

HALL - DAWSON CASA PROGRAM, INC.

GAINESVILLE, GA



FINANCIAL STATEMENTS
(Including supplemental material)

FOR THE YEARS ENDED

December 31, 2023 and 2022

HALL-DAWSON CASA PROGRAM, INC.

GAINESVILLE, GA

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Hall-Dawson CASA Program, Inc.
Gainesville, Georgia

Opinion

We have audited the accompanying financial statements of Hall-Dawson CASA Program, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2023 and 2022, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Hall-Dawson CASA Program, Inc. as of December 31, 2023 and 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Hall-Dawson CASA Program, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Hall-Dawson CASA Program, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Hall-Dawson CASA Program, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Hall-Dawson CASA Program, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The budget comparison on page 16 and schedule of state awards expended on page 17 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Alexander Almand & Bangs, LLP

Alexander, Almand & Bangs, LLP
Gainesville, Georgia
May 23, 2024

HALL-DAWSON CASA PROGRAM, INC.
STATEMENTS OF FINANCIAL POSITION

| | For The Years Ended December 31, | |
|---|----------------------------------|---------------------|
| | 2023 | 2022 |
| ASSETS | | |
| CURRENT ASSETS | | |
| Cash and cash equivalents - unrestricted | \$ 439,540 | \$ 424,580 |
| Cash and cash equivalents - restricted | 80,154 | 122,776 |
| Grant receivable | 69,575 | 100,155 |
| Contributions receivable - current portion | 42,900 | 38,225 |
| Prepaid expenses | 12,808 | 6,139 |
| Total current assets | 644,977 | 691,875 |
| NON-CURRENT ASSETS | | |
| Contributions receivable, net of current portions and discounts | 5,000 | 10,000 |
| Long-term investments | 549,878 | 471,184 |
| Total non-current assets | 554,878 | 481,184 |
| PROPERTY AND EQUIPMENT | | |
| Furniture and equipment | 44,880 | 46,647 |
| Building | 746,262 | 739,407 |
| Land | 200,000 | 200,000 |
| Accumulated depreciation | (293,164) | (269,542) |
| Total property and equipment | 697,978 | 716,512 |
| TOTAL ASSETS | \$ 1,897,833 | \$ 1,889,571 |
| LIABILITIES AND NET ASSETS | | |
| CURRENT LIABILITIES | | |
| Accounts payable | \$ 2,634 | \$ 6,258 |
| Deferred revenue | 97,338 | 146,530 |
| Due to related entity | 3,556 | 623 |
| Accrued payroll and payroll liabilities | 12,357 | 11,816 |
| Accrued compensated absences | 22,399 | 26,353 |
| Total current liabilities | 138,284 | 191,580 |
| NET ASSETS | | |
| With donor restrictions | 47,456 | 48,848 |
| Without donor restrictions - board designated reserve | 549,878 | 471,184 |
| Without donor restrictions | 1,162,215 | 1,177,959 |
| Total net assets | 1,759,549 | 1,697,991 |
| TOTAL LIABILITIES AND NET ASSETS | \$ 1,897,833 | \$ 1,889,571 |

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

HALL-DAWSON CASA PROGRAM, INC.
STATEMENT OF ACTIVITIES

| | For the Year Ended December 31, 2023 | | |
|---|--------------------------------------|----------------------------|--------------|
| | Without Donor Restrictions | With Donor Restrictions | Total |
| REVENUES AND SUPPORT | | | |
| Direct public support | \$ 399,482 | - | \$ 399,482 |
| Indirect public support | 94,343 | 33,900 | 128,243 |
| Grants | 414,480 | - | 414,480 |
| Total public support | 908,305 | 33,900 | 942,205 |
| In-kind contributions | 100,980 | - | 100,980 |
| Net earnings from investment | 78,849 | - | 78,849 |
| Interest | 750 | - | 750 |
| Gain (loss) on disposal of fixed assets | (880) | - | (880) |
| Net assets released from restrictions | 35,292 | (35,292) | - |
| Total other revenue | 214,991 | (35,292) | 179,699 |
| Total revenues and support | 1,123,296 | (1,392) | 1,121,904 |
| EXPENSES | | | |
| Program services | 811,856 | - | 811,856 |
| Management and general | 106,938 | - | 106,938 |
| Fundraising | 141,552 | - | 141,552 |
| Total expenses | 1,060,346 | - | 1,060,346 |
| INCREASE (DECREASE) IN NET ASSETS | 62,950 | (1,392) | 61,558 |
| NET ASSETS, beginning of year | 1,649,143 | 48,848 | 1,697,991 |
| NET ASSETS, end of year | \$ 1,712,093 | \$ 47,456 | \$ 1,759,549 |

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

HALL-DAWSON CASA PROGRAM, INC.
STATEMENT OF ACTIVITIES

| | For the Year Ended December 31, 2022 | | |
|---|--------------------------------------|----------------------------|--------------|
| | Without Donor Restrictions | With Donor Restrictions | Total |
| REVENUES AND SUPPORT | | | |
| Direct public support | \$ 405,604 | - | \$ 405,604 |
| Indirect public support | 105,645 | 33,225 | 138,870 |
| Grants | 422,356 | - | 422,356 |
| Total public support | 933,605 | 33,225 | 966,830 |
| In-kind contributions | 115,729 | - | 115,729 |
| Net earnings from investment | (113,701) | - | (113,701) |
| Interest | 22 | - | 22 |
| Gain (loss) on disposal of fixed assets | (191) | - | (191) |
| Net assets released from restrictions | 41,042 | (41,042) | - |
| Total other revenue | 42,901 | (41,042) | 1,859 |
| Total revenues and support | 976,506 | (7,817) | 968,689 |
| EXPENSES | | | |
| Program services | 868,050 | - | 868,050 |
| Management and general | 63,696 | - | 63,696 |
| Fundraising | 79,661 | - | 79,661 |
| Total expenses | 1,011,407 | - | 1,011,407 |
| INCREASE (DECREASE) IN NET ASSETS | (34,901) | (7,817) | (42,718) |
| NET ASSETS, beginning of year | 1,684,044 | 56,665 | 1,740,709 |
| NET ASSETS, end of year | \$ 1,649,143 | \$ 48,848 | \$ 1,697,991 |

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

HALL-DAWSON CASA PROGRAM, INC.
STATEMENT OF FUNCTIONAL EXPENSES

| | For the Year Ended December 31, 2023 | | | |
|----------------------------------|--------------------------------------|---------------------------|-------------------|---------------------|
| | Program Services | Management and General | Fundraising | Total |
| EXPENSES | | | | |
| Advertising | \$ 993 | \$ 41 | \$ - | \$ 1,034 |
| Bank and credit card fees | - | 2,251 | - | 2,251 |
| Building maintenance and repairs | 10,263 | 379 | 871 | 11,513 |
| Conferences | 5,516 | - | - | 5,516 |
| Depreciation | 21,408 | 2,775 | 3,720 | 27,903 |
| Dues and subscriptions | 10,674 | 1,384 | 1,855 | 13,913 |
| Equipment | 5,320 | 690 | 924 | 6,934 |
| Fundraising | 8,219 | - | 27,514 | 35,733 |
| Insurance | 66,014 | 8,553 | 11,471 | 86,038 |
| Legal and accounting | - | 19,861 | - | 19,861 |
| Miscellaneous | 2,195 | - | - | 2,195 |
| Payroll fees | 1,695 | 220 | 294 | 2,209 |
| Postage | 808 | 105 | 140 | 1,053 |
| Printing | 51 | 7 | 9 | 67 |
| Professional development | 1,330 | 172 | 231 | 1,733 |
| Retirement | 25,152 | 3,260 | 4,371 | 32,783 |
| Salaries | 464,474 | 60,203 | 80,715 | 605,392 |
| Special needs | 9,931 | - | - | 9,931 |
| Supplies | 2,742 | 355 | 477 | 3,574 |
| Taxes - payroll | 36,107 | 4,680 | 6,274 | 47,061 |
| Telephone and utilities | 10,750 | 1,393 | 1,868 | 14,011 |
| Travel | 4,702 | 609 | 818 | 6,129 |
| Volunteer recognition | 22,532 | - | - | 22,532 |
| In-kind goods and services | 100,980 | - | - | 100,980 |
| TOTAL EXPENSES | <u>\$ 811,856</u> | <u>\$ 106,938</u> | <u>\$ 141,552</u> | <u>\$ 1,060,346</u> |

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

HALL-DAWSON CASA PROGRAM, INC.
STATEMENT OF FUNCTIONAL EXPENSES

| | For the Year Ended December 31, 2022 | | | |
|----------------------------------|--------------------------------------|---------------------------|------------------|---------------------|
| | Program Services | Management and General | Fundraising | Total |
| EXPENSES | | | | |
| Advertising | \$ 1,546 | \$ 64 | \$ - | \$ 1,610 |
| Bank and credit card fees | - | 790 | - | 790 |
| Building maintenance and repairs | 10,998 | 688 | 966 | 12,652 |
| Conferences | 4,531 | - | - | 4,531 |
| Depreciation | 23,342 | 1,460 | 2,050 | 26,852 |
| Dues and subscriptions | 11,603 | 726 | 1,019 | 13,348 |
| Equipment | 7,765 | 486 | 682 | 8,933 |
| Fundraising | 5,454 | - | 18,259 | 23,713 |
| Insurance | 66,623 | 4,166 | 5,852 | 76,641 |
| Legal and accounting | - | 19,126 | - | 19,126 |
| Miscellaneous | 2,019 | - | - | 2,019 |
| Payroll fees | 2,273 | 142 | 199 | 2,614 |
| Postage | 1,302 | 81 | 115 | 1,498 |
| Printing | 518 | 32 | 46 | 596 |
| Professional development | 3,067 | 192 | 269 | 3,528 |
| Retirement | 19,217 | 1,202 | 1,688 | 22,107 |
| Salaries | 496,269 | 31,033 | 43,588 | 570,890 |
| Special needs | 14,830 | - | - | 14,830 |
| Supplies | 2,794 | 175 | 245 | 3,214 |
| Taxes - payroll | 38,062 | 2,380 | 3,343 | 43,785 |
| Telephone and utilities | 10,782 | 674 | 947 | 12,403 |
| Travel | 4,469 | 279 | 393 | 5,141 |
| Volunteer recognition | 27,707 | - | - | 27,707 |
| In-kind goods and services | 112,879 | - | - | 112,879 |
| TOTAL EXPENSES | <u>\$ 868,050</u> | <u>\$ 63,696</u> | <u>\$ 79,661</u> | <u>\$ 1,011,407</u> |

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

HALL-DAWSON CASA PROGRAM, INC.
STATEMENTS OF CASH FLOW

| | For the Year Ended December 31, | |
|---|---------------------------------|-------------------|
| | 2023 | 2022 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Excess of support and revenues over expenses | \$ 61,558 | \$ (42,718) |
| Adjustments to reconcile change in net assets to net cash provided by operating activities: | | |
| Depreciation expense | 27,903 | 26,852 |
| Net unrealized (gains) losses on investments | (54,916) | 129,053 |
| Donation in-kind for fixed assets | - | (2,850) |
| (Gain) loss on disposal of property, plant & equipment | 880 | 191 |
| (Increase) decrease in assets: | | |
| Accounts receivable - grants | 30,580 | (16,449) |
| Accounts receivable - other | 325 | 23,130 |
| Prepaid expenses | (6,669) | 7,365 |
| Increase (decrease) in liabilities: | | |
| Accounts payable | (3,624) | (10,293) |
| Deferred revenue | (49,192) | 116,530 |
| Due to other entities | 2,933 | (3,175) |
| Accrued payroll liabilities | 541 | 287 |
| Accrued compensated absences | (3,954) | (2,779) |
| Net cash provided by (used in) operating activities | 6,365 | 225,144 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of fixed assets | (10,279) | (17,129) |
| Purchase and sales of investments | (23,748) | (15,354) |
| Net cash provided by (used in) investing activities | (34,027) | (32,483) |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | (27,662) | 192,661 |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR | 547,356 | 354,695 |
| CASH AND CASH EQUIVALENTS AT END OF YEAR | <u>\$ 519,694</u> | <u>\$ 547,356</u> |
| Amounts paid for: | | |
| Interest | <u>\$ -</u> | <u>\$ -</u> |
| TOTAL NON-CASH INVESTING ACTIVITIES | | |
| Donated fixed assets | <u>\$ -</u> | <u>\$ 2,850</u> |
| Cash and cash equivalents - unrestricted | \$ 439,540 | \$ 424,580 |
| Cash and cash equivalents - restricted | 80,154 | 122,776 |
| | <u>\$ 519,694</u> | <u>\$ 547,356</u> |

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

HALL – DAWSON CASA PROGRAM, INC.
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023 and 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Hall-Dawson CASA Program, Inc. ("the Organization") is a non-profit corporation incorporated in April of 1993. The purpose of the Organization is to provide trained, screened, and supervised community volunteers to advocate for the best interest of abused and neglected children in juvenile court deprivation proceedings in Hall County and Dawson County.

Basis of Accounting

The financial statements are prepared on the accrual basis of accounting in conformity with generally accepted accounting principles.

Basis of Presentation

Accounting Standards require the Organization to report information regarding its financial position and activities by net asset class. In order to ensure the observance of restrictions placed on the use of resources, the accounts of the Organization are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and the changes therein are classified and reported as follows:

Net Assets without Donor Restrictions which have no donor-imposed restrictions, and are fully available at the discretion of the Organization's management and board of directors to utilize in any of its programs or supporting services.

Net Assets with Donor Restrictions are subject to donor-imposed restrictions that will be met by actions of the Organization and/or the passage of time or those which do not expire.

When a donor restriction is met or otherwise expires by passage of time, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restriction.

The Organization follows the policy of reporting donor-imposed restricted contributions and endowment income whose restrictions are met within the same fiscal year as net assets without donor restrictions. The same policy is followed for investment income and gains.

Public Support and Revenue

All contributions are considered to be available for net assets without donor restrictions unless specifically restricted by the donor. Restricted donations are considered net assets with donor restrictions. The main sources of direct public support are from local government grants, individual and corporate contributors, and investment income.

Property and Equipment

Property and equipment are valued at actual cost. Donated property and equipment are valued at fair market value at the date of donation. Depreciation is provided using the straight-line basis over the following useful lives:

| | | |
|-------------------------|--------|-------|
| Furniture and equipment | 3 - 10 | years |
| Building | 39 | years |

Expenditures for major renewals and betterments that extend the useful lives of property and equipment are capitalized. Expenditures for maintenance and repairs are charged to expense as incurred. Equipment and furniture with a cost or fair value of less than \$ 1,000 are expensed.

HALL – DAWSON CASA PROGRAM, INC.
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023 and 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Income Tax

Hall-Dawson CASA Program, Inc. qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and, therefore, has no provision for income taxes. The Internal Revenue Service has classified the Organization as a publicly supported organization under sections 509(a)(1) and 170(b)(1)(A)(vi).

The Organization adopted FASB ASC 740, *Income Taxes Overall Disclosure, Unrecognized Tax Benefit Related Disclosures*, as of January 1, 2009. Management has established procedures to identify any unrecognized tax benefit. There were no unrecognized tax benefits for 2023 and 2022.

Cash and Cash Equivalents

The Organization considers only cash accounts and certificates of deposit with original maturities of less than three months as cash equivalents. Certificates of deposit with original maturities greater than three months and remaining maturities less than one year are classified as “short-term investments.” Certificates of deposit with remaining maturities greater than one year are classified as “long-term investments.”

Investments

The Organization maintains investment funds at North Georgia Community Foundation. The investments consist of money market accounts and investments with American Funds. These investments are measured at fair value using the Level 1 fair value hierarchy measurement. The realized and unrealized gains or losses have been recorded as investment and interest income on the statement of activities.

Recognition of Donated Support

Volunteer services are vital to the continuation and the outreach of the program. Each volunteer receives specialized training to qualify as an advocate for children in the juvenile court system. Values are assigned to such services performed by volunteers because such services would otherwise be performed by salaried personnel at fair market value. Such values are reflected in the accompanying financial statements as both revenue and expense and represent the total contributed services for Hall-Dawson CASA Program, Inc. for the years presented.

Non-cash donations of assets, property and equipment, and supplies are recorded as contributions at estimated fair market value at the date of donation. These donations are reported as increases in net assets without donor restrictions, unless donor-imposed restrictions apply. If donor-imposed restrictions apply, donated assets, property and equipment are reported as increases in net assets relative to the contribution restriction. Donated assets are released from restriction on the statement of activities as net assets released from restriction, with either the passage of time or satisfaction of the donor-imposed conditions.

Advertising

The Organization expenses advertising costs as incurred.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates.

HALL – DAWSON CASA PROGRAM, INC.
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023 and 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue and Revenue Recognition

Contributions, including promises to give (pledges), are recognized as revenue upon receipt and are considered to be unrestricted unless they are received with donor stipulations that limit their use either through purpose or time restrictions.

As of December 31, 2023, \$ 47,456 had conditions noted and all contributions have been recognized on the statements of activities. As of December 31, 2022, \$ 48,848 had conditions noted and all contributions have been recognized on the statements of activities.

The Organization records special events revenue equal to the fair value of direct benefits to donors, and contribution income for the excess received when the event takes place.

Functional Expenses

Expenses are reported as decreases in net assets. The costs of programs, management, and fundraisers are presented in summary on the statement of activities and in more detail on the statement of functional expenses. The statement of activities and statement of functional expenses report certain categories of expenses that are attributable to more than one program or function. Therefore, expenses require allocation on a reasonable basis that is consistently applied.

Certain costs have been allocated among program services and supporting services, based on the benefit received. The expenses, allocated on the basis of estimates of time and effort, include salaries, certain utilities, office and professional fees, training, and repairs. Because the main purpose of the Organization is accomplished through program services, a greater percentage of overall expenditures are allocated to programs. Management and general expenses include expenditures that are not directly identifiable to a specific program, fundraising, or development activity. Fundraising expenses are those expenditures directly associated with an activity as well as some personnel and other direct costs to carry out the activities.

New Accounting Pronouncement

Effective January 1, 2022, the Organization adopted Financial Accounting Standards Board ("FASB"), Accounting Standards Codification ("ASC") 842, *Leases*. The Organization determines if an arrangement contains a lease at inception based on whether the Organization has the right to control the asset during the contract period and other facts and circumstances. The Organization elected the package of practical expedients permitted under the transitional guidance within the new standard, which among other things, allowed it to carry forward historical lease classification. The adoption has been applied retrospectively to all periods presented and did not have an impact on the financial statements.

NOTE 2 - GRANTS RECEIVABLE

Grants receivable (all current) consist of the following as of December 31:

| | 2023 | 2022 |
|--------------------|------------------|-------------------|
| Georgia CASA Grant | \$ 40,449 | \$ 18,248 |
| Georgia DHS Grant | 6,647 | 15,509 |
| CJCC VOCA Grant | 22,479 | 66,398 |
| Total | <u>\$ 69,575</u> | <u>\$ 100,155</u> |

HALL – DAWSON CASA PROGRAM, INC.
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023 and 2022

NOTE 3 – CONTRIBUTIONS RECEIVABLE

Contributions receivable consist of the following as of December 31:

| | <u>2023</u> | <u>2022</u> |
|---|-------------------------|-------------------------|
| Hall County | \$ 26,625 | \$ 26,625 |
| City of Gainesville | 5,000 | 5,000 |
| United Way - Hall | 2,275 | - |
| United Way - Dawson | - | 1,600 |
| Miscellaneous receivables and donations | <u>9,000</u> | <u>5,000</u> |
| Total | <u><u>\$ 42,900</u></u> | <u><u>\$ 38,225</u></u> |

All other receivables are due within one year. No allowance for estimated uncollectibles is reported as management believes the amount is fully collectible. As of December 31, 2023, and 2022, non-current contribution receivables totaled \$ 5,000 and \$ 10,000, respectively.

NOTE 4 – AVAILABILITY AND LIQUIDITY

The following represents the Organization's financial assets at December 31:

| Financial assets at year end: | <u>2023</u> | <u>2022</u> |
|---|----------------------------|----------------------------|
| Cash and cash equivalents | \$ 519,694 | \$ 547,356 |
| Receivables | 117,475 | 148,380 |
| Investments | <u>549,878</u> | <u>471,184</u> |
| Total financial assets | <u><u>\$ 1,187,047</u></u> | <u><u>\$ 1,166,920</u></u> |
| Less amounts not available to be used within one year: | | |
| Net assets with donor restrictions | <u>47,456</u> | <u>48,848</u> |
| | <u>47,456</u> | <u>48,848</u> |
| Financial assets available to meet general expenditures over the next twelve months | <u><u>\$ 1,139,591</u></u> | <u><u>\$ 1,118,072</u></u> |

As part of the Organization's current liquidity management plan, the Organization has a goal to maintain financial assets to meet 180 days of normal operating expenses excluding in-kind and depreciation, which are on average, approximately \$ 470,000 for 180 days. In the event of an unanticipated liquidity need, the Organization feels there are enough financial assets to cover at least one year of necessary expenditures.

HALL – DAWSON CASA PROGRAM, INC.
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023 and 2022

NOTE 5 - INVESTMENTS

The fair value of financial assets and liabilities are measured according to the *Fair Value Measurements and Disclosures* topic of the FASB Accounting Standards Codification. Fair value is required to be evaluated and adjusted according to the following valuation techniques.

Level 1 – Valuation is based upon quoted prices for similar instruments in active markets.

Level 2 – Valuation is based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques for which all significant assumptions are observable in the market.

Level 3 – Valuation is generated from model-based techniques that use at least one significant assumption not observable in the market. These unobservable assumptions reflect estimates of assumptions that market participants would use in pricing the asset or liability. Valuation techniques include use of option pricing models, discounted cash flow models and similar techniques

All investments are in the Level 1 category and are considered board designated funds and classified as long-term investments. These funds totaled \$ 549,878 and \$ 471,184 for the years ended December 31, 2023 and 2022. These are considered board designated reserve funds.

During the year ended December 31, 2023 and 2022, there were no contributions to the investment at North Georgia Community Foundation. Changes in the fair value of the investment for the year ended December 31, 2023 and 2022 were as follows:

Investment return (net of expenses):

| | 2023 | 2022 |
|------------------------------|------------------|---------------------|
| Dividends | \$ 22,796 | \$ 17,970 |
| Interest | 191 | 18 |
| Realized gains (losses) | 6,356 | 3,198 |
| Unrealized gains (losses) | 54,916 | (129,053) |
| Foundation fees | (5,410) | (5,834) |
| | <u>78,849</u> | <u>(113,701)</u> |
| Net earnings from investment | <u>\$ 78,849</u> | <u>\$ (113,701)</u> |

NOTE 6 – COMPENSATED ABSENCES

The employees may carry forward any unused leave from year to year; however, if the employee resigns or is terminated, they may be compensated for up to 160 hours. Therefore, only 160 are used in the calculation of compensated absences even if an employee has a larger balance. A liability of \$ 22,399 for 2023 and \$ 26,353 for 2022 has been recorded on the financial statements.

NOTE 7 - EMPLOYEE BENEFIT PLAN

The Organization adopted a 403(b)-retirement plan in January of 1998 in which full-time employees are eligible for participation. The Organization made discretionary contributions of 4% of total salaries for 2023 and 2022. These contributions amounted to \$ 32,783 in 2023 and \$ 22,107 in 2022.

HALL – DAWSON CASA PROGRAM, INC.
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December 31, 2023 and 2022

NOTE 8 - CONCENTRATIONS OF CREDIT RISK

The Organization maintains its demand deposits at various financial institutions. For 2023, there was \$ 269,463 that was uninsured exceeding the federally insured limit of \$ 250,000. For 2022, there was \$ 56,964 that was uninsured exceeding the federally insured limit of \$ 250,000.

NOTE 9 – GRANT REVENUES

The Organization received grants and contributions from various sources that are for specific purposes as to their use. These revenues are considered exchange transactions and presented as unrestricted revenues and grants. The statement of activities discloses these separately from other revenues.

Grant revenues consist of the following as of December 31:

| | 2023 | 2022 |
|--------------------|-------------------|-------------------|
| Georgia CASA Grant | \$ 77,445 | \$ 70,908 |
| VOCA Grant | 264,214 | 268,358 |
| Georgia DHS Grant | 72,821 | 83,090 |
| Total | <u>\$ 414,480</u> | <u>\$ 422,356</u> |

NOTE 10 – DEFERRED REVENUE

At times, the Organization is awarded and is in receipt of grants or funds advance of earning the income through applicable expenses or time restrictions. The receipt of funds that are unearned are considered deferred revenue liabilities.

Deferred revenue consists of the following as of December 31:

| | 2023 | 2022 |
|------------------------------|------------------|-------------------|
| Hall County ARPA funds | \$ 97,338 | \$ 121,530 |
| Other grants and foundations | - | 25,000 |
| Total | <u>\$ 97,338</u> | <u>\$ 146,530</u> |

NOTE 11 – IN-KIND REVENUE

In-kind revenue consists of the following:

Donations in-kind consist of the following as of December 31:

| | 2023 | 2022 |
|----------------------------------|-------------------|-------------------|
| Program Services | | |
| Volunteer services | \$ 82,526 | \$ 102,555 |
| Other donated services and items | 10,077 | 5,350 |
| Volunteer mileage | 8,377 | 7,824 |
| Total In-kind recognized | <u>\$ 100,980</u> | <u>\$ 115,729</u> |

HALL – DAWSON CASA PROGRAM, INC.
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NOTE 11 – IN-KIND REVENUE (CONTINUED)

The volunteer services are recognized according to FASB ASC 958 - 605, Not for Profit Entities, Revenue Recognition. All volunteers must undergo specialized training to become a court appointed special advocate. The Organization receives clothing, toys and other items donated for the children. These items have not been recorded because they cannot be reasonably estimated and do not relate to the mission of the Organization.

NOTE 12 – RELATED PARTY TRANSACTION - JOINT BUILDING PROJECT

As of December 31, 2008, the Organization had an agreement with the non-profit Edmonson - Telford Center to build a two-unit condominium to house both agencies. The Board of Directors estimated that the cost of the 7,140 sq. ft building after in-kind donations would be \$ 1,200,000 of which the Organization would pay for \$ 600,000 of the cost. The building was completed and jointly occupied by the Organization and Edmonson-Telford Center in June, 2009.

The completed building basis is \$ 693,297, with additional cost of signage in 2010 in the amount of \$ 2,591. Building in-kind of \$ 117,729 was recognized in 2009 for contributed land, materials, and services received. This includes land at a fair market value of \$ 200,000 that was contributed to the Organization from the Edmondson - Telford Center.

As of December 31, 2023, the joint bank account balance was \$ 7,113 of which ½ or \$ 3,556 was due to the Edmonson-Telford Center and is considered restricted cash. As of December 31, 2022, the joint bank account balance was \$ 1,246 of which ½ or \$ 623 was due to the Edmonson-Telford Center and is considered restricted cash.

NOTE 13 – ADVERTISING EXPENSE

Advertising costs amounted to \$ 1,034 and \$ 1,610 for the years ended December 31, 2023 and 2022.

NOTE 14 – DEPRECIATION EXPENSE

Depreciation expense amounted to \$ 27,903 and \$ 26,852 for the years ended December 31, 2023 and 2022.

NOTE 15 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions included the following as of December 31:

| | 2023 | 2022 |
|--|------------------|------------------|
| Restricted for future use: | | |
| Cash - building fund | \$ 3,556 | \$ 623 |
| Receivable from donor | 10,000 | 15,000 |
| Receivable from Hall County | 26,625 | 26,625 |
| Receivable from United Way - Hall County | 2,275 | - |
| Receivable from City of Gainesville | 5,000 | 5,000 |
| Receivable from United Way - Dawson County | - | 1,600 |
| | <u>\$ 47,456</u> | <u>\$ 48,848</u> |

NOTE 16 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through May 23, 2024, the date the financial statements were available to be issued. There were no significant events that occurred since the date of the financial statements.

HALL-DAWSON CASA PROGRAM, INC.
BUDGET COMPARISON SCHEDULE

| | For the Year Ended December 31, 2023 | | |
|--------------------------------------|--------------------------------------|----------------|------------------------|
| | Actual | Budget | Over/(Under) Budget |
| PUBLIC SUPPORT & REVENUES | | | |
| Direct public support | \$ 399,482 | \$ 441,707 | \$ (42,225) |
| Indirect public support | 128,243 | 154,510 | (26,267) |
| Government contracts and grants | 414,480 | 401,079 | 13,401 |
| In-kind contributions | 100,980 | - | 100,980 |
| Investment earnings and other income | 78,719 | - | 78,719 |
| TOTAL SUPPORT & REVENUES | 1,121,904 | 997,296 | 124,608 |
| EXPENSES | | | |
| Advertising | 1,034 | 2,500 | (1,466) |
| Bank and credit card fees | 2,251 | 900 | 1,351 |
| Building maintenance and repairs | 11,513 | 27,200 | (15,687) |
| Computer upgrades | - | 12,000 | (12,000) |
| Conferences | 5,516 | 6,000 | (484) |
| Depreciation | 27,903 | - | 27,903 |
| Dues | 13,913 | 15,000 | (1,087) |
| Equipment | 6,934 | 6,000 | 934 |
| Fundraising | 35,733 | 25,000 | 10,733 |
| In-kind goods and services | 100,980 | - | 100,980 |
| Insurance | 86,038 | 80,250 | 5,788 |
| Legal and accounting | 19,861 | 19,160 | 701 |
| Online services | 2,195 | 1,980 | 215 |
| Payroll fees | 2,209 | 2,490 | (281) |
| Postage | 1,053 | 2,500 | (1,447) |
| Printing | 67 | 1,000 | (933) |
| Professional development | 1,733 | 5,600 | (3,867) |
| Retirement | 32,783 | 33,864 | (1,081) |
| Salaries | 605,392 | 631,627 | (26,235) |
| Special needs | 9,931 | 12,000 | (2,069) |
| Supplies | 3,574 | 4,000 | (426) |
| Taxes - payroll | 47,061 | 48,320 | (1,259) |
| Telephone and utilities | 14,011 | 12,500 | 1,511 |
| Travel | 6,129 | 10,000 | (3,871) |
| Volunteer recognition | 22,532 | 37,405 | (14,873) |
| TOTAL EXPENSES | 1,060,346 | 997,296 | 63,050 |
| CHANGE IN NET ASSETS | \$ 61,558 | \$ - | \$ 61,558 |

The accompanying notes are an integral part of this schedule.

HALL-DAWSON CASA PROGRAM, INC.
SCHEDULE OF STATE AWARDS EXPENDED

| CONTRACT NAME/NUMBER | For the Year Ended December 31, 2023 | | |
|--|--------------------------------------|--------------|-------------------|
| | Cash Received | Expenditures | Due From State |
| US Department of Justice Bureau of Justice Assistance Pass-Through from State Criminal Justice Coordinating Council VOCA Victim Assistance Grant Program | | | |
| 2022 - 2023 / C23-8-065 | \$ - | \$ 7,493 | \$ 7,493 |
| 2022 - 2023 / C23-8-065 | - | 14,986 | 14,986 |
| 2021 - 2022 / X50-8-065 | 164,524 | 164,524 | - |
| 2021 - 2022 / C22-8-031 | 77,211 | 77,211 | - |
| 2021 - 2022 / X50-8-065 - Prior Receivable | 32,788 | - | - |
| 2021 - 2022 / C22-8-031 - Prior Receivable | 33,610 | - | - |
| TOTAL VOCA Victim Assistance Grant Program | 308,133 | 264,214 | 22,479 |
| Georgia Department of Human Services Promoting Safe and Stable Families (PSSF) Program | | | |
| 2023 - 2024/DHS Contract # 42700-040C-PSSF-24-083 | - | 6,647 | 6,647 |
| 2023 - 2023/DHS Contract # 42700-040C-PSSF-23-079 | 66,174 | 66,174 | |
| Prior Receivable | 15,509 | - | - |
| TOTAL PSSF Program | 81,683 | 72,821 | 6,647 |
| Georgia Department of Human Services Georgia Court Appointed Special Advocates, Inc. | | | |
| 2023 - 2024 | - | 40,449 | 40,449 |
| 2022 - 2023 | 36,996 | 36,996 | - |
| 2022 - 2023 - Prior Receivable | 18,248 | - | - |
| TOTAL GEORGIA CASA | 55,244 | 77,445 | 40,449 |
| TOTALS FOR VOCA, PSSF & GEORGIA CASA | \$ 445,060 | \$ 414,480 | \$ 69,575 |

The accompanying notes are an integral part of this schedule.