

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

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2018

ASSETS

Current Assets:

Cash	\$ 521,710
Investments - other	615,937
Grants receivable	148,544
Prepaid expenses	<u>15,539</u>
Total Current Assets	<u>1,301,730</u>

Property and Equipment:

Machinery and equipment	102,963
Less: accumulated depreciation	<u>(98,328)</u>
Net Property and Equipment	<u>4,635</u>

TOTAL ASSETS \$ 1,306,365

LIABILITIES AND NET ASSETS

Current Liabilities:

Accounts Payable	\$ 27,558
Accrued payroll liabilities	10,420
Compensated absences	29,776
Deferred revenue	<u>31,947</u>
Total Current Liabilities	<u>99,701</u>

TOTAL LIABILITIES 99,701

Net Assets:

Unrestricted	<u>1,206,664</u>
TOTAL NET ASSETS	<u>1,206,664</u>

TOTAL LIABILITIES AND NET ASSETS \$ 1,306,365

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, 2018

REVENUES AND SUPPORT

Contract revenue	
Non-Government Grant & Contracts	\$ 370,419
Federal Government Grants & Contracts	955,680
State Government Grants & Contracts	257,448
Contributions	450
Program revenue	34,481
Interest revenue	4,877
Other revenues	<u>7,659</u>

TOTAL REVENUES AND SUPPORT 1,631,014

EXPENSES

Program services	1,528,703
Supporting services	<u>226,639</u>

TOTAL EXPENSES 1,755,342

CHANGE IN NET ASSETS (124,328)

NET ASSETS-BEGINNING OF YEAR 1,330,992

NET ASSETS-END OF YEAR \$ 1,206,664

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, 2018

CASH FLOWS FROM OPERATING ACTIVITIES

Contributed Support Received:	
Unrestricted support	\$ 1,915,466
Interest received	4,877
Cash paid for:	
Salaries and benefits	(1,225,567)
Operating expenses	<u>(613,024)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>81,752</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of investments	<u>(204,562)</u>
NET CASH (USED)/PROVIDED BY INVESTING ACTIVITIES	<u>(204,562)</u>

NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS (122,810)

BEGINNING CASH 644,520

ENDING CASH \$ 521,710

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

Increase (Decrease) in net assets	<u>\$ (124,328)</u>
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:	
Depreciation	6,403
(Increase) decrease in grants receivable	279,372
(Increase) decrease in prepaids	9,957
Increase (decrease) in accounts payable	(55,866)
Increase (decrease) in accrued liabilities	(14,465)
Increase (decrease) in compensated absences	(38,743)
Increase (decrease) in deferred revenue	<u>19,422</u>
Total Adjustments	<u>206,080</u>

Net Cash Provided by Operating Activities \$ 81,752

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, 2018

	<u>Program Services</u>	<u>Supporting Services</u>	<u>Total</u>
Personnel:			
Salaries	\$ 917,307	\$ 38,424	\$ 955,731
Other personnel expense	214,511	2,117	216,628
Bank and Credit Card Fees	861	282	1,143
Contract expenses	167,556	5,000	172,556
Depreciation	5,774	629	6,403
Dues and Subscriptions	1,015	917	1,932
Education	12,134	970	13,104
Grants to other organizations and individuals	5,000	900	5,900
Insurance	115	16,669	16,784
Legal and professional	30,471	97,624	128,095
Marketing	3,254	120	3,374
Meetings expense	10,650	5,041	15,691
Miscellaneous expense	3,474	1,529	5,003
Postage	148	1,051	1,199
Printing & publications	393	9	402
Programmatic expenses	3,689	-	3,689
Rent	29,895	22,104	51,999
Supplies	15,003	12,602	27,605
Telephone	18,380	6,978	25,358
Travel	75,466	13,643	89,109
Vehicle expenses	13,607	30	13,637
	<u> </u>	<u> </u>	<u> </u>
Total Expenses	<u>\$ 1,528,703</u>	<u>\$ 226,639</u>	<u>\$ 1,755,342</u>

The accompanying notes are an integral part of these statements.

HEALTH CARE CENTRAL GEORGIA, INC.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018

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, 2018

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, 2018, no contributed professional services were reported, in accordance with these criteria. The Organization did not report any in-kind support for the fiscal year 2018.

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, 2018

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, 2018, the carrying amount of the Organization's deposits was \$521,710 for cash and \$615,937 for certificates of deposit, and the bank balance was \$524,121 for cash and \$615,937 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, 2018, the Organization's uninsured deposit balances total \$635,147. This risk of exposure is mitigated by a quarterly review of each bank's capitalization. The banks are well capitalized.

NOTE 3 – GRANTS RECEIVABLE

Grants receivable represent funds earned for the period ending June 30, 2018, 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

There were no temporarily restricted net assets at June 30, 2018.

NOTE 5 – PROPERTY AND EQUIPMENT

At June 30, 2018, property, equipment and related accumulated depreciation were as follows:

Machinery & Equipment	\$	102,963
Less: Accumulated Depreciation		<u>(98,328)</u>
Net Capital Assets	\$	<u><u>4,635</u></u>
Depreciation expense	\$	<u><u>6,403</u></u>

HEALTH CARE CENTRAL GEORGIA, INC.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018

NOTE 6 – COMPENSATED ABSENCES

The Organization provides personal leave time to its full-time employees. Full-time employees are eligible to accrue personal leave up to a maximum amount that is based upon the years of service. The maximum leave accrual ranges from 144 hours to 400 hours, depending on the years of service. Leave accrual rates range from 3.69 to 6.15 days per pay period, depending on years of service. Regular full-time employees can sell back up to 50% of their leave balance. The sell-backs can occur up to four times each year. The liability due to employees is titled compensated absences in the statement of financial position. Total compensated absences at June 30, 2018, is \$29,776.

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, 2018, 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 2015, 2016 and 2017 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 March 22, 2019, the date which the financial statements were available to be issued.