

HEALTH CARE CENTRAL GEORGIA, INC.
 FORSYTH, GEORGIA

STATEMENT OF FINANCIAL POSITION
 JUNE 30, 2009
 WITH COMPARATIVE TOTALS AS OF JUNE 30, 2008

<u>ASSETS</u>	2009	2008
<u>Current Assets:</u>		
Cash	\$ 199,129	\$ 228,403
Certificates of Deposit	531,135	519,881
Grants receivable	49,116	67,196
	779,380	815,480
<u>Property and Equipment:</u>		
Computer software	558,128	558,128
Machinery and equipment	84,426	84,126
Less: accumulated depreciation	(617,704)	(574,629)
	24,850	67,625
Net Property and Equipment	24,850	67,625
Total Assets	\$ 804,230	\$ 883,105
 <u>LIABILITIES AND NET ASSETS</u>		
<u>Current Liabilities:</u>		
Accounts payable	\$ 71,178	\$ 13,203
Accrued payroll liabilities	-	37
Deferred revenue	258,939	425,571
	330,117	438,811
Total Current Liabilities	330,117	438,811
Total Liabilities	330,117	438,811
<u>Net Assets:</u>		
Unrestricted	474,113	444,294
Total Net Assets	474,113	444,294
Total Liabilities and Net Assets	\$ 804,230	\$ 883,105

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, 2009
 WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

<u>Changes in Unrestricted Net Assets:</u>	2009	2008
Revenue and support		
Donations	\$ 32,523	\$ 4,669
Contract revenue	279,000	98,000
Other revenues	73,367	7,670
Interest income	13,630	35,325
Total revenue and support	398,520	145,664
Net assets released from restriction	1,364,037	1,445,817
Total Revenue, Support and Net Assets Released	1,762,557	1,591,481
Expenses		
Program services	1,684,929	1,542,713
Supporting services	47,809	28,474
Total expenses	1,732,738	1,571,187
Increase (Decrease) in Unrestricted Net Assets	29,819	20,294
<u>Changes in Temporarily Restricted Net Assets:</u>		
Contributed Support:		
MedCen Foundation	7,500	63,000
GCC/License Tag	50,000	-
HRSA	166,549	40,141
DHR	25,000	25,000
DCH	341,738	294,832
ACS Nurse Screening	5,000	-
Medical Center Central Georgia	66,000	325,500
Houston Healthcare Complex	196,053	177,144
Family Connection Partnership	49,500	-
DHHS/NOAH	77,124	-
City of Macon Community Development	15,878	-
RCCE	212,077	-
Healthcare Georgia Foundation	143,782	141,667
Other Contributed Support	7,836	378,533
Total Contributed Support	1,364,037	1,445,817
Net Assets Released from Restriction	(1,364,037)	(1,445,817)
Increase (Decrease) in Temporarily Restricted Net Assets	-	-
Increase (Decrease) in Net Assets before Contributions	29,819	20,294
Capital Contributions	-	19,699
Increase (Decrease) in Net Assets	29,819	39,993
Net Assets - Beginning of Year	444,294	404,301
Net Assets - End of Year	\$ 474,113	\$ 444,294

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, 2009
 WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

<u>Cash Flows from Operating Activities:</u>	<u>2009</u>	<u>2008</u>
Contributed Support Received:		
Unrestricted support	\$ 384,890	\$ 110,339
Restricted support	1,215,485	1,088,388
Interest received	13,630	35,325
Cash Paid For:		
Salaries and benefits	(952,687)	(918,372)
Operating expenses	(679,038)	(547,424)
Net Cash Provided by (Used for) Operating Activities	<u>(17,720)</u>	<u>(231,744)</u>
 <u>Cash Flows from Capital and Related Financing Activities:</u>		
Capital contributions	-	19,699
Purchase of property, plant, and equipment	(300)	(21,790)
Net Cash Provided by (Used for) Capital and Related Financing Activities	<u>(300)</u>	<u>(2,091)</u>
 <u>Cash Flows from Investing Activities:</u>		
Short-term investments earnings	(11,254)	363,241
Net Cash Used in Investing Activities	<u>(11,254)</u>	<u>363,241</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(29,274)	129,406
Cash, Beginning of Year	228,403	98,997
Cash, End of Year	<u>\$ 199,129</u>	<u>\$ 228,403</u>
 Reconciliation of Increase in Net Assets to Net Cash Provided by Operating Activities:		
Increase (Decrease) in net assets	<u>\$ 29,819</u>	<u>\$ 20,294</u>
 Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:		
Depreciation	43,075	89,730
(Increase) decrease in grants receivable	18,080	(25,454)
(Increase) decrease in prepaid expenses	-	3,717
Increase (decrease) in accounts payable	57,975	11,907
Increase (decrease) in accrued liabilities	(37)	37
Increase (decrease) in deferred revenue	(166,632)	(331,975)
Total Adjustments	<u>(47,539)</u>	<u>(252,038)</u>
Net Cash Provided by Operating Activities	<u>\$ (17,720)</u>	<u>\$ (231,744)</u>

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, 2009
 WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	2009			2008 Total
	Program Services	Supporting Services	Total	
Personnel:				
Care managers	\$ 266,577	\$ -	\$ 266,577	\$ 407,390
Management	259,182	-	259,182	222,542
Support	231,342	-	231,342	127,878
Other personnel expense	195,550	-	195,550	160,599
Building repairs & maintenance	3,244	1,082	4,326	640
Business planning	90,262	-	90,262	81,316
Communications	13,635	-	13,635	17,325
Equipment	5,983	-	5,983	2,000
Computer support & networking	22,750	-	22,750	2,000
Depreciation	43,075	-	43,075	89,730
Education	2,517	-	2,517	698
Furniture & fixtures	360	120	480	9,969
Information technology	8,894	-	8,894	26,107
Marketing	12,707	4,235	16,942	30,918
Meetings expense	24,223	8,074	32,297	23,562
Miscellaneous indirect costs	72,115	24,038	96,153	22,348
Office supplies	19,928	6,643	26,571	5,296
Other development	79,452	-	79,452	42,460
Pharmacy DME	2,541	-	2,541	19,226
Postage	3,101	1,034	4,135	4,871
Printing & publications	11,657	-	11,657	7,900
Professional fees	68,002	-	68,002	33,829
Project development	122,988	-	122,988	145,548
Rent	66,969	-	66,969	36,251
Travel	50,129	-	50,129	34,497
Utilities	7,748	2,583	10,331	16,287
Total Expenses	<u>\$ 1,684,929</u>	<u>\$ 47,809</u>	<u>\$ 1,732,738</u>	<u>\$1,571,187</u>

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

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NOTES TO THE FINANCIAL STATEMENTS

HEALTH CARE CENTRAL GEORGIA, INC.

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009

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, 2009, the Organization reported net assets invested in capital assets of \$24,850, 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, 2008, 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, 2009, 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.

HEALTH CARE CENTRAL GEORGIA, INC.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2009

(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, 2009, no contributed professional services were reported, in accordance with these criteria. The organization did not report any in-kind support for the fiscal year 2009.

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.

HEALTH CARE CENTRAL GEORGIA, INC.

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

NOTE 2 – CASH AND DEPOSITS

As of June 30, 2009, the carrying amount of the Organization's deposits was \$199,129 and the bank balance was \$223,827.

Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. As of June 30, 2009 all accounts are fully insured by FDIC.

NOTE 3 – GRANTS RECEIVABLE

Grants receivable represent funds earned for the period ending June 30, 2009, 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, 2009, the organization recognized \$331,975 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, 2009 was \$258,939.

<u>Program</u>	<u>2009</u>	<u>2008</u>
RCCE	\$ 37,923	\$ -
DCH Monroe RHC	57,065	-
Houston Healthcare	163,951	274,289
First Choice Primary Care	-	121,246
Other Programs	-	30,063
Total	<u>\$ 258,939</u>	<u>\$ 425,571</u>

NOTE 5 – 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.