

VETERANS STAND TOGETHER, INC.

Financial Statements

For the Year Ended June 30, 2021

VETERANS STAND TOGETHER, INC.

FINANCIAL STATEMENTS

For the Year Ended June 30, 2021

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Independent Accountant’s Review Report

To Management
Veterans Stand Together, Inc
Torrance, California

We have reviewed the accompanying financial statements of Veterans Stand Together, Inc (a California non-profit corporation), which comprise the balance sheet as of June 30, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management’s financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, We do not express such an opinion.

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.

Accountant’s Responsibility

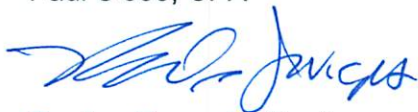
Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Veterans Stand Together, Inc and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountant’s Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Paul S Joo, CPA



Garden Grove, California
May 2, 2022

VETERANS STAND TOGETHER, INC

BALANCE SHEET

June 30, 2021

ASSETS

Current Assets

Cash \$ 4,813

Total Current Assets 4,813

Property and Equipment

Property and equipment 2,000

Less: accumulated depreciation (200)

Total Property and Equipment 1,800

TOTAL ASSETS \$ 6,613

LIABILITIES AND NET ASSETS

Net Assets

Net assets without donor restrictions (deficit) 6,613

Total Net Assets 6,613

TOTAL LIABILITIES AND NET ASSETS \$ 6,613

VETERANS STAND TOGETHER, INC

STATEMENT OF INCOME

For the Year Ended June 30, 2021

	<u>Net assets without donor restrictions</u>
REVENUE	
Service Income	\$ 15,120
Donation income	3,331
Contributed services income	161,200
Donated services income from officers	416,000
Other donated property	<u>10,400</u>
	606,051
TOTAL FUNCTIONAL EXPENSES	<u>599,438</u>
Change in net assets	6,613
Fund net assets, beginning of year	<u>-</u>
Fund net assets, end of year	<u><u>\$ 6,613</u></u>

See independent accountant's review report and accompanying notes

VETERANS STAND TOGETHER, INC

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended June 30, 2021

2021

	<u>Program Expense</u>	<u>Management and General Expense</u>	<u>Total Expense</u>
Administrative services			
Bank charge	\$ -	\$ 68	\$ 68
Contract services	33,722		33,722
Donated consulting services		260,000	260,000
Donated professional fees		130,000	130,000
Donated administrative services	31,200	124,800	156,000
Dues and reference materials	1,046		1,046
Depreciation expenses	200		200
Meals	789		789
Miscellaneous expense	583		583
Office expenses		6,800	6,800
Other costs		250	250
Rent - building	8,400		8,400
Supplies and equipment	858		858
Student uniforms	720		720
	<hr/>	<hr/>	<hr/>
Total	<u>\$ 77,519</u>	<u>\$ 521,918</u>	<u>\$ 599,438</u>

See independent accountant's review report and accompanying notes

VETERANS STAND TOGETHER, INC

STATEMENT OF CASH FLOWS

For the Year Ended June 30, 2021

Cash flows from operating activities:	
Net income (loss)	\$ 6,613
Adjustments to reconcile net income (loss) to net cash provided(used) by operating activities:	
Non-cash contributions	(2,000)
Depreciation expense	<u>200</u>
Net cash provided (used) by operating activities	<u>4,813</u>
Increase(decrease) in cash	4,813
Cash, beginning of year	<u>-</u>
Cash, end of year	<u><u>\$ 4,813</u></u>
Non-cash investing and financing activities	
Receipt of donated equipment	<u><u>\$ 2,000</u></u>

See independent accountant's review report and accompanying notes

VETERANS STAND TOGETHER, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Organization and Nature of Services

Veterans Stand Together, Inc, a California nonprofit corporation, was established on October 7, 2015 and began operations in 2020. Veterans stand Together was formed by veterans and operates primarily using volunteers to oversee the daily operations. Veterans Stand Together, Inc. provides a variety of job training programs, assistance in procuring housing for homeless veterans, and mental health intervention and referral services to the veteran community.

Veterans Stand Together, Inc will be referred to as the "Organization" throughout the following notes.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the significant accounting policies of the Organization:

Basis of presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Consequently, revenue is recognized when earned and expenses are recognized when the obligations are incurred. The primary authoritative source for United States Generally Accepted Accounting Principles is the Financial Accounting Standards Board Accounting Standards Codification.

Net asset includes grants whose use is not limited or restricted by donors and operating net income.

Net assets with donor restriction are subject to donor-imposed stipulations that may or will be met by the actions of the Organization. The donors have specified the types of expenditures for which the grants may be used. Net assets are then reclassified to 'Net asset without donor restriction' after the time and purpose requirements are met.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, management considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

VETERANS STAND TOGETHER, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributed Services and Volunteers

A substantial number of unpaid volunteers have made significant contributions of their time in the furtherance of the Organization's programs and objectives. The Organization has adopted Financial Accounting Standard Board Codification Topic 958 which provides, in part, that if such services create or enhance non-financial assets or if they would have been purchased if not provided by contribution, require specialized skills, and are provided by individuals possessing such specialized skills, revenue is recognized.

Management has estimated the contribution of time by the professionals based on time estimates and has valued these services at comparable hourly rates charged in the community. Other contributed services for administrative and clerical functions do not meet the criteria and have not been recorded in the financial statements.

Allowance for Uncollectible Accounts

The Organization uses the allowance for uncollectible accounts method of valuing doubtful accounts receivable, which is based on historical experience, coupled with a review of the current status of existing receivables. Receivables are written off against the allowance when collection action has been completed and management determines that the receivable is no longer collectible. The Organization had no outstanding receivables at June 30, 2021.

Property, Equipment and Leasehold Improvements

The Organization follows the practice of capitalizing all material expenditures for property and equipment. Depreciation is recorded on the straight-line basis. The useful lives used to depreciate assets are as follows:

Property, Equipment and Leasehold Improvements

Equipment and computers	3 -5 years
Furniture and fixtures	7-10 years
Leasehold Improvement	10-15 years

Income Taxes

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Consequently, it is generally exempt from federal and state income taxes under IRC code and the corresponding California statute. The Organization, however, may be subject to tax on income which is not related to its exempt purpose.

VETERANS STAND TOGETHER, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Income Taxes (continued)

For the year ended June 30, 2021, the Organization is not reporting any such unrelated business taxable income, therefore, no provision for income taxes has been made. The Organization has reviewed its tax positions for all open tax years and has determined that no provisions for uncertain tax positions under FASB Accounting Standards Codification No. 740-10 is required.

Adoption of New Accounting Principle

The Organization adopted a newly pronounced accounting principle per ASU No. 2016-14 (Accounting Standards Update) promulgated by the FASB Accounting Standards Codification. The new announcement combines the temporarily and permanently restricted net asset classes into a single new class "net assets with donor restrictions" in addition to "net assets without donor restrictions"

NOTE 2: FUNDING

The Organization receives public donations and has applied for foundation grants. Program service are charged for job training classes. Approximately 1% of the Organization's cash support for the year ended June 30, 2021 came from individual donors. In addition, fees for job training classes provided \$15,120 or approximately 2.5% of total revenues. Donated professional and management fees totaled approximately \$577,000 or 95% of the organization's income.

NOTE 3: FUNCTIONAL EXPENSES

The Organization has one programs and one supporting activity. The primary program is to provide services to the veteran community for skills training, job placement, housing assistance referrals and mental health referrals. Expenses are reported by both nature and function for the year ended June 31, 2021.

NOTE 4: DONATED PROPERTY

The Organization received donated equipment valued at \$2,000 and the rent free use of space provided by an officer of the Organization with a fair market value of \$8,400.

NOTE 5: PROPERTY AND EQUIPMENT

The organization's property and equipment consist of the following at June 30, 2021:

Equipment	\$2,000
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Depreciation expenses for the year ended June 30, 2021 was \$200.

VETERANS STAND TOGETHER, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

NOTE 6: CONCENTRATIONS OF CREDIT RISK

The Organization has deposits with financial institutions that are insured by agencies of the Federal Government. The current insurance limit has been permanently increased to \$250,000 per depositor. As of June 30, 2021, the Organization did not have any deposits which exceeded permanent federally insured limits per financial institution. The Organization has not experienced any loss on such accounts and management believes the Organization is not exposed to any significant credit risk on cash and cash equivalents.

NOTE 7: CONTRIBUTED SERVICES INCOME AND EXPENSE

For the year ended June 30, 2021, the Organization received significant contributions from volunteers which are recognized as both income and expense because they meet the criteria for recognition under Financial Accounting Standard Board Codification Topic 958. For the year ended June 30, 2021, contributed services income and expenses were \$577,200. These consisted of legal fees of \$130,000, consulting services of \$260,000, executive director services of \$156,000, and technical production related services of \$31,200.

NOTE 8: PANDEMIC OF COVID-19

Beginning in late 2019, a novel corona virus was detected in China. In January 2020, the World Health Organization ("WHO") issued several health alerts on the previously unknown virus. The first cases were detected in the US in January 2020. WHO later declared that the virus, now named COVID-19, should be characterized as a pandemic. It can be transmitted rapidly by human contact and survive noticeable time outside of a host. The Organization has complied with all Federal and State guidance to implement a COVID-19 prevention and containment programs and ordinary operations have not been interrupted by the pandemic.

NOTE 10: SUBSEQUENT EVENTS

The Organization has evaluated its June 31, 2021 financial statements for subsequent events through May 2, 2022, the date these financial statements were available to be issued. The Organization is not aware of any subsequent events which would require recognition or disclosure in the financial statements.