

COUNSELING CENTER OF THE NORTH
SHORE, INC., ILLINOIS

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
JUNE 30, 2022

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

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FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT



INDEPENDENT AUDITOR'S REPORT

October 20, 2022

Members of the Board of Directors
Counseling Center of the North Shore, Inc.
Winnetka, Illinois

Opinion

We have audited the accompanying financial statements of the Counseling Center of the North Shore, Inc., (the Center) (a nonprofit organization), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, cash flows, and functional expenses for the year 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 the Counseling Center of the North Shore, Inc., as of June 30, 2022, 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 Center 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 these 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 Center'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, 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 the Center'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 the Center'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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Counseling Center of the North Shore, Inc.'s basic financial statements. The supplemental schedule is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, supplemental schedule is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

FINANCIAL STATEMENTS

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

**Statement of Financial Position
June 30, 2022 and June 30, 2021**

| | <u>2022</u> | <u>2021</u> |
|----------------------------------|-------------------------|-------------------------|
| ASSETS | | |
| Current Assets | | |
| Cash and Investments | \$ 1,092,808 | 1,043,516 |
| Receivables - Net of Allowances | | |
| Accounts | 14,389 | 11,600 |
| Inventory | 136,512 | 117,372 |
| Prepays | 6,287 | 6,131 |
| Total Current Assets | <u>1,249,996</u> | <u>1,178,619</u> |
| Noncurrent Assets | | |
| Capital Assets | | |
| Nondepreciable | 77,243 | 48,000 |
| Depreciable | 174,667 | 174,667 |
| Accumulated Depreciation | <u>(109,203)</u> | <u>(100,044)</u> |
| Total Noncurrent Assets | <u>142,707</u> | <u>122,623</u> |
| Total Assets | <u><u>1,392,703</u></u> | <u><u>1,301,242</u></u> |
| LIABILITIES | | |
| Current Liabilities | | |
| Accounts Payable | 30,084 | 21,977 |
| Compensated Absences | 6,197 | 3,711 |
| Total Current Liabilities | <u>36,281</u> | <u>25,688</u> |
| Noncurrent Liabilities | | |
| Compensated Absences | 24,787 | 14,845 |
| Loan Payable | - | 126,905 |
| Total Noncurrent Liabilities | <u>24,787</u> | <u>141,750</u> |
| Total Liabilities | <u>61,068</u> | <u>167,438</u> |
| NET ASSETS | | |
| With Donor Restrictions | - | - |
| Without Donor Restrictions | <u>1,331,635</u> | <u>1,133,804</u> |
| Total Net Assets | <u>1,331,635</u> | <u>1,133,804</u> |
| Total Liabilities and Net Assets | <u><u>1,392,703</u></u> | <u><u>1,301,242</u></u> |

The notes to the financial statements are an integral part of this statement.

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

Statement of Activities

For the Fiscal Year Ended June 30, 2022

| | Without Donor Restrictions | With Donor Restrictions | Totals |
|---------------------------------------|-------------------------------|----------------------------|-----------|
| Revenues and Other Support | | | |
| Contributions and Bequests | \$ 84,010 | - | 84,010 |
| Grants | 213,743 | - | 213,743 |
| Thrift Shop, Less Operating Costs | 240,069 | - | 240,069 |
| Counseling Fees | 318,187 | - | 318,187 |
| Investment Income (Loss) | (84,659) | - | (84,659) |
| Miscellaneous | 831 | - | 831 |
| Net Assets Released from Restrictions | - | - | - |
| Total Revenues | 772,181 | - | 772,181 |
| Expenses | | | |
| Program Services | | | |
| Clinical Services | 391,345 | - | 391,345 |
| Community Services | 68,899 | - | 68,899 |
| Supporting Services | | | |
| Management and General | 68,821 | - | 68,821 |
| Fundraising | 45,285 | - | 45,285 |
| Total Expenses | 574,350 | - | 574,350 |
| Change in Net Assets | 197,831 | - | 197,831 |
| Net Assets - Beginning | 1,133,804 | - | 1,133,804 |
| Net Assets - Ending | 1,331,635 | - | 1,331,635 |

The notes to the financial statements are an integral part of this statement.

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

Statement of Activities

For the Fiscal Year Ended June 30, 2021

| | Without Donor Restrictions | With Donor Restrictions | Totals |
|---------------------------------------|-------------------------------|----------------------------|-----------|
| Revenues and Other Support | | | |
| Contributions and Bequests | \$ 72,084 | - | 72,084 |
| Grants | 196,872 | - | 196,872 |
| Thrift Shop, Less Operating Costs | 136,410 | - | 136,410 |
| Counseling Fees | 318,515 | - | 318,515 |
| Investment Income | 76,888 | - | 76,888 |
| Special Events | 469 | - | 469 |
| Net Assets Released from Restrictions | - | - | - |
| Total Revenues | 801,238 | - | 801,238 |
| Expenses | | | |
| Program Services | | | |
| Clinical Services | 341,361 | - | 341,361 |
| Community Services | 56,084 | - | 56,084 |
| Supporting Services | | | |
| Management and General | 58,650 | - | 58,650 |
| Fundraising | 40,632 | - | 40,632 |
| Total Expenses | 496,727 | - | 496,727 |
| Change in Net Assets | 304,511 | - | 304,511 |
| Net Assets - Beginning | 829,293 | - | 829,293 |
| Net Assets - Ending | 1,133,804 | - | 1,133,804 |

The notes to the financial statements are an integral part of this statement.

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

Statement of Cash Flows

For the Fiscal Year Ended June 30, 2022

(with Comparative Actuals for the Fiscal Year Ended June 30, 2021)

| | 2022 | 2021 |
|---|-------------------------|-------------------------|
| Cash Flows from Capital and Related Financing Activities | | |
| Purchase of Capital Assets | \$ (29,243) | - |
| Issuance of Debt | - | 126,905 |
| Forgiveness of Debt | (126,905) | (138,900) |
| | <u>(156,148)</u> | <u>(11,995)</u> |
| Cash Flows from Operating Activities | | |
| Change in Net Assets | 197,831 | 304,511 |
| Adjustments to Reconcile Change in Net Assets to Net Cash Provided by (Used in) Operating Activities: | | |
| Depreciation Expense | 9,158 | 9,112 |
| (Increase) Decrease in Assets | (22,085) | (5,912) |
| Increase (Decrease) in Liabilities | 20,536 | (3,907) |
| | <u>205,440</u> | <u>303,804</u> |
| Net Change in Cash and Cash Equivalents | 49,292 | 291,809 |
| Cash and Cash Equivalents - Beginning | <u>1,043,516</u> | <u>751,707</u> |
| Cash and Cash Equivalents - Ending | <u><u>1,092,808</u></u> | <u><u>1,043,516</u></u> |

The notes to the financial statements are an integral part of this statement.

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

**Statement of Functional Expenses
For the Fiscal Year Ended June 30, 2022**

| | Program Services | | | Supporting Services | | | Total Expenses |
|-----------------------------------|-------------------|--------------------|---------|------------------------|-------------|---------|----------------|
| | Clinical Services | Community Services | Totals | Management and General | Fundraising | Totals | |
| Salaries and Related Benefits | | | | | | | |
| Salaries | \$ 281,290 | 52,798 | 334,088 | 37,256 | 30,807 | 68,063 | 402,151 |
| Payroll Taxes | 20,065 | 4,443 | 24,508 | 2,856 | 1,587 | 4,443 | 28,951 |
| Employee Insurance and Retirement | 26,296 | 6,421 | 32,717 | 4,128 | 2,293 | 6,421 | 39,138 |
| | 327,651 | 63,662 | 391,313 | 44,240 | 34,687 | 78,927 | 470,240 |
| Other Expenses | | | | | | | |
| Professional Fees | 15,193 | 1,899 | 17,092 | 18,991 | 1,899 | 20,890 | 37,982 |
| Communications | 3,398 | 1,133 | 4,531 | 1,133 | 5,663 | 6,796 | 11,327 |
| Utilities | 10,466 | 654 | 11,120 | 1,308 | 654 | 1,962 | 13,082 |
| Supplies | 2,368 | 148 | 2,516 | 296 | 148 | 444 | 2,960 |
| Repairs and Maintenance | 9,472 | 592 | 10,064 | 1,184 | 592 | 1,776 | 11,840 |
| Insurance | 6,084 | 358 | 6,442 | 716 | - | 716 | 7,158 |
| Special Event | - | - | - | - | 1,189 | 1,189 | 1,189 |
| Miscellaneous | 13,719 | 266 | 13,985 | 532 | 266 | 798 | 14,783 |
| | 60,700 | 5,050 | 65,750 | 24,160 | 10,411 | 34,571 | 100,321 |
| Depreciation | 2,994 | 187 | 3,181 | 421 | 187 | 608 | 3,789 |
| Total Functional Expenses | 391,345 | 68,899 | 460,244 | 68,821 | 45,285 | 114,106 | 574,350 |

The notes to the financial statements are an integral part of this statement.

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

**Statement of Functional Expenses
For the Fiscal Year Ended June 30, 2021**

| | Program Services | | | Supporting Services | | | Total Expenses |
|-----------------------------------|-------------------|--------------------|---------|------------------------|-------------|--------|----------------|
| | Clinical Services | Community Services | Totals | Management and General | Fundraising | Totals | |
| Salaries and Related Benefits | | | | | | | |
| Salaries | \$ 245,154 | 42,148 | 287,302 | 38,182 | 32,396 | 70,578 | 357,880 |
| Payroll Taxes | 22,148 | 4,307 | 26,455 | 2,769 | 1,538 | 4,307 | 30,762 |
| Employee Insurance and Retirement | 28,935 | 5,626 | 34,561 | 3,617 | 2,009 | 5,626 | 40,187 |
| | 296,237 | 52,081 | 348,318 | 44,568 | 35,943 | 80,511 | 428,829 |
| Other Expenses | | | | | | | |
| Professional Fees | 7,192 | 899 | 8,091 | 8,990 | 899 | 9,889 | 17,980 |
| Communications | 6,682 | 1,114 | 7,796 | 1,114 | 2,227 | 3,341 | 11,137 |
| Utilities | 8,992 | 562 | 9,554 | 1,124 | 562 | 1,686 | 11,240 |
| Supplies | 760 | 48 | 808 | 95 | 48 | 143 | 951 |
| Repairs and Maintenance | 8,193 | 512 | 8,705 | 1,024 | 512 | 1,536 | 10,241 |
| Insurance | 7,252 | 427 | 7,679 | 853 | - | 853 | 8,532 |
| Miscellaneous | 3,057 | 254 | 3,311 | 507 | 254 | 761 | 4,072 |
| | 42,128 | 3,816 | 45,944 | 13,707 | 4,502 | 18,209 | 64,153 |
| Depreciation | 2,996 | 187 | 3,183 | 375 | 187 | 562 | 3,745 |
| Total Functional Expenses | 341,361 | 56,084 | 397,445 | 58,650 | 40,632 | 99,282 | 496,727 |

The notes to the financial statements are an integral part of this statement.

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

Notes to the Financial Statements

June 30, 2022

NOTE 1 – NATURE OF ORGANIZATION

The Counseling Center of the North Shore (the Center) is a not-for-profit corporation incorporated in Illinois to provide psychological and emotional support for people who live, work, worship or attend school in New Trier and Northfield Townships. The Center provides individual and family counseling sessions with a commitment to clients in need, regardless of their ability to pay. Additionally, the Center provides educational programs and newsletters that enrich community life and serves as a resource to local organizations and businesses within the community.

The Center operates a community thrift shop in Winnetka that sells donated gently used household items, clothing and other goods. Revenues generated from thrift shop sales are used to help fund the services of the Center.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting in which revenue is recognized when earned and expenses are recognized when incurred.

Net Assets

The Center's financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. Net assets of Center 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 the organization. These net assets may be used at the discretion of the Center'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 the Center or by the passage of time. Other donor restrictions are perpetual in nature, where by 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 Statement of Activities.

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

Notes to the Financial Statements

June 30, 2022

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Cash and Investments

For the purpose of the Statement of Financial Position and Statement of Cash Flows, the Center's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of purchase.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Counseling Center of the North Shore categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Investment Income

The Center records investment income earned on net assets with donor restrictions and without donor restrictions as without donor restricted revenue.

Receivables

In the financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances include client fees, sales and use taxes, and grants.

Prepays/Inventories

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in the financial statements. Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of prepaids/inventories are recorded as expenditures when consumed rather than when purchased.

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

Notes to the Financial Statements

June 30, 2022

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Capital Assets

Capital assets purchased or acquired with an original cost of \$3,000, depending on asset class, or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

| | |
|-------------------------|---------------|
| Building and Remodeling | 10 - 40 Years |
| Furniture and Equipment | 5 - 15 Years |

Compensated Absences

Employees of the Center are entitled to paid vacation, paid sick days and personal days off. Depending on job classification, length of service, and other factors. Estimates of compensation for future absences are made based thereon and recognized as they are earned by the employees.

Long-Term Obligations

In the statement of financial position, long-term debt and other long-term obligations are reported as liabilities. Loans payable are reported net of the applicable premium or discount. Issuance costs are reported as expenses at the time of issuance.

Contributed Revenue

Contributions that are restricted by donors are reported as increases in net assets without donor restrictions if the restrictions are satisfied or expire in the reporting period in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When restrictions expire (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.

Contributions due in the next year are reflected as current promises to give and are recorded at their net realized value. Unconditional promises to give due in subsequent years are reflected as long-term promises to give and are recorded at the present value of their net realizable value, using risk-free interest rates applicable to the years in which the promises are received to discount the amounts.

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

Notes to the Financial Statements

June 30, 2022

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Income Taxes

The Center is exempt from income tax under IRC section 501(c)(3), and similarly, is exempt from State of Illinois taxes under the Illinois Tax Act Section 205(a), though it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the Code. The Center 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. The Center has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements. There was no unrelated business income for the year ended June 30, 2022.

The Center's Forms 990, *Return of Organization Exempt from Income Tax*, are subject to examination by the IRS, generally, for three years after they were filed. Annual filings with the State of Illinois are, similarly, subject to examination.

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 reported period. Actual results could differ from those estimates.

Functional Allocation of Expenses

The costs of providing the various programs and supporting services have been summarized on a functional basis in the statement of functional expenses. Functional expenses which are not directly attributable to one function are allocated between program, management and general, and fundraising services based on the number of employees involved, the amount of time spent, the percentage of their salary associated with the time and on estimated made by the Center's management.

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

Notes to the Financial Statements June 30, 2022

NOTE 3 – CASH AND INVESTMENTS

At year-end the carrying amount of the Center's cash deposits totaled \$280,670 and the bank balances totaled \$276,303. The entire balance of deposits was fully insured by federal deposit insurance.

The Center's investments at June 30, 2022 consisted of \$812,138 invested in mutual funds.

The fair values of assets measured on a recurring basis at June 30, 2022 are as follows:

| | Level 1 | Level 2 | Level 3 | Total |
|--------------|------------|---------|---------|---------|
| Mutual Funds | \$ 812,138 | - | - | 812,138 |

There were no changes in the valuation techniques used for measuring fair value during the year ended June 30, 2022.

Concentration Risk. This is the risk of loss attributed to the magnitude of the Center's investment in a single issuer. The Center places its temporary cash and money market accounts with creditworthy, high-quality financial institutions. The Center maintains its cash in various bank deposit accounts which, at times, may exceed federally insured limits. The Center has not experienced any losses in such accounts.

The Center has significant investments in stocks, bonds, and mutual funds and, therefore, is subject to concentrations of credit risk. Investments are made by the investment managers engaged by the Center, and the investments are monitored for the Center by an investment advisor. Although the fair value of investments is subject to fluctuations on a year-to-year basis, management believes the investment policy is prudent for the long-term welfare of the Center and its beneficiaries.

The Center's investment income (loss) was comprised of the following:

| | |
|--|-----------------|
| Interest Income | \$ 240 |
| Net Realized and Unrealized Gains/(Losses) | (109,380) |
| Dividends | 24,481 |
| | <u>(84,659)</u> |

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

Notes to the Financial Statements

June 30, 2022

NOTE 4 – ACCOUNTS RECEIVABLE

Accounts receivable for the year was as follows:

| | |
|---|------------------|
| Counseling Fees (Less Allowance for Uncollectible Accounts of \$6,246) | <u>\$ 14,389</u> |
|---|------------------|

NOTE 5 – EMPLOYEE BENEFIT PLANS

The Center participates in a tax deferred salary reduction plan covering eligible employees, as defined in the Plan. The Plan provides for contributions at the discretion of the Board of Directors. For the year ended June 30, 2022, the Center's estimated contributions to this plan were \$14,931.

NOTE 6 – CAPITAL ASSETS

Capital asset activity for the year was as follows:

| | Beginning Balances | Increases | Decreases | Ending Balances |
|--------------------------------------|-----------------------|----------------|-----------|--------------------|
| Nondepreciable Capital Assets | | | | |
| Land | \$ 48,000 | - | - | 48,000 |
| Construction in Progress | - | 29,243 | - | 29,243 |
| | <u>48,000</u> | <u>29,243</u> | <u>-</u> | <u>77,243</u> |
| Depreciable Capital Assets | | | | |
| Buildings and Remodeling | 148,311 | - | - | 148,311 |
| Furniture and Equipment | 26,356 | - | - | 26,356 |
| | <u>174,667</u> | <u>-</u> | <u>-</u> | <u>174,667</u> |
| Less Accumulated Depreciation | | | | |
| Buildings and Remodeling | 82,764 | 8,150 | - | 90,915 |
| Furniture and Equipment | 17,280 | 1,008 | - | 18,288 |
| | <u>100,044</u> | <u>9,158</u> | <u>-</u> | <u>109,203</u> |
| Total Net Depreciable Capital Assets | <u>74,623</u> | <u>(9,158)</u> | <u>-</u> | <u>65,464</u> |
| Total Net Capital Assets | <u>122,623</u> | <u>20,085</u> | <u>-</u> | <u>142,707</u> |

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

Notes to the Financial Statements June 30, 2022

NOTE 7 – LONG-TERM DEBT

Loans Payable

The Center entered into a loan payable for the Paycheck Protection Program. Loans payable are direct obligations and pledge the full faith and credit of the Center. There was no repayment schedule available as of the date of this report. Loans payable currently outstanding are as follows:

| <u>Issue</u> | <u>Beginning Balances</u> | <u>Issuances</u> | <u>Retirements</u> | <u>Ending Balances</u> |
|---|-------------------------------|------------------|--------------------|----------------------------|
| \$126,905 Loan Payable of 2021, due in monthly installments of \$5,341, including interest at 1.00% through February 18, 2023. | \$ 126,905 | - | 126,905 | - |

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

| <u>Type of Debt</u> | <u>Beginning Balances</u> | <u>Additions</u> | <u>Deductions</u> | <u>Ending Balances</u> | <u>Amounts Due within One Year</u> |
|----------------------|-------------------------------|------------------|-------------------|----------------------------|--|
| Compensated Absences | \$ 18,556 | 24,856 | 12,428 | 30,984 | 6,197 |
| Loan Payable | 126,905 | - | 126,905 | - | - |
| Total | 145,461 | 24,856 | 139,333 | 30,984 | 6,197 |

The Center applied for forgiveness of the Paycheck Protection Program loan with the United States Small Business Association for the Loan Payable of 2021. The Center received notification of forgiveness and the forgiveness is shown as a grant on the Statement of Activities.

NOTE 8 – NET ASSETS

Without Donor Restrictions

Net assets without donor restrictions as of June 30, 2022 was comprised of the following:

| | |
|------------------|------------------|
| Board Designated | \$ - |
| Undesignated | <u>1,331,635</u> |
| Total | <u>1,331,635</u> |

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

**Notes to the Financial Statements
June 30, 2022**

NOTE 9 – CONTRIBUTED NONFINANCIAL ASSETS

For the year ended June 30, 2022, contributed nonfinancial assets recognized with the Statement of Activities included:

Thrift Store Services \$40,950

The Center recognized contributed nonfinancial assets within revenue, related to its retail operations. All the contributed nonfinancial assets did not have any donor-imposed restrictions. In valuing these services, the Center estimated the fair value on the basis of estimate of hours and minimum wage. Contributed services recognized comprise of retail operations. Contributed services are valued and are reported at the estimated fair value in the financial statements based on current rates for similar services.

NOTE 10 – AVAILABILITY AND LIQUIDITY

The following represents the Center’s financial assets at June 30, 2022:

| | |
|--|-------------------------|
| Financial Assets at Year End: | |
| Cash and Investments | \$ 1,092,808 |
| Receivable | 14,389 |
| Inventory | <u>136,512</u> |
| Total Financial Assets | <u>1,243,709</u> |
| Less Amounts not Available to be used within one year: | |
| Net Assets with Donor Restrictions | <u>-</u> |
| Financial Assets Available to Meet General Expenditures over the Next Twelve Months | <u><u>1,243,709</u></u> |

The Center’s goal is generally to maintain financial assets which represent 50% of the current year operating expenses.

SUPPLEMENTAL SCHEDULE

COUNSELING CENTER OF THE NORTH SHORE, INC., ILLINOIS

Schedule of Thrift Shop Operations

For the Fiscal Year Ended June 30, 2022

(with Comparative Actuals for the Fiscal Year Ended June 30, 2021)

| | <u>2022</u> | <u>2021</u> |
|--|----------------|----------------|
| Revenues | | |
| Donated Merchandise Sold | \$ 567,870 | 451,719 |
| Volunteer Services - Contributed Nonfinancial Assets | 40,950 | 36,010 |
| Total Revenues | <u>608,820</u> | <u>487,729</u> |
| Operating Expenses | | |
| Compensation | 228,251 | 213,989 |
| Compensation - Contributed Nonfinancial Assets | 40,950 | 36,010 |
| Payroll Taxes | 19,474 | 22,867 |
| Employee Insurance and Retirement | 16,788 | 24,258 |
| Professional Fees | 27,205 | 21,770 |
| Communications | 4,231 | 2,816 |
| Utilities | 7,544 | 8,555 |
| Supplies | 4,773 | 5,337 |
| Repairs and Maintenance | 6,158 | 4,732 |
| Insurance | 3,765 | 1,780 |
| Special Event | 116 | - |
| Miscellaneous | 4,127 | 3,838 |
| Depreciation | 5,369 | 5,367 |
| Total Operating Expenses | <u>368,751</u> | <u>351,319</u> |
| Net Operating Revenues | <u>240,069</u> | <u>136,410</u> |