



BRIDGING BIONICS FOUNDATION
(A NOT-FOR-PROFIT ORGANIZATION)
INDEPENDENT AUDITOR'S REPORT
AND
FINANCIAL STATEMENTS

DECEMBER 31, 2021



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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Bridging Bionics Foundation
Basalt, Colorado

Opinion

We have audited the accompanying financial statements of Bridging Bionics Foundation (a nonprofit organization), which comprise the statement of financial position as of December 31, 2021 and the related statement of activities, functional expense and cash flow for the year 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 Bridging Bionics Foundation as of December 31, 2021 and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit 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 Bridging Bionics Foundation and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. 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 Bridging Bionics Foundation ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

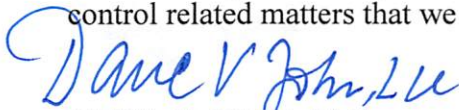
Auditor's Responsibilities for the Audit of the Financial Statements

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, including omissions, 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 Bridging Bionics Foundation'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 Bridging Bionics Foundation'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.


DAVE. V. JOHN, LLC

Tamarac, Florida
January 31, 2023

BRIDGING BIONICS FOUNDATION
(A NOT-FOR-PROFIT ORGANIZATION)
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2021

ASSETS

Cash and cash equivalents	\$ 753,606
Fixed assets-net	-
Total assets	<u>753,606</u>

LIABILITIES AND NET ASSETS

LIABILITIES

Accounts payable	<u>5,059</u>
Total liabilities	<u>5,059</u>

NET ASSETS

With donor restrictions	-
Without donor restrictions	<u>748,547</u>
Total net assets	<u>748,547</u>
Total liabilities and net assets	<u>\$ 753,606</u>

The accompanying notes are an integral part of these financial statements

BRIDGING BIONICS FOUNDATION
(A NOT-FOR-PROFIT ORGANIZATION)
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSET
FOR THE YEAR BEGINNING JANUARY 1, 2021 TO THE YEAR ENDED DECEMBER 31, 2021

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
REVENUE AND SUPPORT			
Contributions	\$ 573,099	\$ -	\$ 573,099
Other income	79,455	-	79,455
Interest income	71	-	71
	<u>652,625</u>	<u>-</u>	<u>652,625</u>
Total revenues and other support			
EXPENSES			
Program expenses	542,645	-	542,645
Total program expenses	<u>542,645</u>	<u>-</u>	<u>542,645</u>
Supporting services expenses			
Management and general	66,156	-	66,156
Fundraising expenses	53,189	-	53,189
Total supporting services expenses	<u>119,345</u>	<u>-</u>	<u>119,345</u>
	<u>661,990</u>	<u>-</u>	<u>661,990</u>
Total expenses			
Change in net assets	(9,365)	-	(9,365)
Net assets, beginning of year	<u>757,912</u>	<u>-</u>	<u>757,912</u>
Net assets, end of year	<u>\$ 748,547</u>	<u>\$ -</u>	<u>\$ 748,547</u>

The accompanying notes are an integral part of these financial statements

BRIDGING BIONICS FOUNDATION

(A NOT-FOR-PROFIT ORGANIZATION)

STATEMENTS OF FUNCTIONAL EXPENSES

FOR THE YEAR BEGINNING JANUARY 1, 2021 TO THE YEAR ENDED DECEMBER 31, 2021

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising Expense</u>	<u>Total</u>
Salaries and wages	\$ 63,278	\$ 20,570	23,204	\$ 107,052
Employee benefits	15,860	2,149	3,479	21,488
Professional fees	-	4,295	781	5,076
General administrative	10,732	1,533	3,066	15,331
Rent	17,987	2,570	5,139	25,696
Independent contractors	17,520	35,039	17,520	70,079
Program expense	126,148	-	-	126,148
ABUSA expense	248,219	-	-	248,219
Depreciation	42,901	-	-	42,901
	<u>\$ 542,645</u>	<u>\$ 66,156</u>	<u>53,189</u>	<u>661,990</u>

The accompanying notes are an integral part of these financial statements

BRIDGING BIONICS FOUNDATION

(A NOT-FOR-PROFIT ORGANIZATION)

STATEMENTS OF CASH FLOWS

FOR THE YEAR BEGINNING JANUARY 1, 2021 TO THE YEAR ENDED DECEMBER 31, 2021

CASH FLOWS FROM OPERATING ACTIVITIES

Change in net assets	\$	(9,365)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation		42,901
Changes in operating assets and liabilities		
Accounts payable increase(decrease)		<u>5,059</u>
Net cash provided in operating activities		<u>38,595</u>
Net increase in cash and cash equivalents		38,595
Cash and cash equivalents, beginning of year		<u>715,011</u>
Cash and cash equivalents, end of year	\$	<u>753,606</u>

The accompanying notes are an integral part of these financial statements

BRIDGING BIONICS FOUNDATION
(A NOT-FOR-PROFIT ORGANIZATION)
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

NOTE 1 – DESCRIPTION OF THE ORGANIZATION

Bridging Bionics Foundation is a not-for-profit organization incorporated under the laws of Colorado in 2013. Their goal is to provide access to this cutting-edge technology, which is typically cost prohibitive, to enhance neuro-recovery and quality of life for individuals who have neurological disorders or mobility impairments. The program enables such individuals to exercise in an inclusive health club environment that promotes wellbeing.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation – The financial statements of Bridging Bionics Foundation have been prepared in accordance with U.S. generally accepted accounting principles ("US GAAP"), which require Bridging Bionics Foundation to report information regarding its financial position and activities according to the following net asset classifications:

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 the organization. These net assets may be used at the discretion of Bridging Bionics Foundation's management and the board of directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of Bridging Bionics Foundation's or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

Measure of operations – The statements of activities report's all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of those items attributable to Bridging Bionics Foundation's program expenses. Nonoperating activities are limited to resources that generate return from investments and other activities considered to be of a more unusual or nonrecurring nature.

Cash and cash equivalents – Bridging Bionics Foundation's cash consists of cash on deposit with banks. Cash equivalents represent money market funds or short-term investments with original maturities of three months or less from the date of purchase, except for those amounts that are held in the investment portfolio which are invested for long-term purposes.

BRIDGING BIONICS FOUNDATION
(A NOT-FOR-PROFIT ORGANIZATION)
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

Concentrations of credit risk – Financial instruments that potentially subject Bridging Bionics Foundation to concentrations of credit risk consist principally of cash and cash equivalents and contributions receivable. Bridging Bionics Foundation maintains its cash and cash equivalents in various bank accounts that, at times, may exceed federally insured limits. Bridging Bionics Foundation has not experienced, nor does it anticipate, any losses with respect to such accounts.

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. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Contributed property and equipment are recorded at fair value at the date of donation. Contributions with donor-imposed stipulations regarding how long the contributed assets must be used are recorded as net assets with donor restrictions; otherwise, the contributions are recorded as net assets without donor restrictions.

Functional expenses – The costs of providing program and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among program services and supporting services benefited. Such allocations are determined by management on an equitable basis.

Use of estimates – The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Income taxes – Bridging Bionics Foundation is exempt from income tax under IRC section 501(c)(3), though it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the Code. Bridging Bionics Foundation has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; to determine its filing and tax obligations in jurisdictions for which it has nexus; and to identify and evaluate other matters that may be considered tax positions. Bridging Bionics Foundation has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements.

BRIDGING BIONICS FOUNDATION
(A NOT-FOR-PROFIT ORGANIZATION)
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

Property and Equipment – Property and equipment will be stated at cost. Depreciation is computed by using the straight-line method based over the estimated useful lives of the assets as follows:

Building and Improvements	40 Years
Furniture, Fixtures and Equipment	7 Years
Library Books	5 Years
Computer Equipment	5 Years

Expenditures for major renewals and improvements that are more than \$1,000 and extend the useful life of the property and equipment will be capitalized, while expenditures for maintenance and repairs that do not improve or extend the useful lives of the respective assets are currently expensed.

Impairment of long-lived assets – The Organization adheres to the Property, Plant and Equipment Topic of FASB ASC 360 to account for the impairment of long-lived assets. This statement requires, among other things, that entities identify events or changes in circumstances that indicates that the carrying amount of an asset may not be recoverable. This statement had no effect on the financial statements of the Organization since no assets were considered to be impaired for the year ended December 31, 2021.

Fair Value Measurement – Under FASB ASC 820, Fair Value Measurements and disclosure (SFAS No.157), Fair value is defined as the exchange price that would be received for an asset or paid to transfer (an exit price) in the principal or most advantageous market for the asset or liability in an order transaction between market participants on the measurement date.

The Organization has determined that there were no material differences between the carrying value and the fair value of its financial assets and liabilities, and therefore, no adjustment for the effect of FASB ASC 820 was made to the Organization’ financial statements at December 31, 2021.

Revenue Recognition – Grants and Contributions - Contributions received and unconditional promises to give are measured at their fair values and are reported as an increase in net assets. Conditional promises to give are not recognized until they become unconditional. The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the assets, or if they are designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor-imposed contributions whose restrictions are met in the same reporting period are reported as net assets without donor restrictions. Net assets restricted for acquisition of buildings or equipment are reported as net assets with donor restrictions until the specified asset is placed in service by the Organization’s when the restrictions are released.

BRIDGING BIONICS FOUNDATION
(A NOT-FOR-PROFIT ORGANIZATION)
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

Functional Expenses – The costs of providing program and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among program services and supporting services benefited. Such allocations are determined by management on an equitable basis.

New Accounting Pronouncement – On August 18, 2016, FASB issued ASU 2016-14, Not-for-Profit Entities (Topic 958) – Presentation of Financial Statements of Not-for-Profit Entities. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return.

Bridging Bionics Foundation has adjusted the presentation of these statements accordingly. The ASU has been applied retrospectively to all periods presented.

NOTE 3 – DATE OF MANAGEMENT REVIEW

In preparing the financial statements, the Bridging Bionics Foundation has evaluated events and transactions for potential recognition or disclosures through January 31, 2023, the date that the financial statements were available to be issued.

NOTE 4 – CONCENTRATIONS AND CREDIT RISK

Financial Instruments, which potentially subject the organization to concentrations of credit risk, consist principally of cash and cash equivalents. Cash on deposit with two financial institutions at December 31, 2021 was approximately \$753,606, and was insured up to \$250,000 by the U.S Federal Deposit Insurance Corporation. At December 31, 2021, the organization had \$254,247 in excess of FDIC insured limits.

NOTE 5 – FURNITURE AND EQUIPMENT

Furniture and equipment consist of the following as of December 31, 2021:

Furniture and equipment	\$ 433,151
Less: accumulated depreciation	<u>(433,151)</u>
Total	<u>\$ -0-</u>

Depreciation for the year ended December 31, 2021 was approximately \$42,901.

BRIDGING BIONICS FOUNDATION
(A NOT-FOR-PROFIT ORGANIZATION)
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

NOTE 6 – RISK AND UNCERTAINTIES

The COVID-19 virus was declared a global pandemic as it continues to spread rapidly. Business continuity, including supply chains and consumer demand across a broad range of industries and countries could be severely impacted for months or beyond as governments and their citizens take significant and unprecedented measures to mitigate the consequences of the pandemic. Management is carefully monitoring the situation and evaluating its options during this time. No adjustments have been made to these financial statements as a result of this uncertainty.

NOTE 7 – AVAILABILITY AND LIQUIDITY

The following represents the Organization’s financial assets at December 31, 2021:

Financial assets at year end:		2021	
Cash and cash equivalents		\$ 753,606	
	Total financial assets	753,606	
Less amounts not available to be used within one year:			
Net assets with donor restrictions		-	
Less net assets with purpose restrictions to be met in less than a year		-	
Board-designated funds for future use		-	
Financial assets available to meet general expenditures over the next twelve months		\$ 753,606	

NOTE 8 – COMMITMENTS AND CONTINGENCIES

Bridging Bionics Foundation could be party to various legal actions normally associated in the course of its operation, the aggregate effect of which, in management’s opinion would not be material to the future financial condition of the organization.

NOTE 9 – SUBSEQUENT EVENTS

Under FASB ASC 855, subsequent events are events or transactions that occur after the balance sheet date but before financial statements are issued or ready to be issued. The Organization recognizes in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the date of the balance sheet, including the estimates inherent in the process of preparing the financial statements.

BRIDGING BIONICS FOUNDATION
(A NOT-FOR-PROFIT ORGANIZATION)
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

SUBSEQUENT EVENTS -continued

The Organization's financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the balance sheet but arose after the balance sheet date and before financial statements are issued. Bridging Bionics Foundation is not aware of any material subsequent events.