

HENNESSEY INN & SUITES, INC.

FINANCIAL STATEMENTS

For the period ended

March 31, 2024

DAVID E. CLAMPITT, CPA, INC., P.C.

1401 S DOUGLAS BLVD, STE R MIDWEST CITY, OK 73130 (405)736-1099 FAX (405)265-9605

Management is responsible for the accompanying financial statements of Hennessey Inn & Suites, Inc. which comprise the balance sheet-income tax basis as of March 31, 2024, and the related statement of income-income tax basis, and for determining that the tax-basis of accounting is an acceptable financial reporting framework. I have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, I do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the tax-basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared in accordance with the tax-basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the company's assets, liabilities, equity, revenues and expenses. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to Hennessey Inn & Suites, Inc.

Sincerely,



David E. Clampitt, CPA

Midwest City, Oklahoma

April 5, 2024

Hennessey Inn & Suites Inc.
Balance Sheet
March 31, 2024

		Assets	
Current Assets			
Cash in ATM	\$	7,000.00	
Cash in Bank		8,331.04	
ATM Account		5,862.10	
Accounts Receivable		<u>3,912.84</u>	
Total Current Assets	\$		25,105.98
Fixed Assets			
Furniture & Fixtures		28,407.47	
Equipment		16,607.74	
Automobiles & Trucks		26,000.00	
Leasehold Improvements		5,560.00	
Accumulated Depreciation		<u>(71,396.35)</u>	
Total Fixed Assets			5,178.86
Other Assets			<u>37,826.00</u>
Total Assets	\$		<u>68,110.84</u>

Draft for discussion purpose Only

See Accompanying Accountant's Compilation Report

Hennessey Inn & Suites Inc.
Balance Sheet
March 31, 2024

Liabilities and Equity

Current Liabilities			
FICA & Fed Withholding Payable	958.71		
State Withholding Payable	1,260.75		
Sales Tax Payable	1,939.32		
Transient Tax	<u>2,272.43</u>		
Total Current Liabilities		\$	6,431.21
Long Term Liabilities			
Note Payable-SBA	147,707.00		
Note Payable	<u>170,000.00</u>		
Total Long Term Liabilities			317,707.00
Equity			
Common Stock	1,000.00		
Retained Earnings	(202,625.06)		
Current Income (Loss)	<u>(54,402.31)</u>		
Total Equity			<u>(256,027.37)</u>
Total Liabilities & Equity		\$	<u><u>68,110.84</u></u>

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Hennessey Inn & Suites Inc.
Income Statement
For the Period Ended March 31, 2024

	3 Months Ended Mar. 31, 2024	Pct	3 Months Ended Mar. 31, 2024	Pct
Revenue				
Sales	\$ 86,832.50	102.31	\$ 86,832.50	102.31
Bankcard Discounts	<u>(1,961.28)</u>	<u>(2.31)</u>	<u>(1,961.28)</u>	<u>(2.31)</u>
Total Revenue	84,871.22	100.00	84,871.22	100.00
Cost of Sales	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Cost of Sales	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Gross Profit	84,871.22	100.00	84,871.22	100.00
Operating Expenses				
Accounting & Legal	3,416.84	4.03	3,416.84	4.03
Advertising	3,093.04	3.64	3,093.04	3.64
Bank Service Charges	21.15	0.02	21.15	0.02
Dues & Subscriptions	26.15	0.03	26.15	0.03
Franchise Fees	17,872.94	21.06	17,872.94	21.06
Insurance - General	8,575.94	10.10	8,575.94	10.10
Insurance - Health	1,826.16	2.15	1,826.16	2.15
Office Expense	426.75	0.50	426.75	0.50
Officers' Salaries	0.00	0.00	0.00	0.00
Repairs & Maintenance	5,768.26	6.80	5,768.26	6.80
Salaries	40,231.96	47.40	40,231.96	47.40
Security Service	553.28	0.65	553.28	0.65
Supplies	19,914.18	23.46	19,914.18	23.46
Taxes - Payroll	3,336.45	3.93	3,336.45	3.93
Taxes - Property	13,893.00	16.37	13,893.00	16.37
Telephone	8,269.18	9.74	8,269.18	9.74
Utilities	<u>12,048.25</u>	<u>14.20</u>	<u>12,048.25</u>	<u>14.20</u>
Total Expenses	<u>139,273.53</u>	<u>164.10</u>	<u>139,273.53</u>	<u>164.10</u>
Operating Income	<u>(54,402.31)</u>	<u>(64.10)</u>	<u>(54,402.31)</u>	<u>(64.10)</u>
Total Other Income	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Net Income (Loss)	<u>\$ (54,402.31)</u>	<u>(64.10)</u>	<u>\$ (54,402.31)</u>	<u>(64.10)</u>

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