

SHIELD OF FAITH MISSIONS, INC.
AUDIT REPORT
Twelve Months Ended December 31, 2024 and 2023

SHIELD OF FAITH MISSIONS, INC.

TABLE OF CONTENTS

	<u>PAGE(s)</u>
Independent Accountants' Report	3
FINANCIAL STATEMENTS	
Statement of Financial Position	4
Statement of Activity	5
Statement of Cash Flows	6
Notes to Financial Statements	7-8

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



March 28, 2025

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, 2024 and 2023, 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, 2024 and 2023 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, 2024 and 2023

ASSETS

	<u>12/31/24</u>	<u>12/31/23</u>
<u>Current Assets</u>		
Cash and Cash Equivalents	\$205,709	\$159,848
Accounts Receivable	\$23,000	\$0
Prepaid Expenses	\$31,417	\$27,534
	-----	-----
Total Current Assets	<u>\$260,126</u>	<u>\$187,382</u>
<u>Non-Current Assets</u>		
Long-Term Investments	\$741,814	\$926,373
Property, Plant, and Equipment-Office Equipment		
Building	\$510,847	\$0
Office Equipment	\$12,582	\$12,582
Less: Accumulated Depreciation	-\$15,782	-\$1,258
	-----	-----
Property, Plant, and Equipment, net of depreciation	<u>\$507,648</u>	<u>\$11,324</u>
TOTAL ASSETS	<u>\$1,509,588</u>	<u>\$1,125,078</u>

LIABILITIES AND NET ASSETS

<u>Current Liabilities</u>		
Accounts Payable and Accrued Expenses	\$1,446	\$22,741
PPP Loan, net of amounts forgiven	\$0	\$0
	-----	-----
Total Current Liabilities	<u>\$1,446</u>	<u>\$22,741</u>

NET ASSETS

Net Assets: General Fund-Prior Year Balance	\$1,102,337	\$841,881
Net Income: Current Year	\$336,198	\$153,141
Plus: PPP Loan forgiven	\$0	\$0
Plus/Less: Unrealized Gains/Losses from Marketable Securities	\$69,607	\$107,314
	-----	-----
Total net assets	<u>\$1,508,142</u>	<u>\$1,102,337</u>
Total liabilities and net assets	<u>\$1,509,588</u>	<u>\$1,125,078</u>

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, 2024 and 2023

	2024	2023
	<u>Unrestricted</u>	<u>Unrestricted</u>
REVENUES/RECEIPTS:		
Donations	\$252,766	\$282,052
Grants and State Funding	\$1,517,576	\$1,266,667
Missions Work, Including sale of Product	\$8,961	\$5,262
Fundraising Events and Surrender Movie	\$148,882	\$83,387
Other Revenue	\$1,617	\$3,659
Investment Income	\$1	\$21
Total Support and Revenues	<u>\$1,929,803</u>	<u>\$1,641,048</u>
EXPENSES/DISBURSEMENTS:		
Program Expenses:		
Charitable Contributions	\$16,808	\$7,854
Resources	\$679	\$7,055
Commissions and Fees	\$4,167	\$5,318
Contract Work	\$38,325	\$61,278
Donor Development/Fundraising	\$85,123	\$129,080
Dues and Subscriptions	\$6,332	\$5,547
Educational Materials	\$770	\$7,466
Information Technology	\$74,575	\$58,258
Lease-Vehicle	\$0	\$577
Meals and Entertainment	\$11,442	\$7,566
Messaging and Awareness	\$79,823	\$67,375
Payroll-related Expenses	\$511,082	\$391,021
Rent and Utilities	\$48,497	\$49,968
Shipping and Delivery	\$937	\$1,980
Merchandise and Fulfillment	\$6,338	\$4,713
Resiliency Project (Clinical Care)	\$537,575	\$562,395
Travel	\$44,953	\$35,169
Total Program Expenses	<u>\$1,467,425</u>	<u>\$1,402,620</u>
Administrative Expenses:		
Bank Charges	\$2,505	\$3,388
General Administrative and Personnel Expenses	\$26,440	\$2,820
Depreciation Expense	\$14,524	\$1,258
Insurance	\$10,678	\$5,405
Legal and Professional Fees	\$38,237	\$46,870
Government Fees	\$571	\$698
Office Expenses	\$26,437	\$11,295
Miscellaneous Taxes and Licenses and Other Admin Costs	\$6,789	\$13,553
Total Administrative Expenses	<u>\$126,181</u>	<u>\$85,286</u>
Total-All Expenses	<u>\$1,593,605</u>	<u>\$1,487,906</u>
Excess of Expenses over Revenue (Change in Net Assets)	<u>\$336,198</u>	<u>\$153,141</u>
Net Assets-Beginning	<u>\$1,102,337</u>	<u>\$841,881</u>
Plus: PPP Loan forgiveness equity adjustment	\$0	\$0
Plus/-Less: Unrealized Gains/Losses on Marketable Securities Available for Sale	\$69,607	\$107,314
Net Assets-Ending	<u>\$1,508,141</u>	<u>\$1,102,337</u>

See accompanying accountant's audit report

SHIELD OF FAITH MISSIONS, INC
STATEMENT OF CASH FLOWS
Twelve Months Ended December 31, 2024 and 2023

Cash flows from operating activities:	<u>2024</u>	<u>2023</u>
Change in net assets	<u>\$336,198</u>	<u>\$153,141</u>
Plus: Depreciation	\$14,524	\$1,258
Increase/Decrease in Prepaids and Other Current Assets	-\$26,883	-\$27,534
Increase/-Decrease in Payables and Accruals	<u>-\$21,296</u>	<u>\$17,153</u>
Net cash provided/(used) by operating activities	<u>\$302,542</u>	<u>\$144,019</u>
 Cash flows from financing activities:		
PPP loan draw	\$0	\$0
Retirement of PPP Borrowings	\$0	\$0
Net cash provided/(used) by financing activities	<u>\$0</u>	<u>\$0</u>
 Cash flows from investing activities:		
-Increase/Decrease in Investment Account	\$184,559	-\$102,015
-Increase/Decrease due to purchase of buildings & office equipment	-\$510,847	-\$12,582
Unrealized Gain/-Loss in Investments Available for Sale	\$69,607	\$107,314
Net cash provided/(used) by financing activities	<u>-\$256,681</u>	<u>-\$7,283</u>
Net increase/(decrease) in cash	<u>\$45,861</u>	<u>\$136,736</u>
 Cash at beginning of year	<u>\$159,848</u>	<u>\$23,112</u>
Cash at end of year	<u>\$205,709</u>	<u>\$159,848</u>

See accompanying accountant's audit report

SHIELD OF FAITH MISSIONS, INC.
NOTES TO FINANCIAL STATEMENTS (page 1 of 2)
DECEMBER 31, 2024 and 2023

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.

SHIELD OF FAITH MISSIONS, INC.
NOTES TO FINANCIAL STATEMENTS (continued)
DECEMBER 31, 2024 and 2023

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, including associated capitalized fees, is \$510,847.