

**Little Brook Home, Inc.
and Bethane Properties, Inc.**

Consolidated Financial Statements

Year Ended December 31, 2023

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**Little Brook Home, Inc.
and Bethane Properties, Inc.**

Consolidated Financial Statements

Year Ended December 31, 2023

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**Little Brook Home, Inc.
and Bethane Properties, Inc.**

Consolidated Balance Sheet

December 31, 2023

ASSETS

CURRENT ASSETS

Cash and cash equivalents \$ 21,724
Accounts receivable 1,554,912
Prepaid expenses 72,200
Inventory 6,150

Total current assets 1,654,986

PROPERTY AND EQUIPMENT

Furniture and fixtures 342,036
Equipment 57,486
Office equipment 24,700
Building and improvements 1,590,307
Land 300,000
Auto 181,940
Total 2,496,469

Less accumulated depreciation 1,246,875
Net property and equipment 1,249,594

OTHER ASSETS

Goodwill 600,000
Total other assets 600,000

\$ 3,504,580

LIABILITIES AND STOCKHOLDER'S EQUITY

CURRENT LIABILITIES

Accounts payable and accrued expenses \$ 1,535,885
Note payable Zions, current portion 40,878
Note payable Colson, current portion 43,267
Total current liabilities 1,620,030

LONG-TERM LIABILITIES

Note payable Zions, net of current portion 315,516
Note payable auto, net of current portion 22,527
Note payable Amex Loan 47,250
Note payable SBA Loan 56,903
Total long-term liabilities 442,196

STOCKHOLDER'S EQUITY

Little Brook Home, Inc.'s stockholder's equity:

Paid in capital 867,500
Retained earnings 394,081
Total Little Brook Home, Inc.'s Stockholder's Equity 1,261,581
Non-controlling interest in equity of affiliate 180,773
Total stockholder's equity 1,442,354

\$ 3,504,580

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**Little Brook Home, Inc.
and Bethane Properties, Inc.**

Consolidated Statement of Income with Consolidating Information

Year Ended December 31, 2023

	Little Brook Home, Inc.	Bethane Properties, Inc.	Eliminations	Consolidated
Revenues	\$ 3,541,120	\$ 210,000	\$ (210,000)	\$ 3,541,120
Expenses				
Direct resident costs	1,594,648	-	-	1,594,648
General resident services	546,267	-	-	546,267
Property operating expenses	354,342	83,036	(210,000)	227,378
General and administrative expenses	984,477	74,544	-	1,059,021
Total expenses	3,479,734	157,580	(210,000)	3,427,314
Income from operations before depreciation and amortization expense	61,386	52,420	-	113,806
Depreciation and Amortization Expense	17,599	31,875	-	49,474
Income from operations	43,787	20,545	-	64,332
Other Income (Expense)				
Interest income	182	-	-	182
Interest expense	(28,284)	(19,581)	-	(47,865)
Total Other (Expense)	(28,102)	(19,581)	-	(47,683)
Income before income taxes and non-controlling interest in loss of affiliate	15,685	964	-	16,649
Income taxes	-	188	-	188
Income Before Non-Controlling Interest	\$ 15,685	\$ 776	\$ -	16,461
Non-Controlling Interest in Loss of Affiliate				776
Net Income of Little Brook Home, Inc.				\$ 15,685

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**Little Brook Home, Inc.
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Consolidated Statement of Stockholder's Equity

Year Ended December 31, 2023

	Paid in Capital	Retained Earnings	Non-Controlling Interest	Total Stockholder's Equity
BALANCES, beginning of year	\$ 442,500	\$ 381,951	\$ 179,997	\$ 1,004,448
Stockholder's contributions	425,000	-	-	425,000
Stockholder's distributions	-	(3,555)	-	(3,555)
Net income	-	15,685	776	16,461
BALANCES, end of year	\$ 867,500	\$ 394,081	\$ 180,773	\$ 1,442,354

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**Little Brook Home, Inc.
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Consolidated Statement of Cash Flows

Year Ended December 31, 2023

CASH FLOWS PROVIDED BY (USED FOR) OPERATING ACTIVITIES

Net income	\$ 16,461
Adjustments to reconcile net income to net cash provided by (used for) operating activities	
Depreciation and amortization	49,474
Increase (decrease) in assets	
Accounts receivable	(223,365)
Prepaid expenses	800
Increase (decrease) in liabilities	
Accounts payable and accrued expenses	124,237
	<u><u>(32,393)</u></u>

CASH FLOWS FROM FINANCING ACTIVITIES

Repayments of long-term debt	(378,810)
Stockholder's distributions	(3,555)
Stockholder's contributions	425,000
	<u><u>42,635</u></u>

Net increase in cash and cash equivalents

10,242

CASH AND CASH EQUIVALENTS, beginning of year

11,482

CASH AND CASH EQUIVALENTS, end of year

\$ 21,724

SUPPLEMENTARY CASH FLOWS INFORMATION

Cash paid during the year for:

Interest	\$ 47,865
Income taxes	<u><u>188</u></u>

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**Little Brook Home, Inc.
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Consolidated Schedule of Direct Resident Costs

Year Ended December 31, 2023

RN wages	\$ 83,084
LPN wages	505,757
CNA wages	558,659
Nursing director wages	110,663
Administrative RN	9,840
Medical director	9,200
Other medical expense	20,332
Activity supplies	6,671
Pharmacy	29,963
Nursing supplies	77,050
Activities wages	66,194
Therapy	61,756
Social services expense	52,868
Infection preventionist wages	2,611
	<u><u>\$ 1,594,648</u></u>

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**Little Brook Home, Inc.
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Consolidated Schedule of General Resident Services

Year Ended December 31, 2023

Raw food	\$ 105,946
Dietary wages	162,763
Dietary supplies	10,099
Nursing home tax	105,335
Maintenance wages	52,921
Housekeeping wages	69,756
Laundry wages	18,795
Housekeeping supplies	20,652
	<u><u>\$ 546,267</u></u>

Consolidated Schedule of Property Operating Expenses

Year Ended December 31, 2023

Contracted maintenance	\$ 34,796
Maintenance expense	62,318
Real estate tax	17,917
Rent expense	66,000
Utilities	46,347
	<u><u>\$ 227,378</u></u>

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**Little Brook Home, Inc.
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Consolidated Schedule of General and Administrative Expenses

Year Ended December 31, 2023

Administrator wages	\$	229,208
Payroll taxes		156,569
Office supplies and postage		31,172
Licenses		12,717
Marketing		23,791
Dues and subscriptions		1,191
Data processing		17,368
General business insurance		76,536
Telephone		3,301
Professional fees		284,554
Employee fringe benefits		199,172
Travel and entertainment		19,826
Other administrative expense		3,616
		<u><u>\$ 1,059,021</u></u>

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