

WORKSITE WELLNESS LA
FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors of
Worksite Wellness LA
5955 S. Western Ave.
Los Angeles, CA 90047

Report on Financial Statements

We have reviewed the accompanying financial statements of Worksite Wellness LA (a nonprofit organization), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities and changes in net assets, functional expenses and cash flows for the years 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 entity 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.

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 engagements 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.

We are required to be independent of Worksite Wellness LA and to meet our other ethical responsibilities, in accordance with the relevant requirements related to our reviews.

INDEPENDENT ACCOUNTANT'S REVIEW REPORT (Continued)

Accountant's Conclusion

Based on our reviews, 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.



GuzmanGray
Costa Mesa, CA
February 10, 2026

WORKSITE WELLNESS LA
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2024 AND 2023

		June 30,	
		2024	2023
ASSETS			
CURRENT ASSETS			
Cash	\$	303,828	\$ 502,266
Certificate of deposit		100,000	70,000
Accounts receivable		170,094	64,708
Prepaid expenses		5,485	5,584
TOTAL CURRENT ASSETS		579,407	642,558
OTHER ASSETS			
		17,055	200
TOTAL ASSETS	\$	596,462	\$ 642,758
LIABILITIES AND NET ASSETS			
CURRENT LIABILITIES			
Accounts payable	\$	14,497	\$ 6,717
Accrued payroll and related expenses		53,617	40,267
Economic Injury Disaster loan, current portion		3,548	11,974
TOTAL CURRENT LIABILITIES		71,662	58,958
ECONOMIC INJURY DISASTER LOAN, NONCURRENT PORTION			
		150,571	144,941
TOTAL LIABILITIES		222,233	203,899
NET ASSETS			
Without donor restrictions		374,229	338,859
With donor restrictions		-	100,000
TOTAL NET ASSETS		374,229	438,859
TOTAL LIABILITIES AND NET ASSETS			
	\$	596,462	\$ 642,758

See Independent Accountant's Review Report and Notes to Financial Statements.

WORKSITE WELLNESS LA
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE AND SUPPORT			
Grants and contracts	\$ 601,472	\$ -	\$ 601,472
Program fees	415,601	-	415,601
Contributions	23,400	-	23,400
Interest	4,832	-	4,832
	<u>1,045,305</u>	<u>-</u>	<u>1,045,305</u>
NET ASSET RELEASED FROM RESTRICTIONS	100,000	(100,000)	-
	<u>1,145,305</u>	<u>(100,000)</u>	<u>1,045,305</u>
TOTAL REVENUE AND SUPPORT			
EXPENSES			
Program services	967,461	-	967,461
Support services			
Management and general	104,077	-	104,077
Fundraising	38,397	-	38,397
TOTAL EXPENSES	<u>1,109,935</u>	<u>-</u>	<u>1,109,935</u>
CHANGE IN NET ASSETS	35,370	(100,000)	(64,630)
BEGINNING NET ASSETS	<u>338,859</u>	<u>100,000</u>	<u>438,859</u>
ENDING NET ASSETS	<u>\$ 374,229</u>	<u>\$ -</u>	<u>\$ 374,229</u>

See Independent Accountant's Review Report and Notes to Financial Statements.

WORKSITE WELLNESS LA
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE AND SUPPORT			
Grants and contracts	\$ 656,751	\$ -	\$ 656,751
Program fees	178,612	-	178,612
Contributions	7,600	-	7,600
Interest	1,225	-	1,225
Other	619	-	619
TOTAL REVENUE AND SUPPORT	<u>844,807</u>	<u>-</u>	<u>844,807</u>
EXPENSES			
Program services	779,316	-	779,316
Support services			
Management and general	61,223	-	61,223
Fundraising	23,401	-	23,401
TOTAL EXPENSES	<u>863,940</u>	<u>-</u>	<u>863,940</u>
CHANGE IN NET ASSETS	(19,133)	-	(19,133)
BEGINNING NET ASSETS	<u>357,992</u>	<u>100,000</u>	<u>457,992</u>
ENDING NET ASSETS	<u>\$ 338,859</u>	<u>\$ 100,000</u>	<u>\$ 438,859</u>

See Independent Accountant's Review Report and Notes to Financial Statements.

WORKSITE WELLNESS LA
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2024

	Program Services	Support Services		Total Expenses
		Management and General	Fundraising	
Salaries and wages	\$ 601,627	\$ 39,237	\$ 13,079	\$ 653,943
Professional fees	96,650	7,275	-	103,925
Employee benefits	82,220	5,362	1,787	89,369
Payroll taxes	72,920	4,756	1,585	79,261
Office supplies	30,619	1,997	666	33,282
Program	24,775	-	-	24,775
Meetings and conferences	-	21,163	-	21,163
Development	-	-	20,982	20,982
Rent	19,380	1,020	-	20,400
Accounting	16,403	1,823	-	18,226
Travel	10,783	-	-	10,783
Postage and printing	-	9,649	298	9,947
Insurance	8,765	974	-	9,739
Incentives	-	5,530	-	5,530
Interest	-	4,354	-	4,354
Telephone	3,319	175	-	3,494
Dues and subscriptions	-	565	-	565
Other	-	197	-	197
	<u>\$ 967,461</u>	<u>\$ 104,077</u>	<u>\$ 38,397</u>	<u>\$ 1,109,935</u>

See Independent Accountant's Review Report and Notes to Financial Statements.

WORKSITE WELLNESS LA
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023

	Program Services	Support Services		Total Expenses
		Management and General	Fundraising	
Salaries and wages	\$ 501,758	\$ 32,723	\$ 10,908	\$ 545,389
Professional fees	75,748	5,376	163	81,287
Employee benefits	60,733	3,961	1,320	66,014
Payroll taxes	44,689	2,915	972	48,576
Office supplies	23,983	1,564	521	26,068
Rent	19,380	1,020	-	20,400
Accounting	16,470	1,830	-	18,300
Program	16,091	-	-	16,091
Insurance	8,999	1,000	-	9,999
Development	-	-	9,492	9,492
Travel	7,921	-	-	7,921
Meetings & conferences	-	4,428	-	4,428
Interest	-	4,294	-	4,294
Telephone	3,544	187	-	3,731
Marketing	-	1,000	-	1,000
Postage and printing	-	789	25	814
Other	-	136	-	136
	<u>\$ 779,316</u>	<u>\$ 61,223</u>	<u>\$ 23,401</u>	<u>\$ 863,940</u>

See Independent Accountant's Review Report and Notes to Financial Statements.

WORKSITE WELLNESS LA
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

	June 30,	
	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (64,630)	\$ (19,133)
Adjustments to reconcile change in net assets to net cash used in operating activities		
Forgiveness of loan	-	(1,556)
(Increase) decrease in operating assets		
Accounts receivable	(105,386)	17,721
Prepaid expenses	99	(652)
Other assets	(16,855)	(200)
Increase (decrease) in operating liabilities		
Accounts payable	7,780	(1,497)
Accrued payroll and related expenses	13,350	4,156
Net cash used in operating activities	(165,642)	(1,161)
 CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of certificate of deposit	(30,000)	(70,000)
Net cash used in investing activities	(30,000)	(70,000)
 CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of loan	(2,796)	-
Net cash used in financing activities	(2,796)	-
 DECREASE IN CASH	(198,438)	(71,161)
 BEGINNING CASH	502,266	573,427
 ENDING CASH	\$ 303,828	\$ 502,266
 SUPPLEMENTAL DISCLOSURE		
INCOME TAXES PAID	NONE	NONE
INTEREST PAID	\$ 4,354	\$ 4,294

See Independent Accountant's Review Report and Notes to Financial Statements.

WORKSITE WELLNESS LA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 1 – ORGANIZATION

General

Worksite Wellness LA (the “Organization”) is a not-for-profit entity that strives to improve the health status of low income, medically underserved families through outreach and health education programs in workplaces in Los Angeles County, California.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (“GAAP”).

Basis of Presentation

Net assets and revenues, gains and losses are classified based on donor-imposed restrictions.

Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net assets without donor restrictions

Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. The Organization’s board may designate assets without restrictions for specific operational purposes from time to time.

Net assets with donor restrictions

Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Net assets released from donor restrictions

Net assets are released by incurring expenses satisfying the restriction or occurrence of the other events specified by donors.

The Organization has elected to present contributions with donor restrictions, which are fulfilled in the same time period, in the net asset without donor restrictions column.

WORKSITE WELLNESS LA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Accounting 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 certain reported amounts and disclosures. Actual results could differ from those estimates.

Cash and Cash Equivalents

For the purpose of the statements of cash flows, the Organization considers cash on hand and cash in other depository institutions with an original maturity of three months or less to be cash equivalents. Short-term investments with an original maturity of three months or less are considered cash equivalents. As of June 30, 2024 and 2023, the Organization held no cash equivalents.

Accounts Receivable and Allowance for Credit Losses

Accounts receivable represents amounts due from program grants, contracts, and program service activities. Receivables are recorded when revenue has been earned and collectability is reasonably assured.

Accounts receivable is stated at unpaid balances, less an allowance for credit loss. An allowance for credit losses was calculated using management's best estimate of projected losses over the remaining life of the accounts receivable in accordance with Accounting Standard Update ("ASU") No. 2016-13, *Financial Instruments - Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*. This represents the portion of the accounts receivable balances that has been deemed uncollectible based on the Organization's expectations of future cash flows for each respective aging of accounts receivable, given the outlook and forecasts and related fiscal and regulatory interventions. The expected lifetime losses were calculated using historical losses. There is no allowance for credit losses as of June 30, 2024, and 2023, as management believes the total receivables to be fully collectible. Accounts receivable is considered impaired if full principal payments are not received in accordance with the contractual terms. It is the Organization's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected.

Accrued Vacation

Accruals for vacation are made on a monthly basis as such benefits become payable to employees. Pay rate increases are applied to the hours earned in prior periods, if any, and are reported in salaries and wages in the statements of functional expenses.

WORKSITE WELLNESS LA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue from Contracts with Customers

The Organization recognizes revenue when it satisfies a performance obligation by transferring a promised good to, or performing a service for, a customer. The amount of revenue recognized reflects the consideration the Organization expects to receive in exchange for satisfying distinct performance obligations. If a performance obligation does not meet the criteria to be considered distinct, the Organization combines it with other performance obligations until a distinct bundle of goods or services exists. Performance obligations are satisfied at a point in time and the related revenue is recognized as services are rendered. The period between when the Organization transfers goods and services to their customers and when the customers pay for those goods and services will be one year or less. Therefore, the Organization elected the practical expedient not to adjust the promised amount of consideration for the effects of a significant financing component.

Grants and Contracts

The Organization earns revenue primarily through cost-reimbursable service contracts with government agencies to provide outreach, health education, healthcare enrollment assistance, and related services. These arrangements are accounted for as exchange transactions, as each party receives commensurate value for the services provided.

The Organization's performance obligations consist of delivering programmatic, educational, and navigation services as specified in each contract. Performance obligations are satisfied over time as services are performed.

Amounts due from contracting parties for services provided but not yet reimbursed are recorded as accounts receivable in the statements of financial position.

Amounts received in advance of satisfying performance obligations are recorded as deferred revenue and recognized as contract revenue in the statements of activities and changes in net assets when the related services are performed.

Program Fees

The Organization generates program fee revenue from agreements with healthcare organizations, healthcare universities, and universities to provide outreach, health education, healthcare enrollment assistance, and related navigation services. These arrangements are exchange transactions that include performance obligations satisfied over time. Revenue is recognized as services are performed, generally based on services delivered or costs incurred. Contract consideration may include variable amounts and is recognized to the extent it is probable that a significant reversal will not occur.

WORKSITE WELLNESS LA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue and Support

The Organization recognizes the following in accordance with FASB Accounting Standards Codification (FASB ASC) 958-605, *Not-for-Profit Entities - Revenue Recognition*:

Contributions

Contributions received are recorded as support without donor restrictions or with donor restrictions depending on the existence and nature of any restrictions. All contributions are considered to be available without donor restriction use unless specifically restricted by the donor. Contributions that are designated for future periods or restricted by the donor for specific purposes are reported as support with donor restrictions. When a donor's stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities and changes in net assets as net assets are released from restrictions. Donor-restricted contributions whose restrictions are met in the same period are reported as support without donor restrictions.

Unconditional promises to give that are expected to be collected within one year are recorded at their net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. Amortization of the discount to present value is included in contribution revenue. Conditional promises to give are not included in support until the conditions are substantially met.

Net assets that have restrictions stipulated by the donor that the corpus be invested in perpetuity and only income be made available for operations are classified as net assets with donor restrictions in perpetuity.

Leases

Under Accounting Standard Codification ("ASC") 842, *Leases*, The Organization determines if a contract contains a lease when the contract conveys the right to control the use of identified property, plant or equipment for a period of time in exchange for consideration. Upon such identification and commencement of a lease, the Organization establishes a right-of-use ("ROU") asset and a lease liability in the balance sheet. The Organization elected an accounting policy to exclude from the balance sheet the right-of-use assets and lease liabilities related to short-term leases, which are those leases with a lease term of twelve months or less that do not include an option to purchase the underlying asset that the Organization is reasonably certain to exercise. The Organization applies judgment in determining whether a contract contains a lease and if a lease is classified as an operating lease or a finance lease.

WORKSITE WELLNESS LA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Leases (Continued)

A lease component is defined as an asset within the lease contract that a lessee can benefit from the use of and is not highly dependent or interrelated with other assets in the arrangement. A lease contract may contain multiple lease components. A non-lease component is defined as a component of the lease that transfers a good or service for the underlying asset, such as maintenance services. The Organization has determined that all of its leases contain one lease component. The lease liability represents future lease payments discounted for present value. Lease payments that may be included in the lease liability include fixed payments, variable lease payments that are based on an index or rate and payments for penalties for terminating the lease if the lessee is reasonably certain to use a termination option, among others. Certain leases contain rent escalation clauses that are specifically stated in the lease, and these are included in the calculation of the lease liability.

The ROU asset consists of the amount of the initial measurement of the lease liability and adjusted for any lease incentives, including rent abatements and tenant improvement allowances, and any initial direct costs incurred by the lessee. The ROU asset is amortized over the remaining lease term on a straight-line basis. The lease term is determined by taking into account the initial period as stated in the lease contract and adjusted for any renewal options that the Organization is reasonably certain to exercise as well as any period of time that the lessee has control of the space before the stated initial term of the lease.

During the year, the Organization's lease arrangements consisted solely of short-term leases. Accordingly, no ROU assets or lease liabilities were recognized in the statements of financial position. Lease expense related to these short-term leases is recognized on a straight-line basis over the lease term and is included in rent expense in the accompanying statements of functional expenses.

Functional Allocation of Expenses

The Organization allocates its expenses on a functional basis among its various programs and support services. Expenses that can be identified with a specific program or support services are allocated directly according to their natural expenditure classification. Salaries and wages, payroll taxes and employee benefits are based on time and effort. Costs related to space include rent and telephone are allocated on a square footage basis. All other costs are allocated based on estimated usage for programs and support services.

WORKSITE WELLNESS LA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

The Organization is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the California Revenue Code. Additionally, the Organization qualifies for the charitable contribution deductions and has been determined not to be a private foundation. The Organization evaluates uncertain tax positions whereby the effect of the uncertainty would be recorded if the tax positions will more likely than not be sustained upon examination. As of June 30, 2024 and 2023, management does not believe the Organization has any uncertain tax positions requiring accrual or disclosure. The Organization is subject to potential income tax audits on open tax years by any taxing jurisdiction in which it operates. The statute of limitations for federal and California state purposes is generally three and four years, respectively.

NOTE 3 – FAIR VALUE MEASUREMENTS

GAAP emphasizes that fair value is a market-based measurement, not an entity-specific measurement, and defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. As a basis for considering market participant assumptions in fair market value measurements, GAAP establishes a fair value hierarchy that distinguishes between market participant assumptions based on market data obtained from sources independent of the reporting entity (observable inputs that are classified within Levels 1 and 2 of the hierarchy) and the reporting entity's own assumptions about market participant assumptions (unobservable inputs classified within Level 3 of the hierarchy).

Level 1: Quoted prices (unadjusted) in active markets that are accessible at the measurement date for assets and liabilities. The fair value hierarchy gives the highest priority to level 1 inputs.

Level 2: Valuations based on other observable inputs, which include quoted prices in active markets for similar assets and liabilities, either directly or indirectly. These inputs may include observable inputs such as interest rates that are observable at commonly quoted intervals.

Level 3: Valuations based on unobservable inputs for assets and liabilities, which are typically based on an organization's own assumptions which are internally developed and estimated.

In instances where the determination of the fair value measurement is based upon inputs from different levels of the fair value hierarchy, the level in the fair value hierarchy within which the entire fair value measurement falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

WORKSITE WELLNESS LA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2024 AND 2023

NOTE 3 – FAIR VALUE MEASUREMENTS (Continued)

The following table presents assets that are measured at fair value on a recurring basis as of June 30, 2024

	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Certificate of deposit	<u>\$ 100,000</u>	<u>\$ -</u>	<u>\$ 100,000</u>	<u>\$ -</u>

The following table presents assets that are measured at fair value on a recurring basis at June 30, 2023:

	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Certificate of deposit	<u>\$ 70,000</u>	<u>\$ -</u>	<u>\$ 70,000</u>	<u>\$ -</u>

Following is a description of the valuation methodologies used for assets measured at fair value on a recurring basis. There were no changes to the valuation methodologies used as of June 30, 2024, and 2023.

Certificate of deposit: Valued based on estimates using current market rates offered for deposits with similar maturities.

The fair value of certificate of deposit approximates their carrying amounts due to the short-term nature of this financial asset.

NOTE 4 – ECONOMIC INJURY DISASTER LOAN

On June 10, 2020, the Organization obtained a \$150,000 Covid-19 Economic Injury Disaster (“EIDL”) relief loan from the U.S. Small Business Administration (“SBA”), and is due in thirty years from the date of the promissory note. The loan was provided by the SBA in order to alleviate economic injury caused by the global pandemic crisis. The loan is secured by all tangible and intangible personal property as described in the SBA loan agreement, and has an annual interest rate of 2.75 percent. The Organization accrues interest on the outstanding balance of the loan as required by the terms of the loan agreement. Effective March 15, 2022, the SBA extended the deferment period by 30 months from the date of the note. The note requires monthly payments of \$641 which begins after the expiration of the deferment period. The loan also requires interest to be accrued on the loan during the deferment period.

WORKSITE WELLNESS LA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 4 – ECONOMIC INJURY DISASTER LOAN (Continued)

The outstanding balances of the EIDL as of June 30, 2023 and 2024 consist of the following:

	2024	2023
Total loan payable	\$ 154,119	\$ 156,915
Less: current maturity	(3,548)	(11,974)
Noncurrent portion	\$ 150,571	\$ 144,941

The following is a schedule of future minimum loan payments:

Year ending June 30,	
2025	3,548
2026	3,648
2027	3,751
2028	3,808
2029	3,914
Thereafter	135,450
	\$ 154,119

NOTE 5 – LEASES

The Organization leases its facility in Los Angeles, California on a month-to-month basis. Rent payment is approximately \$1,700 per month during the years ended June 30, 2024 and 2023.

Rent expense was \$20,400 for the years ended June 30, 2024 and 2023.

WORKSITE WELLNESS LA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 6 - CONCENTRATION OF CREDIT RISK AND UNCERTAINTIES

Concentration of Credit Risk

The Organization operates in Los Angeles County, California and is subject to fluctuations in the local economy, which could impact contributions, specifically grants and donations.

The Organization maintains interest and noninterest bearing cash accounts at a financial institution located in Southern California. Certain bank account balances are insured by the Federal Deposit Insurance Corporation. Insurance limit for interest bearing accounts is \$250,000 per depositor per institution. At certain times during the year, cash balances may exceed this amount. Management believes the Organization is not exposed to any significant credit risk related to cash. As of June 30, 2024 and 2023, the Organization had no uninsured cash balances.

The Organization received approximately 58% and 78% of its support from grants and contracts for the years ended June 30, 2024 and 2023, respectively. Management believes they are in compliance with all terms and requirements of these grants and contracts.

Cash balances deposited and maintained by financial institutions differ from cash presented in the statement of financial position due to timing differences.

NOTE 7 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes as of June 30, 2024, and 2023:

	<u>2024</u>	<u>2023</u>
Program and support services	<u>\$ -</u>	<u>\$ 100,000</u>

WORKSITE WELLNESS LA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 7 – NET ASSETS WITH DONOR RESTRICTIONS (Continued)

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors as follows for the years ended June 30, 2024 and 2023:

	2024	2023
Program and support services	\$ 100,000	\$ -

NOTE 8 – LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, during the years ended June 30, 2024 and 2023, comprise of the following:

	2024	2023
Cash	303,828	502,266
Certificate of deposit	100,000	70,000
Accounts receivable	170,094	64,708
	573,922	636,974
Less: Economic Injury Disaster Loan, current portion	(3,548)	(11,974)
Donor-imposed restrictions	-	(100,000)
	(3,548)	(111,974)
Total Financial Assets Available to Management for General Expenditures Within One Year	\$ 570,374	\$ 525,000

The Organization maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities and other obligations come due.

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 programs and general expenditures that may not be covered by donor-restricted resources.

WORKSITE WELLNESS LA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 9 – RECLASSIFICATION

The Organization reclassified certain receivable balances to conform with the current year’s presentation. Specifically, grants and contracts receivable and program fees receivable were combined and presented as accounts receivable in the statements of financial position.

This reclassification had no impact on the change in net assets or total net assets for either year presented. The following table summarizes the effect of the reclassification on June 30, 2023 comparative balances:

Receivables	As previously reported 2023	Reclassification Adjustment	As Reclassified 2023
Grants and contracts receivable	\$57,581	(\$57,581)	\$ –
Program fees receivable	7,127	(7,127)	–
Accounts receivable	–	64,708	64,708

In addition, the Organization reclassified its certificate of deposit that was previously included in cash and cash equivalents in prior years. Certificate of deposit totaled \$100,000 and \$70,000 as of June 30, 2024 and June 30, 2023, respectively. This reclassification had no impact on total assets or net assets.

NOTE 10 - SUBSEQUENT EVENTS

Management reviewed and evaluated all activities through February 10, 2026, which was the date the financial statements were available to be issued. The evaluation concluded that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.