

MISSION FRANKFORT CLINIC, INC.
FRANKFORT, KENTUCKY

REVIEWED FINANCIAL STATEMENT

YEAR ENDED DECEMBER 31, 2019

HICKS & ASSOCIATES CPAS
CERTIFIED PUBLIC ACCOUNTANTS

C O N T E N T S

INDEPENDENT ACCOUNTANTS' REVIEW REPORT.....	PAGE 3
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CASH BALANCES.....	4
NOTES TO FINANCIAL STATEMENT.....	5

Hicks & Associates CPAs

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

Board of Directors
Mission Frankfort Clinic, Inc.
Frankfort, Kentucky

We have reviewed the accompanying financial statement of Mission Frankfort Clinic, Inc. (a nonprofit "Organization"), which comprises the statement of cash receipts, disbursements and cash balances as of and for the year ended December 31, 2019, and the related notes to the financial statement. 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 statement as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the cash receipts and disbursements basis of accounting; this includes determining that the cash receipts and disbursements basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement whether due to fraud or error.

Accountants' 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 statement for it to be in accordance with the cash receipts and disbursements basis of accounting. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountants' Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statement in order for it to be in accordance with the cash receipts and disbursements basis of accounting.

Basis of Accounting

We draw attention to Note A of the financial statement, which describes the basis of accounting. The financial statement is prepared in accordance with the cash receipts and disbursements basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our conclusion is not modified with respect to this matter.

Hicks & Associates CPAs

Lexington, Kentucky

June 8, 2020

MISSION FRANKFORT CLINIC, INC.
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CASH BALANCES
YEAR ENDED DECEMBER 31, 2019

CASH RECEIPTS

Contributions	\$ 29,633
Grants	155,000
Interest	92
Miscellaneous	<u>1,066</u>

TOTAL CASH RECEIPTS	185,791
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CASH DISBURSEMENTS

Bank service charges	89
Dental services	4,320
Insurance	3,577
Meals volunteers	5,740
Medical services	24,387
Medical supplies	4,789
Medication	13,786
Office expense	2,926
Payroll taxes	4,586
Professional services	2,000
Repairs and maintenance	694
Salaries	60,061
Tax and license	495
Travel and meetings	<u>589</u>

TOTAL CASH DISBURSEMENTS	<u>128,039</u>
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TOTAL CHANGE IN CASH	57,752
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CASH BALANCES AT BEGINNING OF YEAR	<u>79,594</u>
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CASH BALANCES AT END OF YEAR	<u><u>\$ 137,346</u></u>
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MISSION FRANKFORT CLINIC, INC.
NOTES TO FINANCIAL STATEMENT

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ORGANIZATION

Statement of Purpose

Mission Frankfort Clinic, Inc. herein referred to as "Organization", is a nonprofit organization and provides medical, dental and pharmaceutical health services for uninsured and underinsured residents of Franklin County, Kentucky. The Organization is supported primarily through contributions from individuals, businesses, foundations and grants.

Basis of Presentation

The Organization uses the cash receipts and disbursements basis of accounting, that is, receipts are recognized as cash is received and disbursements are recorded as cash is disbursed.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with maturities of six months or less to be cash equivalents. Money market funds have been included in the cash balances in the statement of cash receipts, disbursements and cash balances.

Tax Status

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. It is, however, subject to income taxes on "unrelated business income", of which management has determined there was none for the year ended December 31, 2019.

As of December 31, 2019, the Organization has no uncertain tax positions that qualify for disclosure in the financial statement. Tax years still open under federal and state statute of limitations remain subject to review and change.

NOTE B - CASH BALANCES

Cash balances in financial institutions at December 31, 2019 are as follows:

Without Donor Restrictions

Independence Bank - General	\$ 20,781
Independence Bank - Baugh Foundation	90,000
Independence Bank - Money market	20,039

With Donor Restrictions

WesBanco - Good Samaritan grant	<u>6,526</u>
Total cash balances	\$ <u>137,346</u>

MISSION FRANKFORT CLINIC, INC.
NOTES TO FINANCIAL STATEMENT

NOTE C - CONCENTRATION OF CASH RECEIPTS

During 2019, the Organization received \$90,000 from the Baugh Foundation. This amount represents 48% of total cash receipts for the year ended December 31, 2019.

NOTE D - DONOR RESTRICTED CASH

Grant funds received from Good Samaritan are restricted by the donor to be used solely for the purposes of medications, medical supplies, and other medical services. The balance of the donor restricted funds as of December 31, 2019 was \$6,526.

NOTE E - DATE OF MANAGEMENT'S REVIEW

The Organization's subsequent events have been evaluated by management through June 8, 2020, which is the date the financial statement was available to be issued.

NOTE F - SUBSEQUENT EVENT

The financial effects of COVID-19 have impacted a variety of entities within the United States and abroad. As of June 8, 2020, the Organization cannot reasonably estimate the impact COVID-19 will have on its overall financial performance, if any. Accordingly, this financial statement does not include any adjustments associated with the possible consequences of COVID-19.