

Team Healthcare, Inc.

**Financial Statements
With Independent Auditor's Report
December 31, 2023**

**Fylstra & Associates, LLC
Certified Public Accountants
Allendale, New Jersey**

Team Healthcare, Inc.

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of
Team Healthcare, Inc.

Opinion

We have audited the accompanying financial statements of Team Healthcare, Inc. (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets—cash basis as of December 31, 2023, and the related statement of support, revenue, and expenses—cash basis for the year 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 assets, liabilities, and net assets of Team Healthcare, Inc. as of December 31, 2023, and its support, revenue, and expenses for the year then ended in accordance with the cash basis of accounting as described in Note 2.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 Team Healthcare, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis of Accounting

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting described in Note 2, and for determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

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 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 the 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, 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 Team Healthcare, Inc.'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 Team Healthcare, Inc.'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.

Allendale, New Jersey
June 11, 2024



Fylstra & Associates, LLC

Team Healthcare, Inc.
Statement of Assets, Liabilities and Net Assets - Modified Cash Basis
December 31, 2023
With Comparative Totals for 2022

	2023	2022
Assets		
Cash and cash equivalents	\$ 1,654,053	\$ 1,300,547
Total assets	\$ 1,654,053	\$ 1,300,547
Liabilities and Net Assets		
Net assets		
Without donor restrictions	\$ 317,390	\$ 250,484
With donor restrictions	1,336,663	1,050,063
Total net assets	1,654,053	1,300,547
Total liabilities and net assets	\$ 1,654,053	\$ 1,300,547

See accompanying notes to the financial statements.

Team Healthcare, Inc.
Statement of Revenue, Expenses and Change in Net Assets - Modified Cash Basis
Year Ended December 31, 2023
With Comparative Totals for 2022

	2023		2022	
	Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions	With Donor Restrictions
		<u>Total</u>		<u>Total</u>
Changes in Net Assets				
Revenue				
Contributions	\$ 532,797	\$ 286,600	\$ 819,397	\$ 1,638,499
Interest earnings	43,277		43,277	7,217
Total revenue	<u>576,074</u>	<u>286,600</u>	<u>862,674</u>	<u>1,645,716</u>
Expenses				
Program service	487,260		487,260	640,774
Management and general	21,908		21,908	7,086
Total expenses	<u>509,168</u>		<u>509,168</u>	<u>647,860</u>
Change in net assets	66,906	286,600	353,506	997,856
Net assets				
Beginning of year	250,484	1,050,063	1,300,547	302,691
End of year	<u>\$ 317,390</u>	<u>\$ 1,336,663</u>	<u>\$ 1,654,053</u>	<u>\$ 1,300,547</u>

See accompanying notes to the financial statements.

Team Healthcare, Inc.
Statement of Functional Expenses - Modified Cash Basis
Year Ended December 31, 2023
With Comparative Totals for 2022

	Program Service	Management and General	Total 2023	Total 2022
Salary & Taxes	\$ 55,257		\$ 55,257	\$ 61,200
Payroll Services		2,056	2,056	1,545
Recruiting		2,700	2,700	2,718
Accounting		15,150	15,150	
Bank and Credit Card Fees		2,002	2,002	2,823
Building Supplies	2,715		2,715	593
Ministry Expenses	379,070		379,070	528,207
Surgical Instruments	15,923		15,923	26,116
Travel	33,155		33,155	14,427
Office Expenses	586		586	9,832
Postage	554		554	399
Total	<u>\$ 487,260</u>	<u>\$ 21,908</u>	<u>\$ 509,168</u>	<u>\$ 647,860</u>

See accompanying notes to the financial statements.

Team Healthcare, Inc.
Statement of Cash Flows - Modified Cash Basis
Year Ended December 31, 2023
With Comparative Totals for 2022

	2023	2022
Cash flows from operating activities:		
Change in net assets	\$ 353,506	\$ 997,856
Net cash provided (used) in operating activities	353,506	997,856
Net increase (decrease) in cash	353,506	997,856
Cash and cash equivalents:		
Beginning of year	1,300,547	302,691
End of year	\$ 1,654,053	\$ 1,300,547

See accompanying notes to the financial statements.

Team Healthcare, Inc.
Notes to Financials Statements
December 31, 2023

1. Nature of Activities

Organization - Team Healthcare, Inc (the Organization) is a nonprofit healthcare organization that spreads the gospel of Jesus Christ in underprivileged areas of the world through medical, dental, eye care, construction and VBS missions.

2. Summary of Significant Accounting Policies

The following is a summary of certain significant accounting policies followed in the preparation of these financial statements. The policies conform to the basis of accounting described below and have been consistently applied.

Basis of Accounting - The accompanying financial statements have been prepared on the modified cash basis which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. This basis differs from generally accepted accounting principles primarily because the Organization has not recognized receivables, prepaid expenses, accounts payable, or accruals. Under the modified cash basis (except for the recognition of certain deposits, the capitalization of equipment and related depreciation, and sales tax liability) financial transactions are recorded when the actual cash transactions occur, irrespective of when revenue is earned or expense obligations are incurred.

Net Assets - The Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions, which represent the expendable resources that are available for operations at the Organization's discretion, and net assets with donor restrictions, which represents resources restricted by donors as to purpose or by the passage of time.

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 and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents - The Organization considers all cash on hand and in the bank, money market funds, and certificates of deposit with an original maturity of less than three months to be cash equivalents.

Team Healthcare, Inc.
Notes to Financial Statements
December 31, 2023

2. Summary of Significant Accounting Policies (continued)

Contributions - Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Donated Services - Many individuals have donated time and services in a variety of tasks to assist operations; however, no amounts have been reported in the financial statements since they do not meet the criteria for recognition as contributed services contained in generally accepted accounting principles.

Income Taxes - The Organization is a not-for-profit organization exempt from federal and state income taxes under section 501(c)(3) of the Internal Revenue Code. There is, therefore, no provision for income taxes in these financial statements. Annually, the Organization files Form 990, Return of Organizations Exempt from Income Tax with the Internal Revenue Service. The Organization believes that it has appropriate support for all tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements. Tax returns are open for examination by the Internal Revenue Service for three years after filing. Returns for this year and the last three years remain open.

Subsequent Events - The Organization has evaluated subsequent events for potential recognition or disclosure through June 11 2024, the date the financial statements were available to be issued.

3. Liquidity and Availability of Financial Assets

The Organization's primary source of revenue is from contributions. It monitors its liquidity so that it is able to meet all operating needs. It has cash of \$1,404,053 that could readily be made available within one year of the balance sheet date to fund expenses without limitations.

4. Restrictions on Assets

As of December 31, 2023, net assets with donor restrictions were available for the following purposes:

	2023
Building Fund for Mali, Africa	<u>\$ 1,336,663</u>
	<u>\$ 1,336,663</u>

Team Healthcare, Inc.
Notes to Financial Statements
December 31, 2023

5. Ministry Expense Disclosure

The financial statements of the Organization report Ministry Expenses of \$379,070. These expenses include funds that are withdrawn with bank cards and converted into West African CFA franc the currency used in Mali. The converted cash is used for various ministries and construction projects in West Africa. Daniel Kim, a surgeon for Team Healthcare Inc, records the cash expenses using an Excel spreadsheet. Fylstra & Associates has inspected the withdrawals and Excel spreadsheet of expenses.