



2024: A Year of Kingdom Impact Through Your Generosity

We experienced an extraordinary year of Kingdom advancement together in 2024. Your radical generosity fueled incredible breakthroughs, and we stand in awe of what God accomplished through every gift, prayer, and act of service.

Because of your faithful giving, the gospel reached far and wide, lives were transformed, and the local church was strengthened and multiplied—here in Denver, across the nation, and around the world.

Here are just a few ways your generosity made an eternal impact:

National Outreach

The message of Jesus went forth through **416 radio stations across all 50 states**, reached **83,000 followers on Pray.com**, and resulted in **550,000 podcast downloads across 52 countries**.

International Outreach

Together, we helped plant **350+ churches in 13 countries**, expanded the reach of the gospel and strengthened local churches worldwide. We also baptized 165 people.

Kingdom Investments

Your generosity fueled vital ministries across BRAVE Church, including: **CADRES, Worship & Production, Students & Kids, BRAVE Academy, BRAVE Iglesia**, and more. You made it possible for us to do this while also supporting missions, long-term Kingdom initiatives, and the facilities and systems that serve our church family with excellence and integrity.

From welcoming environments and prayer support, to baptisms, discipleship, and next steps for new believers—*your giving created ripples of eternal significance*.

Thank you for being a congregation marked by **faith, obedience, and radical generosity**. Because of you, the name of Jesus is being lifted high, and lives are being changed for eternity.

We are deeply grateful for each of you and we are excited to continue pressing forward in 2025 and beyond.

With gratitude and anticipation for what God will do next,
Stewarding Elders
BRAVE Church



BRAVE CHURCH

Financial Statements
With Independent Auditor's Report

December 31, 2024

INDEPENDENT AUDITOR'S REPORT

The Board of Stewarding Elders
BRAVE Church
Cherry Hills Village, Colorado

Opinion

We have audited the accompanying consolidated financial statements of BRAVE Church, which comprise the consolidated statement of financial position as of December 31, 2024, the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of BRAVE Church, as of December 31, 2024, and the changes in its net assets and 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 Consolidated Financial Statements* section of our report. We are required to be independent of BRAVE Church, 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.

Emphasis of Matter

As described in Note 10 to the consolidated financial statements, BRAVE Church identified an adjustment related to net assets as of and for the year ended December 31, 2023. Accordingly, beginning net assets without donor restrictions have been restated to correct the error. Our opinion has not been modified with respect to this matter.

Responsibilities of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

The Board of Stewarding Elders
BRAVE Church
Cherry Hills Village, Colorado

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 consolidated 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 BRAVE Church'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about BRAVE Church'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.

Capin Crouse LLC

Centennial, Colorado
October 9, 2025

BRAVE CHURCH

Consolidated Statement of Financial Position

December 31, 2024

ASSETS:

Cash and cash equivalents	\$ 14,543,236
Accounts receivable	243,491
Prepaid expenses and other assets	33,671
Assets held for deferred compensation	105,876
Cash restricted for long-term purposes	2,146,624
Property and equipment—net	<u>35,232,489</u>

Total Assets \$ 52,305,387

LIABILITIES AND NET ASSETS:

Liabilities:

Accounts payable and accrued liabilities	\$ 637,455
Performance obligation liabilities	47,294
Notes payable—net	<u>17,511,326</u>
Total liabilities	<u>18,196,075</u>

Net assets:

Without donor restrictions	31,879,388
With donor restrictions	<u>2,229,924</u>
Total net assets	<u>34,109,312</u>

Total Liabilities and Net Assets \$ 52,305,387

See notes to consolidated financial statements

BRAVE CHURCH

Consolidated Statement of Activities

Year Ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE:			
Contributions	\$ 17,875,157	\$ 824,567	\$ 18,699,724
Tuition income	430,241	-	430,241
Investment income	718,219	-	718,219
Ministry and other income	339,008	-	339,008
Total Support and Revenue	19,362,625	824,567	20,187,192
NET ASSETS RELEASED:			
From purpose restrictions	236,457	(236,457)	-
EXPENSES:			
Program services	14,782,613	-	14,782,613
Supporting activities:			
General and administrative	1,201,941	-	1,201,941
Fundraising	539,395	-	539,395
	1,741,336	-	1,741,336
Total Expenses	16,523,949	-	16,523,949
Change in Net Assets	3,075,133	588,110	3,663,243
Net Assets, Beginning of Year, as previously stated	30,313,085	1,641,814	31,954,899
Prior Period Restatement	645,806	-	645,806
Net Assets, Beginning of Year, as restated	30,958,891	1,641,814	32,600,705
Exit of consolidated entity	(2,154,636)	-	(2,154,636)
Net Assets, End of Year	\$ 31,879,388	\$ 2,229,924	\$ 34,109,312

See notes to consolidated financial statements

BRAVE CHURCH

Consolidated Statement of Functional Expenses

Year Ended December 31, 2024

	<u>Program Services</u>	<u>Supporting Activities:</u>		<u>Total</u>
		<u>General and Administrative</u>	<u>Fundraising</u>	
Salaries and benefits	\$ 7,060,179	\$ 795,391	\$ 62,596	\$ 7,918,166
Occupancy	1,947,345	103,794	-	2,051,139
Missions	1,735,415	-	-	1,735,415
General operations	1,044,814	162,314	-	1,207,128
Depreciation and amortization	996,261	52,435	-	1,048,696
Interest	964,409	50,758	-	1,015,167
Supplies and events	524,313	2,539	157,343	684,195
Communications and marketing	179,052	-	319,456	498,508
Information technology	330,825	34,710	-	365,535
	<u>\$ 14,782,613</u>	<u>\$ 1,201,941</u>	<u>\$ 539,395</u>	<u>\$ 16,523,949</u>

See notes to consolidated financial statements

BRAVE CHURCH

Consolidated Statement of Cash Flows

Year Ended December 31, 2024

CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ 3,663,243
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:	
Depreciation and amortization	1,048,696
Exit of consolidated entity	(2,154,636)
Contributions restricted for long-term purposes	(601,249)
Change in operating assets and liabilities:	
Accounts receivable	(142,771)
Prepaid expenses and other assets	5,981
Accounts payable and accrued liabilities	291,855
Non-cash lease expense	(10,248)
Deferred revenue	(57,873)
Net Cash Provided by Operating Activities	<u>2,042,998</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Purchases of property and equipment	(983,789)
Net Cash Used by Investing Activities	<u>(983,789)</u>

CASH FLOWS FROM FINANCING ACTIVITIES:

Contributions restricted for long-term purposes	601,249
Payments on notes payable	(810,838)
Net Cash Used by Financing Activities	<u>(209,589)</u>

Net Change in Cash, Cash Equivalents, and Restricted Cash 849,620

Cash, Cash Equivalents, and Restricted Cash, Beginning of Year 15,840,240

Cash, Cash Equivalents, and Restricted Cash, End of Year \$ 16,689,860

CASH, CASH EQUIVALENTS, AND RESTRICTED CASH CONSIST OF:

Cash and cash equivalents	\$ 14,543,236
Cash restricted for long-term purposes	<u>2,146,624</u>
	<u>\$ 16,689,860</u>

SUPPLEMENTAL DISCLOSURE AND NON-CASH TRANSACTIONS:

Cash paid for interest	<u>\$ 1,015,167</u>
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See notes to consolidated financial statements

BRAVE CHURCH

Notes to Consolidated Financial Statements

December 31, 2024

1. NATURE OF ORGANIZATION:

BRAVE Church (the Church), in Englewood, Colorado is a not-for-profit corporation that proclaims the gospel and enables members to serve in carrying out the Great Commission. It is dedicated to being a worshiping congregation of joy, a community of faith, a place of learning, where hurts are healed and hopes are realized, where ministry is equipped and enabled, so that we can be sent into life's challenges with purpose, power, and the Lord's presence.

The Church is exempt from income tax under Section 501(c)(3) of the U.S. Internal Revenue Code (the Code) and comparable state law, and contributions to it are tax deductible within the limitations prescribed thereby. The Church has been classified as a publicly supported organization, which is not a private foundation under section 509(a) of the Code.

BRAVE Media was formed in 2004 and is recognized as tax-exempt under Section 501(c)(3) of the Internal Revenue Code. The mission of BRAVE Media is to share the gospel of Jesus Christ globally, with an emphasis on radio ministry and the ministry of Pastor Jeff Schwarzentraub. The assets, liabilities, and activities of BRAVE Media were included in these consolidated financial statements until December 31, 2023. During 2024, a separate board of advisors was created to provide primary oversight and governance for BRAVE Media. Accordingly, the BRAVE Media net assets of \$2,154,636 as of January 1, 2024 are no longer included in these consolidated financial statements. As such, an exit of consolidated entity of (\$2,154,636) is reflected on the consolidated statements of activities.

In 2023, BRAVE Academy was formed. BRAVE Academy is also exempt from income tax under Section 501(c)(3) of the Code. BRAVE Academy provides Christian classical education that equips the next generation with wisdom, virtue, capability, and unfailing faith. The mission of Brave Academy is to challenge brave warriors for courageous kingdom advancement. The assets, liabilities, and activities of BRAVE Academy are included in these consolidated financial statements.

BRAVE CHURCH

Notes to Consolidated Financial Statements

December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The Church maintains its accounts and prepares its financial statements on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America. The preparation of financial statements in accordance with the 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, the disclosure of any contingent assets and liabilities at the date of the consolidated financial statements, and the reported revenues and expenses during the reporting period. Actual results could vary from the estimates. Estimates include depreciation and useful lives, allocation of expense on a functional basis, and valuation of assets held for deferred compensation. The significant accounting policies followed are described below to enhance the usefulness of the consolidated financial statements to the reader.

CASH, CASH EQUIVALENTS, AND CASH RESTRICTED FOR LONG-TERM PURPOSES

Cash, cash equivalents, and cash restricted for long-term purposes contain checking, savings, and money-market mutual fund accounts. As of December 31, 2024 the amounts exceeding the federally insured limits was approximately \$10,721,000. Cash restricted for long-term purposes represents cash to be used for such purposes as church planting, establishing campuses, major building improvements or renovations deemed to substantially improve the ability to execute the ministry of the Church, or other similar purposes determined to advance the gospel domestically or abroad.

ASSETS HELD FOR DEFERRED COMPENSATION

Assets held for deferred compensation consist of cash, mutual funds, and exchange traded funds. Mutual funds and exchange traded funds are measured at fair value. Unrealized gains or losses in fair value, interest, and dividends are recognized in other income on the statement of activities in the year in which they occur.

PROPERTY AND EQUIPMENT

Property and equipment is recorded at cost less accumulated depreciation and any recognized impairment losses. Expenditures of \$5,000 or more for buildings, furnishings and equipment, as well as major improvements are capitalized. Expenditures for repairs and maintenance that do not significantly extend the useful life of the asset are expensed as incurred. Depreciation of property and equipment, other than land and assets under construction, is expensed on a straight-line basis over their estimated useful lives of the asset ranging from 3 to 40 years.

ACCOUNTS RECEIVABLE

Accounts receivable consists of amounts due from students for tuition and fees. Due to immateriality, management has determined that no allowance for credit losses is considered necessary. With this, further disclosures have been omitted due to immateriality.

PERFORMANCE OBLIGATION LIABILITIES

Tuition and fees income for the following school semester is recorded as performance obligation liabilities on the statement of financial position.

BRAVE CHURCH

Notes to Consolidated Financial Statements

December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

CLASSES OF NET ASSETS

The financial statements report amounts separately by class of net assets as follows:

Net assets without donor restrictions are amounts currently available at the discretion of the Board for use in the Church's ministries and those resources invested in land, buildings, and equipment.

Net assets with donor restrictions are amounts restricted by donors for specific purposes, or with a stipulated time restriction.

SUPPORT AND REVENUE

Contributions:

Contributions are recorded when made, which may be when cash or other assets are received or unconditionally promised. Gifts of cash and other assets are reported as restricted support if they are received with donor stipulations that limit the use of the donated amounts. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is satisfied, 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. The Church reports gifts of property and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Church reports expirations of donor restrictions when the donated long-lived assets are placed in service.

Pledges, which are considered intentions received by the Church, are not recognized as contributions in the financial statements.

Tuition income:

Tuition income for BRAVE Academy are recognized as revenue over time in the year in which the academic programs are delivered. Any amounts received prior to the year services are provided are recorded as performance obligation liabilities. Substantially all performance obligation liabilities are recognized in the subsequent reporting period. Any tuition and fees not received until after the activity or service is performed are recorded as accounts receivable until received.

Ministry and other income:

Ministry and other income represents income the Church receives from Café and Resource Center sales, and event registrations. These amounts are recognized when earned, which is at the point of sale or at the time the event takes place.

Investment income:

Investment income and losses are recognized when earned.

BRAVE CHURCH

Notes to Consolidated Financial Statements

December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

FUNCTIONAL ALLOCATION OF EXPENSES

The financial statements report certain categories of expenses that are attributable to one or more program or supporting functions of the Church. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated principally consist of salaries, benefits, other employee-related costs, facility and maintenance, supplies and events, interest, and general operating costs. Depreciation, occupancy, interest, and facility and maintenance costs are allocated on an estimate of usage and all other costs are allocated on the basis of estimated time and effort. Expenses are recorded when incurred in accordance with the accrual basis of accounting.

3. LIQUIDITY AND FUNDS AVAILABLE:

The Church manages liquid resources in order to meet operating cash needs throughout the year. In light of its dependence on weekly contributions without restriction to sustain general operations, the Church does not maintain financial assets that do not have a high degree of liquidity (i.e., restricted cash, investments that are not actively traded in the open market, derivatives, tangible assets such as property, commodities, or etc.). Rather, financial assets are principally held in the form of cash and cash equivalents to ensure such resources are readily available.

As the Church is able to do so, general cash reserves are accumulated throughout the year to mitigate seasonality in contributions. The Church actively limits and oversees its legal and contractual commitments, thereby minimizing fixed monthly costs. In the event of a significant and unexpected cash deficit, the Church may elect to temporarily curtail certain non-critical programs and supporting functions to reduce operating cash needs. The following table reflects the Church's financial assets reduced by amounts not available for general expenditure within one year.

Financial assets:

Cash and cash equivalents	\$ 14,543,236
Cash restricted for long-term purposes	2,146,624
Accounts receivable	243,491
	<u>16,933,351</u>

Less those unavailable for general expenditures within one year due to:

Cash restricted for long term purposes	<u>(2,146,624)</u>
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\$ 14,786,727

BRAVE CHURCH

Notes to Consolidated Financial Statements

December 31, 2024

3. LIQUIDITY AND FUNDS AVAILABLE, continued:

The Church structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Management monitors cash flows closely through board meetings and detailed financial analysis. The Church has certain donor-restricted net assets that are available for general expenditures within one year of December 31, 2024 as the restrictions are expected to be met by conducting the normal activities of the Church in the coming year.

4. ASSETS HELD FOR DEFERRED COMPENSATION:

Assets held for deferred compensation as of December 31, 2024 consist of:

Cash	\$	2,720
Mutual funds		33,262
Exchange traded funds		69,894
		<hr/>
	\$	105,876
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The Church uses appropriate valuation techniques to determine fair value based on inputs available. When available, the Church measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs are not available. Fair value of assets measured on a recurring basis are mutual funds of \$33,262 and exchange traded funds of \$69,894, which are measured using Level 1 inputs.

5. PROPERTY AND EQUIPMENT—NET:

Property and equipment—net, as of December 31, 2024 consist of:

Land and improvements	\$	12,572,841
Buildings and improvements		22,973,109
Leasehold improvements		366,912
Furniture and equipment		3,185,699
		<hr/>
		39,098,561
Less accumulated depreciation		(3,866,072)
		<hr/>
		35,232,489
Construction in process		-
		<hr/>
	\$	35,232,489
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BRAVE CHURCH

Notes to Consolidated Financial Statements

December 31, 2024

6. NOTES PAYABLE–NET:

Notes payable–net, as of December 31, 2024 consist of:

Note payable to a bank, dated April 2023, in the original amount of \$10,000,000. Interest and principal payments of \$85,098 due monthly. Interest rate is 6.03%. The note matures in May 2038. Secured with a deed of trust on real property with net book value of \$15,518,054.	\$ 9,156,787
Note payable to a bank, dated January 2023, in the original amount of \$5,395,000. Interest and principal payments of \$45,071 due monthly. Interest rate is 5.75%. The note matures in February 2038. Secured with a deed of trust on real property with net book value of \$7,912,947.	4,704,673
Note payable to a bank, dated May 2020, in the original amount of \$4,115,512. Interest and principal payments of \$21,999 due monthly. Interest rate is 4.05%. The note matures in June 2030. Secured with a deed of trust on real property with net book value of \$5,645,622.	<u>3,649,866</u>
	<u>\$ 17,511,326</u>

The Church is in compliance with all financial and reporting covenants as of December 31, 2024.

Future principal payments for the notes payable are:

<u>Year Ending December 31,</u>	
2025	\$ 878,114
2026	929,279
2027	983,465
2028	1,040,855
2029	1,101,638
Thereafter	<u>12,577,975</u>
	<u>\$ 17,511,326</u>

Interest expense for the year ended December 31, 2024 was \$1,015,167.

BRAVE CHURCH

Notes to Consolidated Financial Statements

December 31, 2024

7. NET ASSETS WITH DONOR RESTRICTIONS:

Net assets with donor restrictions, as of December 31, 2024, consist of:

Kingdom advancement	\$ 2,146,621
Benevolence	<u>83,303</u>
	<u>\$ 2,229,924</u>

8. EMPLOYEE RETIREMENT PLAN:

The Church contributes to a 403(b) tax sheltered annuity (TSA) retirement plan for eligible employees. The Church contributed \$437,812 for year ended December 31, 2024.

The Church has also established a 409(a) plan for certain qualified employees. Employer contributions to the 409(a) plan were \$55,876 for the year ended December 31, 2024.

9. RELATED PARTY TRANSACTIONS

As part of carrying out the Great Commission, the Church has committed to supporting the mission of BRAVE Media by contributing approximately 5% of its annual contributions to BRAVE Media. For the year ended December 31, 2024, such contributions totaled \$873,032 and are included in Missions in the consolidated statement of functional expenses.

BRAVE CHURCH

Notes to Consolidated Financial Statements

December 31, 2024

10. CORRECTION OF AN ERROR:

During the year ended December 31, 2024, management identified an error related to the prior period. It was determined that as of December 31, 2023, net assets without donor restrictions were understated as excess depreciation was recorded on property and equipment. See below for summary of the restatement:

	<u>As Previously Stated</u>	<u>Prior Period Restatement</u>	<u>As Restated</u>
Net Assets Without Donor Restrictions as of December 31, 2023:	<u>\$ 30,313,085</u>	<u>\$ 645,806</u>	<u>\$ 30,958,891</u>
Net Assets With Donor Restrictions as of December 31, 2023:	<u>\$ 1,641,814</u>	<u>\$ -</u>	<u>\$ 1,641,814</u>
Total Net Assets as of December 31, 2023:	<u>\$ 31,954,899</u>	<u>\$ 645,806</u>	<u>\$ 32,600,705</u>

11. SUBSEQUENT EVENTS:

Subsequent events were evaluated through October 9, 2025, which is the date the financial statements were available to be issued.