

**CO-COUNTY WELLNESS SERVICES
D/B/A BERKS AIDS NETWORK
AND
SCHUYLKILL WELLNESS SERVICES
(A NONPROFIT CORPORATION)**

**FINANCIAL STATEMENTS & AUDITOR'S REPORT
AND SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2024**

CO-COUNTY WELLNESS SERVICES
(A Nonprofit Corporation)

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*We Want to Help
Our Clients Achieve
What They Want in Life
and Have Fun Doing It.*

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Co-County Wellness Services
Reading, Pennsylvania

Opinion

We have audited the accompanying financial statements of Co-County Wellness Services (a nonprofit organization), which comprise the statements of financial position as of June 30, 2024, and 2023, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Co-County Wellness Services as of June 30, 2024, and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Co-County Wellness Services 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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 financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Co-County Wellness Services' ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Business Development Specialists

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Member: Pennsylvania Institute of Certified Public Accountants

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 generally accepted auditing standards and Government Auditing Standards 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 aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and Government Auditing Standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the 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 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 Co-County Wellness Services's 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 financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Co-County Wellness Service's 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 audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The AIDSNET Program and Jewish Healthcare Foundation Program (JHF) Income Statements on pages 20 through 23 of the auditor's report are presented for additional analysis and is not a required part of the basic 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of Statements of program costs is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 25, 2024, on our consideration of Co-County wellness Services internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Co-County wellness Services internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Co-County wellness Services internal control over financial reporting and compliance.



L. Samuel Deegan
Certified Public Accountant
Pottsville, Pennsylvania
October 25, 2024

Co-County Wellness Services (A Nonprofit Corporation)
Statement of Financial Position
June 30, 2024
With Comparative Totals as of June 30, 2023

	2024	2023
ASSETS		
Current Assets		
Cash	\$ 230,824	\$ 312,095
Grants and Accounts Receivable	344,913	286,282
Prepaid Expense	8,988	6,710
Total Current Assets	584,725	605,087
Property, Plant, and Equipment		
Land	19,993	19,993
Building and Improvements	589,244	576,273
Equipment	200,157	195,761
Less: Accumulated Depreciation	(519,051)	(494,199)
Total Property, Plant, and Equipment	290,343	297,828
TOTAL ASSETS	875,068	902,915
LIABILITIES AND NET ASSETS		
Current Liabilities		
Current Portion Long-Term Debt	\$ 7,517	\$ 8,031
Accounts Payable	840	-
Accrued Vacation	14,321	14,958
Accrued Payroll Taxes	26,025	23,062
Unearned Revenue	25,000	50,000
Total Current Liabilities	73,703	96,051
Long-Term Debt (less current maturities)	176,305	183,912
TOTAL LIABILITIES	250,008	279,963
NET ASSETS		
Without Donor Restrictions	625,060	622,952
With Donor Restrictions	-	-
TOTAL NET ASSETS	625,060	622,952
TOTAL LIABILITIES AND NET ASSETS	\$ 875,068	\$ 902,915

Statement of Activities
For the Year Ended June 30, 2024
With Comparative Totals For the Year Ended June 30, 2023

	2024		2023
	Without Donor Restrictions	With Donor Restrictions	Total (Memorandum Only)
REVENUES AND OTHER SUPPORT			
Contributions	\$ 23,722	\$ -	\$ 23,722
Special Events	89,392	-	89,392
Public Support:			
Grant Income	1,591,593	-	1,591,593
Interest Income	3,760	-	3,760
Net Assets Released from Restrictions:			
Satisfaction of Usage Restrictions	-	-	-
TOTAL REVENUES AND OTHER SUPPORT	1,708,467	-	1,708,467
EXPENSES			
Program Expenses	1,564,825	-	1,564,825
Management and General	119,380	-	119,380
Special Events	22,154	-	22,154
TOTAL EXPENSES	1,706,359	-	1,706,359
Change in Net Assets	2,108	-	2,108
Net Assets at Beginning of Year	622,952	-	622,952
NET ASSETS AT END OF YEAR	\$ 625,060	\$ -	\$ 625,060

Statement of Cash Flows
For the Year Ended June 30, 2024
With Comparative Totals for the Year Ended June 30, 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
CHANGE IN NET ASSETS	\$ 2,108	\$ 10,519
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation Expense	24,852	24,728
(Increase) Decrease in Grants and Accounts Receivable	(58,631)	(10,640)
(Increase) Decrease in Prepaid Expense	(2,278)	12,065
Increase (Decrease) in Unearned Revenue	(25,000)	50,000
Increase (Decrease) in Accounts Payable and Accrued Expenses	203	(1,274)
Increase (Decrease) in Accrued Payroll Taxes	2,963	(6,046)
Net Cash Provided (Used) By Operating Activities	\$ (55,783)	\$ 79,352
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Equipment and Building Improvements	(17,367)	(7,356)
Net Cash Flows Provided (Used) by Investing Activities	(17,367)	(7,356)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net Advances on Payroll Protection Loan	-	-
Decrease in Long Term Debt	(8,121)	(7,382)
Net Cash Flows Provided (Used) by Financing Activities	(8,121)	(7,382)
Net Increase (Decrease) In Cash	(81,271)	64,614
Cash at Beginning of Year	312,095	247,481
Cash at End of Year	\$ 230,824	\$ 312,095
Supplemental Data for Noncash Investing Activities:		
Cash Payments for Interest	\$ 11,039	\$ 11,039

**Statement of Functional Expenses
For the Year Ended June 30, 2024**

	Program Services		Supporting Services		Total Expenses	
	Care Services	Prevention Education	General and Administrative	Fund Raising		Total
Salaries and Related Expenses						
Salaries	\$ 600,416	\$ 396,843	\$ 78,875	\$ 8,763	\$ 1,084,897	
Payroll Taxes	47,374	31,314	6,233	693	85,614	
Other Employee Benefits	102,193	66,889	13,446	1,494	184,022	
Total Salaries and Related Expenses	749,983	495,046	98,554	10,950	1,354,533	
Functional Expenses						
Accounting and Legal	5,590	4,300	860	-	10,750	
Advertising	363	8,365	38	-	8,766	
Building and Equipment Rentals	9,169	6,997	1,473	-	17,639	
Contract Services	23,148	43,983	2,794	-	69,925	
Contact Tracing Costs	-	-	-	-	-	
Call Center Costs	-	-	-	-	-	
Depreciation	12,923	9,941	1,988	-	24,852	
Insurance	9,810	7,631	2,495	-	19,936	
Interest	7,049	5,422	1,085	-	13,556	
Magic Wand, Journey, Emergency Assistance	9,410	-	-	-	9,410	
Office Expense and Miscellaneous	4,130	3,158	612	-	7,900	
Parking	3,782	2,809	946	-	7,537	
Postage	1,742	1,290	319	-	3,351	
Printing	2,247	1,866	337	-	4,450	
Professional Development	8,003	14,592	1,233	-	23,828	
Repairs and Maintenance	10,808	8,313	1,603	-	20,724	
Special Events	-	-	-	11,204	11,204	
Supplies	23,799	12,631	1,340	-	37,770	
Telephone	14,367	10,754	2,226	-	27,347	
Travel	10,697	7,589	393	-	18,679	
Utilities	7,680	5,438	1,084	-	14,202	
Total Functional Expenses	164,717	155,079	20,826	11,204	32,030	
Total Expenses	\$ 914,700	\$ 650,125	\$ 119,380	\$ 22,154	\$ 1,706,359	

Co-County Wellness Services (A Nonprofit Corporation)
Statement of Functional Expenses
For the Year Ended June 30, 2023

	Program Services		Supporting Services		Total Expenses
	Care Services	Prevention Education	General and Administrative	Fund Raising	
Salaries and Related Expenses					
Salaries	\$ 530,032	\$ 397,496	\$ 82,321	\$ 9,147	\$ 1,018,996
Payroll Taxes	41,996	31,497	6,542	727	80,762
Other Employee Benefits	105,434	53,080	11,825	1,313	171,652
Total Salaries and Related Expenses	677,462	482,073	100,688	11,187	1,271,410
Functional Expenses					
Accounting and Legal	5,460	4,095	945	-	10,500
Advertising	350	9,818	5	-	10,173
Building and Equipment Rentals	8,904	6,733	1,515	-	17,152
Contract Services	14,630	38,609	2,532	-	55,771
Contact Tracing Costs	-	-	85,671	-	85,671
Call Center Costs	-	-	-	-	-
Depreciation	12,855	9,647	2,226	-	24,728
Insurance	8,184	6,131	1,423	-	15,738
Interest	5,740	4,305	994	-	11,039
Magic Wand, Journey, Emergency Assistance	10,667	-	-	-	10,667
Office Expense and Miscellaneous	3,076	2,291	490	-	5,857
Parking	3,547	2,619	906	-	7,072
Postage	2,476	1,559	407	-	4,442
Printing	5,168	2,824	694	-	8,686
Professional Development	6,300	10,862	1,227	-	18,389
Repairs and Maintenance	10,943	7,748	1,894	-	20,585
Special Events	-	-	-	12,334	12,334
Supplies	24,244	12,705	1,781	-	38,730
Telephone	13,590	10,192	2,352	-	26,134
Travel	8,780	5,750	669	-	15,199
Utilities	6,046	4,353	982	-	11,381
Total Functional Expenses	150,960	140,241	106,713	12,334	410,248
Total Expenses	\$ 828,422	\$ 622,314	\$ 207,401	\$ 23,521	\$ 1,681,658

See Notes to Financial Statements.

Co-County Wellness Services
(A Nonprofit Corporation)
Notes to Financial Statements
June 30, 2024

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Co-County Wellness Services is a nonprofit corporation organized under the laws of the Commonwealth of Pennsylvania to improve public health through service, education, and advocacy. It provides and advocates for human services to support the best possible quality of life for all persons with HIV-related illnesses and to provide public health information and resources to educate the public and to decrease high risk behaviors and increase public awareness.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

Comparative Financial Data

The financial statements include certain prior-year comparative total amounts. Such total amounts do not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such amounts should be read in conjunction with the organization's financial statements for the year ended June 30, 2023, from which the comparative total amounts were derived.

Promises to Give

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional.

Cash and Cash Equivalents

For the purpose of reporting cash flows, the Organization considers all cash accounts, which are not subject to withdrawal restrictions or penalties, to be cash on the accompanying statements of financial position with a maturity of 15 months or less. All accounts are held in financial institutions and fully covered by FDIC insurance.

Advertising

The Organization expenses all advertising costs as incurred.

**Co-County Wellness Services
(A Nonprofit Corporation)
Notes to Financial Statements
June 30, 2024**

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Property and Equipment

Property and equipment are stated at cost, net of accumulated depreciation. Depreciation of property and equipment is computed on the straight-line method over the following estimated useful lives:

	<u>Years</u>
Building	40
Building Improvements	7 - 40
Equipment	3 - 7

Land, buildings, and equipment acquired with gifts of cash are reported as unrestricted or as temporarily restricted depending on whether there is an explicit, donor-imposed time requirement as to how long the assets must be maintained. When explicit donor stipulations are absent, the Organization records the long-lived assets as unrestricted.

Provisions for Income Taxes

Co-County Wellness Services (A Nonprofit Corporation) is exempt from federal income taxes under Section 501(c) (3) of the Internal Revenue Code.

Revenue Recognition

Grants

Revenue from grants is recognized in the period that the grants specify, and related expenses are incurred.

Contributions

Contributions, including unconditional promises to give, are recorded as made. All contributions are available for unrestricted use unless specifically restricted by the donor. Unconditional promises to give due in the next year are recorded at their net realizable value. Unconditional promises to give due in subsequent years are reported at the present value of their net realizable value, using risk-free interest rates applicable to the years in which the promises are to be received.

**Co-County Wellness Services
(A Nonprofit Corporation)
Notes to Financial Statements
June 30, 2024**

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Net Assets

The Organization is required to report information regarding its financial position and activities according to two net asset classes:

Net Assets Without Donor Restrictions are available for use at the discretion of the Board and/or management for general operating purposes. From time to time the Board may designate a portion of these net assets for specific purposes which makes them unavailable for use at management's discretion.

Net Assets with Donor Restrictions consists of assets whose use is limited by donor-imposed, time and or purpose restrictions. The Organization reports gifts of cash and other assets as revenue with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is when a stipulate time restriction ends or purpose restriction is accomplished, the net assets are reclassified as net assets without donor restriction and reported in the statement of activities as net assets released from restrictions.

The Organization chooses to use the simultaneous release option for donor-restricted contributions whose restrictions are met in the same reporting period. These nets assets are reported as support in net assets without donor-imposed restrictions.

Donated Materials and Equipment

Donated materials and equipment are reflected as contributions in the accompanying financial statements at their estimated fair values at the date of receipt.

Donated Services

Donated services are recognized as contributions in accordance with ASC 958 605 50-1 if the services (a) create or enhance nonfinancial assets or (b) require specialized skills and are performed by people with those skills, and (c) would otherwise be purchased by the Organization.

No amounts have been reflected in the financial statements for the years ended June 30, 2024, and 2023, for donated services because the Organization pays for most services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Organization with specific assistance programs, campaign solicitations and various committee assignments that are not recognized as contributions in the financial statements since the criteria for ASC 958 605 50-1 are not met.

**Co-County Wellness Services
(A Nonprofit Corporation)
Notes to Financial Statements
June 30, 2024**

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES
Continued

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activity and in the statement of functional expenses. Accordingly, certain costs have been allocated among departments and programs. The general approach of CCWS in allocating costs to departments, grants, and contracts is as follows: All allowable direct costs are charged directly to departments using staff salary expense/hours as the basis for the allocation. Allowable direct costs that can be identified to more than one program are further prorated individually using staff expense/hours of the program to the total department salary/hours as the base most appropriate to the cost being prorated. This year the initial allocation for allowable direct expenses to departments was 52% for care services, 40% for prevention services, and 8% for general and administrative. The allocation of allowable expenses to programs within the departments for the care services 52% was further distributed as 83% to Part B Rebate funded services (Medical Case Management-MCM) at 71% and Health Education Risk Reduction (HERR) at 12%; 11% to Outreach under the Minority AIDS Initiative Grant (MAI) and 6% to other care services programs; for the 40% to prevention services programs the allocation was further distributed as 41% to State rebate funded prevention programs HIV Navigation Services (HNS), and 59% to other prevention services, including Berks Teens, and 8% to other allowable general and administrative costs, (costs that benefit all programs and cannot be identified to a specific program - indirect costs). These are allocated to programs, grants, etc. using a base that results in equitable distribution of allowable costs. CCWS utilizes staff salary expense/hours of each program to the total overall agency salary expense/hours as the basis for this distribution.

Estimates

The preparation of financial statements, in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Co-County Wellness Services
(A Nonprofit Corporation)
Notes to Financial Statements
June 30, 2024**

Note B – LAND BUILDINGS AND EQUIPMENT DEPRECIATION

Depreciation of buildings, improvements, and equipment is provided on a straight- line basis over the estimated useful lives of the assets. As of June 30, 2024, and June 30, 2023, the basis of such assets was as follows:

Capital Assets, not being depreciated

Land	\$ 19,993	-	-	\$ 19,993
Total	<u>19,993</u>	<u>-</u>	<u>-</u>	<u>19,993</u>

Capital Assets, being depreciated

Building Improvements	424,477	12,971	-	437,448
Buildings	151,796	-	-	151,796
Equipment	<u>195,761</u>	<u>4,396</u>	<u>-</u>	<u>200,157</u>
Totals	772,034	4,396	-	789,401

Accumulated Depreciation	<u>494,199</u>	<u>24,852</u>	<u>-</u>	<u>519,051</u>
Total	<u>\$ 297,828</u>	<u>24,852</u>	<u>-</u>	<u>\$ 290,343</u>

	<u>Balance on July 1, 2022</u>	<u>Additions and Transfers</u>	<u>Deletions and Transfers</u>	<u>Balance on June 30, 2023</u>
Capital Assets, not being depreciated				
Land	\$ 19,993	-	-	\$ 19,993
Total	<u>19,993</u>	<u>-</u>	<u>-</u>	<u>19,993</u>
Capital Assets, being depreciated				
Building Improvements	419,522	4,955	-	424,477
Buildings	151,796	-	-	151,796
Equipment	<u>193,360</u>	<u>2,401</u>	<u>-</u>	<u>195,761</u>
Totals	764,678	2,401	-	772,034
Accumulated Depreciation	<u>469,471</u>	<u>24,728</u>	<u>-</u>	<u>494,199</u>
Total	<u>\$ 315,200</u>	<u>24,728</u>	<u>-</u>	<u>\$ 297,828</u>

**Co-County Wellness Services
(A Nonprofit Corporation)
Notes to Financial Statements
June 30, 2024**

NOTE C – LINES OF CREDIT AND LONG-TERM DEBT

Lines of Credit

The Organization has a \$100,000 line of credit with Fulton Bank that is secured by a second lien on the building. The line of credit bears interest at the Bank's Prime Rate. There were no outstanding balances on June 30, 2024, and 2023.

Long-term Debt

On May 23, 2023, the interest rate on the Long- Term Debt was adjusted from a fixed rate of 5.06% to a variable rate tied to the prime rate. On June 30, 2023, the note carried an interest rate of 8.25%. and a balance of \$191, 943. In August of 2023, the Organization refinanced the Long-Term Debt. After the refinance, the current note is payable in monthly installments of \$1,815.68, including interest with a term of 180 months. The rate is fixed for five years at 7.75%, after which the rate will vary with Prime as defined in the note. Note maturity is May 23, 2038. The note payable is collateralized by a first lien on certain real property.

	2024	2023
	\$183,822	\$191,943
Payments	(7,517)	(8,121)
	\$176,305	\$183,822

Aggregate maturities required on long-term debt as of June 30, 2024, are due in future years as follows:

	Principle	Interest	Total
2025	7,517	14,271	21,788
2026	8,225	13,563	21,788
2026	8,895	12,893	21,788
2028	9,587	12,201	21,788
2028	10,401	11,387	21,788
2030-2034	66,158	38,054	108,940
2035-2038	70,039	22,370	87,152

**Co-County Wellness Services
(A Nonprofit Corporation)
Notes to Financial Statements
June 30, 2024**

NOTE D – RESTRICTIONS ON NET ASSETS

There were no net assets released from donor restrictions during the year ended June 30, 2024.

NOTE E – OPERATING LEASES

The Organization leases office space on a month-to-month basis in Pottsville Pennsylvania. Monthly rental is \$880 per month. The Organization leases copier equipment under various noncancellable agreements that expire annually and require various minimum annual rentals which is considered immaterial to the financial statements.

Total rent/lease expense for the years ended June 30, 2024, and 2023, totaled \$17,639 and \$17,741, respectively.

NOTE F – CONCENTRATIONS AND COMMITMENTS

Support from governmental units

The Organization receives a substantial amount of its support from the Federal Government, the Commonwealth of Pennsylvania, and local governments in Berks County some of which is passed through other Non-Profit recipients. A significant reduction in the level of this support, if this were to occur, would have a significant effect on the Organization's programs and activities.

Grant revenue from one government recipient agency amounted to approximately \$ 969,870 and \$898,347 for the years ended June 30, 2024, and 2023, respectively and grants receivable on June 30,2024, and 2023, included approximately \$251,176 and \$220,581 respectively from this governmental agency.

Audit

The grants received by the Organization are subject to audit by the federal and state governments. As of the date of this report, management is unaware of any material adjustments that will be required because of such audits.

**Co-County Wellness Services
(A Nonprofit Corporation)
Notes to Financial Statements
June 30, 2024**

NOTE G – LIQUIDITY AND AVAILABILITY OF FINANCIAL RESOURCES

The Organization must maintain adequate resources to meet the needs of the organization’s general expenditures within one year. As part of its liquidity management, CCWS has a policy to structure its financial assets to be available as general expenditures, liabilities, and other obligations become due. CCWS invests its cash in excess of daily needs in money market funds.

The Organization also has a \$100,000 Line of Credit with Fulton Bank available to meet the needs of general expenditures (as discussed in Note B.) There was no balance outstanding as of June 30, 2024.

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

Checking	\$ 187,109
Money Market Funds	139,705
Certificate of Deposit	<u>53,860</u>
 Total	 <u><u>\$ 380,674</u></u>

NOTE H – SUBSEQUENT EVENTS

Subsequent Events

Management has considered subsequent events through October 25, 2024, the date of the financial statements.

SUPPLEMENTARY INFORMATION



L. SAMUEL DEEGAN, P.C.

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*We Want to Help
Our Clients Achieve
What They Want in Life
and Have Fun Doing It.*

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Directors
Co-County Wellness Services
Reading, Pennsylvania

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of Co-County Wellness Services (a nonprofit organization) which comprise the statement of financial position as of June 30, 2024, and 2023, and the related statements of activities, and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated October 25, 2024.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Co-County Wellness Services' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Co-County Wellness Services' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Co-County Wellness Services' internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Co-County Wellness Services' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



L. Samuel Deegan
Certified Public Accountant
Pottsville, Pennsylvania
October 25, 2024.

**CO-COUNTY WELLNESS SERVICES
AIDSNET FUNDED MEDICAL CASE MANAGEMENT
SAP # 4100092588
ANNUAL JULY 1, 2023 - JUNE 30, 2024**

	7/1/23 - 6/30/24	Annual Budget
REVENUE		
Case Management	\$ 605,151.69	\$ 635,953.00
Total Revenue	<u>605,151.69</u>	<u>635,953.00</u>
DIRECT EXPENSES		
Salaries	392,800.37	402,864.00
Benefits & Taxes	98,200.09	100,716.00
Other Consultants/Temporary labor	6,867.12	6,555.00
Office Supplies	5,068.61	14,920.00
Equipment Lease & Maintenance	2,613.36	2,785.00
Travel Expense (Mileage/Lodging)	4,370.92	10,425.00
Professional Consultant/Group Facilitators	-	5,871.00
Professional Fees (Accounting/Audit/Legal)	3,968.90	5,355.00
Insurance (Prof/Liab/Board/Fidelity)	6,021.90	5,623.00
Occupancy (Rent and Utilities)	20,393.16	24,990.00
Telephone & Internet	9,408.46	9,282.00
Postage and Delivery	881.05	1,498.00
Copying and Printing	1,675.82	2,321.00
Seminars/Conferences/Training	1,004.56	3,570.00
Advertising	315.15	1,428.00
Resource Materials/ Subscriptions	2,017.88	2,678.00
Total Direct Costs	555,607.35	600,881.00
Indirect Costs Allowable	49,544.34	54,761.00
TOTAL	<u>\$ 605,151.69</u>	<u>\$ 655,642.00</u>
PROFIT/LOSS	<u>\$ -</u>	<u>\$ (19,689.00)</u>

**CO-COUNTY WELLNESS SERVICES
AIDSNET FUNDED PART B SERVICES HE/RR
SAP # 4100092588
ANNUAL JULY 1, 2023- JUNE 30, 2024**

	7/1/23 - 6/30/24	Annual Budget
REVENUE		
Case Management	\$ 117,603.43	\$ 110,027.00
Total Revenue	<u>117,603.43</u>	<u>110,027.00</u>
DIRECT EXPENSES		
Salaries	79,246.50	67,795.00
Benefits & Taxes	19,811.63	16,949.00
Other Consultants/Temporary labor	1,160.64	1,124.00
Office Supplies	856.66	2,558.00
Equipment Lease & Maintenance	441.69	477.00
Travel Expense (Mileage/Lodging)	265.36	3,350.00
Professional Fees (Accounting/Audit/Legal)	670.80	216.00
Insurance (Prof/Liab/Board/Fidelity)	1,017.80	964.00
Occupancy (Rent and Utilities)	3,446.72	4,284.00
Telephone & Internet	1,590.18	1,591.00
Postage and Delivery	149.32	257.00
Copying and Printing	283.23	398.00
Seminars/Conferences/Training	169.78	611.00
Resource Materials/ Subscriptions	341.04	459.00
Total Direct Costs	109,451.35	101,033.00
Indirect Costs Allowable	8,152.08	8,994.00
TOTAL	<u>\$ 117,603.43</u>	<u>\$ 110,027.00</u>
PROFIT/LOSS	<u>\$ -</u>	<u>\$ -</u>

**CO-COUNTY WELLNESS SERVICES
AIDSNET FUNDED PREVENTION SERVICES HIV NAVIGATION SERVICES
SAP # 4100092588
ANNUAL JULY 1, 2023 - JUNE 30, 2024**

	7/1/23-6/30/24	Annual Budget
REVENUE		
HIV Navigation Services	\$ 245,448.80	\$ 285,769.00
Total Revenue	<u>245,448.80</u>	<u>285,769.00</u>
 DIRECT EXPENSES		
Salaries	157,008.98	172,782.00
Benefits & Taxes	39,252.25	43,196.00
Other Consultants/Temporary labor	3,050.40	3,011.00
Office Supplies	2,251.49	6,854.00
Equipment Lease & Maintenance	1,160.88	1,279.00
Travel Expense (Mileage/Lodging)	1,183.31	7,202.00
Professional Consultant/Group Facilitators	-	-
Professional Fees (Accounting/Audit/Legal)	1,718.93	2,460.00
Insurance (Prof/Liab/Board/Fidelity)	2,674.95	2,583.00
Occupancy (Rent and Utilities)	9,058.70	11,480.00
Telephone & Internet	4,179.27	4,264.00
Postage and Delivery	392.45	689.00
Copying and Printing	744.40	1,066.00
Seminars/Conferences/Training	446.24	1,640.00
Advertising	139.99	656.00
Resource Materials/ Subscriptions	868.64	1,230.00
Stipends for Clients	258.20	1,650.00
Total Direct Costs	224,389.08	262,042.00
Indirect Costs Allowable	21,059.72	23,726.00
		-
TOTALS	<u>\$ 245,448.80</u>	<u>\$ 285,768.00</u>
PROFIT/LOSS		
ANNUAL PROFIT/(LOSS)	<u>\$ -</u>	<u>\$ 1.00</u>

CO-COUNTY WELLNESS SERVICES
AGREEMENT BETWEEN THE JEWISH HEALTHCARE FOUNDATION
PITTSBURGH AND CO-COUNTY WELLNESS SERVICES
AGREEMENT#2324-0610
ANNUAL JULY 1, 2023 - JUNE 30, 2024

	7/1/23-6/30/24	Annual Budget
REVENUE		
MAI - Ryan White (Federal)	\$ 38,023.41	\$ 65,658.00
MAI - State	73,696.06	21,885.00
Total Revenue	<u>111,719.47</u>	<u>87,543.00</u>
DIRECT EXPENSES		
Ins-Heath - Care - MAI Fed	13,149.08	9,800.00
Payroll Tx - Care - MAI Fed	6,861.78	6,385.00
Prof Svcs - Care - MAI Fed	1,075.00	1,200.00
Simple IRA - MAI Fed	1,740.08	1,750.00
Salaries - Care- MAI - Fed	87,003.85	66,712.00
Telephone/Comm - Care - MAI fed	783.40	1,000.00
Travel - Care - MAI Fed	<u>1,106.28</u>	<u>1,000.00</u>
Total Expenses	<u>111,719.47</u>	<u>87,847.00</u>
Net Income	<u><u>-</u></u>	<u><u>(304.00)</u></u>