

HEALTH CARE CENTRAL GEORGIA, INC.  
 FORSYTH, GEORGIA

STATEMENT OF FINANCIAL POSITION  
 JUNE 30, 2007  
 WITH COMPARATIVE TOTALS AS OF JUNE 30, 2006

<u>ASSETS</u>	2007	2006
<u>Current Assets:</u>		
Cash	\$ 98,997	\$ 233,177
Certificates of Deposit	883,122	838,647
Grants receivable	41,742	251,221
Prepaid expenses	3,717	-
	1,027,578	1,323,045
<u>Property and Equipment:</u>		
Computer software	558,128	544,234
Machinery and equipment	62,336	62,336
Less: accumulated depreciation	(484,899)	(396,693)
	135,565	209,877
Net Property and Equipment		
	1,163,143	\$ 1,532,922
Total Assets		
 <u>LIABILITIES AND NET ASSETS</u>		
<u>Current Liabilities:</u>		
Accounts payable	\$ 1,296	\$ 114,665
Accrued payroll liabilities	-	1,454
Deferred revenue	757,546	960,141
	758,842	1,076,260
Total Current Liabilities		
	758,842	1,076,260
Total Liabilities		
<u>Net Assets:</u>		
Temporarily restricted	-	76,661
Unrestricted	404,301	380,001
	404,301	456,662
Total Net Assets		
	\$ 1,163,143	\$ 1,532,922
Total Liabilities and Net Assets		

The accompanying notes are an integral part of these financial statements.

HEALTH CARE CENTRAL GEORGIA, INC.  
FORSYTH, GEORGIA

STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2007  
WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

<u>Changes in Unrestricted Net Assets:</u>	2007	2006
Revenue and support		
Donations	\$ 25	\$ -
Contract revenue	108,389	5,575
Other revenues	1,040	4,107
Interest income	57,624	24,797
Total revenue and support	<u>167,078</u>	<u>34,479</u>
Net assets released from restriction	<u>1,406,323</u>	<u>1,834,188</u>
Total Revenue, Support and Net Assets Released	<u>1,573,401</u>	<u>1,868,667</u>
Expenses		
Program services	1,533,055	1,834,188
Supporting services	16,046	13,467
Total expenses	<u>1,549,101</u>	<u>1,847,655</u>
Increase (Decrease) in Unrestricted Net Assets	<u>24,300</u>	<u>21,012</u>
<u>Changes in Temporarily Restricted Net Assets:</u>		
Contributed Support:		
Access Georgia	47,831	-
MedCen Foundation	(29,450)	258,413
GRHA/BP	13,725	-
HCAP 1	-	719,710
HCAP 2	-	699,299
DCH/GRHA	179,944	-
ACS Nurse Screening	5,825	-
Monroe County Hospital	62,337	-
Medical Center Central Georgia	518,389	73,361
Houston Healthcare Complex	108,962	2,570
Public Health Tobacco	-	22,219
Breast Tag Grant Award	32,956	-
DPH Cancer Media	-	11,225
RPE	198,032	-
Cancer Education	1,074	9,709
Caregiver Education	60,169	23,831
Komen Foundation	17,500	-
Healthcare Georgia Foundation	60,051	-
Peach Regional	38,067	12,330
Other Contributed Support	14,250	16,846
Total Contributed Support	<u>1,329,662</u>	<u>1,849,513</u>
Net Assets Released from Restriction	<u>(1,406,323)</u>	<u>(1,834,188)</u>
Increase (Decrease) in Temporarily Restricted Net Assets	<u>(76,661)</u>	<u>15,325</u>
Increase (Decrease) in Net Assets before Contributions	<u>(52,361)</u>	<u>36,337</u>
Capital Contributions	<u>-</u>	<u>220,176</u>
Increase (Decrease) in Net Assets	<u>(52,361)</u>	<u>256,513</u>
Net Assets - Beginning of Year	<u>456,662</u>	<u>200,149</u>
Net Assets - End of Year	<u>\$ 404,301</u>	<u>\$ 456,662</u>

The accompanying notes are an integral part of these financial statements.

HEALTH CARE CENTRAL GEORGIA, INC.  
FORSYTH, GEORGIA

STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2007  
WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	2007	2006
<u>Cash Flows from Operating Activities:</u>		
Contributed Support Received:		
Unrestricted support	\$ 109,454	\$ 9,682
Restricted support	1,336,546	1,805,445
Interest received	57,624	24,797
Cash Paid For:		
Salaries and benefits	(866,388)	(731,052)
Operating expenses	(713,047)	(923,465)
Net Cash Provided by (Used for) Operating Activities	(75,811)	185,407
<u>Cash Flows from Capital and Related Financing Activities:</u>		
Capital contributions	-	220,176
Purchase of property, plant, and equipment	(13,894)	(264,319)
Net Cash Provided by (Used for) Capital and Related Financing Activities	(13,894)	(44,143)
<u>Cash Flows from Investing Activities:</u>		
Short-term investments earnings	(44,475)	(23,898)
Net Cash Used in Investing Activities	(44,475)	(23,898)
Net Increase (Decrease) in Cash and Cash Equivalents	(134,180)	117,366
Cash, Beginning of Year	233,177	115,811
Cash, End of Year	\$ 98,997	\$ 233,177
Reconciliation of Increase in Net Assets to Net Cash Provided by Operating Activities:		
Increase (Decrease) in net assets	\$ (52,361)	\$ 36,337
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:		
Depreciation	88,206	58,614
(Increase) decrease in grants receivable	209,479	(121,486)
(Increase) decrease in prepaid expenses	(3,717)	47,025
Increase (decrease) in accounts payable	(113,369)	90,560
Increase (decrease) in accrued liabilities	(1,454)	(3,061)
Increase (decrease) in deferred revenue	(202,595)	77,418
Total Adjustments	(23,450)	149,070
Net Cash Provided by Operating Activities	\$ (75,811)	\$ 185,407

The accompanying notes are an integral part of these financial statements.

HEALTH CARE CENTRAL GEORGIA, INC.  
FORSYTH, GEORGIA

STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2007  
WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	2007			2006 Total
	Program Services	Supporting Services	Total	
Personnel:				
Care managers	\$ 359,227	\$ -	\$ 359,227	\$ 355,004
Management	238,862	-	238,862	227,543
Support	148,428	-	148,428	-
Other personnel expense	118,417	-	118,417	145,444
Business planning	44,230	-	44,230	50,500
Communications	16,367	-	16,367	13,345
Computer support & networking	59,752	-	59,752	20,000
Depreciation	88,206	-	88,206	58,614
Education	-	-	-	30,860
Furniture & fixtures	-	-	-	2,349
Information technology	70,654	-	70,654	401,147
Marketing	5,423	1,808	7,231	4,198
Meetings expense	-	-	-	2,944
Miscellaneous indirect costs	20,965	6,988	27,953	25,729
Office supplies	11,608	3,870	15,478	12,175
Other development	48,852	-	48,852	21,148
Pharmacy DME	81,669	-	81,669	344,005
Postage	4,333	1,445	5,778	3,671
Printing & publications	7,509	-	7,509	1,039
Professional fees	17,295	-	17,295	33,686
Project development	79,370	-	79,370	2,683
Rent	53,860	-	53,860	43,211
Travel	52,224	-	52,224	45,559
Utilities	5,804	1,935	7,739	2,801
Total Expenses	<u>\$ 1,533,055</u>	<u>\$ 16,046</u>	<u>\$ 1,549,101</u>	<u>\$ 1,847,655</u>

The accompanying notes are an integral part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS**

**Note 1 - Summary of Significant Accounting Policies**

**Organization and Nature of Activities**

Health Care Central Georgia, Inc. (the "Organization") is a nonprofit organization established in 2001. Its stated purpose is to promote regional integration of whole person healthcare for the uninsured.

**Basis of Accounting**

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

**Financial Statement Presentation**

The accompanying financial statements have been prepared in conformity with the disclosure and display requirements of the Financial Accounting Standards Board (FASB) as set forth in Statement of Financial Accounting Standards No. 117, *Financial Statements of Not-for-Profit Organizations*, dated June 1993. Accordingly, net assets are reported in the following three classes: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Net assets of the temporarily restricted class are created only by donor-imposed restrictions on their use. All other net assets, including board-designated or appropriated amounts, are legally unrestricted, and are reported as part of the unrestricted class.

As of June 30, 2007, the Organization reported net assets invested in capital assets of \$135,565, which represents the remaining book value of capital assets purchased with restricted grant proceeds.

**Comparative Totals**

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the organization's financial statements for the year ended June 30, 2006, from which the summarized information was derived.

**Cash and Cash Equivalents**

For purposes of the statements of cash flows, the Organization considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

**Investments**

For the fiscal year ended June 30, 2007, investments consisted entirely of certificates of deposit.

**Income Taxes**

Health Care Central Georgia, Inc. is a nonprofit organization as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal and state income taxes.

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2007

(CONTINUED)

**Property and Equipment**

Property and equipment acquisitions are recorded at cost, estimated cost, or if donated, at fair market value on the date of donation. The organization defines capital equipment as items that cost over \$5,000 per unit and have a life expectancy of at least one year. Depreciation is provided over the estimated useful life of each class of depreciable assets and is computed using the straight-line method.

Equipment	5 years
Software	3 years

**Revenue Recognition**

Revenues are displayed in two broad categories. Earned revenues represent fees earned or revenue generated through the performance or provision of services.

The Organization recognizes all contributed support received as income in the period received. Contributed support is reported as unrestricted or as restricted, depending upon the existence of donor stipulations that limit the use of the support. When a donor stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activity as net assets released from restrictions.

**In-kind Support**

The organization receives various types of in-kind support, including contributed services. Contributed professional services are recognized if the services received (a) create or enhance long-lived assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributions of tangible assets are recognized at fair market value when received. Any amounts reflected as in-kind support are offset by like amounts included in expenses. For the fiscal year ended June 30, 2007, no contributed professional services were reported, in accordance with these criteria. The organization did not report any in-kind support for the fiscal year 2007.

Additionally, the Organization receives services donated by its members that do not meet the two recognition criteria described above. Accordingly, the value of this contributed time has not been determined, and is not reflected in the accompanying financial statements.

**Functional Allocation of Expenses**

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

**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.

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2007

(CONTINUED)

**Note 2 - Cash and Deposits**

As of June 30, 2007, the carrying amount of the Organization's deposits was \$98,997 and the bank balance was \$203,401.

Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000. Cash at two institutions exceeded federally insured limits. The amount in excess of the FDIC limit totaled \$111,459 as of June 30, 2007. It is the opinion of management that solvency of the referenced financial institutions is not a particular concern at this time.

**Note 3 - Grants Receivable**

Grants receivable represent funds earned for the period ending June 30, 2007, which have not been received. All grants receivable are considered earned support and are expected to mature in the next fiscal year. Based upon management estimates, no allowance for uncollectible receivables has been provided.

**Note 4 - Deferred Revenues**

Once a grant program has ended and all monies have been expended, the organization is required to file a final report with the grantor agency showing the amount of money received and amount expended under the terms of the grant agreement. In some instances, any excess grant money received may be kept by the organization. During the fiscal year ended June 30, 2007, the organization recognized \$202,595 of excess grant money received.

The organization records any revenue received in excess of current year expenditures as deferred revenue to be recognized in future periods as additional expenditures are incurred. The total amount recorded as deferred revenue at June 30, 2007 was \$757,546.

<u>Program</u>	<u>2007</u>	<u>2006</u>
DCH Demo	\$ -	\$ 172,444
Healthcare GA Foundation	185,449	-
Care Giver	58,000	60,169
Regional Program of Excellence	50,000	198,032
Monroe County Hospital	47,803	57,042
Houston Healthcare	371,577	380,876
Other Programs	44,717	91,578
Total	<u>\$ 757,546</u>	<u>\$ 960,141</u>

**Note 5 - Retirement Plan**

The organization adopted a 403(b) retirement plan in fiscal year 2004. Full time employees with service are eligible for participation. The organization does not make matching contributions. There were no expenses for the fiscal year ended June 30, 2007.

**Note 6 - Claims and Litigation**

In the ordinary course of conducting business, the organization may become involved in lawsuits, administrative and other proceedings. The organization's attorney has advised that there are no known potential liabilities that will impair the organization's financial position as of the date of this report.



**SUPPLEMENTARY INFORMATION**

## HEALTH CARE CENTRAL GEORGIA

SCHEDULE OF CANCER GRANT PROGRAMS  
REVENUES AND EXPENSES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Education & Awareness	Regional Program of Excellence	Breast Tag Grant	Care Giver	Prostate & Colorectal	Total
<b>Revenues:</b>						
Grant revenue	\$ 1,074	\$ 198,032	\$ 32,956	\$ 60,169	\$ 7,750	\$ 299,981
<b>Total revenues</b>	<b>1,074</b>	<b>198,032</b>	<b>32,956</b>	<b>60,169</b>	<b>7,750</b>	<b>299,981</b>
<b>Expenses:</b>						
Salaries and Benefits	-	155,217	5,750	-	-	160,967
Supplies and Equipment	100	11,765	-	-	-	11,865
Project Activities	502	16,574	25,687	60,169	-	102,932
Miscellaneous expense	-	-	1,200	-	-	1,200
Occupancy	-	13,294	600	-	-	13,894
Travel expense	472	1,182	306	-	-	1,960
<b>Total expenses</b>	<b>1,074</b>	<b>198,032</b>	<b>33,543</b>	<b>60,169</b>	<b>-</b>	<b>292,818</b>
<b>Excess (Deficit) Revenues over Expenses</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (587)</b>	<b>\$ -</b>	<b>\$ 7,750</b>	<b>\$ 7,163</b>