary or applicable with respect to SOF's financial statements.

D. Income Taxes

SOF is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

E. Cash and Cash Equivalent

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of less than three months. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

NOTE 3: Long-Term Investments

Until December 23, 2020, SOF maintained an investment account with InFaith Community Foundation in their Core Growth Portfolio. The organization then transferred its account to SEI Investments Company, where it continues to reside.

NOTE 4: Paycheck Protection (PPP) Loan Payable

The organization applied-for and obtained a PPP Loan from Bank of America (BOA) in May, 2020 in the amount of $44,724. In July, 2021, BOA partially forgave the loan. The balance of the loan, $5,227.49, was retired during 2021, with the final payment made in November. The balance of the loan ($39,496.51) was forgiven by BOA (through the Small Business Administration).

A second PPP draw ($52,931) was taken in March, 2021. Because the forgiveness status of this loan is unknown as of the date of this report, the entire PPP loan balance is showing as a liability as of reporting date.