

HEALTH CARE CENTRAL GEORGIA, INC.
MACON, GEORGIA

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2015

ASSETS

Current Assets:

Cash	\$	430,655
Investments - other		404,416
Grants receivable		593,840
Prepaid expenses		<u>21,231</u>
Total Current Assets		<u>1,450,142</u>
 <u>Property and Equipment</u>		
Machinery and equipment		102,963
Less: accumulated depreciation		<u>(79,120)</u>
Net Property and Equipment		<u>23,843</u>
TOTAL ASSETS	\$	<u>1,473,985</u>

LIABILITIES AND NET ASSETS

Current Liabilities:

Accrued payroll liabilities	\$	93,403
Compensated absences		41,715
Deferred revenue		<u>198,235</u>
Total Current Liabilities		<u>333,353</u>
TOTAL LIABILITIES		<u>333,353</u>

Net Assets:

Temporarily restricted		24,673
Unrestricted		<u>1,115,959</u>
TOTAL NET ASSETS		<u>1,140,632</u>
TOTAL LIABILITIES AND NET ASSETS	\$	<u>1,473,985</u>

The accompanying notes are an integral part of these statements.

**HEALTH CARE CENTRAL GEORGIA, INC.
MACON, GEORGIA**

STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Unrestricted	Temporarily Restricted	Total
REVENUES AND SUPPORT			
Contract revenue			
Department of public health	\$ 422,522	\$ -	\$ 422,522
Medical center	223,500	-	223,500
Morehouse	214,458	-	214,458
Other contract revenue	252,905	-	252,905
CMS Navigator Grant	844,170	-	844,170
USDA Grant	90,921	-	90,921
Other grants	78,703	-	78,703
Program revenue	69,432	-	69,432
Interest revenue	5,289	-	5,289
Other revenues	6,199	-	6,199
	2,208,099	-	2,208,099
EXPENSES			
Program services	1,754,379	-	1,754,379
Supporting services	154,066	-	154,066
	1,908,445	-	1,908,445
CHANGE IN NET ASSETS	299,654	-	299,654
NET ASSETS-BEGINNING OF YEAR	816,305	24,673	840,978
NET ASSETS-END OF YEAR	\$ 1,115,959	\$ 24,673	\$ 1,140,632

The accompanying notes are an integral part of these statements.

**HEALTH CARE CENTRAL GEORGIA, INC.
MACON, GEORGIA**

STATEMENT OF CASH FLOWS

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

CASH FLOWS FROM OPERATING ACTIVITIES

Contributed Support Received:	
Unrestricted support	\$ 1,934,189
Interest received	6,151
Cash paid for:	
Salaries and benefits	(909,446)
Operating expenses	<u>(1,041,489)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>(10,595)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of investments	<u>(104,416)</u>
NET CASH (USED)/PROVIDED BY INVESTING ACTIVITIES	<u>(104,416)</u>

NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS (115,011)

BEGINNING CASH, restated 545,666

ENDING CASH \$ 430,655

Reconciliation of Increase in Net Assets to
Net Cash Provided by Operating Activities:

Increase (Decrease) in net assets \$ 299,654

Adjustments to reconcile increase (decrease) in net assets
to net cash provided by operating activities:

Depreciation	7,365
(Increase) decrease in grants receivable	(261,074)
(Increase) decrease in accrued interest receivable	862
(Increase) decrease in prepaids	(7,547)
Increase (decrease) in accrued liabilities	74,483
Increase (decrease) in compensated absences	16,448
Increase (decrease) in deferred revenue	<u>(140,786)</u>
Total Adjustments	<u>(310,249)</u>

Net Cash Provided by Operating Activities \$ (10,595)

The accompanying notes are an integral part of these statements.

**HEALTH CARE CENTRAL GEORGIA, INC.
MACON, GEORGIA**

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Program Services	Supporting Services	Total
Personnel:			
Salaries	\$ 801,483	\$ 72,861	\$ 874,344
Other personnel expense	117,332	8,701	126,033
Bad debt	300	-	300
Building repairs & maintenance	2,242	204	2,446
Contract expenses	379,858	-	379,858
Depreciation	7,365	-	7,365
Education	12,354	1,900	14,254
Legal and professional	12,788	1,162	13,950
Marketing	17,188	-	17,188
Meetings expense	4,621	10,682	15,303
Miscellaneous indirect costs	9,151	-	9,151
Miscellaneous expense	13,258	12,433	25,691
Office expense	42,578	36,414	78,992
Postage	11	4,380	4,391
Printing & publications	12,603	1,146	13,749
Programmatic expenses	233,066	-	233,066
Rent	35,770	3,252	39,022
Travel	52,411	931	53,342
 Total Expenses	 \$ 1,754,379	 \$ 154,066	 \$ 1,908,445

The accompanying notes are an integral part of these statements.

HEALTH CARE CENTRAL GEORGIA, INC.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

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. The Organization is seeking innovative health solutions and providing compassionate advocacy for people financially compromised by their medical needs, while reducing the burdens on local health providers. The mission is to leverage the Organization’s knowledge and creativity to develop innovative ideas and programs that improve the overall health communities served. The vision is to obtain better health care for all.

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 in the United States of America.

Financial Statement Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) Accounting Standard Codification (ASC) 958. Under FASB ASC 958, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Unrestricted net assets – net assets that are not subject to donor-imposed stipulations.

Temporarily restricted net assets – net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Organization and/or the passage of time. When a restriction is satisfied or expires, temporarily restricted net assets are reclassified as unrestricted and reported in the statement of activities as net assets released from restriction.

Permanently restricted net assets – net assets subject to donor-imposed stipulations that must be maintained permanently by the Organization. Generally donors of these assets permit the Organization to use all or part of the income earned on any related investment for general or specific purposes.

Deposits and Investments

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. Certificate of deposits held for investment that are not debt securities, with original maturities greater than three months, are included in “Investment – other.”

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, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (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, 2015, no contributed professional services were reported, in accordance with these criteria. The Organization did not report any in-kind support for the fiscal year 2015.

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 financials 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, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Restricted and Unrestricted Support

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or a purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

NOTE 2 – DEPOSITS AND INVESTMENTS

As of June 30, 2015, the carrying amount of the Organization's deposits was \$430,655 for cash and \$404,416 for certificates of deposit, and the bank balance was \$614,577 for cash and \$404,416 for certificates of deposit.

Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. As of June 30, 2015, the Organization's uninsured deposit balances total \$518,993.

NOTE 3 – GRANTS RECEIVABLE

Grants receivable represent funds earned for the period ending June 30, 2015, 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 – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consisted of the following at June 30, 2015:

Georgia Cancer Coalition	\$ 24,673
	<u>24,673</u>
Total temporarily restricted net assets	\$ 24,673
	<u><u>24,673</u></u>

NOTE 5 – PROPERTY AND EQUIPMENT

At June 30, 2015, property, equipment and related accumulated depreciation were as follows:

Machinery & Equipment	\$ 102,963
Less: Accumulated Depreciation	<u>(79,120)</u>
Net Capital Assets	<u><u>23,843</u></u>
Depreciation expense	<u><u>7,365</u></u>

HEALTH CARE CENTRAL GEORGIA, INC.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

NOTE 6 – LONG-TERM LIABILITIES

Long-term liability activity for the fiscal year ended June 30, 2015 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Compensated absences	\$ 25,267	\$ 18,911	\$ (2,463)	\$ 41,715

NOTE 7 – CLAIMS AND LITIGATION

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

NOTE 8 – INCOME TAXES

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, except on net income derived from unrelated business activities. For the year ended June 30, 2015, the Organization is taking the position that all income is derived as a result of its tax exempt purpose and there is no income derived from unrelated business activities. As a result, no tax liability has been recorded. The Organization believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements.

The Organization's federal Return of Organization Exempt from Income Tax (Form 990) for 2012, 2013 and 2014 are subject to examination by the IRS, generally for three years after they were filed.

NOTE 9 – EVALUATION OF SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through October 1, 2015, the date which the financial statements were available to be issued.

NOTE 10 – SUBSEQUENT EVENTS

On September 2, 2015, the Organization was awarded a grant in the amount of \$2,319,333 by the Centers for Medicare and Medicaid Services. The grant is titled: Cooperative Agreement to Support Navigators in Federally-facilitated and State Partnership. The grant project period is from September 2, 2015 through September 1, 2018.