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UNITECH TRAINING ACADEMY, INC.

Financial Statements

and

Independent Auditor's Reports

December 31, 2021

Andrew Pieri, CPA P.C.

UNITECH TRAINING ACADEMY, INC.

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December 31, 2021

ANDREW PIERI CPA, P.C.
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Independent Auditor's Report

Board of Directors
Unitech Training Academy, Inc.
Lafayette, LA

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of Unitech Training Academy, Inc. (the "School") which comprise the balance sheet as of December 31, 2021, and the related statement of income and retained earnings, and cash flows for the year then ended and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the School as of December 31, 2021, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in Government Auditing Standards (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 the School, 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.

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 the School's ability to continue as a going concern for one year after the date that the financial statements are issued (or within one year after the date that the financial statements are available to be issued, when applicable).

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 GAAS 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 the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS 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 the School'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 the School'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 accompanying supplementary information, which includes Note A on related party transactions, Notes B, C, D and E on the Financial Responsibility Supplemental Schedule, as required by 34 C.F.R. Section 668.172 and 34 C.F.R. Appendix A to Subpart L of Part 668, and Note F on the School's calculation of its Title IV 90/10 revenue test is presented for purposes of additional analysis and is not a required part of the financial statements. The Supplementary 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 Supplementary Information 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 June 15, 2022 on our consideration of the School's 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 the School's 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 the School's internal control over financial reporting and compliance.

ANDREW PIERI, CPA, P.C.
Queens, New York
June 20, 2022

UNITECH TRAINING ACADEMY, INC.

Balance Sheet

For the year ended December 31, 2021

ASSETS

CURRENT ASSETS:		
1 Cash and cash equivalents	$	841,536
2 Tuition receivable - *net of allowance for doubtful accounts*		2,549,439
3 Related party receivables		130,000
4 Prepaid expenses		201,000
5 Inventory		97,350
6 Total current assets		3,819,325
PROPERTY AND EQUIPMENT:		
7 Building and improvements		2,780,757
8 Computer equipment and software		1,159,104
9 Furniture and fixtures		413,346
10 Office equipment		672,832
11 Vehicles		72,468
		5,098,507
12 Less: accumulated depreciation		(3,163,187)
13 Property and equipment - *net of accumulated depreciation*		1,935,320
OTHER ASSETS:		
14 Licensing agreements - *net of accumulated amortization*		821,052
15 Security deposits		99,078
16 Total other assets		920,130
17 TOTAL ASSETS	$	6,674,775

LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES:		
18 Accounts payable and accrued expenses	$	466,682
19 Student refunds payable		9,372
20 Unearned tuition		2,054,250
21 HERFF funds - unused		188,614
22 Current portion of loans payable		111,551
23 Current portion of capitalized leases		12,768
24 Total current liabilities		2,843,237
LONG TERM LIABILITIES:		
25 Capitalized leases payable, net of current maturities		14,564
26 Loans payable		334,654
27 Total long term liabilities		349,218
28 TOTAL LIABILITIES		3,192,455
STOCKHOLDERS' EQUITY		
29 Common stock, $ 1 par value 10,000 share authorized, issued and outstanding		10,000
30 Additional paid in Capital		422,960
31 Retained earnings		3,049,360
32 Total stockholders' equity		3,482,320
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	$	6,674,775

See independent auditor's reports and notes to the financial statements.

UNITECH TRAINING ACADEMY, INC.

Statement of Income and Retained Earnings

For the year ended December 31, 2021

	REVENUES	
33	Tuition	$ 20,793,715
34	Less: Refunds and recoveries	(2,369,524)
		18,424,191
35	Other student service income	56,179
36	Grant income	1,948,873
37	Other income	1,525,253
38	Total revenues	21,954,496
	EXPENSES	
39	Salaries and related payroll costs	10,889,635
40	Instructional	915,491
41	Student recruitment	1,753,513
42	Occupancy	3,054,917
43	General and administrative	2,878,379
44	Depreciation	379,645
45	Total expenses	19,871,580
46	**Net income from operations**	**2,082,916**
47	Retained earnings - beginning of year	3,065,087
48	Less: drawings	(2,098,643)
49	Retained earnings - end of year	$ 3,049,360

See independent auditor's reports and notes to the financial statements.

UNITECH TRAINING ACADEMY, INC.

Statement of Cash Flows
For the year ended December 31, 2021

CASH FLOWS FROM OPERATING ACTIVITIES:		
Net Income	$	2,082,916
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation		379,645
Changes in assets and liabilities		
(Increase) / Decrease		
Tuition receivable		199,481
Related party receivables		33,000
Prepaid expenses		221,666
Inventory		3,990
(Decrease / Increase		
Accounts payable		(146,306)
Unearned tuition		(438,610)
Student refunds payable		4,065
Total adjustments		256,931
Net cash provided by operating activities		2,339,847
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of fixed assets		(30,457)
Net cash used in investing activities		(30,457)
CASH FLOWS FROM FINANCING ACTIVITIES:		
HEERF funds - received		2,011,775
HEERF funds - expensed		(1,961,932)
Net decrease in loans		(33,114)
Net decrease capitalized lease		(29,536)
Stockholder distributions		(2,098,643)
Net cash used in financing activities		(2,111,450)
Net increase in cash and cash equivalents		197,940
Cash and cash equivalents - beginning of year		643,596
Cash and cash equivalents - end of year	$	841,536
SUPPLEMENTAL DISCLOSURES:		
Income taxes paid	$	-
Interest expense paid	$	2,830

See independent auditor's reports and notes to the financial statements.

NOTE 1 – ORGANIZATION

Unitech Training Academy ("School") was established on February 1997 under the laws of the state of Louisiana and has locations in Lafayette, West Monroe, Houma, Lake Charles, Metairie, Baton Rouge and Alexandria. The School offers to train students in various medical fields as well as computer information systems with the objective of providing students effective skills training in these vocational careers and to assist them in finding suitable employment. The School is accredited with the Council on Occupational Education.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation
The financial statements of the School have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America.

Cash and Cash Equivalents
Cash and cash equivalents represent cash in deposit accounts at financial institutions. The balances at times, may exceed federally insured limits. The School has not experienced any losses in such accounts.

For the purpose of the statement of cash flows, the School considers all investments purchased with a maturity of three months or less to be cash equivalents.

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 the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, as well as the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Accounts Receivable and allowance for doubtful accounts
Trade accounts receivable are presented in the balance sheets, net of estimated uncollectible amounts. The Company records an allowance for estimated uncollectible accounts in an amount approximating anticipated losses. Individual uncollectible accounts are written off against the allowance when collection of the individual accounts appears doubtful.

Course Material Inventories
Inventories consist of teaching materials and supplies that are stated at the lower of cost or market. Cost is determined principally by the first-in first-out method.

Advertising Costs
Advertising costs are expensed as they are incurred. Advertising costs for the year ended December 31, 2021 were $ 1,753,513.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue Recognition
The School recognizes tuition income on a straight-line basis over the number of months of the student's period of enrollment.

In May 2014 the Financial Accounting Standards Board issued ASU 2014-09 Revenue from Contracts with Customers, which amended the existing accounting standards for revenue recognition. The new guidance is effective for annual periods beginning after December 15, 2019. Management has determined that this ASU does not have a material impact on the amount and timing of revenue recognized in the College's financial statements.

The School's revenues consist primarily of tuition revenue arising from education services provided in the form of classroom instruction. Tuition revenue includes revenue from tuition and associated fees such as books, supplies and fees. Tuition revenue is deferred and recognized on a straight-line basis over the number of months of the student's period of enrollment. The School charges student's tuition at set points throughout the course of their program as governed by the student's contract. At the point in which the School charges tuition, the School records a liability for academic services to be provided (contract liability) and a receivable for tuition due from students (contract asset).

All tuition and related fees are due when incurred. Any amounts paid in excess of tuition and fees billed are recorded as a liability and included in student credit balances (contract liability) on the balance sheet. Revenues earned but not yet received are included in accounts receivable, net of allowance for doubtful accounts (contract asset) on the balance sheet. Accounts receivable, net of allowance for doubtful accounts was approximately $ 2,549,439 and $ 2,748,920 as of December 31, 2021 and 2020, respectively. Tuition billed and received in advance of being earned is included as unearned tuition (contract liability) on the balance sheet. Unearned tuition totaled was $ 2,054,250 and $ 2,492,860 as of December 31, 2021 and 2020, respectively.

In the event a student terminates his or her contract prior to completion, the School must determine the amount of tuition to which it's entitled based on its published refund policy. A refund will typically be due and payable within 30 days of the contract termination if the payments received from the student exceed the tuition charges after application of the refund policy.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Depreciation and Amortization
Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives, principally on a straight-line basis. Leasehold improvements are amortized over the life of the building. The straight-line method of depreciation is followed for substantially all assets for financial reporting and an accelerated method for tax purposes.

Income Taxes
The School has elected to be taxed under the provisions of Subchapter S of the Internal Revenue Code. Under those provisions, the School does not pay federal or state income taxes on its taxable income. Instead, the stockholder is liable for individual income taxes on the income of the School, included on the individual's income tax return.

The School evaluates all significant tax positions as required by accounting principles generally accepted in the United States of America. As of December 31, 2021, the School does not believe that it has taken any positions that would require the recording of any additional tax liability nor does it believe that there are any unrealized tax benefits that would either increase or decrease within the next year.

All taxing authorities in jurisdictions in which the School files income tax returns have completed their income tax examinations for all years prior to 2018. It is the School's policy to recognize any interest and penalties.

Leases- ASU 2016-02- New Accounting Pronouncements
In February 2016, the FASB issued ASU 2016-02, Leases(Topic 842). ASU 2016-02 provides guidance in GAAP about the recognition of assets, liabilities by lessees for those leases classified as operating leases under GAAP. The guidance requires that a lessee should recognize in the statement of financial position a liability to make lease payments and a right-to-use asset representing the company's right to use the underlying assets for the term of the lease. The guidance allows a lessee who enters into a lease with a term of 12 months or less to make an accounting policy election by class of the underlying assets not to recognize assets and liabilities. The provisions of ASU 2016-02 are effective for the fiscal periods beginning after December 15, 2021, as per FASB updated on June 20, 2020. As such, the School is not required to adopt ASU 2016-02 and has not elected early adoption.

Concentration of Credit Risk
The School receives a significant portion of its revenue by participating in the U.S. Department of Education's Title IV program. Continuing participation in Title IV programs requires compliance with numerous federal regulations. Future non-compliance with these regulations, or a change in the laws governing these programs, would severely impact the operations of the School.

NOTE 3 - ACCOUNTS RECEIVABLE AND UNEARNED TUITION

Accounts Receivable

Accounts receivable includes amounts billed to students less payments received and allowances for doubtful accounts and cancellations. Accounts receivable as of December 31, 2021 consisted of the following:

Gross accounts receivable	$ 2,683,620
Less: net allowance for doubtful accounts	(134,181)
Net accounts receivable	$ 2,549,439

During the year the School expensed $ 493,758 of accounts receivable as bad debt.

NOTE 4 – PROPERTY AND EQUIPMENT

Property and equipment are recorded at cost and consists of the following:

Building and Improvements	$ 2,780,757
Computer equipment and software	1,159,104
Furniture and fixtures	413,346
Office equipment	672,832
Vehicles	72,468
Total	5,098,507
Less: Accumulated depreciation	(3,163,187
Property and equipment – net	**$ 1,935,319**

NOTE 5 – COMMITMENTS AND CONTINGENCIES

Operating leases

The School leases it facilities under various non-cancellable operating leases expiring through 2024. The School is obligated under the leases as follows:

December 31, 2020	2,020,000
2021	2,020,000
2022	2,020,000
2023	2,020,000
2024	2,020,000

NOTE 5 – COMMITMENTS AND CONTINGENCIES *(continued)*

FASB, ASU 2016-02 provided updated guidance on June 20, 2020 stating adoption has been deferred to fiscal periods beginning after December 31, 2021.

Contingencies
The School entered into a lease agreement for its Alexandria location in 2012 whereby in lieu of a security deposit, the School obtained a letter of credit for $54,300 from a bank to be used in case the School defaults on its rent payments.

The School is subject to legal proceedings and claims which arise in the ordinary course of business. In the opinion of management, the amount of the ultimate liability (if any) with respect to any actions not covered by insurance will not materially affect the financial position of the School.

NOTE 6 – LONG-TERM DEBT AND LEASES

	Short-term	Long-term
The School has 3 leases with various finance companies with lengths of 36 to 48 months secured by the computer equipment purchased. Interest is charged on the leases varying from 4% to 8% with a total monthly payment for all the leases of $ 1,009	$ 12,768	$ 14,564
Loan payable for licensing agreement due in equal payment by December 2025. No interest on amounts payable	111,551	334,654
Total	$ 124,319	$ 349,218

Future minimum payments approximate the following:

2021	$ 124,319
2022	124,319
2023	113,348
2024	111,551
Total	$ 473,537

NOTE 8 – GOVERNMENT GRANTS

Paycheck Protection Program
In 2021, the School received from the Small Business Administration (SBA) $ 1,948,873 in forgivable Payroll Protection loans as part the ***Cares Act Legislation***. The loans are forgiven when certain approved costs are incurred and paid within a statutory period. These forgivable loans are subject to the SBA approval. The loans were forgiven in 2021.

The PPP funds were accounted for on the gross method by disclosing the funds as grant income in following the IAS 20 standards. All related costs were expensed.

United Stated Department of Education (US DOE) Cares Act Advance

In 2021 under the legislative CARES ACT, the School received $ 2,011,775 from the US DOE under the "Higher Education Emergency Relief (HEERF) Fund" earmarked to go directly to students and had available $ 138,772 of the institutional portion of HEERF Fund from the previous year.

As of December 31, 2021, the School expended $ 40,197 of the institutional portion and distributed $ 1,921,736 to its students. The unused balance of $ 188,614 is reflected as a liability and the School has to December 31, 2021 to either use or repay the funds.

The HEERF funds provided to the School to compensate for costs incurred as a result of COVID-19 and other costs incurred by the School to adapt to remote instruction were accounted for the on the gross method in accordance with ASC 958-605. All related costs were expensed or capitalized.

The HEERF funds earmarked to go directly to students were accounted for on the net method following the IAS 20 standards. All funds received were netted off to related expenses.

NOTE 9 – SUBSEQUENT EVENTS

Management evaluated the activity of the School through June 20, 2022, the date the financial statements were available to be issued, and concluded that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

In March 2020, the World Health Organization (“WHO”) classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

The full impact of the COVID-19 outbreak continues to evolve as the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have, if any, on the School’s financial condition, liquidity, and future results of operations. Management is actively monitoring these events however, given the daily evolution of the COVID-19 outbreak, the School is not able to estimate any effects, if any, on its operations, financial condition, or liquidity for the fiscal year 2022.

SUPPLEMENTARY INFORMATION ("SI")

December 31, 2021

UNITECH TRAINING ACADEMY, INC.

Supplementary Information
For the year ended December 31, 2021

NOTE A - RELATED PARTY TRANSACTIONS:

The School participates in the Student Financial Aid under Title IV programs administered by the U.S. Department of Education pursuant to the Higher Education Act of 1965, as amended ("HEA"). The School must comply with the regulations promulgated under the HEA. Those regulations, specifically 34 CFR, 668.23(d) require that all related party transactions be disclosed, regardless of their materiality to the financial statements.

Deana Head the majority owner withdrew $ 2,098,643 and the related party receivable was:

NOIT: Note payable bearing interest 3.75% with monthly payments of interest and principle of $1,000.61.

NOTE B - FINANCIAL RESPONSIBILITY SUPPLEMENTAL SCHEDULE - COMPOSITE SCORE

As a condition of eligibility to participate in the various federal financial assistance programs, the School is required to demonstrate financial responsibility as defined in United States Department of Education regulations. The School is also required to maintain a "composite score standard" of at least 1.5. The regulations established a composite score zone between 1.0 and 1.4, demonstrating an institution as financially weak, but viable. Regulations allow institutions falling within this zone up to three consecutive years to improve their financial conditions without surety.

The School's Composite Scores for the fiscal years December 31, 2021 was 2.1. The components of the score were:

Primary reserve weighted score	0.2
Equity weighted score	1.1
Net income weighted score	0.9
Total Composite Score	2.1

The financial elements required to compute the composite score can be found on the next page.

UNITECH TRAINING ACADEMY, INC.

Supplementary Information

For the year ended December 31, 2021

NOTE B - FINANCIAL RESPONSIBILITY SUPPLEMENTAL SCHEDULE - COMPOSITE SCORE

Primary Reserve Ratio			
Line	**Adjusted Equity**		
32	Total equity		3,482,320
3	Secure and Unsecured related party receivables and /or other related party assets	130,000	
3	Unsecured related party receivables		130,000
N/A	Other Unsecured related party assets		-
13	Property, plant and equipment, net - including construction in progress and capital leases	1,935,320	
SI Note C Line A	Property, plant and equipment, net - pre-implementation less any construction in progress		1,904,631
SI Note C Line B	Property, plant and equipment, net - post-implementation less any construction in progress with outstanding debt for original purchase with debt - **with debt**		30,689
SI Note C Line D	Property, plant and equipment, net - post-implementation less any construction in progress with outstanding debt for original purchase - **without debt**		
SI Note C Line C	Construction in progress		-
SI Note D Line A and B	Lease right-of use asset	-	
SI Note D Line A	Lease right-of use asset - pre-implementation		-
SI Note D Line B	Lease right-of use asset - post implementation		-
14	Intangible assets		821,052
N/A	Post-employment and defined pension plan liabilities		-
SI Note E Line E	Long-term debt - for long-term purposes and Construction in Process debt	473,537	
SI Note E Line A	Long-term debt for long-term purposes pre-implementation		-
SI Note E Line B	Qualified long-term debt for long-term purposes post-implementation for purchase of Property, Plant and Equipment		27,332
SI Note E Line C	Line of Credit for Construction in progress		-
SI Note D Line C and D	Lease right- of-use asset liability	-	
SI Note D Line C	Pre-implementation right-of-use leases liabilities		-
SI Note D Line D	Post-implementation right-of-use leases liabilities		-
	Total Expenses and Losses		
45	Total Expenses and Losses	19,871,580	
45	Total Operating Expenses and Losses		19,871,580
N/A	Total Non Operating Expenses and Lossses		-
N/A	Comprehensive Losses		-
N/A	Discontiued Operations not classifed as operating expenses	-	
N/A	Loss on impairment of assets		-
N/A	Loss on disposal of assets		-
N/A	Change in accounting principle		-
N/A	Investment losses		-
N/A	Post-employment and defined pension plans losses less nonservice component of net periodic pension and other post-employment plan expenses		-

UNITECH TRAINING ACADEMY, INC.

Supplementary Information

For the year ended December 31, 2021

NOTE B - FINANCIAL RESPONSIBILITY SUPPLEMENTAL SCHEDULE - COMPOSITE SCORE

Equity Ratio			
Line	**Modified Equity**		
32	Total equity		3,482,320
SI Note D Line A	Lease right-of use asset - pre-implementation		-
SI Note D Line C	Pre-implementation right-of-use leases liabilities		-
14	Intangible assets		821,052
3	Secure and Unsecured related party receivables and /or other related party assets	130,000	
3	Unsecured related party receivables and Other Unsecured related party assets		130,000
	Modified Assets		
9	Total assets		6,674,775
SI Note D Line A	Lease right-of use asset - pre-implementation		-
14	Intangible assets		821,052
3	Secure and Unsecured related party receivables and /or other related party assets	130,000	
3	Unsecured related party receivables and Other Unsecured related party assets		130,000

Net Income Ratio			
Line	**Income Before Taxes**		
46	Income Before Taxes (loss)	2,082,916	
46	Net Income before income taxes (loss)		2,082,916
N/A	Net Comprehensive income (loss)		-
	Total Revenue and Gains		
38	Total Revenues and Gains	21,954,496	
38	Total Operating Revenues and Gains		21,954,496
N/A	Total Other Revenue and Gains		-
N/A	Comprehensive Income and Gains		-
N/A	Discontinued Operations not classified as an operating Gain		-
N/A	Change in Accounting Principle Gains		-

Primary reserve ratio	Adjusted Equity	623,279	0.0314
	Total Expenses and Losses	19,871,580	

Equity weighted ratio	Modified Equity	2,531,268	0.4422
	Modified Assets	5,723,723	

Net income ratio	Income Before Taxes	2,082,916	0.0949
	Total Revenues and Gains	21,954,496	

	Ratios	Factor	Weights	Scores
Primary reserve weighted score	0.031	0.6273	30%	0.1882
Equity weighted score	0.442	2.6534	40%	1.0614
Net income weighted score	0.095	3.0000	30%	0.9000
			Total Composite Score	**2.1496**
			Total Composite Score - Rounded	**2.1**

UNITECH TRAINING ACADEMY, INC.

Supplementary Information

For the year ended December 31, 2021

NOTE C - FINANCIAL RESPONSIBILITY SUPPLEMENTAL SCHEDULE
- NET PROPERTY PLANT AND EQUIPMENT

A	Pre-implementation Property and Equipment	1,904,631
B	Post-Implementation Property, and Equipment	30,689
C	Construction in progress	-
D	Post-Implementation Property and Equipment, with no outstanding debt	
	Total	1,935,320

NOTE D - FINANCIAL RESPONSIBILITY SUPPLEMENTAL SCHEDULE
- LEASE RIGHT OF USE ASSETS

A	Lease right of use assets – pre-implementation	-
B	Lease right of use assets – post-implementation	-
C	Lease right of use assets liability– pre-implementation	-
D	Lease right of use assets liability – post-implementation	-
	Total	-

FASB, ASU 2016-02 provided updated guidance on June 20, 2020 stating adoption has been

NOTE E - FINANCIAL RESPONSIBILITY SUPPLEMENTAL SCHEDULE
- LONG-TERM DEBT FOR LONG TERM PURPOSES

A	Pre-implementation Long Term Debt	-
B	Allowable Post-Implementation Long-term Debt	27,332
C	Construction in progress – debt	-
D	Long-term debt not for the purchase of Property and Equipment or liability greater than assets value	446,205
E	Total	473,537

UNITECH TRAINING ACADEMY, INC.

Supplementary Information

For the year ended December 31, 2021

NOTE F - PERCENTAGE OF REVENUE DERIVED FROM TITLE IV PROGRAMS AS REQUIRED BY 34 CFR 668.23 AND RECALCULATED TO A CASH BASIS IN ACCORDANCE WITH 34 CFR 600.5.

The School derives a substantial portion of its revenues from financial aid received by its students under programs authorized by Title IV of the HEA, which are administered by the U.S. Department of Education. To continue to participate in the programs, the School must comply with the regulations promulgated under the HEA. The regulations restrict the proportion of cash receipts for tuition, fees, and other institutional charges from eligible programs to not be more than 90 percent from Title IV programs. The failure of the School to meet the 90 percent limitation for two consecutive years will result in the loss of the School's ability to participate in Title IV programs. If a school receives more than 90 percent of its revenue from Title IV programs during its fiscal year, the school becomes provisionally certified for the next two fiscal years. This information is required by the U.S. Department of Education and is presented for purposes of additional analysis and is not a required part of the basic financial statements. For the fiscal year ended December 31, 2021 the School's cash basis calculation is:
The cash basis revenue totaled \$ 18,834,971 of which \$ 16,555,430 (87.9%) was derived from Title IV funds for the year ended December 31, 2021. From the calculations provided below the School's cash basis revenue derived from Title IV funds did not exceed 90% of the total cash basis revenue.

Revenue by Source - Cash Basis

TITLE IV 90/10 REVENUE PERCENTAGE

	Amount Disbursed	Adjusted Amount
Adjusted Student Title IV Revenue		
Subsidized Loan	$ 3,326,902	$ 3,326,902
Unsubsidized Loan	7,072,922	7,072,922
Plus Loan	693,142	693,142
Federal Pell Grant	7,718,919	7,718,919
FSEOG	-	-
Federal Work Study Applied to Tuition and Fees	-	-
Student Title IV Revenue	18,811,885	18,811,885
Revenue Adjustment		(110,420)
Title IV funds returned for a student under 34 C.F.R. §668.22		(2,146,035)
Adjusted Student Title IV Revenue		16,555,430

UNITECH TRAINING ACADEMY, INC.

Supplementary Information

For the year ended December 31, 2021

NOTE F - PERCENTAGE OF REVENUE DERIVED FROM TITLE IV PROGRAMS (continued)

Student Non-Title IV Revenue		
Grant funds for the students from non-federal public agencies or private sources independent of the Company	212,795	
Fund provided for the student under a contractual arrangement with a Federal, State, or local government agency for the purpose of providing job training to low income individuals	127,407	
Funds used by a student form savings plans for educational expenses established by or on behalf of the student that qualify for special tax treatment under the Internal Revenue Code	-	
School scholarships disbursed to the student	-	
Student payments on current charges	872,865	
Total Eligible Cash for Purchase of Eligible Institutional Charges from Unrelated Party	-	
Total Student Non-Title IV Revenue	1,213,067	
Revenue From Other Sources		
Activities conducted by the institution that are necessary for education and training (34 C.F.R. § 668.28 (a) (3) (ii))	1,038,474	
Funds paid by a student, or on behalf of a student by a party other than the school for an education or training program that is not eligible (34 C.F.R. § 668.28 (a) (3) (iii))	28,000	
Total Revenue From Other Sources	1,066,474	
Total Non-Title IV Revenue (Student Non-Title IV Revenue + Revenue From Other Sources)		2,279,541
Total Revenue (Adjusted Student Title IV Revenue + Total Non Title-IV Revenue + Revenue From Other Sources)		$ 18,834,971
Percentage of Title IV revenue to Total Revenue		**87.90%**
Percentage of Non-Title IV and Other Source Revenue to Total Revenue		**12.10%**

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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*

Board of Directors
Unitech Training Academy, Inc.
Lafayette, LA

We have audited, 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, the financial statements of Unitech Training Academy, Inc. (the "School"), which comprise the balance sheet as December 31, 2021 and the related statements of income and retained earnings, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated June 20, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School's internal control over financial reporting (internal control) as a basis for designing 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 the School's internal control. Accordingly, we do not express an opinion on the effectiveness of the School's 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 a 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 s*ignificant 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 the attention by those charged with governance.

Our consideration of internal control 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 material weaknesses or significant deficiencies. 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 the School's 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 financial statements. Such tests included compliance tests as set forth in the *Guide For Audits of Proprietary Schools and For Compliance Attestation Engagements of Third-Party Servicers Administering Title IV Programs,* issued by the U.S. Department of Education, Office of Inspector General (the Guide) including those relating to related partied and percentage of revenue derived from Title IV programs. 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 or the Guide.

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 entity's internal control or compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

ANDREW PIERI, CPA, P.C.
Queens, New York
June 20, 2022

UNITECH TRAINING ACADEMY, INC.

Schedule of Finding
December 31, 2021

Finding No. 2021:001

Condition
The Company did not submit its its audited financial statement for the year ended December 31, 2021 by the June 30, 2022 deadline to the Louisiana Legislative Auditor.

Criteria
The Company was required to submit to the Louisiana Legislative Auditor its audit financial statements by June 30, 2022.

Effect
Louisiana Legislative Auditor need the information in a timely manner to be able to determine the Company's viability in participating in its programs.

Cause
The Company inadvertently was not aware that the report was not submitted.

Recommendation
The Company has notified its auditor that the deadline must be met in the future and has requested reassurance from the auditor that the report will be filed timely in the following years.