



Our Lady of Perpetual Health

OUR LADY OF PERPETUAL HEALTH, INC.

FINANCIAL STATEMENTS

SEPTEMBER 30, 2021



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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Our Lady of Perpetual Health, Inc.

We have audited the accompanying financial statements of Our Lady of Perpetual Health, Inc. (a nonprofit organization) which comprise the statement of financial position as of September 30, 2021, and the related statements of activities, functional expenses and cash flows for the period from inception (April 1, 2021) to September 30, 2021, and the related notes to the financial statements.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

To the Board of Directors of Our Lady of Perpetual Health, Inc.
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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Our Lady of Perpetual Health, Inc. as of September 30, 2021, and the changes in its net assets and its cash flows for the initial period then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, Our Lady of Perpetual Health, Inc. does not intend to continue operations beyond one year. Our opinion is not modified with respect to that matter.

BKHM, P.A.

Winter Park, Florida
October 29, 2021

OUR LADY OF PERPETUAL HEALTH, INC.

STATEMENT OF FINANCIAL POSITION

SEPTEMBER 30, 2021

ASSETS

Current assets:

Cash and cash equivalents

\$ -

Total assets

\$ -

NET ASSETS

Net assets:

Without donor restrictions:

Undesignated

\$ -

Total net assets

\$ -

See accompanying notes to financial statements.

OUR LADY OF PERPETUAL HEALTH, INC.

STATEMENT OF ACTIVITIES

FOR THE PERIOD FROM APRIL 1, 2021 TO SEPTEMBER 30, 2021

	Without Donor Restrictions
Support and revenue:	
In-kind contributions	\$ 41,333
Membership fees	9,950
Total support and revenue	<u>51,283</u>
Expenses:	
Program services	50,935
Management and general	348
Total expenses	<u>51,283</u>
Change in net assets	-
Net assets at beginning of period	-
Net assets at end of period	<u><u>\$ -</u></u>

See accompanying notes to financial statements.

OUR LADY OF PERPETUAL HEALTH, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE PERIOD FROM APRIL 1, 2021 TO SEPTEMBER 30, 2021

	Program Services	Supporting Services		Total
		Management and General	Fund Raising	
Instant care kits	\$ 23,798	\$ -	\$ -	\$ 23,798
Shipping and handling	27,137	-	-	27,137
Credit card processing fees	-	348	-	348
Total expenses	\$ 50,935	\$ 348	\$ -	\$ 51,283

See accompanying notes to financial statements.

OUR LADY OF PERPETUAL HEALTH, INC.

STATEMENT OF CASH FLOWS

FOR THE PERIOD FROM APRIL 1, 2021 TO SEPTEMBER 30, 2021

CASH FLOWS FROM OPERATING ACTIVITIES

Cash receipts from members	\$	9,950
Cash paid to suppliers		<u>(9,950)</u>
Net cash from operating activities		<u>-</u>
Net change in cash and cash equivalents		-
Cash and cash equivalents at beginning of period		<u>-</u>
Cash and cash equivalents at end of period	\$	<u><u>-</u></u>

RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH FROM OPERATING ACTIVITIES

Change in net assets	\$	<u>-</u>
Net cash from operating activities	\$	<u><u>-</u></u>

See accompanying notes to financial statements.

OUR LADY OF PERPETUAL HEALTH, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE PERIOD FROM APRIL 1, 2021 TO SEPTEMBER 30, 2021

1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Our Lady of Perpetual Health, Inc. (the "Church") was incorporated on April 1, 2021, as a Florida Not for Profit Corporation, organized exclusively for religious, charitable, and other purposes specified in Section 501(c)(3) or the Internal Revenue Code. Management of the affairs of the Church are vested in and controlled by its Board of Directors. The Church's purpose, as stated in the bylaws adopted by the Church's Board of Directors is:

To worship the good that is bestowed upon churches, ministries, and their members who do not have pre-existing conditions, do not get sick, and who seek to be free of government restraints; encourage people to care for one another, or to be free to not care for one another; teach the truth of health care sharing and the exemptions granted to health care sharing ministries; expand the blessings of the principles of such health care sharing and such exemptions; and expose and discredit those who seek to use health care sharing ministries and the exemptions granted thereto selfishly.

Although no formal plans have been enacted to terminate the operations of the Church, the Church does not intend to continue operations beyond one year.

Basis of Presentation

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP"), which require the Church to report information regarding its financial position and activities according to the following net asset classifications:

- Net Assets Without Donor Restrictions - Net assets that are not subject to donor-imposed restrictions and may be designated for specific purposes by actions of the Elders.
- Net Assets With Donor Restrictions - Net assets that are subject to donor-imposed restrictions that will be fulfilled either by actions of the Church or the passage of time or that include a stipulation that assets provided be retained and invested permanently while permitting the Church to use all or part of the investment return on these assets for specified or unspecified purposes. The Church had no net assets with donor restrictions as of September 30, 2021.

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 having original maturities of three months or less.

OUR LADY OF PERPETUAL HEALTH, INC.

NOTES TO FINANCIAL STATEMENTS (continued)

Revenue Recognition

All items of support and revenue are stated on the accrual basis. Support and revenue are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions that are not fulfilled in the accounting period. All expenses are reported as decreases in net assets without donor restrictions.

Contributions subject to donor-imposed restrictions are recorded as revenue with donor restrictions. When the donor-imposed restriction has been fulfilled or the stipulated time period has elapsed, the net assets are reclassified as net assets without donor restrictions and reported as net assets released from restrictions. Contributions with restrictions that are met during the fiscal year in which they are received are recorded as revenue without donor restrictions. Conditional promises to give and intentions to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. Contributions received for fundraising events are recorded as deferred revenue until the event is held.

Donations In-Kind and Contributed Services

Material donations-in-kind items used by the Church are recorded at their estimated fair value as revenue and expense at the time the items are placed into service or distributed.

Contributed services are reported as contributions at their fair value if such services 1) create or enhance non-financial assets, or 2) would typically need to be purchased if not provided by contribution, require specialized skills and are provided by individuals possessing such specialized skills. In addition, the appropriate value of donated services of individuals is recorded as an expense when such services qualify for cost reimbursement from third-party providers.

Expenses

All expenses are stated on the accrual basis and presented in the statement of activities and the statement of functional expenses. Expenses directly attributable to a specific functional category are reported as expenses of those functional categories. Expenses attributable to more than one functional category are allocated across program services and supporting services based on personnel time and actual expenses incurred for the related activities.

Concentrations of Risk

Significant amounts of the Church's support and revenue is received through member donations and in-kind donations. These members or donors deciding to stop paying could have a significant negative impact on the Church.

OUR LADY OF PERPETUAL HEALTH, INC.

NOTES TO FINANCIAL STATEMENTS
(continued)

Income Taxes

The Church is exempt from income taxation under Section 501(a) as an entity described in Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for federal income taxes is included in the accompanying financial statements.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from these estimates.

Subsequent Events

The Church has evaluated subsequent events through October 29, 2021, the date these financial statements were available to be issued.

Recently Issued Accounting Pronouncements

In September 2020, the FASB issued Accounting Standards Update No. 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*, which increases the transparency of contributed nonfinancial assets for not-for-profit entities through enhancements to presentation and disclosure. The new standard is effective for fiscal year 2022 and must be applied retrospectively. Implementation of the new standard will not affect the Church's financial position, changes in net assets or cash flows.

2 LIQUIDITY AND AVAILABILITY OF RESOURCES

The Church considers contributions without donor restrictions and contributions with donor restrictions for use in current programs which are ongoing, major and central to its annual operations to be available to meet cash needs for general expenditures. General expenditures include program services, management and general and fundraising expenses expected to be paid in the subsequent year. Annual operations are defined as activities occurring during the Church's fiscal year.

The Church manages its cash available to meet general expenditures following the principle of operating within a prudent range of financial soundness and stability.

The Church did not have any financial assets at September 30, 2021.