

MISSION FRANKFORT CLINIC, INC.  
FRANKFORT, KENTUCKY

REVIEWED FINANCIAL STATEMENT

YEAR ENDED DECEMBER 31, 2021

HICKS & ASSOCIATES CPAS  
CERTIFIED PUBLIC ACCOUNTANTS

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# *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, 2021, 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.

We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

### 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*

December 19, 2022

MISSION FRANKFORT CLINIC, INC.  
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CASH BALANCES  
DECEMBER 31, 2021

CASH RECEIPTS	
Contributions	\$ 33,863
Grants	136,250
Interest	276
Miscellaneous	<u>7,691</u>
TOTAL CASH RECEIPTS	178,080
CASH DISBURSEMENTS	
Advertising	234
Bank service charges	388
Contracted services	4,300
Dental services	99
Equipment grant	7,518
Insurance	4,904
Meals volunteers	3,536
Medical services	30,905
Medical supplies	10,761
Medication	6,671
Office expense	4,164
Payroll taxes	3,723
Professional services	1,500
Repairs and maintenance	8,256
Salaries	48,651
Tax and license	652
Travel and meetings	<u>455</u>
TOTAL CASH DISBURSEMENTS	<u>136,717</u>
TOTAL CHANGE IN CASH	41,363
CASH BALANCES AT BEGINNING OF YEAR	<u>58,318</u>
CASH BALANCES AT END OF YEAR	<u>\$ 99,681</u>

See Independent Accountants' Review Report and Notes to Financial Statement.

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. Funds held in money market and brokerage accounts 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, 2021.

As of December 31, 2021, 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.

Advertising

The Organization expenses advertising costs as disbursed. Advertising expense was \$234 for the year ended December 31, 2021.

NOTE B - CASH BALANCES

Cash balances in financial institutions at December 31, 2021 are as follows:

Without Donor Restrictions

Independence Bank - general	\$ 78,234
Independence Bank - money market	20,297
Securities America - brokerage account	<u>1,150</u>
Total cash balances	\$ <u>99,681</u>



MISSION FRANKFORT CLINIC, INC.  
NOTES TO FINANCIAL STATEMENT

NOTE C - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Organization's financial assets as of December 31, 2021, reduced by amounts not available for general use because of board-imposed or donor-imposed restrictions:

Financial assets at year-end:	\$ 99,681
Less those unavailable for general expenditures within one year:	( _____ )
Financial assets available to meet cash needs for general expenditure within one year	\$ <u>99,681</u>

As part of the Organization's liquidity management, financial assets are structured to be available as its general expenditures, liabilities, and other obligations come due.

NOTE D - CONTINGENCY

In December 2019, a novel strain of coronavirus (COVID-19) was reported in China. The World Health Organization has declared the outbreak to constitute a "Public Health Emergency of International Concern." The extent of the future impact on the Organization will depend on future developments, including the duration and spread of the outbreak. The future impact on the Organization cannot be predicted at this time. The extent to which COVID-19 may impact revenues and other operating performances in the future remains uncertain. The Organization has taken preventive measures by strictly adhering to, and monitoring, the Center for Disease Control's updated guidelines and regulations.

NOTE E - DATE OF MANAGEMENT'S REVIEW

The Organization's subsequent events have been evaluated by management through December 19, 2022 which is the date the financial statement was available to be issued.