



# **Gwinnett Coalition, Inc.**

## **FINANCIAL STATEMENTS**

**December 31, 2022 and 2021**



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# REPORT





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## **INDEPENDENT AUDITORS' REPORT**

To the Board of Directors of  
Gwinnett Coalition, Inc.

### **Opinion**

We have audited the accompanying financial statements of Gwinnett Coalition, Inc. (the Organization) (a nonprofit organization), which comprise the statements of financial position as of December 31, 2022 and 2021, and the related statements of activities, functional expenses, and cash flows for the years 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 Gwinnett Coalition, Inc. as of December 31, 2022 and 2021, and the changes in its net assets and its cash flows for the years 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization 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 these 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 the Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

## Auditors' Responsibility

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 auditors' 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 the Organization'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 the Organization'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.

## Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of State Awards Expended 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.

  
CARR, RIGGS & INGRAM, LLC

Atlanta, Georgia  
July 14, 2023



# FINANCIAL STATEMENTS



**Gwinnett Coalition, Inc.**  
**Statements of Financial Position**

<i>December 31,</i>	<b>2022</b>	<b>2021</b>
<b>Assets</b>		
Cash and cash equivalents	\$ 1,051,942	\$ 892,422
Accounts receivable	27,541	153,975
Investments in marketable securities	1,187,703	1,245,838
Property and equipment, net	131,216	2,439
<b>Total assets</b>	<b>\$ 2,398,402</b>	<b>\$ 2,294,674</b>
<b>Liabilities and Net Assets</b>		
Accounts payable	\$ 39,298	\$ 22,680
Refundable advance	100,000	-
<b>Total liabilities</b>	<b>139,298</b>	<b>22,680</b>
<b>Net assets</b>		
Without donor restrictions	1,902,421	2,101,219
With donor restrictions	356,683	170,775
<b>Total net assets</b>	<b>2,259,104</b>	<b>2,271,994</b>
<b>Total liabilities and net assets</b>	<b>\$ 2,398,402</b>	<b>\$ 2,294,674</b>

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

**Gwinnett Coalition, Inc.**  
**Statements of Activities**

<i><b>For the year ended December 31, 2022</b></i>	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenues, Gains and Support</b>			
Contributions	\$ 32,666	\$ 300,000	\$ 332,666
Government grants	884,983	-	884,983
Contributions of non-financial assets	69,161	-	69,161
Investment income (loss), net	(57,232)	-	(57,232)
Net assets released from restrictions	114,092	(114,092)	-
Total revenues, gains and support	1,043,670	185,908	1,229,578
<b>Expenses</b>			
<i>Program services</i>			
Helpline	462,635	-	462,635
Health equity	461,614	-	461,614
Mental and behavioral health	125,467	-	125,467
Veteran's Resource Center	52,667	-	52,667
Total program services	1,102,383	-	1,102,383
<i>Supporting services</i>			
General and administrative	128,463	-	128,463
Fundraising	11,622	-	11,622
Total supporting services	140,085	-	140,085
Total expenses	1,242,468	-	1,242,468
Change in net assets	(198,798)	185,908	(12,890)
Net assets at beginning of year	2,101,219	170,775	2,271,994
Net assets at end of year	\$ 1,902,421	\$ 356,683	\$ 2,259,104

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



**Gwinnett Coalition, Inc.**  
**Statements of Activities (Continued)**

<i>For the year ended December 31, 2021</i>	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenues, Gains and Support</b>			
Contributions	\$ 205,788	\$ 150,000	\$ 355,788
Government grants	504,257	-	504,257
Forgiveness of Paycheck Protection Program grant	77,300	-	77,300
Contributions of non-financial assets	17,200	-	17,200
Investment income (loss), net	151,106	-	151,106
Loss on disposal of property and equipment	(2,271)	-	(2,271)
Net assets released from restrictions	155,195	(155,195)	-
<b>Total revenues, gains and support</b>	<b>1,108,575</b>	<b>(5,195)</b>	<b>1,103,380</b>
<b>Expenses</b>			
<i>Program services</i>			
Partnering for Vaccine Equity	399,379	-	399,379
Gwinnett County Public Schools Helpline	126,265	-	126,265
Resilient Gwinnett	140,021	-	140,021
Veterans Resource Center	70,389	-	70,389
<b>Total program services</b>	<b>736,054</b>	<b>-</b>	<b>736,054</b>
<i>Supporting services</i>			
General and administrative	90,249	-	90,249
Fundraising	9,520	-	9,520
<b>Total supporting services</b>	<b>99,769</b>	<b>-</b>	<b>99,769</b>
<b>Total expenses</b>	<b>835,823</b>	<b>-</b>	<b>835,823</b>
<b>Change in net assets</b>	<b>272,752</b>	<b>(5,195)</b>	<b>267,557</b>
<b>Net assets at beginning of year</b>	<b>1,828,467</b>	<b>175,970</b>	<b>2,004,437</b>
<b>Net assets at end of year</b>	<b>\$ 2,101,219</b>	<b>\$ 170,775</b>	<b>\$ 2,271,994</b>

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

**Gwinnett Coalition, Inc.**  
**Statements of Functional Expenses**

***For the year ended December 31, 2022***

	Program Services					Supporting Services		
	Helpline	Health Equity	Mental and Behavioral Health	Veteran's Resource Center	Programs Subtotal	General and Administrative	Fundraising	Total
Salaries and wages	\$ 277,247	\$ 111,870	\$ 77,067	\$ 19,109	\$ 485,293	\$ 91,959	\$ 6,281	\$ <b>583,533</b>
Benefits	28,991	7,824	10,745	2,780	50,340	5,685	1,249	<b>57,274</b>
Payroll taxes	20,636	8,813	5,908	1,652	37,009	7,258	492	<b>44,759</b>
Total personnel	326,874	128,507	93,720	23,541	572,642	104,902	8,022	<b>685,566</b>
Marketing	14,528	216,918	4,981	3,686	240,113	1,921	-	<b>242,034</b>
Professional fees	44,880	13,810	17,503	600	76,793	9,069	3,600	<b>89,462</b>
Rent	35,438	-	-	21,333	56,771	7,228	-	<b>63,999</b>
Postage and printing	1,035	41,832	1,371	581	44,819	189	-	<b>45,008</b>
Technology	11,324	30,495	-	228	42,047	498	-	<b>42,545</b>
Dues and subscriptions	16,220	2,414	2,108	69	20,811	2,706	-	<b>23,517</b>
Donations	-	10,000	-	-	10,000	-	-	<b>10,000</b>
Supplies	727	5,068	3,058	853	9,706	131	-	<b>9,837</b>
Depreciation	770	5,375	-	-	6,145	144	-	<b>6,289</b>
Travel and meetings	1,234	2,926	1,206	157	5,523	200	-	<b>5,723</b>
Telephone and data	1,412	2,290	1,520	19	5,241	219	-	<b>5,460</b>
Utilities	2,696	-	-	1,600	4,296	504	-	<b>4,800</b>
Other	1,719	1,979	-	-	3,698	273	-	<b>3,971</b>
Insurance	2,561	-	-	-	2,561	479	-	<b>3,040</b>
Community assistance	1,217	-	-	-	1,217	-	-	<b>1,217</b>
Total	\$ 462,635	\$ 461,614	\$ 125,467	\$ 52,667	\$1,102,383	\$ 128,463	\$ 11,622	<b>\$1,242,468</b>

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

**Gwinnett Coalition, Inc.**  
**Statements of Functional Expenses (Continued)**

*For the year ended December 31, 2021*

	Program Services					Supporting Services		
	Helpline	Health Equity	Mental and Behavioral Health	Veteran's Resource Center	Programs Subtotal	General and Administrative	Fundraising	Total
Salaries and wages	\$ 257,880	\$ 30,345	\$ 65,489	\$ 27,733	\$ 381,447	\$ 37,304	\$ 6,000	\$ 424,751
Benefits	32,420	5,759	11,459	3,241	52,879	7,892	1,249	62,020
Payroll taxes	19,990	2,409	5,024	2,048	29,471	2,928	471	32,870
Total personnel	310,290	38,513	81,972	33,022	463,797	48,124	7,720	519,641
Marketing	18,901	84,385	13,194	7,244	123,724	1,431	-	125,155
Professional fees	1,784	-	28,571	16,360	46,715	38,094	1,800	86,609
Technology	26,530	-	-	61	26,591	84	-	26,675
Supplies	4,112	860	8,086	4,894	17,952	147	-	18,099
Rent	7,297	-	-	8,000	15,297	703	-	16,000
Dues and subscriptions	12,431	150	1,757	-	14,338	716	-	15,054
Telephone and data	3,380	-	1,832	27	5,239	149	-	5,388
Travel and meetings	1,384	1,656	1,884	22	4,946	132	-	5,078
Postage and printing	1,258	701	2,725	159	4,843	120	-	4,963
Repairs and maintenance	4,010	-	-	-	4,010	102	-	4,112
Insurance	2,226	-	-	-	2,226	214	-	2,440
Community assistance	2,235	-	-	-	2,235	-	-	2,235
Other	1,875	-	-	-	1,875	180	-	2,055
Utilities	547	-	-	600	1,147	53	-	1,200
Depreciation	1,119	-	-	-	1,119	-	-	1,119
Total	\$ 399,379	\$ 126,265	\$ 140,021	\$ 70,389	\$ 736,054	\$ 90,249	\$ 9,520	\$ 835,823

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

**Gwinnett Coalition, Inc.**  
**Statements of Cash Flows**

<i>For the years ended December 31,</i>	<b>2022</b>	<b>2021</b>
<b>Operating Activities</b>		
Change in net assets	\$ (12,890)	\$ 267,557
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities		
Depreciation	6,289	1,119
(Gain) loss on disposal of property and equipment	-	2,271
Unrealized and realized loss (gain) on investments	68,413	(134,315)
Changes in operating assets and liabilities		
Accounts receivable	126,434	(58,988)
Accounts payable	16,618	9,777
Refundable advance	100,000	-
Net cash provided by (used in) operating activities	<b>304,864</b>	87,421
<b>Investing Activities</b>		
Maturity of certificates of deposit	-	64,274
Purchase of property and equipment	(135,066)	(2,744)
Purchase of investments	(974,871)	(524,432)
Proceeds from sale of investments	964,593	443,785
Net cash provided by (used in) investing activities	<b>(145,344)</b>	(19,117)
Net change in cash and cash equivalents	<b>159,520</b>	68,304
Cash and cash equivalents at beginning of year	<b>892,422</b>	824,118
Cash and cash equivalents at end of year	<b>\$ 1,051,942</b>	<b>\$ 892,422</b>

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

**Note 1: DESCRIPTION OF THE ORGANIZATION**

Gwinnett Coalition, Inc. ("the Organization"), organized in November 1990, is a nonprofit corporation assisting the human services delivery system to maximize the effectiveness of social service resources in Gwinnett County. This is achieved through facilitating coordination and collaboration of social service providers, organized planning involving public and private sectors, providing a centralized information and referral system, and maintaining a need and service database to assist planning efforts. The Organization's program offerings are centered on facilitating collaborations that improve the well-being of the surrounding community. This is accomplished by identifying needs and resources, and focusing on results, and educating and motivating the community to action.

The Organization's program services consist of the following:

*Helpline* - Social workers, counselors, and other officials recognize that the social and emotional needs of students and their families have a significant impact on students' learning and behavior and that school officials often expend significant time helping families obtain help tailored to their needs. The Gwinnett Cares Helpline is an Information and Referral (I & R) service with a long history of connecting individuals with community-based programs and services to assist with identified needs. The GCPS Helpline program helps school officials access this information such that students' learning is supported and GCPS staff time is utilized more efficiently.

*Health Equity* – The Gwinnett Coalition aims to increase access to affordable, quality healthcare resources and to empower residents to self-advocate through health literacy education.

- The Partnering for Vaccine Equity (P4VE) – This initiative aims to increase influenza and COVID-19 vaccine confidence and uptake for adults in racial and/or ethnic populations experiencing disparities. It also focuses on increasing health equity among disparately impacted populations through outreach and education.
- Gwinnett Cares - Established as the community's emergency response during the COVID-19 pandemic, this initiative began as a grass-roots collaborative and served to centralize and synchronize community resources for residents.
- Great Days of Service - Founded in 1999, this initiative is recognized as one of the most significant volunteer events in Gwinnett County. It transitioned to Gwinnett County Community Services in 2022.

**Note 1: DESCRIPTION OF THE ORGANIZATION (Continued)**

*Mental and Behavioral Health* – The Gwinnett Coalition champions the well-being of youth ages 0-26 and is building a resilient Gwinnett through a community-based approach to trauma prevention and intervention.

- Resilient Gwinnett - The initiative is a community-wide effort designed to prevent and heal adverse childhood experiences. Key aspects include (1) building awareness and a common understanding about adversity and resilience in our community; (2) building capacity through trainings that promote trauma-informed practices across all sectors; and (3) influencing systems change by creating an integrated, behavioral system of care for individuals 0-26 years of age.
- Family Connection – The initiative is dedicated to the health and wellbeing of children, families, and communities. There are five focus areas: (1) healthy children; (2) children primed for school; (3) children succeeding in school; (4) stable, self-sufficient, productive families; and (5) thriving communities.
- CARA Local Drug Crisis Program – The initiative, funded by the Substance Abuse and Mental Health Services Administration (SAMHSA), focuses on the local youth opioid crisis in the surrounding community. After 10 years, the Gwinnett Coalition aged out of this SAMHSA grant, and the funding and initiative now resides with Gwinnett United in Drug Education, Inc.
- G.R.E.A.T. (Gwinnett Reading Exchange & Art Transforms) Little Minds – A public art and public awareness campaign designed to inspire the love of reading, provide access to early learning children's books in areas where books are scarce, and encourage an appreciation for public art in Gwinnett County. This program transitioned to Gwinnett County Community Services in 2021.

*Veterans Resource Center* – A one-stop shop providing veterans and military families with information, referrals, and resources. This program transitioned to Gwinnett County Community Services in 2022.

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***Basis of Accounting***

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). The Financial Accounting Standards Board (FASB) provides authoritative guidance regarding U.S. GAAP through the Accounting Standards Codification (ASC) and related Accounting Standards Updates (ASUs).

***Use of Estimates***

The preparation of U.S. GAAP financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Estimates that are particularly susceptible to significant change in the near term are related to useful lives of property and equipment (depreciation expense), contributions of non-financial assets, and allocation of functional expenses.

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Cash and Cash Equivalents***

Cash and cash equivalents include cash and all highly liquid investments with an original maturity of 90 days or less.

***Accounts Receivable***

Accounts receivable are stated at unpaid balances, less an allowance for doubtful accounts. The Organization provides for losses on accounts receivable using the allowance method. The allowance is based on experience, third-party contracts, and other circumstances, which may affect the ability of organizations to meet their obligations.

Receivables are considered impaired if full principal payments are not received in accordance with the contractual terms. It is the Organization's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected.

***Investments***

The Organization reports investments in equity securities with readily determinable fair values and all investments in debt securities at their fair values in the statements of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying statements of activities. Investment income and gains restricted by donors are reported as increases in net assets without donor restrictions if the restrictions are met (either a stipulated time period ends, or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized.

***Property and Equipment***

Previously the Organization capitalized all acquisitions of property and equipment and all expenditures for maintenance, renewals, and betterments that materially prolong the useful lives of assets. Beginning in 2022, the Organization increased this threshold to \$2,500. Repairs and maintenance are expensed as incurred. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful life of the asset.

***Net Assets***

The Organization reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the Organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations. The governing board has designated, from net assets without donor restrictions, net assets for future programs.

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Net Assets (continued)***

Net assets with donor restrictions are resources that are subject to donor-imposed restrictions. Some restrictions are temporary in nature, such as those that are restricted by a donor for use for a particular purpose or in a particular future period. Other restrictions may be perpetual in nature; such as those that are restricted by a donor that the resources be maintained in perpetuity. The Organization did not have any donor resources to be maintained in perpetuity for the years ended December 31, 2022 and 2021.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions. Contributions with donor restrictions that are both received and released within the same year are recorded as an increase in net assets with donor restrictions and as a satisfaction of program restrictions.

***Revenue Recognition***

A significant portion of the Organization's grants and contracts are from government agencies. The benefits received by the public as a result of the assets transferred are not equivalent to commensurate value received by the government agencies and are therefore not considered exchange transactions. Grants and contracts are analyzed for measurable performance-related barriers or other barriers. Revenue is recognized as barriers are met. Funds received from non-exchange transactions in advance of barriers being met are recorded as refundable advances.

Contributions are recognized when cash, other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met or the donor has explicitly removed the conditions. Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as net assets with donor restrictions.

***Donated Assets***

Donated investments and other noncash donations are recorded as contributions at their fair values at the date of donation.

***Donated Services***

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Volunteers also provided fund-raising services throughout the year that are not recognized as contributions in the financial statements since the recognition criteria were not met.

***Functional Allocation of Expenses***

Directly identifiable expenses are charged to programs and supporting services. Expenses related to salaries, payroll taxes, and benefits are allocated based on actual percentages of time spent in each functional area. Expenses related to rent, utilities, repairs and maintenance, telephone and data expense, technology, and supplies are allocated across functional areas based a square footage basis.



**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Advertising***

The Organization uses advertising to promote its programs among the audiences it serves. The production costs of advertising are expensed as incurred. During the years ended December 31, 2022 and 2021, advertising costs totaled \$242,034 and \$125,155, respectively.

***Income Taxes***

Under section 501(c)(3) of the Internal Revenue Code, the Organization is exempt from taxes on income other than unrelated business income. For the years ended December 31, 2022 and 2021, the Organization did not have any unrelated business income.

The Organization utilizes the accounting requirements associated with uncertainty in income taxes using the provisions of Financial Accounting Standards Board (FASB) ASC 740, *Income Taxes*. Using that guidance, tax positions initially need to be recognized in the financial statements when it is more-likely-than-not the positions will be sustained upon examination by the tax authorities. It also provides guidance for derecognition, classification, interest and penalties, accounting in interim periods, disclosure and transition. As of December 31, 2022 and 2021, the Organization has no uncertain tax positions that qualify for recognition or disclosure in the financial statements.

***Reclassifications***

Certain reclassifications were made to prior year balances to conform with current year presentation.

***Subsequent Events***

Management has evaluated subsequent events through the date that the financial statements were available to be issued, July 14, 2023, and determined there were no events that occurred that required disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

***Recent Accounting Pronouncements***

In September 2020, the FASB issued ASU 2020-07, *Not-for-Profit Entities* (Topic 958): *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. This ASU specifies requirements for the recognition and initial measurement of contributions and disclosure requirements for contributed services. The ASU is effective for fiscal years beginning after June 15, 2021. The Church adopted this ASU for the year ended December 31, 2022. This change in accounting principal did not have a material impact on the financial statements.

In February 2016, the Financial Accounting Standards Board (FASB) issued ASU 2016-02, *Leases* (Topic 842). The guidance in this ASU and its amendments supersedes the leasing guidance in Topic 840, entitled *Leases*. Under the guidance, lessees are required to recognize lease assets and lease liabilities on the statement of financial position for all leases with terms longer than 12 months. Leases will be classified as either finance or operating, with classification affecting the pattern of expense recognition in the statement of income. For nonpublic entities, the standard is now effective for fiscal years beginning after December 15, 2021, as a delay in adoption was approved. This change in accounting principal did not have an impact on the financial statements.

**Gwinnett Coalition, Inc.**  
**Notes to Financial Statements**

**Note 3: LIQUIDITY AND FINANCIAL ASSET AVAILABILITY**

The Organization maintains its financial assets primarily in cash and cash equivalents and investments in marketable securities to provide liquidity to ensure funds are available as the Organization's expenditures come due. The following reflects the Organization's financial assets as of the statement of financial position date, reduced by amounts not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions or management designations.

<i>December 31,</i>	<b>2022</b>	2021
Total assets at year end	\$ 2,398,402	\$ 2,294,674
Less non-financial assets		
Property and equipment, net	(131,216)	(2,439)
Financial assets at year-end	2,267,186	2,292,235
Less those not available for general expenditures within one year, due to contractual or donor-imposed restrictions		
Restricted by donor with time or purpose restrictions	(356,683)	(170,775)
Financial assets available to meet cash needs for general expenditures within one year	\$ 1,910,503	\$ 2,121,460

The Organization is principally supported by contributions and government grants. The Organization sets aside funds for future operating use which are held in the investment accounts and can support the Organization's operations for approximately 1.5 years.

**Note 4: ACCOUNTS RECEIVABLE**

Accounts receivable at December 31, 2022 and 2021 consist of government grants of \$27,541 and \$153,975, respectively. All accounts receivable are expected to be fully collected in the next fiscal year; therefore, no allowance for doubtful accounts has been recorded.

**Note 5: INVESTMENTS**

Investments in marketable securities consist of the following at December 31, 2022:

<i>December 31, 2022</i>	Cost	Market Value
Money market and cash funds	\$ 21,964	\$ 21,964
Corporate bonds	197,878	195,933
Equities	306,370	522,517
U.S. Treasury Bill	321,476	321,974
Pooled investments	112,575	125,315
Total investments in marketable securities	\$ 960,263	\$ 1,187,703

**Gwinnett Coalition, Inc.**  
**Notes to Financial Statements**

**Note 5: INVESTMENTS (Continued)**

Investments in marketable securities consist of the following at December 31, 2021:

<i>December 31, 2021</i>	Cost	Market Value
Money market and cash funds	\$ 64,261	\$ 64,261
Corporate bonds	430,923	430,319
Equities	330,313	599,963
Pooled investments	114,521	151,295
Total investments in marketable securities	\$ 940,018	\$ 1,245,838

**Note 6: PROPERTY AND EQUIPMENT**

The components of property and equipment consist of the following December 31, 2022 and 2021:

	Estimated Useful Lives (in years)	2022	2021
Furniture and fixtures	7	\$ 71,865	\$ 1,298
Website and applications	5	64,500	-
Computer equipment	3	7,287	7,287
Total depreciable property and equipment		143,652	8,585
Less accumulated depreciation		(12,436)	(6,146)
Property and equipment, net		\$ 131,216	\$ 2,439

Depreciation expense for the years ended December 31, 2022 and 2021 amounted to \$6,289 and \$1,119, respectively.

**Note 7: NET ASSETS**

A summary of net assets with donor restrictions consists of the following:

<i>December 31,</i>	2022	2021
Purpose restricted		
Capacity Building	\$ 45,000	\$ -
Vet Corp Program	100,000	-
Resilient Gwinnett	176,534	101,927
Gwinnett Cares	35,149	68,848
Total net assets with donor restrictions	\$ 356,683	\$ 170,775

**Gwinnett Coalition, Inc.**  
**Notes to Financial Statements**

**Note 7: NET ASSETS (Continued)**

A summary of the release of donor restrictions consists of the following:

<i>For the years ended December 31,</i>	<b>2022</b>	<b>2021</b>
Purpose restrictions		
Vet Corp Program	\$ -	\$ 42,385
Resilient Gwinnett	<b>80,393</b>	48,073
Gwinnett Cares	<b>33,699</b>	64,737
Total net assets released from donor restrictions	<b>\$ 114,092</b>	<b>\$ 155,195</b>

**Note 8: CONTRIBUTIONS IN-KIND**

All donated space and utilities were utilized by the Organization's program and supporting services. There were no donor-imposed restrictions associated with the contributed space and utilities.

The components of donated space and utilities contributed to the Organization consists of the following for the years ended December 31, 2022 and 2021:

<i>For the years ended December 31,</i>	<b>2022</b>	<b>2021</b>
Program services		
Helpline	\$ 38,296	\$ 7,844
Veterans Resource Center	<b>23,054</b>	8,600
Supporting services		
General and administrative	<b>7,811</b>	756
Total contributed space and utilities	<b>\$ 69,161</b>	<b>\$ 17,200</b>

Donated space is valued at the fair value of similar properties available in commercial real estate listings.

**Note 9: FAIR VALUE MEASUREMENTS**

Fair value is the exchange price that would be received for an asset or paid to transfer a liability (exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. There are three levels of inputs that may be used to measure fair values:

*Level 1:* Quoted prices (unadjusted) for identical assets or liabilities in active markets that the entity has the ability to access as of the measurement date.

**Note 9: FAIR VALUE MEASUREMENTS (Continued)**

*Level 2:* Significant other observable inputs other than Level 1 prices, such as:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs, other than quoted prices, that are:
  - observable; or
  - can be corroborated by observable market data.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

*Level 3:* Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2022 and 2021.

*Money market funds:* Valued at the closing price reported on the active market on which the individual securities are traded.

*Corporate bonds:* Valued using pricing models maximizing the use of observable inputs for similar securities. This includes basing value on yields currently available on comparable securities of issuers with similar credit ratings.

*Equities:* Valued at the closing price reported on the active market on which the individual securities are traded.

*U.S. Treasury Bill:* Valued at the closing price reported on the active market on which the individual securities are traded

*Pooled investments:* Valued based on NAV per share or unit as a practical expedient as reported by the fund manager, multiplied by the number of shares or units held as of the measurement date. Accordingly, the NAV based investments have been excluded from the fair value hierarchy leveling.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine fair value of certain financial instruments could result in different fair value measurements at the reporting date.

**Gwinnett Coalition, Inc.**  
**Notes to Financial Statements**

**Note 9: FAIR VALUE MEASUREMENTS (Continued)**

Assets and liabilities measured at fair value on a recurring basis consists of the following:

<b><i>December 31, 2022</i></b>	Level 1	Level 2	Level 3	Total
Money market and cash funds	\$ 21,964	\$ -	\$ -	\$ 21,964
Corporate bonds	195,933	-	-	195,933
Equities	522,517	-	-	522,517
U.S. Treasury Bill	321,974	-	-	321,974
	1,062,388	-	-	1,062,388
Pooled investments <sup>(A)</sup>	-	-	-	125,315
<b>Total investments at fair value</b>	<b>\$ 1,062,388</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,187,703</b>

  

<b><i>December 31, 2021</i></b>	Level 1	Level 2	Level 3	Total
Money market and cash funds	\$ 64,261	\$ -	\$ -	\$ 64,261
Corporate bonds	430,319	-	-	430,319
Equities	599,963	-	-	599,963
	1,094,543	-	-	1,094,543
Pooled investments <sup>(A)</sup>	-	-	-	151,295
<b>Total investments at fair value</b>	<b>\$ 1,094,543</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,245,838</b>

<sup>(A)</sup> Investments that are measured at fair value using the net asset value per share have been excluded from the fair value hierarchy leveling.

***Changes in Fair Value Levels***

The availability of observable market data is monitored to assess the appropriate classification of financial instruments within the fair value hierarchy. Changes in economic conditions or model-based valuation techniques may require the transfer of financial instruments from one fair value level to another. In such instances, the transfer is reported at the beginning of the reporting period.

Management evaluated the significance of transfer between levels based upon the nature of the financial instrument and size of the transfer relative to total assets. For the years ended December 31, 2022 and 2021, there were no significant transfers in or out of Levels 1, 2 or 3.

**Note 10: CONCENTRATIONS**

The Organization maintains cash deposits with financial institutions at December 31, 2022 and 2021 in excess of federally insured limits of \$697,759 and \$392,276, respectively.

**Note 11: DEFINED CONTRIBUTION PLAN**

The Organization sponsors a defined contribution 403(b) plan (the Plan) covering all full-time employees. All employees may participate provided they meet the requirements of the plan and agree to defer at least \$200 annually. The Organization makes a contribution to the Plan each year equal to 100% of the employee's elective deferral contribution, up to 2% of the employee's compensation. Total expense for the years ended December 31, 2022 and 2021 was \$2,962 and \$5,882, respectively.

**Note 12: PAYCHECK PROTECTION PROGRAM**

In February 2021, the Organization applied for and received a \$77,300 loan through the Paycheck Protection Program. In July 2021, the Organization received notice that the \$77,300 and related interest had been forgiven, at which point the Organization recorded the amount as forgiveness of Paycheck Protection Program grant.



## SUPPLEMENTARY INFORMATION





**Gwinnett Coalition, Inc.**  
**Schedule of State Awards Expended**

*For the year ended December 31, 2022*

<i>State Contract Number</i>	Earned Revenues	Receipts	Due From State Agency
Georgia Department of Human Services Family Connection Contract # 93-202200124	\$ 45,573	\$ 36,720	\$ 8,853
Gwinnett County Board of Commissions Subsidy Fund Contract # 4600001382	235,088	235,088	-
Gwinnett, Newton and Rockdale County Health Departments Contract # SY2023-067-737-01	373,090	354,456	18,634
Gwinnett County Public Schools GCPS Helpline	231,232	231,232	-
Total	\$ 884,983	\$ 857,496	\$ 27,487