C.O.V. INC. DBA CODE OF VETS

FINANCIAL STATEMENTS - MODIFIED CASH BASIS

Year Ended December 31, 2023

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GRANNIS & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors
C.O.V. Inc. dba Code of Vets
Murfreesboro, TN

Management is responsible for the accompanying financial statements of C.O.V. Inc. dba Code of Vets (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets - modified cash basis as of December 31, 2023, and the related statements of support, revenue, expenses, and changes in net assets - modified cash basis, functional expenses - modified cash basis, for the year then ended, and the related notes to the financial statements in accordance with the modified cash basis of accounting, and for determining that the modified cash basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The supplementary information contained in the schedules of donations and operating costs is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

We are not independent with respect to C.O.V. Inc. dba Code of Vets.

Grannis & Associates, P.C.

Murfreesboro, Tennessee
April 25, 2024

C.O.V. INC. DBA CODE OF VETS, INC
STATEMENT OF ASSETS, LIABILITIES, AND NET ASSETS - MODIFIED CASH BASIS
December 31, 2023

ASSETS

Current Assets		
Cash and Cash Equivalents	$	57,057
Property and Equipment		
Furniture and Equipment		1,021
Less: Accumulated Depreciation		680
Property and Equipment, Net		341
Total Assets	$	57,398

LIABILITIES AND NET ASSETS

Net Assets		
Without Donor Restrictions	$	57,398
Total Liabilities and Net Assets	$	57,398

C.O.V. INC. DBA CODE OF VETS, INC
STATEMENT OF SUPPORT, REVENUE, EXPENSES, AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS
Year Ended December 31, 2023

	Without donor restrictions
SUPPORT AND REVENUES	
Support:	
Contributions, Gifts, and Grants	$ 434,297
Revenues:	
Miscellaneous Income	2,940
Total Support and Revenues	437,237
EXPENSES	
Program Services:	408,557
Supporting Services:	26,791
Change in Net Assets	1,889
Net Assets, Beginning of Year	55,509
Net Assets, End of Year	$ 57,398

See Accompanying Notes and Accountant's Compilation Report

C.O.V. INC. DBA CODE OF VETS, INC
STATEMENT OF FUNCTIONAL EXPENSES - MODIFIED CASH BASIS
Year Ended December 31, 2023

	Program Services	Supporting Services	
	Veteran Assistance	Management and General	Total Functional Expenses
Contributions, Gifts, and Grants - Paid	$ 398,981	$ -	$ 398,981
Accounting Fees	-	23,495	23,495
PayPal Fees	9,576	-	9,576
Taxes and Licenses	-	391	391
Insurance	-	1,290	1,290
Bank Fees	-	550	550
Postage	-	252	252
Software	-	599	599
Depreciation	-	204	204
Supplies	-	10	10
Total	$ 408,557	$ 26,791	$ 435,348

C.O.V. INC. DBA CODE OF VETS, INC
NOTES TO FINANCIAL STATEMENTS
December 31, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NATURE OF ACTIVITIES

COV Inc. also known as Code of Vets ("COV") is a voluntary health and welfare organization incorporated on October 23, 2018, under the laws of the state of Tennessee. COV is a charitable organization, exempt from federal income tax under section 501(c)(3) of the Internal Revenue Code and provides immediate financial assistance to honorably discharged veterans and their families who are in need, crisis or distress. COV is primarily supported by donations from individual donors located in the United States of America.

BASIS OF PRESENTATION

COV maintains its accounting records on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Under the modified cash basis of accounting, certain revenues and the related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when the obligation is incurred. Modifications to the cash basis of accounting include recording property and equipment and its related depreciation (if any).

NET ASSETS

Net assets and revenues are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

> Net assets without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of COV. These net assets may be used at the discretion of COV's management and Board of Directors.

> Net assets with donor restrictions - Net assets subject to stipulations imposed by donors and grantors (if any). Some donor restrictions are temporary in nature; those restrictions will be met by actions of COV or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds to be maintained in perpetuity. For the year ended December 31, 2023, COV did not have any contributions with donor restrictions.

CONTRIBUTIONS

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions depending on the existence and/or nature of any donor-imposed restrictions. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted for future periods or donor-restricted for specific purposes are reported as with donor restrictions that increase those net asset classes. When a donor-stipulated restriction ends or purpose restriction is fulfilled in the same time period in which the contribution is received, the contribution is reported as without donor restrictions.

SUPPORT AND REVENUE

Sources of revenue include private donations of cash.

FUCTIONAL ALLOCATION OF EXPESNES

The cost of providing the program and supporting services have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification of expenses by function.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

PROGRAM AND SUPPORTING SERVICES

The following program and supporting services are included in the accompanying financial statements:

> Program services - includes all costs of caring for and assisting veterans.

> Supporting services - management and general - these expenses are not identifiable with a particular program or event, or with fundraising, but are necessary to the conduct of those activities and are essential to COV. Specific activities include organization oversight, business management, recordkeeping, budgeting, financing, and other administrative duties.

> Supporting services - fundraising - includes costs of activities directed toward appeals for financial support. For the year ended December 31, 2023, COV did not have any costs associated with fundraising.

ESTIMATES

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

INCOME TAXES

COV petitioned for exemption under section 501(c)(3) and was granted tax-exempt status on July 30, 2019, by the Internal Revenue Service and has been classified by the Internal Revenue Service as an organization that is not a private foundation under Section 509(a)(2). Exempt organizations are generally exempt from income taxes on all revenue except for certain unrelated business income.

COV has evaluated its tax positions for all open tax years. Currently, the tax years open and subject to examination by the Internal Revenue Service are 2020 through 2022. However, COV is not currently under audit nor has COV been contacted by any jurisdiction. Based on the evaluation of COV's tax positions, management believes all tax positions taken would be upheld under an examination. Therefore, no provision for the effects of uncertain tax positions have been recorded for the fiscal year ended December 31, 2023.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of short-term, highly liquid investments was an initial maturity of three months or less. Cash restricted by internal or external designations, if any, is generally maintained in separate accounts. COV had no restricted cash or cash equivalents at December 31, 2023.

PROPERTY AND EQUIPMENT

Fixed assets with a value of $500 or greater are recorded at cost as of the date of acquisition or fair value as of the date of receipt if contributed. Depreciation is computed using the straight-line method based on the estimated useful life of the asset. Expenditures for maintenance and repairs are charged to expense as incurred. Major improvements are capitalized. Depreciation expense is $204 for the year ended December 31, 2023.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

CONTRIBUTED SERVICES

COV relies on volunteers to deliver the program services to COV's clients, as well as to perform supporting services. Contributed services are recognized as contributions if the services create or enhance nonfinancial assets or require specialized skills, are performed by people with those skills, and would otherwise be purchased by COV. No contributed services met the criteria for recognition for the year ended December 31, 2023.

SUBSEQUENT EVENTS

Management has evaluated subsequent events through April 25, 2024, which is the date the financial statements were available to be issued.

FAIR VALUE OF FINANCIAL INSTURMENTS

The carrying amounts of cash and cash equivalents approximate fair value because of the short maturity of those financial instruments.

COV's financial instruments at December 31, 2023, are summarized as follows:

	Carrying Amount	Fair Value
Financial assets:		
Cash	$ 57,057	$ 57,057

NOTE B - CONCENTRATIONS

COV maintains its cash on deposit at financial institutions. Accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000. The balances at times, may exceed the federally insured limit. At December 31, 2023, COV has no deposits in excess of federal deposit insurance.

NOTE C - MAJOR DONORS

Contributions, gifts, and grants are generally made by individuals and organizations primarily located within the United States of America. Three donors aggregated approximately 10% of total support during the year ended December 31, 2023.

NOTE D - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects COV's financial assets as of the statement of assets, liabilities and net assets - modified cash basis date. There are no amounts considered unavailable for general use because of contractual or donor-imposed restrictions within one year of the statement of assets, liabilities, and net assets - modified cash basis date.

Financial assets at year end:	
Cash	$ 57,057

COV's goal is generally to maintain financial assets to be available to meet its general expenditures, liabilities, and other obligations as they become due.

SUPPLEMENTARY INFORMATION

C.O.V. INC. DBA CODE OF VETS, INC
SCHEDULE OF DONATIONS AND OPERATING COSTS
Periods October 23, 2018 to December 31, 2023

Support			
Contributions, Gifts, and Grants	$	7,327,137	
Revenues:			
Other Income		65,376	
Gain (Loss) of Foreign Currency Exchange		1	
Total Support and Revenues		7,392,514	
Expenses			
Program Activities		7,142,721	97%
Supporting Activities		192,395	3%
Total Expenses		7,335,116	
Change in Net Assets	$	57,398	

See Accompanying Notes and Accountant's Compilation Report