

## ***Report on the Firm's System of Quality Control***

November 28, 2022

To the Owners of Johnson & Shute, PS  
and the Peer Review Committee of the  
Washington Society of CPAs

I have reviewed the system of quality control for the accounting and auditing practice of Johnson & Shute, PS (the firm) in effect for the year ended June 30, 2022. My peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants (Standards).

A summary of the nature, objectives, scope, limitations of, and the procedures performed in a system review as described in the Standards may be found at [www.aicpa.org/prsummary](http://www.aicpa.org/prsummary). The summary also includes an explanation of how engagements identified as not performed or reported on in conformity with applicable professional standards, if any, are evaluated by a peer reviewer to determine a peer review rating.

### **Firm's Responsibility**

The firm is responsible for designing and complying with a system of quality control to provide the firm with reasonable assurance of performing and reporting in conformity with the requirements of applicable professional standards in all material respects. The firm is also responsible for evaluating actions to promptly remediate engagements deemed as not performed or reported on in conformity with the requirements of applicable professional standards, when appropriate, and for remediating weaknesses in its system of quality control, if any.

### **Peer Reviewer's Responsibility**

My responsibility is to express an opinion on the design of and compliance with the firm's system of quality control based on my review.

### **Required Selections and Considerations**

Engagements selected for review included an audit of an employee benefit plan.

As a part of my peer review, I considered reviews by regulatory entities as communicated by the firm, if applicable, in determining the nature and extent of my procedures.

**Opinion**

In my opinion, the system of quality control for the accounting and auditing practice of Johnson & Shute, PS in effect for the year ended June 30, 2022, has been suitably designed and complied with to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiency(ies)*, or *fail*. Johnson & Shute, PS has received a peer review rating of *pass*.

Bailey CPA, LLC

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