

CENTREPOINTE COUNSELING, INC.

FINANCIAL STATEMENTS

JUNE 30, 2022 AND 2021



CENTREPOINTE COUNSELING, INC.  
FINANCIAL STATEMENTS  
JUNE 30, 2022 AND 2021

TABLE OF CONTENTS

	<u>Page Number</u>
Independent Accountant's Review Report	1-2
Statements of Financial Position	3
Statements of Activities	4
Statements of Functional Expenses	5-6
Statements of Cash Flows	7
Notes to Financial Statements	8-15



INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors  
CentrePointe Counseling, Inc.  
Ashton, MD

We have reviewed the accompanying financial statements of CentrePointe Counseling, Inc, (CPCI), a nonprofit charitable organization, which comprise the statements of financial position as of June 30, 2022, and the related statement of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

The financial statements of CentrePointe Counseling, Inc. as of June 30, 2021, were reviewed by other accountants whose report dated September 9, 2021, stated that based on their procedures, they were not aware of any material modifications that should be made to those financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

**Management's Responsibility 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; this includes 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.

**Accountant's Responsibility**

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.



**Accountant's Conclusion**

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

A handwritten signature in cursive script that reads "Alan L. Gordon, CPA, P.A.".

ALAN L. GORDON, CPA, P.A.

ROCKVILLE, MARYLAND  
September 28, 2022



CENTREPOINTE COUNSELING, INC  
STATEMENTS OF FINANCIAL POSITION  
JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>		
Current Assets		
Cash and cash equivalents	\$ 220,655	\$ 237,390
Investments	44,957	51,405
Accounts receivable (net of allowance for doubtful accounts)	121,777	71,637
Prepaid expense	-	1,339
Total Current Assets	<u>387,389</u>	<u>361,771</u>
Property and Equipment (net of accumulated depreciation)	<u>1,152</u>	<u>866</u>
Net Property and Equipment	<u>1,152</u>	<u>866</u>
<b>TOTAL ASSETS</b>	<b>\$ <u>388,541</u></b>	<b>\$ <u>362,637</u></b>
 <b>LIABILITIES AND NET ASSETS</b>		
Current Liabilities		
Accounts payable	\$ 9,614	\$ 6,813
Accrued expenses	<u>150,967</u>	<u>120,323</u>
Total Current Liabilities	<u>160,581</u>	<u>127,136</u>
<b>TOTAL LIABILITIES</b>	<u>160,581</u>	<u>127,136</u>
Net Assets		
Without donor restrictions	185,178	218,638
With donor restrictions	<u>42,782</u>	<u>16,863</u>
Total Net Assets	<u>227,960</u>	<u>235,501</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ <u>388,541</u></b>	<b>\$ <u>362,637</u></b>



CENTREPOINTE COUNSELING, INC.  
STATEMENT OF ACTIVITIES

	FISCAL YEAR ENDED JUNE 30, 2022			FISCAL YEAR ENDED JUNE 30, 2021		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenue						
Program services	\$ 1,218,176	\$ 14,324	\$ 1,232,500	\$ 1,215,685	\$ -	\$ 1,215,685
Donated facilities	100,800	-	100,800	100,800	-	100,800
Contributions and fundraising	24,244	32,500	56,744	28,950	32,921	61,871
Investment income (loss)	(6,448)	-	(6,448)	6,671	-	6,671
Released from restrictions	20,905	(20,905)	-	19,515	(19,515)	-
PPP loan forgiveness	-	-	-	167,300	-	167,300
Total Revenue	1,357,677	25,919	1,383,596	1,538,921	13,406	1,552,327
Expenses						
Program	1,038,046	-	1,038,046	1,026,848	-	1,026,848
General and administrative	349,221	-	349,221	321,151	-	321,151
Fundraising	3,870	-	3,870	4,634	-	4,634
Total Expenses	1,391,137	-	1,391,137	1,352,633	-	1,352,633
Change in Net Assets	(33,460)	25,919	(7,541)	186,288	13,406	199,694
Net Assets Beginning of Year	218,638	16,863	235,501	32,350	3,457	35,807
Net Assets End of Year	\$ 185,178	\$ 42,782	\$ 227,960	\$ 218,638	\$ 16,863	\$ 235,501





CENTREPOINTE COUNSELING, INC.  
STATEMENT OF FUNCTIONAL EXPENSES  
FISCAL YEARS ENDED JUNE 30, 2022

	Program Activity	Supporting Activities				Total Expenses
		General & Administrative	Fundraising	Supporting	Total	
Salaries and wages	\$ 774,996	\$ 238,846	\$ -	\$ 238,846	\$ 1,013,842	
Employer payroll taxes	54,819	16,895	-	16,895	71,714	
Employer pension expense	-	5,720	-	5,720	5,720	
Other employee benefits	-	3,067	-	3,067	3,067	
Grants	2,447	-	-	-	2,447	
Dues	-	5,370	-	5,370	5,370	
Hospitality and staff	-	296	-	296	296	
Medical billing	115,064	-	-	-	115,064	
Insurance	-	10,970	-	10,970	10,970	
Office	-	1,701	-	1,701	1,701	
Payroll fees	-	5,160	-	5,160	5,160	
Phone and internet	-	33,335	-	33,335	33,335	
Professional fees	-	14,588	-	14,588	14,588	
Publicity	-	968	3,870	4,838	4,838	
Travel expense	-	1,591	-	1,591	1,591	
Depreciation	-	514	-	514	514	
Bank service charges	-	120	-	120	120	
Donated facilities	90,720	10,080	-	10,080	100,800	
<b>TOTAL EXPENSES</b>	<b>\$ 1,038,046</b>	<b>\$ 349,221</b>	<b>\$ 3,870</b>	<b>\$ 353,091</b>	<b>\$ 1,391,137</b>	

CENTREPOINTE COUNSELING, INC.  
STATEMENT OF FUNCTIONAL EXPENSES  
FISCAL YEARS ENDED JUNE 30, 2021

	Program Activity	Supporting Activities			Total Expenses
		General & Administrative	Fundraising	Supporting	
Salaries and wages	\$ 853,537	\$ 249,034	\$ -	\$ 249,034	\$ 1,102,571
Employee benefits	-	500	-	500	500
Dues	-	860	-	860	860
Hospitality and staff	-	264	-	264	264
Medical billing	82,591	-	-	-	82,591
Insurance	-	11,363	-	11,363	11,363
Office	-	1,001	-	1,001	1,001
Payroll fees	-	4,792	-	4,792	4,792
Phone and internet	-	30,113	-	30,113	30,113
Professional fees	-	11,150	-	11,150	11,150
Publicity	-	1,158	4,634	5,792	5,792
Depreciation	-	830	-	830	830
Miscellaneous	-	6	-	6	6
Donated facilities	90,720	10,080	-	10,080	100,800
<b>TOTAL EXPENSES</b>	<b>\$ 1,026,848</b>	<b>\$ 321,151</b>	<b>\$ 4,634</b>	<b>\$ 325,785</b>	<b>\$ 1,352,633</b>



CENTREPOINT COUNSELING, INC  
 STATEMENTS OF CASH FLOWS  
 FISCAL YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
Cash Flow for Operating Activities		
Change in net assets	\$ (7,541)	\$ 199,694
Adjustments to reconcile the change in net assets to net cash used in operating activities:		
Add: Depreciation	514	830
Net unrealized loss (gain) on investments	8,596	(5,118)
Changes in certain assets and liabilities:		
Accounts receivable	(50,140)	2,667
Prepaid expenses	1,339	(943)
Accounts payable	2,801	50
Accrued expenses	30,644	6,883
PPP loan forgiveness	-	(167,300)
Net cash (used) provided by operating activities	<u>(13,787)</u>	<u>36,763</u>
Cash Flow from Investing Activities		
Purchase of property and equipment	(800)	-
Dividends reinvested	(2,148)	(1,555)
Net cash (used) by investing activities	<u>(2,948)</u>	<u>(1,555)</u>
Net (decrease) increase in cash and cash equivalents	(16,735)	35,208
Cash and cash equivalents , beginning of year	237,390	202,182
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 220,655</u>	<u>\$ 237,390</u>
Supplemental Information		
Interest paid	<u>-</u>	<u>-</u>



CENTREPOINTE COUNSELING, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022

**NOTE 1 – NATURE OF ORGANIZATION**

**Organization** - CentrePointe Counseling, Inc. (CPCI) is a 501(c)(3) non-profit organization incorporated in the state of Maryland in 1982 and reorganized via a merger with Prince Georges Pastoral Counseling Center, Inc. in 2004.

**Mission** - The organization is a licensed clinical practice that provides Christian counseling and consultation services designed to promote healthy individuals, leading to healthy families, churches, schools, and communities.

CPCI provides Christ-centered professional counseling and consultation services for individuals, families, and organizations. CPCI, in cooperation with area churches and organizations, operates approximately 25 offices in Maryland and Virginia. CPCI generates most of its revenue from providing counseling services at an affordable cost that is indexed to each client's financial situation. CPCI receives payments directly from patients, however the majority of payments are billed to and paid by the patient's insurance.

**NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES**

**Basis of accounting** – The financial statements have been prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles. Revenues are recognized when earned and expenses are recognized when incurred.

**Use of estimates** – The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

**Cash and cash equivalents** – For purposes of the statement of cash flows, cash equivalents include cash on hand and demand deposits.

**Contributions** – Any contributions subject to donor-imposed restrictions are initially recorded as assets with donor restrictions. Once restrictions are met, the contributions are reclassified to assets without donor restrictions and will appear on the Statement of Activities as "Released from restriction." Any contributions of property and equipment are recorded at fair value on the date of donation.



CENTREPOINTE COUNSELING, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022

**NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Contributed services are only recorded if they meet the requirements for recognition (such as if they require specialized skills). These requirements are outlined in the Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) 958-605-25-16, "Contributed Services." CPCI does not have any volunteers that meet the criteria for recognition, and they are not, therefore, reflected in the financial statements.

**Property, equipment, and depreciation** – Property and equipment is stated at the cost assigned as of the date of acquisition. Depreciation is provided on the straight-line methods over estimated useful lives of the assets. The estimated useful lives of the depreciable assets are:

Computer and equipment	5	years
Furniture and fixtures	7	years
Leasehold improvements	10	years

**Net asset classes** – Net asset classes and changes therein are classified as follows:

Net assets without donor restrictions - Net assets not subject to donor-imposed restrictions. It is the policy of CPCI to designate donor gifts without restriction at the discretion of the Board of Directors in accordance with the CPCI bylaws. Additionally, all fundraisers are considered without donor restrictions.

Net assets with donor restrictions - Net assets subject to donor-imposed stipulations that will be met by actions of CPCI and/or the passage of time. When a donor stipulated restriction ends or a 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. Net assets with donor restrictions also includes endowments and other funds with donor-imposed stipulations requiring that they be maintained permanently by CPCI. The income from these assets is available for either general operations or specific programs as specified by the donor. Restrictions which have been met are reported as revenues released from restrictions on the Statement of Activities.

At the end of the current fiscal year, CPCI had \$42,782 of cash in a designated bank account, all of which is subject to donor restrictions to be used as scholarships or financial aid to offset counseling costs for clients who may not otherwise be able to afford the services. All other assets are classified as without donor restrictions as of June 30, 2022. As of the end of the prior fiscal year, CPCI had \$16,863 of cash subject

See Accountant's Review Report



CENTREPOINTE COUNSELING, INC.  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2022

**NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)**

to donor-imposed restrictions with all remaining assets classified as without donor restrictions.

	<u>Fiscal Year Ended June 30, 2022</u>			
	<u>Beginning</u>			<u>Ending</u>
	<u>Balance</u>	<u>Additions</u>	<u>Releases</u>	<u>Balances</u>
Samaritan Fund	\$ 16,863	\$ 45,824	\$ 19,905	\$ 42,782
Women helping Women	-0-	1,000	1,000	-0-
Total	<u>\$ 16,863</u>	<u>\$ 46,824</u>	<u>\$ 20,905</u>	<u>\$ 42,782</u>

	<u>Fiscal Year Ended June 30, 2021</u>			
	<u>Beginning</u>			<u>Ending</u>
	<u>Balance</u>	<u>Additions</u>	<u>Releases</u>	<u>Balances</u>
Samaritan Fund	\$ 3,457	\$ 27,921	\$ 14,515	\$ 16,863
BCMD Grant	-0-	5,000	5,000	-0-
Total	<u>\$ 3,457</u>	<u>\$ 32,921</u>	<u>\$ 19,515</u>	<u>\$ 16,863</u>

**Functional allocation of expenses** – The Statement of Activities presents expenses by functional classification (program, general and administrative, and fundraising). The Statement of Functional Expenses presents these same expenses by functional and natural classification (operational, contracted services, etc.). Donated facility costs have been allocated among functional categories using a subjective basis.

**NOTE 3 – ACCOUNTS RECEIVABLE**

The net accounts receivable balance of \$121,777 (net of \$42,729 allowance for doubtful accounts) as of June 30, 2022, and \$71,637 (net of \$33,018 allowance for doubtful accounts) as of June 30, 2021 consists of amounts that have been billed to insurance companies and amounts charged to patients as co-pays. The allowance for doubtful accounts is related to payment adjustments made by the insurance companies and is based on historical data. The organization writes off amounts when they are determined to be uncollectable. For the fiscal years ended June 30, 2022 and 2021 CPCI recorded total bad debt expense of \$-0- and \$-0-, respectively.

**NOTE 4 – CONCENTRATIONS OF RISK**

The organization maintains its cash balances at a single financial institution. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000 in



CENTREPOINTE COUNSELING, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022

**NOTE 4 – CONCENTRATIONS OF RISK (Continued)**

the financial institution. From time-to-time deposits may exceed insured limits. As of June 30, 2022 and 2021, respectively, the organization's cash balances were within the insured limit.

**NOTE 5 – LIQUIDITY AND AVAILABILITY OF RESOURCES**

The following reflects CPCI's financial assets as of the respective balance sheet dates, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date. As of the balance sheet date, the vast majority of financial assets were available for general expenditure.

	<u>2022</u>	<u>2021</u>
Financial assets, at year end	\$ 265,612	\$ 288,795
Less, Those unavailable for general expenditure within one year due to:		
Contractual or donor-imposed restriction	<u>(42,782)</u>	<u>(16,863)</u>
Financial assets available to meet cash needs for general expenditures within one year	\$ <u>222,830</u>	\$ <u>271,932</u>

CPCI is substantially supported by unrestricted payments for services provided. Most of the assets available, including receivables, are unrestricted and available for general expenditure as needed. The Board of Directors considers the Vanguard investment account a board designated account, however it does not place any restriction on the usage of the funds. They are available as needed without prior approval for any purpose, including day-to-day operations. It is, effectively, a savings account and the Board transfers funds into the account as the cash balance in their operating account is deemed large enough to meet immediate needs. Conversely, the Board transfers funds out of the investment account as needed to meet immediate liquidity needs. The primary stressor to liquidity is bi-monthly payroll. The amount needed to meet the needs of payroll fluctuates since all the counselors are paid by commission related to CPCI's cash collections.

**NOTE 6 - INVESTMENTS**

CPCI classifies its investments as available for sale and records investments at fair market value. Investments in marketable securities with readily determinable fair



CENTREPOINTE COUNSELING, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022

**NOTE 6 – INVESTMENTS (Continued)**

market values are reported at their fair values based on quoted prices in active markets (Level 1 measurements) in the Statement of Financial Position. Net realized gains and losses from investments are determined using the average cost method of the investments sold.

The Board has established an objective of preserving capital and providing for long term moderate growth. Therefore, the Board has elected to place its investments in one diversified mutual fund which it believes will meet its objectives. The amounts placed in the investment account have been established as a Board Designated Fund. Withdrawals from the Fund require Board notification; however, these assets have no restrictions as to their usage.

For the years ended June 30, 2022, and 2021, proceeds from sales of investments were \$-0- and \$-0-, respectively. Unrealized (loss) gain was (\$8,596) and \$5,118 for the years ended June 30, 2022, and 2021 respectively. Dividends received were \$2,148 and \$1,553, respectively. Dividends received are net of fees charged by the mutual fund.

The mutual fund value as of June 30, 2022 and 2021 were \$44,957 and \$51,405, respectively.

**NOTE 7 – PROPERTY AND EQUIPMENT**

As of June 30, 2022 and 2021, property and equipment consisted of the following:

	<u>2022</u>		<u>2021</u>
Computer and equipment	\$ 6,583	\$	5,783
Furniture and fixtures	7,503		7,503
Leasehold improvements	788		788
Total cost	<u>14,874</u>		<u>14,074</u>
Accumulated depreciation	<u>(13,722)</u>		<u>(13,208)</u>
Net Property and Equipment	\$ <u>1,152</u>	\$	<u>866</u>

Depreciation expense for the years ended June 30, 2022 and 2021 were \$514 and \$830, respectively.

**NOTE 8 – ACCRUED EXPENSES**

Accrued expenses primarily represent wages payable (including performance bonuses earned during the fiscal year but not paid until the first month after the close



CENTREPOINTE COUNSELING, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022

**NOTE 8 – ACCRUED EXPENSES (Continued)**

of the year) and related payroll taxes for counselors who are paid a commission as fees are collected from insurance companies and self-pay individuals. Accrued expenses also include vacation earned by employees and amounts due to the company pension plan.

**NOTE 9 – PENSION PLAN**

CPCI has established a qualified pension plan under Section 403(b) of the Internal Revenue Code. Employees are allowed to make contributions up to the amounts allowable under current law. Employer contributions may be made at the discretion of the Board. Employer contributions made to the plan were \$5,720 and \$-0- for the years ended June 30, 2022, and 2021 respectively. Total amounts due to the plan at fiscal year end were \$3,664 and \$5,804, respectively. The amounts due to the plan for both years is composed entirely of employee salary deferrals.

**NOTE 10 – LEASES / DONATED FACILITIES**

CPCI receives free usage of space at various churches for counselors to meet with patients. For the years ended June 30, 2022, and 2021 CPCI reported estimated in-kind rent of \$100,800 and \$100,800, respectively. These estimates are based on the total space provided times the estimated market value of equivalent office space. The expenses appear on the Statement of Activities within the "Donated Facilities" revenue line item. They are offset by the same amount on the Statement of Functional Expenses as "Donated Facilities" expense. There is no formal lease agreement between CPCI and the churches nor is there any common ownership or governance, therefore there are no lease obligations to disclose.

**NOTE 11 – REVENUE RECOGNITION**

In May 2014, the FASB issued Accounting Standards Update ("ASU") No. 2014-09, Revenue from Contracts with Customers (Topic 606). This ASU is based on the principle that revenue is recognized to depict the transfer of goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The ASU also requires additional disclosure about the nature, amount, timing and uncertainty of revenue and cash flows arising from customer contracts, including significant judgments and changes in judgments and assets recognized from costs incurred to obtain or fulfill a contract.



CENTREPOINTE COUNSELING, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022

**NOTE 11 – REVENUE RECOGNITION (Continued)**

The organization adopted this new revenue recognition standard along with its related amendments on July 1, 2020 with retrospective application. The adoption of the new standard resulted in no adjustments to net assets.

The organization determines revenue recognition by (1) identifying the contract with the customer; (2) identifying the performance obligations in the contract; (3) determining the transaction price; (4) allocating the transaction price to performance obligations in the contract; and (5) recognizing revenue when, or as, the organization satisfies performance obligations by transferring the promised goods or services. Performance obligations are met by the organization as counseling services are rendered to patients and thus revenue is not recognized until sessions are.

**NOTE 12 – COVID-19 IMPACT**

CPCI initially experienced a decrease in counseling sessions and income at the outset of COVID-19. The organization was, however, able to quickly mitigate the consequences by transitioning their services to telehealth (online) sessions. As time passed, the organization has seen an increase in counseling sessions and income, partially due to an increase in demand for mental health services as a result of the pandemic. The fiscal years ended June 30, 2022 and 2021 had increasing revenue over prior years, and furthermore, had more revenue than any of the recent years before the COVID-19 pandemic began. Because the organization pays its counselors based on a commission relative to their cash collections, payroll generally decreased along with any decrease in counseling hours provided to clientele. These commissions are the single largest expense incurred by the organization and because they are directly correlated to cash collections, the organization has the ability to adapt to unpredictable changes due to outside factors without facing significant detrimental impacts.

**NOTE 13 – PAYCHECK PROTECTION PROGRAM NOTE PAYABLE AND FORGIVENESS**

To help maintain working capital and cover overhead, the organization applied for and received a loan in May 2020 from PNC Bank as part of the Paycheck Protection Program. Application for the loan was not due to any imminent working capital shortfalls, but rather as a proactive measure to avoid future challenges.

As of June 30, 2021, the organization applied for and received forgiveness of the loan in March 2021. It is reported on the Statement of Activities for the year ended June 30, 2021 as revenue without donor restrictions.







CENTREPOINTE COUNSELING, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022

**NOTE 14 – INCOME TAXES**

CPCI is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, the accompanying financial statements do not reflect a provision or liability for federal and state income taxes. CPCI has determined that it does not have any material unrecognized tax benefits or obligations as of June 30, 2022. The CPCI tax returns for the years ended June 30, 2021, 2020 and 2019 are subject to examination by the Internal Revenue Service; they are generally subject to potential examination for three years after they are filed.

**NOTE 15 – LINE OF CREDIT**

The organization has established an unsecured line of credit for advances limited to \$50,000. The line of credit has a stated interest rate of 5.35% per annum. The balance of this line of credit was \$-0- as of both June 30, 2022 and 2021.

**NOTE 16 – SUBSEQUENT EVENTS**

Management has evaluated subsequent events for recognition or disclosure through September 28, 2022, the date on which the financial statements were available to be issued.

