SHIELD OF FAITH MISSIONS, INC.

AUDIT REPORT

Twelve Months Ended December 31, 2023 and 2022

SHIELD OF FAITH MISSIONS, INC.

TABLE OF CONTENTS

James G. Muckell, CPA
dba Mustard Seed Financial Services, LLC

19 Mary Crest Road
West Nyack, NY 10994
(845) 629-6084 phone
jmucksr@jamesmuckellcpa.com

June 15, 2024

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, 2023 and 2022, 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, 2023 and 2022 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, 2023 and 2022

ASSETS

	12/31/23	12/31/22
Current Assets		
Cash and Cash Equivalents	$159,848	$23,112
Prepaid Expenses	$27,534	$0
Total Current Assets	$187,382	$23,112
Non-Current Assets		
Long-Term Investments	$926,373	$824,358
Property, Plant, and Equipment-Office Equipment	$12,582	$0
Less: Accumulated Depreciation	-$1,258	$0
Property, Plant, and Equipment, net of depreciation	$11,324	$0
TOTAL ASSETS	$1,125,078	$847,470

LIABILITIES AND NET ASSETS

	12/31/23	12/31/22
Current Liabilities		
Accounts Payable and Accrued Expenses	$22,741	$5,589
PPP Loan, net of amounts forgiven	$0	$0
Total Current Liabilities	$22,741	$5,589

NET ASSETS

	12/31/23	12/31/22
Net Assets: General Fund-Prior Year Balance	$841,881	$895,333
Net Income: Current Year	$153,141	-$33,634
Plus: PPP Loan forgiven	$0	$52,852
Plus/Less: Unrealized Gains/Losses from Marketable Securities	$107,314	-$72,670
Total net assets	$1,102,337	$841,881
Total liabilities and net assets	$1,125,078	$847,470

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, 2023 and 2022

	2023 Unrestricted		2022 Unrestricted	
REVENUES/RECEIPTS:				
Donations	$282,052		$421,373	
Grants and State Funding	$1,266,667		$712,500	
Missions Work. Including sale of Product	$5,262		$4,980	
Fundraising Events and Surrender Movie	$83,387		$108,863	
Other Revenue	$3,659		$761	
Investment Income	$21		$0	
Total Support and Revenues		$1,641,048		$1,248,477
EXPENSES/DISBURSEMENTS:				
Program Expenses:				
Charitable Contributions	$7,854		$8,053	
Resources	$7,055		$14,921	
Commissions and Fees	$5,318		$6,399	
Contract Work	$61,278		$33,110	
Donor Development/Fundraising	$129,080		$94,316	
Dues and Subscriptions	$5,547		$5,636	
Educational Materials	$7,466		$616	
Information Technology	$58,258		$20,664	
Lease-Vehicle	$577		$7,263	
Meals and Entertainment	$7,566		$9,034	
Messaging and Awareness	$67,375		$116,720	
Payroll-related Expenses	$391,021		$443,736	
Rent and Utilities	$49,968		$48,895	
Shipping and Delivery	$1,980		$2,774	
Merchandise and Fulfillment	$4,713		$13,532	
Resiliency Project (Clinical Care)	$562,395		$352,985	
Travel	$35,169		$38,601	
Total Program Expenses		$1,402,620		$1,217,255
Administrative Expenses:				
Bank Charges	$3,388		$2,280	
General Administrative Expenses	$2,820		$4,159	
Depreciation Expense	$1,258			
Insurance	$5,405		$1,606	
Legal and Professional Fees	$46,870		$15,500	
Government Fees	$698		$247	
Office Expenses	$11,295		$32,496	
Miscellaneous Taxes and Licenses and Other Admin Costs	$13,553		$8,568	
Total Administrative Expenses		$85,286		$64,856
Total-All Expenses		$1,487,906		$1,282,111
Excess of Expenses over Revenue (Change in Net Assets)		$153,141		-$33,634
Net Assets-Beginning		$841,881		$968,551
Plus: PPP Loan forgiveness equity adjustment		$0		$52,852
Plus/-Less: Unrealized Gains/Losses on Marketable Securities Available for Sale		$107,314		-$145,888
Net Assets-Ending		$1,102,337		$841,881

See accompanying accountant's audit report

SHIELD OF FAITH MISSIONS, INC
STATEMENT OF CASH FLOWS
Twelve Months Ended December 31, 2023 and 2022

	2023	2022
Cash flows from operating activities:		
Change in net assets	$153,141	-$33,634
Plus: Depreciation	$1,258	$0
Increase/Decrease in Prepaids and Other Current Assets	-$27,534	$1,000
Increase/-Decrease in Payables and Accruals	$17,153	$218
Net cash provided/(used) by operating activities	$144,019	-$32,416
Cash flows from financing activities:		
PPP loan draw	$0	$0
Retirement of PPP Borrowings	$0	$0
Net cash provided/(used) by financing activities	$0	$0
Cash flows from investing activities:		
-Increase/Decrease in Investment Account	-$102,015	-$47,714
-Increase/Decrease due to purchase of office equipment	-$12,582	$0
Unrealized Gain/-Loss in Investments Available for Sale	$107,314	-$145,888
Net cash provided/(used) by financing activities	-$7,283	-$193,602
Net increase/(decrease) in cash	$136,736	-$226,018
Cash at beginning of year	$23,112	$249,131
Cash at end of year	$159,848	$23,112

See accompanying accountant's audit report

SHIELD OF FAITH MISSIONS, INC.
NOTES TO FINANCIAL STATEMENTS (page 1 of 2)
DECEMBER 31, 2023 and 2022

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.

F. Property, Plant, and Equipment and Depreciation Expense

Office Equipment acquired is depreciated over five years with half-year convention in the year of acquisition.

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. It was entirely forgiven by BOA in May, 2022 and was booked as an equity increase.

NOTE 5: Related Party Transactions/Subsequent Events

Beginning in 2023, the Organization rented its operating facility from an organization owned by the brother of the organization's President. That arrangement ended at the beginning of 2024 when the Organization purchased its own building from an independent party. The purchase price of the building is $503,654.