

LIFE UNLIMITED, INC. AND AFFILIATES

**COMBINED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

YEARS ENDED JUNE 30, 2023 AND 2022



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**LIFE UNLIMITED, INC. AND AFFILIATES
TABLE OF CONTENTS
YEARS ENDED JUNE 30, 2023 AND 2022**

INDEPENDENT AUDITORS' REPORT	1
COMBINED FINANCIAL STATEMENTS	
COMBINED STATEMENTS OF FINANCIAL POSITION	4
COMBINED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS	5
COMBINED STATEMENTS OF FUNCTIONAL EXPENSES	7
COMBINED STATEMENTS OF CASH FLOWS	9
NOTES TO COMBINED FINANCIAL STATEMENTS	10
SUPPLEMENTARY INFORMATION	
COMBINING STATEMENTS OF FINANCIAL POSITION	25
COMBINING STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS	27



INDEPENDENT AUDITORS' REPORT

Board of Directors
Life Unlimited, Inc. and Affiliates
North Kansas City, Missouri

Report on the Audit of the Combined Financial Statements

Opinion

We have audited the accompanying combined financial statements of Life Unlimited, Inc. and Affiliates (the Organization), which comprise the combined statements of financial position as of June 30, 2023 and 2022, and the related combined statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the combined financial statements.

In our opinion, based on our audits and the report of other auditors, the combined financial statements referred to above present fairly, in all material respects, the combined financial position of Life Unlimited, Inc. and Affiliates as of June 30, 2023 and 2022, and the combined changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of Immacolata Manor Homes, Inc., a component of Life Unlimited, Inc., which statements reflect total assets of \$564,949 and \$619,735, as of June 30, 2023 and 2022 respectively, and total revenues of \$111,201 and \$98,623, respectively, for the years then ended. We did not audit the financial statements of CCI Apartment Corporation, a component of Life Unlimited, Inc., which statements reflect total assets of \$864,582 and \$903,377, as of June 30, 2023 and 2022 respectively, and total revenues of \$113,472 and \$112,649, respectively, for the years then ended. Those statements were audited by other auditors, whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for Immacolata Manor Homes, Inc and CCI Apartment Corporation, are based solely on the reports of the other auditors.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Combined Financial Statements section of our report. We are required to be independent of Life Unlimited, Inc. and Affiliates and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

Change in Accounting Principle

As discussed in Note 1 to the financial statements, in 2023 the Organization adopted new accounting guidance for leases. The guidance requires lessees to recognize a right-of-use asset and corresponding liability for all operating and finance leases with lease terms greater than one year. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Combined Financial Statements

Management is responsible for the preparation and fair presentation of these combined 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.

In preparing the combined financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Life Unlimited, Inc. and Affiliates' ability to continue as a going concern for one year after the date the combined financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Combined Financial Statements

Our objectives are to obtain reasonable assurance about whether the combined financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 GAAS 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 combined financial statements.

In performing an audit in accordance with GAAS, we:

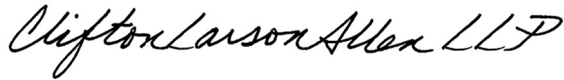
- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the combined financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the combined 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 Life Unlimited, Inc. and Affiliates' 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 combined financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Life Unlimited, Inc. and Affiliates' 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 audits were conducted for the purpose of forming an opinion on the combined financial statements taken as a whole. The accompanying supplementary information on pages 25 through 28 is presented for purposes of additional analysis and is not a required part of the combined 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 combined financial statements. The information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined financial statements themselves, and other additional procedures, in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the combined financial statements as a whole.



CliftonLarsonAllen LLP

Kansas City, Missouri
January 23, 2024

LIFE UNLIMITED, INC. AND AFFILIATES
COMBINED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2023 AND 2022

	2023	2022
ASSETS		
Cash	\$ 3,385,613	\$ 5,125,878
Accounts Receivable	4,173,773	2,355,637
Other Receivables	44,696	56,511
Prepaid Expenses	92,977	15,625
Investments	2,838,269	753,882
Funds Held in Escrow and Reserve	226,739	223,997
Property and Equipment, Net	11,315,896	10,530,982
Other Assets	18,847	13,519
Operating ROU Asset	281,717	-
Financing ROU Asset	32,342	-
	\$ 22,410,869	\$ 19,076,031
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 233,016	\$ 570,564
Accrued Payroll Related Expenses and Withholdings	927,186	488,934
Current Portion of Long-Term Debt	184,313	174,928
Current Lease Liability - Operating	77,209	-
Current Lease Liability - Financing	6,604	-
Other Liabilities	8,901	9,019
Total Current Liabilities	1,437,229	1,243,445
LONG-TERM LIABILITIES		
Long-Term Debt, Less Current Portion	3,041,523	3,223,043
Long-Term Lease Liability - Operating, Less Current Portion	206,838	-
Long-Term Lease Liability - Financing, Less Current Portion	26,006	-
Total Long-Term Liabilities	3,274,367	3,223,043
Total Liabilities	4,711,596	4,466,488
NET ASSETS		
Without Donor Restrictions:		
Undesignated	16,190,191	12,933,491
Board-Designated Funds	1,370,335	1,323,882
Total Without Donor Restrictions	17,560,526	14,257,373
With Donor Restrictions:		
	138,747	352,170
Total Net Assets	17,699,273	14,609,543
Total Liabilities and Net Assets	\$ 22,410,869	\$ 19,076,031

See accompanying Notes to Combined Financial Statements.

LIFE UNLIMITED, INC. AND AFFILIATES
COMBINED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2023

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
REVENUES AND SUPPORT			
Program Services	\$ 25,482,327	\$ -	\$ 25,482,327
Rent Revenue	460,801	-	460,801
Contributions and Grants	214,557	267,965	482,522
Special Events, Net of Direct Expenses of \$77,480	168,680	-	168,680
Investment Income	201,608	-	201,608
Other Revenue	254,559	-	254,559
Net Assets Released from Donor Restrictions	481,388	(481,388)	-
Total Revenues and Support	<u>27,263,920</u>	<u>(213,423)</u>	<u>27,050,497</u>
EXPENSES AND LOSSES			
Program Services	19,454,069	-	19,454,069
Management and General	4,007,566	-	4,007,566
Fundraising	499,132	-	499,132
Total Expenses and Losses	<u>23,960,767</u>	<u>-</u>	<u>23,960,767</u>
CHANGE IN NET ASSETS	3,303,153	(213,423)	3,089,730
Net Assets - Beginning of Year	<u>14,257,373</u>	<u>352,170</u>	<u>14,609,543</u>
NET ASSETS - END OF YEAR	<u>\$ 17,560,526</u>	<u>\$ 138,747</u>	<u>\$ 17,699,273</u>

See accompanying Notes to Combined Financial Statements.

LIFE UNLIMITED, INC. AND AFFILIATES
COMBINED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES AND SUPPORT			
Program Services	\$ 19,488,885	\$ -	\$ 19,488,885
Rent Revenue	427,713	-	427,713
Contributions and Grants	351,129	280,300	631,429
Special Events, Net of Direct Expenses of \$66,032	284,759	-	284,759
Investment Income	(80,448)	-	(80,448)
Other Revenue	169,237	-	169,237
Net Assets Released from Donor Restrictions	96,032	(96,032)	-
Total Revenues and Support	<u>20,737,307</u>	<u>184,268</u>	<u>20,921,575</u>
EXPENSES AND LOSSES			
Program Services	16,549,221	-	16,549,221
Management and General	2,997,034	-	2,997,034
Fundraising	391,162	-	391,162
Total Expenses and Losses	<u>19,937,417</u>	<u>-</u>	<u>19,937,417</u>
CHANGE IN NET ASSETS	799,890	184,268	984,158
Net Assets - Beginning of Year	<u>13,457,483</u>	<u>167,902</u>	<u>13,625,385</u>
NET ASSETS - END OF YEAR	<u><u>\$ 14,257,373</u></u>	<u><u>\$ 352,170</u></u>	<u><u>\$ 14,609,543</u></u>

See accompanying Notes to Combined Financial Statements.

LIFE UNLIMITED, INC. AND AFFILIATES
COMBINED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2023

	Life Unlimited Inc.	Immacolata Manor Homes, Inc.	CCI Apartment Corporation	Total Program	Management and General	Fundraising	Total
Salaries	\$ 14,280,391	\$ -	\$ -	\$ 14,280,391	\$ 2,310,930	\$ 351,658	\$ 16,942,979
Employee Benefits	2,896,770	-	-	2,896,770	562,630	86,545	3,545,945
Communications	79,675	-	-	79,675	12,755	1,962	94,392
Depreciation and Amortization	166,742	39,018	33,936	239,696	279,040	-	518,736
Insurance	188,180	10,747	11,121	210,048	30,964	2,615	243,627
Interest	-	-	-	-	62,336	-	62,336
Maintenance and Repairs	225,946	64,745	33,986	324,677	61,972	-	386,649
Marketing and Public Relations	-	-	-	-	-	39,190	39,190
Material and Supplies	89,873	-	-	89,873	61,549	8,493	159,915
Other	145,142	-	-	145,142	279,056	-	424,198
Professional Services	19,181	-	-	19,181	160,106	671	179,958
Program Services	304,547	-	-	304,547	-	-	304,547
Rent	78,419	-	-	78,419	105,829	-	184,248
Staff Recognition	162,926	-	-	162,926	25,879	3,981	192,786
Transportation	344,440	-	-	344,440	26,112	4,017	374,569
Utilities	222,678	24,423	31,183	278,284	28,408	-	306,692
Special Events Direct Expenses	-	-	-	-	-	77,480	77,480
Subtotal	19,204,910	138,933	110,226	19,454,069	4,007,566	576,612	24,038,247
Less: Expenses Netted with Revenue	-	-	-	-	-	(77,480)	(77,480)
Total Expenses by Function	<u>\$ 19,204,910</u>	<u>\$ 138,933</u>	<u>\$ 110,226</u>	<u>\$ 19,454,069</u>	<u>\$ 4,007,566</u>	<u>\$ 499,132</u>	<u>\$ 23,960,767</u>

See accompanying Notes to Combined Financial Statements.

**LIFE UNLIMITED, INC. AND AFFILIATES
COMBINED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2022**

	Life Unlimited Inc.	Immacolata Manor Homes, Inc.	CCI Apartment Corporation	Total Program	Management and General	Fundraising	Total
Salaries	\$ 12,164,343	\$ -	\$ -	\$ 12,164,343	\$ 1,915,738	\$ 289,494	\$ 14,369,575
Employee Benefits	2,331,710	-	-	2,331,710	426,169	65,555	2,823,434
Communications	115,754	-	-	115,754	17,909	2,755	136,418
Contract Staff	-	13,172	13,146	26,318	-	-	26,318
Depreciation	121,486	39,017	33,958	194,461	184,462	-	378,923
Insurance	216,811	8,099	6,297	231,207	37,460	3,556	272,223
Interest	1,641	-	-	1,641	2,976	-	4,617
Maintenance and Repairs	149,681	-	-	149,681	4,381	-	154,062
Marketing and Public Relations	-	-	-	-	-	6,304	6,304
Material and Supplies	100,530	-	-	100,530	32,373	4,346	137,249
Other	200,241	-	-	200,241	83,610	12,123	295,974
Professional Fees	7,965	-	-	7,965	129,015	1,161	138,141
Program Services	218,745	-	-	218,745	-	-	218,745
Rent	71,060	-	-	71,060	110,596	-	181,656
Staff Recognition	169,109	-	-	169,109	26,163	4,025	199,297
Transportation	259,652	-	-	259,652	11,980	1,843	273,475
Utilities	229,648	43,759	33,397	306,804	14,202	-	321,006
Special Events Direct Expenses	-	-	-	-	-	66,032	66,032
Subtotal	<u>16,358,376</u>	<u>104,047</u>	<u>86,798</u>	<u>16,549,221</u>	<u>2,997,034</u>	<u>457,194</u>	<u>20,003,449</u>
Less: Expenses Netted with Revenue	-	-	-	-	-	(66,032)	(66,032)
Total Expenses by Function	<u>\$ 16,358,376</u>	<u>\$ 104,047</u>	<u>\$ 86,798</u>	<u>\$ 16,549,221</u>	<u>\$ 2,997,034</u>	<u>\$ 391,162</u>	<u>\$ 19,937,417</u>

See accompanying Notes to Combined Financial Statements.

**LIFE UNLIMITED, INC. AND AFFILIATES
COMBINED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2023 AND 2022**

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 3,089,730	\$ 984,158
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	515,796	378,923
Amortization	2,940	-
Realized Gain on Investments	(3,605)	(25,121)
Unrealized (Gain) Loss on Investments	(30,092)	121,014
Noncash Operating Lease Expense	2,330	-
Changes in Operating Assets and Liabilities:		
Accounts Receivable	(1,818,136)	(476,602)
Other Receivables	11,815	136,318
Prepaid Expenses	(77,352)	5,258
Other Assets	(5,328)	(891)
Accounts Payable	(337,548)	280,250
Accrued Payroll Related Expenses and Withholdings	438,252	(246,910)
Other Liabilities	(118)	891
Net Cash Provided by Operating Activities	1,788,684	1,157,288
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of Investments	(2,059,614)	(13,815)
Sale of Investments	8,924	6,976
Increase in Funds Held in Escrow and Reserve	(2,742)	(18,943)
Purchase of Property and Equipment	(1,300,710)	(4,245,564)
Net Cash Used by Investing Activities	(3,354,142)	(4,271,346)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Long-Term Debt	-	3,212,270
Payments on Long-Term Debt	(172,135)	(156,983)
Payments on Financing Leases	(2,672)	-
Net Cash Provided (Used) by Financing Activities	(174,807)	3,055,287
NET CHANGE IN CASH AND CASH EQUIVALENTS	(1,740,265)	(58,771)
Cash and Cash Equivalents - Beginning of Year	5,125,878	5,184,649
CASH AND CASH EQUIVALENTS - END OF YEAR	3,385,613	5,125,878
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash Paid for Interest	\$ 92,982	\$ 63,350

See accompanying Notes to Combined Financial Statements.

LIFE UNLIMITED, INC. AND AFFILIATES
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Effective July 1, 2016, Immacolata Manor (the Manor) and Concerned Care, Inc. (Concerned Care) merged operations under the name Life Unlimited, Inc. by combining all assets and liabilities. The combined entities provide residential and day habilitation services for individuals with developmental disabilities, regardless of their race, religion, or economic background. The programs are designed to maximize individual development, enabling each resident to live as independently as possible. The Missouri Department of Mental Health provides funding for most of the residents. Additional support is received through direct donor contributions.

Both the Manor and Concerned Care had related organizations through agreements with the U.S. Department of Housing and Urban Development (HUD). Immacolata Manor Homes, Inc. and CCI Apartment Corporation (hereinafter collectively referred to as the HUD Projects) continue to operate as separate entities. The HUD Projects are related to Life Unlimited, Inc. by virtue of the same boards of directors. The HUD Projects' construction of homes and apartments were funded by capital advances under Section 811 of the National Affordable Housing Act (see Note 12). The HUD Projects are regulated by HUD. The HUD Projects receive Project Rental Assistance under 40-year contracts with HUD. Project Rental Assistance covers the difference between the HUD-approved operating cost per unit and the amount the tenant pays, which is determined in accordance with HUD regulations.

Principles of Combination

The combined financial statements include the accounts of Life Unlimited, Inc. and the HUD Projects (hereinafter collectively referred to as the Organization). All intercompany accounts have been eliminated.

Basis of Presentation

The Organization prepares their combined financial statements on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). Under this method, revenues are recognized when earned and expenses and purchases are recognized when the obligation is incurred.

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

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. This includes board-designated net assets.

LIFE UNLIMITED, INC. AND AFFILIATES
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Basis of Presentation (Continued)

Net Assets With Donor Restrictions – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Use of Estimates in Preparing the Combined Financial Statements

The preparation of financial statements in conformity with U.S. GAAP 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 combined financial statements, and the reported amounts of revenue, expenses, gains, losses, and other changes in net assets during the reporting period. Significant estimates incorporated in the combined financial statements include: the allowance for uncollectible receivables, the useful lives of depreciable assets, and the assumptions used in the functional expense allocation.

Cash and Cash Equivalents

For purposes of these statements, cash equivalents are defined as short-term, highly liquid investments that are both readily convertible to known amounts of cash and have original maturities of three months or less.

Accounts Receivable

Accounts receivable are stated at unpaid balances, less an allowance for doubtful accounts. The Organization provides for losses on accounts receivable using the allowance method. The allowance is based on past experience, third-party contracts, and other circumstances, which may affect the ability of customers to meet their obligations. Receivables are considered impaired if payments are not received in accordance with the stipulated terms. It is the Organization's policy to charge off uncollectible accounts when management determines the receivable will not be collected. No interest is charged on receivables and no collateral is required. As of June 30, 2023 and 2022, management determined that no allowance for doubtful account was required.

Revenue Recognition

Program services revenue is reported at the amount that reflects the consideration to which the Organization expects to be entitled in exchange for providing care for consumers. These amounts are due almost entirely from the Medicaid government program and includes variable consideration for retroactive revenue adjustments due to settlement of audits, reviews, and investigations. Generally, the Organization bills Medicaid after the services are performed. Revenue is recognized as performance obligations are satisfied.

LIFE UNLIMITED, INC. AND AFFILIATES
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Revenue Recognition (Continued)

Performance obligations are determined based on the nature of the services provided by the Organization. If revenue for performance obligations satisfied over time require the allocation of revenue over reporting periods it is recognized based on actual charges incurred in relation to total expected (or actual) charges. The Organization believes that this method provides a faithful depiction of the transfer of services over the term of the performance obligation based on the inputs needed to satisfy the obligation. Generally, performance obligations satisfied over time relate to all program services revenue.

The Organization participates in the Missouri's Medicaid program administered by MO HealthNet Division (MHD). Reimbursement rates are subject to and determined by the State Legislature on an annual basis. MHD publishes information on the reimbursement rates each year. MHD's Provider Bulletin contains the current maximum rate that will be paid for each service type provided.

If it is determined that the Organization is not in substantial compliance with the requirements of participation, the Missouri Department of Social Services (DSS) may impose sanctions and penalties during the period of noncompliance. Such a payment ban would have a negative impact on the revenues of the Organization.

Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. Contributions of property and equipment are reported as net assets with donor restrictions if the donor restricted the use of the property or equipment to a particular program, as are contributions of cash restricted to the purchase of property and equipment. Otherwise, donor restrictions on contributions of property and equipment or assets restricted for purchase of property and equipment are considered to expire when the assets are placed in service. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets with donor restrictions and reported in the statement of activities as net assets released from restrictions.

For special events, the portion of sponsorship revenue that relates to the commensurate value the sponsor received in return, and the portion of attendee fees that related to the commensurate value the attendee receives in return is recognized at a point in time when the related events are held and performance obligations are met.

Property, Equipment, and Depreciation

Property and equipment are stated at cost, or fair value if contributed. Depreciation is provided by the straight-line method over the estimated useful lives of the assets. The Organization capitalizes asset additions greater than \$5,000 that have a useful life of more than one year.

LIFE UNLIMITED, INC. AND AFFILIATES
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Property, Equipment, and Depreciation (Continued)

Depreciation is on a straight-line basis over the following useful lives:

Buildings and Improvements	5 to 40 Years
Office Furniture and Equipment	3 to 15 Years
Vehicles	5 Years

Leases

The Organization determines if an arrangement is a lease at inception. Operating leases are included in right-of-use (ROU) assets – operating and lease liability – operating, and finance leases are included in right-of-use (ROU) assets – financing and lease liability – financing in the balance sheet, utilizing a capitalization threshold of \$5,000.

ROU assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the Organization's obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. Lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. Lease expense for operating lease payments is recognized on a straight-line basis over the lease term. The Organization has elected to recognize payments for short-term leases with a lease term of 12 months or less as expense as incurred and these leases are not included as lease liabilities or right of use assets on the balance sheet.

The individual lease contracts do not provide information about the discount rate implicit in the lease. Therefore, the Organization has elected to use a risk-free discount rate determined using a period comparable with that of the lease term for computing the present value of all lease liabilities.

The Organization has elected not to separate nonlease components from lease components and instead accounts for each separate lease component and the nonlease component as a single lease component.

Expense Allocation

Expenses that are directly identifiable are charged to programs and supporting services. Expenses related to more than one function are charged to programs and supporting services on the basis of periodic time and expense studies. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

LIFE UNLIMITED, INC. AND AFFILIATES
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Income Taxes

The Organization is a qualified nonprofit and is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code. Therefore, no provision for federal income taxes is presented. In addition, the Internal Revenue Service has determined that the Organization is not a private foundation, as defined in Section 509(a)(1). The Organization follows the standard for evaluating uncertain tax positions and has determined no liability should be recorded for uncertain tax positions.

Adoption of New Accounting Standards

In February 2016, the Financial Accounting Standards Board (FASB) issued ASU 2016-02, *Leases (Topic 842)*. This new standard increases transparency and comparability among organizations by requiring the recognition of right-of-use (ROU) assets and lease liabilities on the balance sheet. Most prominent among the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

The Organization adopted the requirements of the guidance effective July 1, 2022 and has elected to apply the provisions of this standard to the beginning of the period of adoption, with certain practical expedients available. Implementation of the standard did not have a material impact, and no cumulative effect adjustment was required as of July 1, 2022.

The Organization has elected to adopt the package of practical expedients available in the year of adoption. The Organization has not elected to adopt the available practical expedient to use hindsight in determining the lease term and in assessing impairment of the Organization's ROU assets.

NOTE 2 INVESTMENTS

Investments as of June 30, are summarized as follows:

	<u>2023</u>	<u>2022</u>
GKCCF Money Market Pool	\$ 77,988	\$ 78,065
GKCCF Equity Securities	332,544	288,263
GKCCF Fixed Income Securities	389,802	387,554
Insured Sweep	79,385	-
U.S. Treasury Bills	1,958,550	-
Total	<u>\$ 2,838,269</u>	<u>\$ 753,882</u>

LIFE UNLIMITED, INC. AND AFFILIATES
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 2 INVESTMENTS (CONTINUED)

Investment income for the years ended June 30, is summarized as follows:

	2023	2022
Interest and Dividends	\$ 176,835	\$ 22,421
Realized Gains	3,605	25,121
Unrealized Gains (Losses)	30,092	(121,014)
Investment Fees	(8,924)	(6,976)
Total	<u>\$ 201,608</u>	<u>\$ (80,448)</u>

The Organization values investments at fair value. Fair value is defined as the price that would be received from selling an asset in an orderly transaction between market participants at the measurement date and establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs consist of observable inputs including quoted prices in active markets for similar assets and Level 3 inputs consist of unobservable inputs that are supported by little or no market activity and have the lowest priority.

The following table discloses, by level within the fair value hierarchy, the Organization's assets measured and reported on the statements of financial position at fair value on a recurring basis as of June 30:

	2023			
	Fair Value	Level 1	Level 2	Level 3
Investments Measured at Fair Value:				
GKCCF Money Market Pool	\$ 77,988	\$ -	\$ 77,988	\$ -
GKCCF Equity Securities	332,544	-	332,544	-
GKCCF Fixed Income Securities	389,802	-	389,802	-
US Treasury Bills	1,958,550	-	1,958,550	-
Total	<u>2,758,884</u>	<u>\$ -</u>	<u>\$ 2,758,884</u>	<u>\$ -</u>
Investments Measured at Cost:				
Insured Sweep	79,385			
Total Investments	<u>\$ 2,838,269</u>			
	2022			
	Fair Value	Level 1	Level 2	Level 3
Investments Measured at Fair Value:				
GKCCF Money Market Pool	\$ 78,065	\$ -	\$ 78,065	\$ -
GKCCF Equity Securities	288,263	-	288,263	-
GKCCF Fixed Income Securities	387,554	-	387,554	-
Total	<u>\$ 753,882</u>	<u>\$ -</u>	<u>\$ 753,882</u>	<u>\$ -</u>

LIFE UNLIMITED, INC. AND AFFILIATES
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 3 ACCOUNTS RECEIVABLE

The beginning and ending contract balances as of June 30, were as follows:

	2023	2022
Beginning of Year	\$ 2,355,637	\$ 1,879,035
End of Year	4,173,773	2,355,637

NOTE 4 FUNDS HELD IN ESCROW AND RESERVE

Funds held in escrow and reserve as of June 30, are as follows:

	2023	2022
Reserve for Replacements	\$ 122,064	\$ 134,807
Residual Receipts	104,675	89,190
Total	\$ 226,739	\$ 223,997

Reserve for Replacements – According to the terms of the regulatory agreements with HUD, the HUD Projects are required to make specified monthly deposits in restricted bank accounts. All disbursements from these funds are restricted for the replacement and maintenance of rental property and require prior written approval from HUD.

Residual Receipts – The regulatory agreement also requires the HUD Projects to fund certain, defined amounts in residual receipts accounts after each operating period. Withdrawals from these accounts are required to be approved in writing by HUD.

NOTE 5 PROPERTY AND EQUIPMENT

	2023	2022
Land	\$ 817,982	\$ 817,982
Building and Improvements	13,758,559	10,087,444
Office Furniture and Equipment	499,167	488,171
Vehicles	1,982,877	1,141,053
Subtotal	17,058,585	12,534,650
Less: Accumulated Depreciation	(5,742,689)	(5,252,000)
Subtotal	11,315,896	7,282,650
Construction in Progress	-	3,248,332
Total	\$ 11,315,896	\$ 10,530,982

Depreciation expense was \$515,796 and \$378,923 for the years ended June 30, 2023 and 2022, respectively. Construction in progress as of June 30, 2022 includes costs related to renovations to the administrative building. The Organization obtained financing (see Note 6) for the renovation of its administrative building.

LIFE UNLIMITED, INC. AND AFFILIATES
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 6 LONG-TERM DEBT

	2023	2022
Construction Loan, Administrative Building. *	\$ 2,489,150	\$ 2,489,150
Collateralized Real Estate Loan**	736,686	908,821
Total	3,225,836	3,397,971
Less: Current Portion	184,313	174,928
Total	\$ 3,041,523	\$ 3,223,043

* In May 2020, the Organization entered into a construction loan to refinance a note payable on its administrative building and to finance the renovation of the building. The total loan is not to exceed \$2,524,500. Funds will be drawn down on the construction loan as needed during the renovation period. Interest on the loan is 3.95%. Monthly principal and interest payments of \$18,655 will be due continuing through May 2030, at which time all remaining principal and interest will be due. The loan is collateralized by a deed of trust on the building with a carrying value of \$2,776,591.

** In March 2022, the Organization entered into a loan payable to purchase real estate. The loan totaled \$920,000. Monthly payments of \$6,809 began in April 2022, at an interest rate of 3.95% through March 2027. Monthly payments of \$6,907 begin in April 2027, at an interest rate of 4.25% through March 2032, at which point the remaining principal and interest of approximately \$379,082 will be due. The note is collateralized by a deed of trust on the building and has a carrying value of \$1,097,059.

Scheduled annual maturities on the long-term debt are as follows:

Year Ending June 30,	Amount
2024	\$ 184,313
2025	188,822
2026	196,417
2027	204,280
2028	211,803
Thereafter	2,240,201
Total	\$ 3,225,836

Interest expense related to the notes was \$61,764 and \$4,617 for the years ended June 30, 2023 and 2022, respectively.

LIFE UNLIMITED, INC. AND AFFILIATES
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 7 LEASES UNDER ASC 842

The Company leases equipment as well as certain operating and office facilities for various terms under long-term, noncancelable lease agreements. The leases expire at various dates through 2028. In the normal course of business, it is expected that these leases will be renewed or replaced by similar leases. Certain facility leases provide for increases in future minimum annual rental payments as agreed upon in the lease. Additionally, the agreements generally require the Company to pay real estate taxes, insurance, and repairs.

The following tables provide quantitative information concerning the Organization's leases for the year ended June 30, 2023:

Lease Costs:

Finance Lease Costs:	
Amortization of Right-of-Use Assets	\$ 2,940
Interest on Lease Liabilities	572
Operating Lease Costs	<u>179,512</u>
 Total Lease Costs	 <u><u>\$ 183,024</u></u>

Other Information:

Cash Paid for Amounts Included in the Measurement of Lease Liabilities:	
Operating Cash Flows from Financing Leases	\$ 572
Operating Cash Flows from Operating Leases	\$ 177,181
Financing Cash Flows from Financing Leases	\$ 2,673
Right-of-Use Assets Obtained in Exchange for New Financing Lease Liabilities	\$ 35,282
Right-of-Use Assets Obtained in Exchange for New Operating Lease Liabilities	\$ 450,975
Weighted-Average Remaining Lease Term - Financing Leases	4.6 Years
Weighted-Average Remaining Lease Term - Operating Leases	4.2 Years
Weighted-Average Discount Rate - Financing Leases	4.09%
Weighted-Average Discount Rate - Operating Leases	2.87%
 Operating Lease Right of Use Asset - Cost	 \$ 450,975
Operating Lease Right of Use Asset - Accumulated Amortization	<u>(169,258)</u>
Financing Lease Right of Use Asset, Net	<u><u>\$ 281,717</u></u>
 Financing Lease Right of Use Asset - Cost	 \$ 35,282
Financing Lease Right of Use Asset - Accumulated Amortization	<u>(2,940)</u>
Financing Lease Right of Use Asset, Net	<u><u>\$ 32,342</u></u>

LIFE UNLIMITED, INC. AND AFFILIATES
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 7 LEASES UNDER ASC 842 (CONTINUED)

A maturity analysis of annual undiscounted cash flows for lease liabilities as of June 30, 2023, is as follows:

	Operating Leases	Financing Leases	Total
2024	\$ 83,951	\$ 7,788	\$ 91,739
2025	59,827	7,788	67,615
2026	60,077	7,788	67,865
2027	61,640	7,788	69,428
2028	35,957	4,543	40,500
Undiscounted Cash Flows	301,452	35,695	337,147
Less Imputed Interest	(17,405)	(3,085)	(20,490)
Total Present Value	<u>\$ 284,047</u>	<u>\$ 32,610</u>	<u>\$ 316,657</u>
Short-Term Lease Liabilities	\$ 77,209	\$ 6,604	\$ 83,813
Long-Term Lease Liabilities	206,838	26,006	232,844
	<u>\$ 284,047</u>	<u>\$ 32,610</u>	<u>\$ 316,657</u>

NOTE 8 OPERATING LEASES UNDER ASC 840

The Organization leases two office locations, solar panels, and certain office equipment. Total rent expense for the various properties and equipment was \$181,656 for the year ended June 30, 2022. Future annual lease payments under noncancelable leases as of June 30, 2022 are summarized as follows:

Year Ending June 30,	Amount
2023	\$ 184,300
2024	89,071
2025	68,952
2026	68,952
2027	68,952
Thereafter	109,174
Total	<u>\$ 589,401</u>

NOTE 9 NET ASSETS

Net assets without donor restrictions are board designated for the following purposes:

	2023	2022
Working Capital	\$ 600,000	\$ 600,000
Endowment	770,335	723,882
Total	<u>\$ 1,370,335</u>	<u>\$ 1,323,882</u>

LIFE UNLIMITED, INC. AND AFFILIATES
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 9 NET ASSETS (CONTINUED)

Net assets with donor restrictions are restricted for the following purposes:

	<u>2023</u>	<u>2022</u>
Program Expenses, Area Regional Council		
Resident Support	\$ 50,370	\$ 82,314
Resident Expenses, Emergency Medical Fund	51,269	27,373
Employee Assistance Fund	5,925	2,483
Endowment Held in Perpetuity	30,000	30,000
MyDay	1,183	-
Remote Support	-	210,000
Total	<u>\$ 138,747</u>	<u>\$ 352,170</u>

Net assets were released from restrictions for the following purposes:

	<u>2023</u>	<u>2022</u>
Area Regional Council, Resident Support	\$ 61,943	\$ 57,523
Employee Assistance Fund	23,919	26,942
Emergency Medical Fund	1,558	7,267
MyDay	124	-
Enhanced Mobility Program	157,215	-
Capital Projects	26,629	-
Remote Support	210,000	-
Resident Support	-	4,300
Total	<u>\$ 481,388</u>	<u>\$ 96,032</u>

NOTE 10 ENDOWMENT

The Organization's endowment funds consist of donor-restricted endowments and funds designated by the board as endowments. Income from donor-restricted endowments is restricted for specific purposes, except for amounts available for general use. Donor-restricted endowment funds are not available for general expenditure. Although the Organization does not intend to spend from the board-designated endowment, these amounts could be made available if necessary.

The Organization's endowment consists of board designated and donor restricted funds set aside to support future operations. The donor-restricted endowment funds are subject to Missouri's enactment of the Uniform Prudent Management of Institutional Funds Act (UPMIFA). The Organization has interpreted UPMIFA to require the preservation of the fair value of the original gift amount as donor-restricted endowment funds, absent explicit donor stipulations to the contrary. The Organization includes the original value of the gifts to the endowment, the fair value of any subsequent gifts to the endowment fund, and any accumulations required to be made by donor stipulation. The Organization's policy is for the investment earnings from these funds be utilized for unrestricted operating activities.

LIFE UNLIMITED, INC. AND AFFILIATES
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 10 ENDOWMENT (CONTINUED)

The Organization has not established a specific spending policy for appropriating distributions. The Organization's endowment funds are invested with a community foundation with a moderate allocation investment strategy mix. This mix results in an allocation approximating 40% equities, 50% fixed income, and 10% money market funds.

Endowment net asset composition by type of fund as of June 30, 2023:

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
Donor Restricted:			
Original Donor Restricted Gift Amount and Amounts Required to be Maintained in Perpetuity by Donor	\$ -	\$ 30,000	\$ 30,000
Board-Designated: Endowment Funds	<u>770,335</u>	<u>-</u>	<u>770,335</u>
Total Funds	<u>\$ 770,335</u>	<u>\$ 30,000</u>	<u>\$ 800,335</u>

Changes in endowment net assets for the fiscal year ended June 30, 2023:

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
Net Assets - Beginning of Year	\$ 723,882	\$ 30,000	\$ 753,882
Investment Return:			
Investment Income, Net	15,410	-	15,410
Net Appreciation	<u>31,043</u>	<u>-</u>	<u>31,043</u>
Total Investment Return	<u>46,453</u>	<u>-</u>	<u>46,453</u>
Net Assets - End of Year	<u>\$ 770,335</u>	<u>\$ 30,000</u>	<u>\$ 800,335</u>

Endowment net asset composition by type of fund as of June 30, 2022:

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
Original Donor-Restricted Gift Amount and Amounts Required to be Maintained in Perpetuity by Donor	\$ -	\$ 30,000	\$ 30,000
Board Designated: Endowment Funds	<u>723,882</u>	<u>-</u>	<u>723,882</u>
Total Funds	<u>\$ 723,882</u>	<u>\$ 30,000</u>	<u>\$ 753,882</u>

LIFE UNLIMITED, INC. AND AFFILIATES
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 10 ENDOWMENT (CONTINUED)

Changes in endowment net assets for the fiscal year ended June 30, 2022:

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
Net Assets - Beginning of Year	\$ 812,936	\$ 30,000	\$ 842,936
Investment Return:			
Investment Income, Net	31,960	-	31,960
Net Depreciation	<u>(121,014)</u>	<u>-</u>	<u>(121,014)</u>
Total Investment Return	<u>(89,054)</u>	<u>-</u>	<u>(89,054)</u>
Net Assets - End of Year	<u>\$ 723,882</u>	<u>\$ 30,000</u>	<u>\$ 753,882</u>

NOTE 11 CONDITIONAL RECEIVABLE

The Organization has an agreement with the Developmental Disabilities Resource Board that provides funding on a reimbursement basis. At June 30, 2023, the Organization had \$527,531 in funding that management anticipates will be available during 2024. Since these receivables are conditional upon future events, they are not recognized as revenue at June 30, 2023.

NOTE 12 CAPITAL ADVANCES

The capital advances provided by HUD under Section 811 to the HUD Projects were to construct homes and apartments. The total advances of \$2,546,700 bear no interest and need not be repaid so long as the group homes and apartment units remain available as housing for very low-income, developmentally disabled persons for at least 40 years. Failure to keep the housing available for very low-income, developmentally disabled persons would result in HUD taking possession of the property or declaring the indebtedness immediately due and payable and proceeding with foreclosure of the mortgage. The capital advances are included in net assets without donor restrictions in the accompanying combined financial statements as management has determined it is unlikely that they will be required to be repaid.

LIFE UNLIMITED, INC. AND AFFILIATES
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 13 NET SPECIAL EVENT REVENUE

Revenue and direct expenses related to special events for the years ended June 30 are summarized as follows:

	<u>2023</u>	<u>2022</u>
Gross Income	\$ 31,250	\$ 31,381
Contributions	214,910	319,410
Total Special Event Revenue	<u>246,160</u>	<u>350,791</u>
Less: Direct Expenses	<u>(77,480)</u>	<u>(66,032)</u>
Special Events, Net of Direct Expenses	<u>\$ 168,680</u>	<u>\$ 284,759</u>

NOTE 14 RETIREMENT PLAN

The Organization has a 401(k) plan. The Plan covers all full-time employees with at least one year of service. The Plan allows for employee contributions equal to the maximum percentage of the employee's annual compensation allowed by law. The Organization may make discretionary matching contributions. The Organization's total contributions to the Plan were \$313,474 and \$176,834 for the years ended June 30, 2023 and 2022, respectively.

NOTE 15 LIQUIDITY AND AVAILABILITY OF RESOURCES

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. The Organization has various sources of liquidity at its disposal, including cash and cash equivalents and accounts receivable.

In addition to financial assets available to meet general expenditures over the next 12 months, the Organization operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources. Refer to the statement of cash flows which identifies the sources and uses of the Organization's cash.

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

	<u>2023</u>	<u>2022</u>
Cash	\$ 3,175,741	\$ 4,742,532
Accounts Receivable and Other Receivables	4,218,469	2,412,148
Investments	<u>2,808,269</u>	<u>723,882</u>
Total Financial Assets Available Within One Year	<u>\$ 10,202,479</u>	<u>\$ 7,878,562</u>

The Organization maintains funds to meet current obligations and invests excess cash in investment funds with the ability to redeem its interest on short notice.

LIFE UNLIMITED, INC. AND AFFILIATES
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 16 CONCENTRATION OF RISK AND UNCERTAINTY

The Organization derived approximately 88% and 87% of its revenues through the State Medicaid program for the years ended June 30, 2023 and 2022, respectively. Approximately 95% and 83% of accounts receivable as of June 30, 2023 and 2022, respectively, are due from the State Medicaid program. Management does not believe there is any significant business or collection risk. If a significant reduction in the level of government revenue were to occur, the Organization would be significantly affected.

The Organization is subject to additional audits in connection with Medicaid receipts. Management does not believe that the results of these audits, if any are performed, would lead to material adjustments to the combined financial statements.

In the normal course of business, the Organization is periodically engaged in various legal proceedings incidental to its normal business activities. The resolution of such matters is not expected to have a material adverse effect on the Organization's financial position, changes in net assets or cash flows.

Investment securities, in general, are exposed to various risks such as interest rate, credit, and overall market volatility. Due to these risks, it is at least reasonably possible that changes in value could occur in the near term and those changes could materially affect the amounts reported in the statements of financial position.

The Organization maintains its primary bank accounts at institutions where deposits are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The Organization utilizes a sweep account to minimize exposure to uninsured funds. Balances held in excess of FDIC coverage were approximately \$2.95 million at June 30, 2023.

NOTE 17 SUBSEQUENT EVENTS

Management evaluated subsequent events through January 23, 2024, the date the combined financial statements were available to be issued. Events or transactions occurring after June 30, 2023, but prior to January 23, 2024 that provided additional evidence about conditions that existed at June 30, 2023, have been recognized in the 2023 consolidated combined financial statements.

LIFE UNLIMITED, INC. AND AFFILIATES
COMBINING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2023
(SEE INDEPENDENT AUDITORS' REPORT)

	Life Unlimited Inc.	Immacolata Manor Homes, Inc.	CCI Apartment Corporation	Eliminations	Combined Total
ASSETS					
Cash	\$ 3,384,728	\$ -	\$ 885	\$ -	\$ 3,385,613
Accounts Receivable	4,173,748	25	-	-	4,173,773
Other Receivables	117,877	-	-	(73,181)	44,696
Prepaid Expenses	92,977	-	-	-	92,977
Investments	2,838,269	-	-	-	2,838,269
Funds Held in Escrow and Reserve	-	98,883	127,856	-	226,739
Property and Equipment, Net	10,123,161	462,615	730,120	-	11,315,896
Other Assets	9,700	3,426	5,721	-	18,847
Operating ROU Asset	281,717	-	-	-	281,717
Financing ROU Asset	32,342	-	-	-	32,342
Total Assets	<u>\$ 21,054,519</u>	<u>\$ 564,949</u>	<u>\$ 864,582</u>	<u>\$ (73,181)</u>	<u>\$ 22,410,869</u>
LIABILITIES AND NET ASSETS					
CURRENT LIABILITIES					
Accounts Payable	\$ 221,252	\$ 8,174	\$ 3,590	\$ -	\$ 233,016
Accrued Payroll-Related Expenses and Withholdings	927,186	-	-	-	927,186
Current Portion of Long-Term Debt	184,313	-	-	-	184,313
Current Lease Liability - Operating	77,209	-	-	-	77,209
Current Lease Liability - Financing	6,604	-	-	-	6,604
Other Liabilities	-	3,424	5,477	-	8,901
Total Current Liabilities	<u>1,416,564</u>	<u>11,598</u>	<u>9,067</u>	<u>-</u>	<u>1,437,229</u>
LONG-TERM LIABILITIES					
Long-term Debt, Less Current Portion	3,041,523	68,181	5,000	(73,181)	3,041,523
Long-Term Lease Liability - Operating, Less Current Portion	206,838	-	-	-	206,838
Long-Term Lease Liability - Financing, Less Current Portion	26,006	-	-	-	26,006
Total Long-Term Liabilities	<u>3,274,367</u>	<u>68,181</u>	<u>5,000</u>	<u>(73,181)</u>	<u>3,274,367</u>
Total Liabilities	4,690,931	79,779	14,067	(73,181)	4,711,596
NET ASSETS					
Without Donor Restrictions	16,224,841	485,170	850,515	-	17,560,526
With Donor Restrictions	138,747	-	-	-	138,747
Total Net Assets	<u>16,363,588</u>	<u>485,170</u>	<u>850,515</u>	<u>-</u>	<u>17,699,273</u>
Total Liabilities and Net Assets	<u>\$ 21,054,519</u>	<u>\$ 564,949</u>	<u>\$ 864,582</u>	<u>\$ (73,181)</u>	<u>\$ 22,410,869</u>

LIFE UNLIMITED, INC. AND AFFILIATES
COMBINING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

ASSETS	Life Unlimited Inc.	Immacolata Manor Homes, Inc.	CCI Apartment Corporation	Eliminations	Combined Total
Cash	\$ 5,104,171	\$ 4,520	\$ 17,187	\$ -	\$ 5,125,878
Accounts Receivable	2,352,937	-	2,700	-	2,355,637
Other Receivables	114,692	-	-	(58,181)	56,511
Prepaid Expenses	15,625	-	-	-	15,625
Investments	753,882	-	-	-	753,882
Funds Held in Escrow and Reserve	-	110,119	113,878	-	223,997
Property and Equipment, Net	9,265,293	501,633	764,056	-	10,530,982
Other Assets	4,500	3,463	5,556	-	13,519
Total Assets	<u>\$ 17,611,100</u>	<u>\$ 619,735</u>	<u>\$ 903,377</u>	<u>\$ (58,181)</u>	<u>\$ 19,076,031</u>
LIABILITIES AND NET ASSETS					
CURRENT LIABILITIES					
Current Portion of Long-Term Debt	\$ 174,928	\$ -	\$ -	\$ -	\$ 174,928
Accounts Payable	566,025	886	3,653	-	570,564
Accrued Payroll-Related Expenses and Withholdings	488,934	-	-	-	488,934
Other Liabilities	-	3,463	5,556	-	9,019
Total Current Liabilities	<u>1,229,887</u>	<u>4,349</u>	<u>9,209</u>	<u>-</u>	<u>1,243,445</u>
LONG-TERM DEBT, LESS CURRENT PORTION	<u>3,223,043</u>	<u>58,181</u>	<u>-</u>	<u>(58,181)</u>	<u>3,223,043</u>
Total Liabilities	4,452,930	62,530	9,209	(58,181)	4,466,488
NET ASSETS					
Without Donor Restrictions	12,806,000	557,205	894,168	-	14,257,373
With Donor Restrictions	352,170	-	-	-	352,170
Total Net Assets	<u>13,158,170</u>	<u>557,205</u>	<u>894,168</u>	<u>-</u>	<u>14,609,543</u>
Total Liabilities and Net Assets	<u>\$ 17,611,100</u>	<u>\$ 619,735</u>	<u>\$ 903,377</u>	<u>\$ (58,181)</u>	<u>\$ 19,076,031</u>

LIFE UNLIMITED, INC. AND AFFILIATES
COMBINING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2023
(SEE INDEPENDENT AUDITORS' REPORT)

	Life Unlimited Inc.	Immacolata Manor Homes, Inc.	CCI Apartment Corporation	Eliminations	Combined Total
Program Services	\$ 25,482,327	\$ -	\$ -	\$ -	\$ 25,482,327
Rent Revenue	239,618	110,232	110,951	-	460,801
Contributions and Grants	482,522	-	-	-	482,522
Special Events, Net	168,680	-	-	-	168,680
Investment Income, Net	200,621	434	553	-	201,608
Other Revenue	301,957	535	1,968	(49,901)	254,559
Total	<u>26,875,725</u>	<u>111,201</u>	<u>113,472</u>	<u>(49,901)</u>	<u>27,050,497</u>
Salaries	16,918,178	24,801	29,473	(29,473)	16,942,979
Employee Benefits	3,545,945	-	-	-	3,545,945
Communications	94,392	-	-	-	94,392
Depreciation	445,782	39,018	33,936	-	518,736
Insurance	221,759	10,747	11,121	-	243,627
Interest	62,336	-	-	-	62,336
Maintenance and Repairs	287,918	64,745	33,986	-	386,649
Marketing and Public Relations	39,190	-	-	-	39,190
Material and Supplies	159,915	-	-	-	159,915
Other	423,598	-	600	-	424,198
Professional Services	164,058	19,502	16,826	(20,428)	179,958
Program Services	304,547	-	-	-	304,547
Rent	184,248	-	-	-	184,248
Staff Recognition	192,786	-	-	-	192,786
Transportation	374,569	-	-	-	374,569
Utilities	251,086	24,423	31,183	-	306,692
Total	<u>23,670,307</u>	<u>183,236</u>	<u>157,125</u>	<u>(49,901)</u>	<u>23,960,767</u>
CHANGE IN NET ASSETS	3,205,418	(72,035)	(43,653)	-	3,089,730
Net Assets - Beginning of Year	<u>13,158,170</u>	<u>557,205</u>	<u>894,168</u>	<u>-</u>	<u>14,609,543</u>
NET ASSETS - END OF YEAR	<u>\$ 16,363,588</u>	<u>\$ 485,170</u>	<u>\$ 850,515</u>	<u>\$ -</u>	<u>\$ 17,699,273</u>

LIFE UNLIMITED, INC. AND AFFILIATES
COMBINING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2022
(SEE INDEPENDENT AUDITORS' REPORT)

	Life Unlimited Inc.	Immacolata Manor Homes, Inc.	CCI Apartment Corporation	Eliminations	Combined Total
Program Services	\$ 19,488,885	\$ -	\$ -	\$ -	\$ 19,488,885
Rent Revenue	218,309	98,476	110,928	-	427,713
Contributions and Grants	631,429	-	-	-	631,429
Special Events, Net	284,759	-	-	-	284,759
Investment Income, Net	(80,748)	147	153	-	(80,448)
Other Revenue	204,725	-	1,568	(37,056)	169,237
Total	<u>20,747,359</u>	<u>98,623</u>	<u>112,649</u>	<u>(37,056)</u>	<u>20,921,575</u>
Salaries	14,335,839	13,315	20,421	-	14,369,575
Employee Benefits	2,823,434	-	-	-	2,823,434
Communications	136,418	-	-	-	136,418
Contract Staff	-	13,172	13,146	-	26,318
Depreciation	305,948	39,017	33,958	-	378,923
Insurance	257,827	8,099	6,297	-	272,223
Interest	4,617	-	-	-	4,617
Maintenance and Repairs	154,062	-	-	-	154,062
Marketing and Public Relations	6,304	-	-	-	6,304
Material and Supplies	137,249	-	-	-	137,249
Other	293,814	612	1,548	-	295,974
Professional Services	142,623	17,119	15,455	(37,056)	138,141
Program Services	218,745	-	-	-	218,745
Rent	181,656	-	-	-	181,656
Staff Recognition	199,297	-	-	-	199,297
Transportation	273,475	-	-	-	273,475
Utilities	243,850	43,759	33,397	-	321,006
Total	<u>19,715,158</u>	<u>135,093</u>	<u>124,222</u>	<u>(37,056)</u>	<u>19,937,417</u>
CHANGE IN NET ASSETS	1,032,201	(36,470)	(11,573)	-	984,158
Net Assets - Beginning of Year	<u>12,125,969</u>	<u>593,675</u>	<u>905,741</u>	<u>-</u>	<u>13,625,385</u>
NET ASSETS - END OF YEAR	<u>\$ 13,158,170</u>	<u>\$ 557,205</u>	<u>\$ 894,168</u>	<u>\$ -</u>	<u>\$ 14,609,543</u>



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