

Water Walkers, Inc.

Financial Statements

December 31, 2022

Maria Donnell, CPA
Certified Public Accountant
Nolensville, Tennessee

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Independent Accountants Review Report

Water Walkers, Inc.
Nashville, Tn

I have reviewed the accompanying financial statements of Water Walkers (a nonprofit organization), which comprise the balance sheet as of December 31, 2022 and the related statement of income 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 controls 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.

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.



Maria Donnell, CPA

4/10/2023

Statement of Financial Position

As of December 31, 2022

	Total
ASSETS	
Current Assets	
Bank Accounts	
Checking 8677 (for LOC payment)	486.58
Operating (1st Citizens 8669)	26,606.66
Total Bank Accounts	27,093.24
Other Current Assets	
Grant Receivable	10,000.00
Total Other Current Assets	10,000.00
Total Current Assets	37,093.24
Fixed Assets	
Accumulated Depreciation	-86,682.00
Machinery & Equipment	549.99
Vehicles	98,424.00
Total Fixed Assets	12,291.99
TOTAL ASSETS	\$49,385.23
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable (A/P)	3,379.95
Total Accounts Payable	3,379.95
Other Current Liabilities	
Line of Credit	590.00
Payroll Liabilities	296.85
Total Other Current Liabilities	886.85
Total Current Liabilities	4,266.80
Total Liabilities	4,266.80
Equity	
Retained Earnings	86,598.46
Net Revenue	-41,480.03
Total Equity	45,118.43
TOTAL LIABILITIES AND EQUITY	\$49,385.23

Statement of Activity

January - December 2022

	Total
REVENUE	
In Kind Revenue	2,419.08
Revenue	
Corporate	4,551.41
Foundation	6,650.00
Grants	7,500.00
Membership	160,689.03
Miscellaneous Revenue	35,172.84
Total Revenue	214,563.28
Total Revenue	216,982.36
GROSS PROFIT	
	216,982.36
EXPENDITURES	
Administrative Expenses	
Bank Fees & Service Charges	105.99
Dues & Subscriptions	1,486.25
Meetings	6,986.36
Office Supplies	4,393.79
Postage & Shipping	805.83
Travel	4,794.44
Total Administrative Expenses	18,572.66
Auto Expenses	115.23
Fuel	6,907.07
Repairs/Maintenance	1,422.95
Total Auto Expenses	8,445.25
Boat Expenses	
Fuel	1,207.56
Repairs/Maintenance	2,057.16
Storage	6,409.68
Total Boat Expenses	9,674.40
Development	
Event Expenses	3,250.00
Printing/Marketing	1,615.82
Total Development	4,865.82
In Kind Expenses	2,419.08
Independent Contractors	93.75
Accounting	13,575.00
Audit & Tax Preparation	1,000.00
Fundraising/Development	4,875.00
Grantwriter	10,882.50
Misc/Other	15,646.28
Total Independent Contractors	46,072.53
Insurance	

	Total
Boat	7,914.00
Directors & Officers	117.00
General Liability	870.93
Van	966.57
Workers Comp	1,094.00
Total Insurance	10,962.50
Interest Expense	16.95
Licenses & Permits	101.92
Marketing	2,627.17
Meals & Entertainment	186.11
Occupancy	
Rental space	1,014.00
Telephone/Internet	4,165.10
Total Occupancy	5,179.10
Payroll	
Payroll Fees	1,396.36
Payroll Taxes	8,341.85
SUTA	1,622.90
Total Payroll Taxes	9,964.75
Wages	110,222.96
Total Payroll	121,584.07
Program Expenses	
Basic Needs	76.28
Meals/Groceries	7,384.36
Mental Health Program	6,000.00
Mentoring	458.37
Misc/Other	2,254.19
Supplies	2,061.40
Training & HR	689.75
Trainings & Certifications	309.17
Total Training & HR	998.92
Total Program Expenses	19,233.52
Software & IT	3,761.99
Total Expenditures	253,703.07
NET OPERATING REVENUE	-36,720.71
OTHER EXPENDITURES	
Miscellaneous	4,759.32
Total Other Expenditures	4,759.32
NET OTHER REVENUE	-4,759.32
NET REVENUE	\$ -41,480.03

Statement of Cash Flows

January - December 2022

	Total
OPERATING ACTIVITIES	
Net Revenue	-41,480.03
Adjustments to reconcile Net Revenue to Net Cash provided by operations:	
Grant Receivable	-10,000.00
Accounts Payable (A/P)	3,379.95
Line of Credit	-665.41
Payroll Liabilities	296.85
Total Adjustments to reconcile Net Revenue to Net Cash provided by operations:	-6,988.61
Net cash provided by operating activities	-48,468.64
NET CASH INCREASE FOR PERIOD	-48,468.64
Cash at beginning of period	75,561.88
CASH AT END OF PERIOD	\$27,093.24

1. Summary of significant accounting policies

Basis of Accounting

The financial statements are prepared in conformity with generally accepted accounting principles in the United States of America (GAAP).

Nature of Operations

Water Walkers uses the transformative power of watersports, outdoor adventure, and education to help youth in Nashville walk on the rough waters of life. The company is primarily funded through Membership Fees, though there are also donations, sponsorships, and grants.

Tax Exempt Status

The Company is tax exempt under Internal Revenue Code 501(c)(3) for Federal income tax purposes.

Use of Estimates

Management does not use estimates in the preparation of its financial statements, instead using actual amounts.

Balance Sheet Classification

A one-year time period is used as the basis for classifying all current assets and liabilities.

Grants Receivable

Grants receivables are stated at the amount management expects to collect based upon pledged amounts.

Accounts Payable

Accounts payable are stated at the amount owed. The amounts are payable to the company's vendors.

Evaluation of Subsequent Events

Management has evaluated subsequent events through March 31, 2023 the date on which the financial statements were available to be issued.

2. Property, Plant and Equipment

Property and equipment are stated at cost. Depreciation is stated using the straight-line method over the estimated useful lives of the equipment. Expenditures for repairs and maintenance are charged to expense as incurred.

Water Walkers
Notes to Financial Statements
December 31, 2022

Property, Plant and Equipment	\$ 98,973.99
Accumulated Depreciation	<u>(86,682.00)</u>
Net Property, Plant and Equipment	<u>\$ 12,291.99</u>