

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT

TEE IT UP FOR THE TROOPS, INC.

DECEMBER 31, 2024 AND 2023



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Independent Auditor's Report

To the Board of Directors
Tee it Up for the Troops, Inc.

Opinion

We have audited the accompanying financial statements of Tee it Up for the Troops, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024 and 2023, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Tee it Up for the Troops, Inc. as of December 31, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Tee it Up for the Troops, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Tee it Up for the Troops, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Tee it Up for the Troops, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Tee it Up for the Troops, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

DSB RockIsland

Mendota Heights, Minnesota
June 13, 2025



Tee it Up for the Troops, Inc.

STATEMENTS OF FINANCIAL POSITION

December 31

ASSETS

	2024	2023
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,368,053	\$ 1,328,370
Current portion of note receivable	36,921	3,585
Prepaid expenses	62,364	43,960
Total current assets	1,467,338	1,375,915
PROPERTY AND EQUIPMENT, AT COST		
Equipment	16,060	16,060
Leasehold improvements	8,090	8,090
	24,150	24,150
Less accumulated depreciation	(20,800)	(19,695)
	3,350	4,455
OTHER ASSETS		
Note receivable, less current portion	114,175	184,350
Operating lease right of use assets	89,129	7,368
Total other assets	203,304	191,718
Total assets	\$ 1,673,992	\$ 1,572,088

The accompanying notes are an integral part of these statements.

LIABILITIES AND NET ASSETS

	2024	2023
CURRENT LIABILITIES		
Accounts payable	\$ 51,773	\$ 44,502
Accrued liabilities		
Grants	220,123	119,857
Wages	78,224	-
Deferred revenue	122,759	194,553
Current maturities of operating lease liabilities	17,764	8,331
Other liabilities	-	3,775
Total current liabilities	490,643	371,018
OPERATING LEASE LIABILITY, less current maturities	72,014	-
NET ASSETS		
With donor restrictions	127,555	127,555
Without donor restrictions	983,780	1,073,515
Total net assets	1,111,335	1,201,070
Total liabilities and net assets	\$ 1,673,992	\$ 1,572,088

Tee it Up for the Troops, Inc.

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

Year Ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
CHANGES IN NET ASSETS			
Revenues, support and other:			
Event revenue	\$ 3,100,685	\$ -	\$ 3,100,685
Less: direct event expenses	(93,161)	-	(93,161)
Event revenue, net	3,007,524	-	3,007,524
Public support:			
Contributions			
Cash and other financial assets	460,033	-	460,033
In-Kind	196,704	-	196,704
Total public support	656,737	-	656,737
Other revenue:			
Interest income	24,850	-	24,850
Other income	1,551	-	1,551
Investment income	181	-	181
Total revenues, support and other	3,690,843	-	3,690,843
Expenses:			
Program services	3,346,973	-	3,346,973
Supporting services:			
General and administrative	192,525	-	192,525
Fundraising	241,080	-	241,080
Total expenses	3,780,578	-	3,780,578
DECREASE IN NET ASSETS	(89,735)	-	(89,735)
Net assets			
Beginning of year	1,073,515	127,555	1,201,070
End of year	\$ 983,780	\$ 127,555	\$ 1,111,335

The accompanying notes are an integral part of this statement.

Tee it Up for the Troops, Inc.

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS - CONTINUED

Year Ended December 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
CHANGES IN NET ASSETS			
Revenues, support and other:			
Event revenue	\$ 2,887,932	\$ -	\$ 2,887,932
Less: direct event expenses	(85,096)	-	(85,096)
Event revenue, net	2,802,836	-	2,802,836
Public support:			
Contributions			
Cash and other financial assets	209,526	-	209,526
In-Kind	112,391	-	112,391
Net assets released from restrictions	26,387	(26,387)	-
Total public support	348,304	(26,387)	321,917
Other revenue:			
Interest income	6,228	-	6,228
Other income	1,716	-	1,716
Investment income	(131)	-	(131)
Total revenues, support and other	3,158,953	(26,387)	3,132,566
Expenses:			
Program services	2,939,119	-	2,939,119
Supporting services:			
General and administrative	128,061	-	128,061
Fundraising	262,978	-	262,978
Total expenses	3,330,158	-	3,330,158
DECREASE IN NET ASSETS	(171,205)	(26,387)	(197,592)
Net assets			
Beginning of year	1,244,720	153,942	1,398,662
End of year	\$ 1,073,515	\$ 127,555	\$ 1,201,070

The accompanying notes are an integral part of this statement.

Tee it Up for the Troops, Inc.

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2024

		Support Services		
	Program services	General and administrative	Fundraising	Total
Donations	\$ 1,704,355	\$ -	\$ -	\$ 1,704,355
Indirect event expenses	1,102,046	54,749	23,511	1,180,306
Salaries and wages	227,987	107,487	189,382	524,856
Donations of non-financial assets	196,704	-	-	196,704
Marketing	41,938	1,571	4,104	47,613
Travel	30,260	1,134	2,961	34,355
Rent	13,697	6,849	12,066	32,612
Professional services	2,270	12,809	572	15,651
Office expense	9,653	1,169	2,083	12,905
Insurance	9,264	1,116	2,207	12,587
Utilities	4,540	2,270	3,999	10,809
Miscellaneous	409	2,198	19	2,626
Licenses and Permits	2,048	-	-	2,048
Repairs and maintenance	1,802	68	176	2,046
Depreciation	-	1,105	-	1,105
Total expenses	<u>\$ 3,346,973</u>	<u>\$ 192,525</u>	<u>\$ 241,080</u>	<u>\$ 3,780,578</u>

The accompanying notes are an integral part of this statement.

Tee it Up for the Troops, Inc.

STATEMENT OF FUNCTIONAL EXPENSES - CONTINUED

Year Ended December 31, 2023

	Program services	Support Services		Total
		General and administrative	Fundraising	
Donations	\$ 1,782,963	\$ -	\$ -	\$ 1,782,963
Indirect event expenses	836,996	54,062	14,768	905,826
Salaries and wages	127,403	46,985	215,347	389,735
Donations of non-financial assets	112,391	-	-	112,391
Travel	25,350	950	2,481	28,781
Rent	9,400	3,418	15,667	28,485
Marketing	17,016	638	1,665	19,319
Professional services	2,194	13,081	538	15,813
Office expense	8,737	666	2,998	12,401
Utilities	4,033	1,467	6,722	12,222
Insurance	8,200	685	2,622	11,507
Miscellaneous	1,389	5,391	37	6,817
Licenses and Permits	1,691	-	-	1,691
Repairs and maintenance	1,356	51	133	1,540
Depreciation	-	667	-	667
Total expenses	<u>\$ 2,939,119</u>	<u>\$ 128,061</u>	<u>\$ 262,978</u>	<u>\$ 3,330,158</u>

The accompanying notes are an integral part of this statement.

Tee it Up for the Troops, Inc.

STATEMENTS OF CASH FLOWS

Years Ended December 31

	2024	2023
Increase (decrease) in cash and cash equivalents		
Cash flows used in operating activities		
Decrease in net assets	\$ (89,735)	\$ (197,592)
Adjustments to reconcile decrease in net assets to net cash from operating activities:		
Depreciation	1,105	667
Loss on disposal of asset	-	105
Noncash lease amortization	(314)	(2,315)
Contributed goods and services	(196,704)	(112,391)
Contributed non-financial assets	196,704	112,391
Change in operating assets and liabilities:		
Prepaid expenses	(18,404)	6,028
Accounts payable	7,271	6,321
Accrued expenses	178,490	(74,925)
Deferred revenue	(71,794)	62,395
Other liabilities	(3,775)	3,775
Net cash provided by (used in) operating activities	2,844	(195,541)
Cash flows from investing activities		
Purchase of equipment	-	(3,235)
Payments on notes receivable	36,839	2,065
Net cash provided by (used in) investing activities	36,839	(1,170)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	39,683	(196,711)
Cash and cash equivalents, beginning of year	1,328,370	1,525,081
Cash and cash equivalents, end of year	\$ 1,368,053	\$ 1,328,370

The accompanying notes are an integral part of these statements.

Tee it Up for the Troops, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

NOTE A – NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Business

Tee it Up for the Troops, Inc. (the Organization) is a nonprofit corporation, incorporated in 2005. The Organization was established to help support the fallen and disabled members of our armed forces and their families by organizing golf events, outreach programs, and fundraisers.

Summary of Significant Accounting Policies

1. Basis of Presentation

The accompanying financial statements of the Organization have been prepared on the accrual method of accounting, whereby support and revenue are recognized in the period earned and expenses are recognized when incurred. The Organization follows accounting and reporting standards applicable to nonprofit organizations.

For financial reporting purposes, contributions received are recorded as increases in net assets without donor restriction or net assets with donor restriction, depending on the existence and nature of any donor restrictions. Net assets of the Organization are classified and reported as follows:

Net Assets Without Donor Restriction

Net assets without donor restriction represent those resources over which the Organization has discretionary control. Designated amounts represent those revenues that the Board of Directors has set aside for a particular purpose.

Net Assets With Donor Restriction

Net assets with donor restriction represent resources subject to donor-imposed restrictions, which are satisfied by actions of the Organization or passage of time, or are to be maintained permanently. As of both December 31, 2024 and 2023, net assets with donor restriction consisted of \$127,555.

Tee it Up for the Troops, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

**NOTE A – NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES -
CONTINUED**

2. Cash and cash equivalents

Cash and cash equivalents consist of cash on hand and deposits held by financial institutions with maturities of three months or less.

3. Property and Equipment

Property and equipment is recorded at cost, or fair value, if donated, and depreciated generally on a straight-line basis over the estimated useful lives of each asset which range from five to fifteen years. Cost of maintenance and repairs that do not improve or extend the lives of the respective assets are expenses.

The Organization periodically evaluates the recoverability of the carrying value of long-lived assets, including property and equipment, whenever events or circumstances indicate the carrying amount may not be recoverable. An impairment in the carrying value of an asset is recognized when the fair value of the asset is less than its carrying value.

4. Leases

The Organization accounts for leases in accordance with Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) 842. The Organization is a lessee in a noncancellable lease for office space and equipment. Lease contracts are evaluated using the criteria outlined in FASB ASC 842 to determine whether they will be classified as operating leases or finance leases. The Organization determines if an arrangement is a lease, or contains a lease, at inception of a contract and when terms of an existing contract are changed. The Organization determines if an arrangement conveys the right to use an identified asset and whether the Organization obtains substantially all of the economic benefits from and has the ability to direct the use of the asset. The Organization recognizes a lease liability and ROU asset at the commencement date of the lease.

Tee it Up for the Troops, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

**NOTE A – NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES -
CONTINUED**

4. Leases - Continued

Lessee Lease Liabilities

A lease liability is measured based on the present value of its future lease payments. Variable payments are included in the future lease payments when those variable payments depend on an index or rate and are measured using the index or rate at the commencement date. Lease payments, including variable payments made based on an index rate, are remeasured when any of the following occur: (1) the lease is modified (and the modification is not accounted for as a separate contract), (2) certain contingencies related to variable lease payments are resolved, or (3) there is a reassessment of any of the following: the lease term, purchase options, or amounts that are probable of being owed under a residual value guarantee. The discount rate is the rate implicit in the lease if it is readily determinable; otherwise, the Organization uses the risk-free rate. The implicit rate of the Organization's lease is not readily determinable; accordingly, the Organization uses the risk-free discount rate from the U.S. Department of the Treasury at the commencement date of each lease.

Lessee ROU Assets

An ROU asset is measured at the commencement date at the amount of the initially measured liability plus any lease payments made to the lessor before or after commencement date, minus any lease incentives received, plus any initial direct costs. Unless impaired, the ROU asset is subsequently measured throughout the lease term at the amount of the lease liability (that is the present value of the remaining lease payments), plus unamortized initial direct costs, plus (minus) any prepaid (accrued lease payments, less the unamortized balance of lease incentives received). Lease cost for lease payments is recognized on a straight-line basis over the lease term.

Lessee Accounting Policy Election for Short-Term Leases

The Organization has elected for all underlying classes of assets, to not recognize ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less, but greater than 1 month at lease commencement, and do not include an option to purchase the underlying asset that the Organization is reasonably certain to exercise. The Organization recognizes lease cost associated with its short-term leases on a straight-line basis over the lease term.

Tee it Up for the Troops, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

**NOTE A – NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES -
CONTINUED**

5. Revenues, Support, and Other

Event Revenue

Event revenue is the total amount paid by sponsors and attendees of golf tournaments and include elements of both contributions and exchange transactions. Event revenue is recognized when the event occurs.

Contribution Revenue

The Organization receives support from individuals, foundations, corporations and other nonprofit organizers in support of the Organization's mission. Contribution revenue is recognized at fair market value on the earlier of the receipt of cash or an unconditional promise to give. From time to time, the Organization receives promises to give that have certain conditions such as meeting specific performance-related barriers or limiting the Organization's discretion on use of the funds. Other contributions may have revocable features to the promise to give. Such conditional promises to give are recognized when the conditions are substantially met.

Contributions received are recorded as increases in net assets without restrictions or net assets with restrictions, depending on the existence and/or nature of any donor restrictions

In-Kind Contributions

The Organization reports the fair value of gifts-in-kind consisting of donated equipment, plane tickets and other goods as public support, without donor restrictions, and thereafter, as expense when goods are provided to individuals. The Organization does not monetize any contributed nonfinancial assets.

Contributed services are valued and are reported at the estimated fair value in the financial statements based on current market rates for similar services. For those services that do not require special expertise, the estimated fair value of such donated services has not been recorded in the financial statements.

Tee it Up for the Troops, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

**NOTE A – NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES -
CONTINUED**

6. Expense Allocation

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the program and supporting services benefited. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Personnel expenses are allocated on the basis of management's estimates of time and effort. Non-personnel expenses related to more than one function are charged to program, supporting services, and fundraising on the basis of expense studies completed by management. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

7. Income Taxes

The Organization is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC) of 1954, as amended.

The Organization's policy is to evaluate the likelihood that any uncertain tax positions will prevail upon examination based on the extent to which those positions have substantial support within the IRC, Revenue Rulings, court decisions, and other evidence. It is the opinion of management that the Organization has no significant uncertain tax positions that would be subject to change upon examination. Accordingly, the Organization has not recorded any reserve or related accruals for interest and penalties for uncertain income tax positions as of December 31, 2024 and 2023. The federal and state income tax returns of the Organization are subject to examination by the income taxing authorities, generally for three years after they were filed. Interest and penalties, if any, assessed by income taxing authorities, will be recorded in management and general expenses.

Tee it Up for the Troops, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

NOTE A – NATURE OF BUSINESS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

8. Use of Estimates

The preparation of financial statements in accordance 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 disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Management's estimate of functional expenses in the accompanying statements of functional expenses are considered to be significant estimates. Actual results could differ from those estimates.

NOTE B – CONCENTRATIONS OF CREDIT RISK

The Organization maintains cash balances with various financial institutions, which are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At times, such balances may be in excess of the FDIC limit. The Organization has not experienced any losses in such accounts, and believes it is not exposed to any significant credit risk on cash.

NOTE C - NOTE RECEIVABLE

Beginning in 2015, the Organization received grant funding from Anytime Fitness® and began providing loans to veterans for the purpose of assisting with initial start-up capital to be used for the development of an Anytime Fitness® franchise. The program was terminated in 2020, at which point, no new loans were distributed after the initial grant was used. During the years ended December 31, 2024 and 2023, there was one active loan recipient. The note is payable over 60 months at an interest rate of three percent, with maturity in July 2028. The recipient's note receivable balance at December 31, 2024 and 2023 was \$151,096 and \$187,935, respectively.

NOTE D - LEASES

The Organization has two operating leases, one for equipment and one for its office space expiring on various dates through June 2029. Neither lease has an option to extend or terminate early that management is reasonably certain to exercise.

Tee it Up for the Troops, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

NOTE D - LEASES - CONTINUED

The following summarizes the line items in the statements of financial position as of December 31:

	<u>2024</u>	<u>2023</u>
Operating lease right of use assets	<u>\$ 89,129</u>	<u>\$ 7,368</u>
Current maturities of operating lease liabilities	17,764	8,331
Operating lease liabilities, less current maturities	<u>72,014</u>	<u>-</u>
Total operating lease liabilities	<u>\$ 89,778</u>	<u>\$ 8,331</u>

The following summarizes the weighted average remaining lease term and discount rate for the operating leases as of December 31:

	<u>2024</u>	<u>2023</u>
Weighted average remaining lease term (in years)	4.41	0.42
Weighted average discount rate (in %)	4.49	0.44

The future maturities of lease liabilities for the years following December 31, 2024 are as follows:

<u>Years Ending December 31,</u>	
2025	\$ 21,358
2026	21,955
2027	22,569
2028	23,202
2029	<u>9,901</u>
Total lease payments	98,985
Less: interest	<u>(9,207)</u>
Present value of lease liabilities	<u>\$ 89,778</u>

Tee it Up for the Troops, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

NOTE D – LEASES - CONTINUED

The following summarizes the line items in the statements of activities and changes in net assets which include the components of lease expense for the years ended December 31:

	<u>2024</u>	<u>2023</u>
Operating lease expense included in rent expense in the statement of functional expenses	<u>\$ 20,233</u>	<u>\$ 17,719</u>

The following summarizes cash flow information related to leases for the years ended December 31:

	<u>2024</u>	<u>2023</u>
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows from operating leases	<u>\$ 20,572</u>	<u>\$ 17,719</u>
Lease assets obtained in exchange for lease obligations:		
Operating leases	<u>\$ 99,483</u>	<u>\$ -</u>

NOTE E – IN-KIND CONTRIBUTIONS

As discussed in Note A, the Organization receives gifts-in-kind consisting of donated equipment, plane tickets, other goods and services from individuals as well as local and national businesses and organizations.

Tee it Up for the Troops, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

NOTE E – IN-KIND CONTRIBUTIONS - CONTINUED

In-kind contributions consisted of the following as of December 31:

	2024	2023
Golf equipment and accessories	\$ 70,869	\$ 49,524
Events and experiences	50,909	-
Flights	21,066	24,354
Auctions and raffles	19,480	-
Merchandise/pro shop items	14,835	-
Services	10,732	24,134
Other	8,813	12,429
Food	-	1,950
	<u>\$ 196,704</u>	<u>\$ 112,391</u>

The following basis was used for valuing contributed nonfinancial assets and was utilized in the Organization's program:

Contributed Items	Valuation Basis
Golf equipment and accessories	Estimates of retail values
Events and experiences	Estimates of market value for similar products and services
Flights	Estimates of retail values
Auctions and raffles	Estimates of retail values
Merchandise and pro shop items	Estimates of retail values
Services	Estimates of market value for similar services
Other	Estimates of market value for similar products and services
Food	Estimates of retail values

Tee it Up for the Troops, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

NOTE E – IN-KIND CONTRIBUTIONS - CONTINUED

The Organization also receives significant services from unpaid volunteers who support the Organization's primary programs and its management and fundraising activities. During the years ended December 31, 2024 and 2023, volunteers gave more than 22,000 and 21,000 hours of service, respectively. These hours have not been recognized in the accompanying statement of activities because the criteria for recognition of such volunteer effort has not been satisfied.

NOTE F – JOINT COSTS OF ACTIVITIES THAT INCLUDE A FUNDRAISING APPEAL

The Organization conducts activities that include a fundraising appeal. Those activities include use of a third party marketing firm, an email marketing campaign, video campaigns, postcards and other mail campaigns. The costs associated with these activities included joint costs not directly attributable to any single function. Those costs were allocated among the costs of marketing in the functional expense allocation. The amount allocated to fundraising for these materials totaled approximately \$3,800 and \$1,400 during the years ending December 31, 2024 and 2023, respectively.

NOTE G - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following as of December 31:

	2024	2023
Cash and cash equivalents	\$ 1,368,053	\$ 1,328,370
Current portion of note receivable	36,921	3,585
Total financial assets available within one year	1,404,974	1,331,955
Less: amounts unavailable for general expenditures within one year, due to:		
Donor-imposed restrictions	(127,555)	(127,555)
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 1,277,419</u>	<u>\$ 1,204,400</u>

Tee it Up for the Troops, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

NOTE H – RECLASSIFICATION

Certain prior year amounts have been reclassified for consistency with the current year presentation. These reclassifications had no effect on the reported results of operations.

NOTE I – SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through June 13, 2025, the date the financial statements were available to be issued.