

SOUTHWEST GEORGIA CANCER COALITION, INC.

FINANCIAL STATEMENTS

for the year ended June 30, 2004

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INDEPENDENT AUDITOR'S REPORT

Southwest Georgia Cancer Coalition, Inc.
Albany, Georgia

We have audited the accompanying statement of financial position of Southwest Georgia Cancer Coalition, Inc. as of June 30, 2004, and the related statements of revenue and support, expenses and changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Southwest Georgia Cancer Coalition, Inc. as of June 30, 2004, and the results of its revenue and support, expenses and changes in net assets, and cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Driffin & Tucker, LLP

Albany, Georgia
February 11, 2005

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SOUTHWEST GEORGIA CANCER COALITION, INC.

STATEMENT OF FINANCIAL POSITION

June 30, 2004

ASSETS

Cash	\$ 211,392
Other current assets	<u>140</u>
Total assets	\$ <u>211,532</u>

NET ASSETS

Unrestricted net assets	\$ 30,427
Temporary Restricted net assets	<u>181,105</u>
Total net assets	\$ <u>211,532</u>

The independent auditor's report and accompanying notes
are an integral part of this financial statement.

SOUTHWEST GEORGIA CANCER COALITION, INC.

STATEMENT OF REVENUE AND SUPPORT, EXPENSES,
AND CHANGES IN NET ASSETS
for the year ended June 30, 2004

	<u>Unrestricted</u>	Temporarily <u>Restricted</u>	<u>Total</u>
Revenue and support:			
Contributions	\$ 99,548	\$ -	\$ 99,548
Grants	-	320,675	320,675
Net assets released from restrictions	<u>139,570</u>	<u>(139,570)</u>	<u>-</u>
Total revenue and support	<u>239,118</u>	<u>181,105</u>	<u>420,223</u>
Expenditures:			
Salaries and wages	31,838	-	31,838
Employee health and welfare	7,967	-	7,967
Supplies and other	29,336	-	29,336
Grant expenditures	<u>139,570</u>	<u>-</u>	<u>139,570</u>
Total expenditures	<u>208,711</u>	<u>-</u>	<u>208,711</u>
Excess of revenue and support over expenditures	30,407	181,105	211,512
Other income:			
Investment income	<u>20</u>	<u>-</u>	<u>20</u>
Excess of revenues over expenses	30,427	181,105	211,532
Net assets, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Net assets, end of year	\$ <u>30,427</u>	\$ <u>181,105</u>	\$ <u>211,532</u>

The independent auditor's report and accompanying notes
are an integral part of this financial statement.

SOUTHWEST GEORGIA CANCER COALITION, INC.

STATEMENT OF CASH FLOWS
for the year ended June 30, 2004

Cash flows from operating activities:	
Excess revenues over expenses	\$ 211,532
Adjustments to reconcile excess revenues over expenses to net cash provided by operating activities:	
Changes in:	
Other current assets	(<u>140</u>)
Net cash provided by operating activities	211,392
Cash, beginning of year	<u>-</u>
Cash, end of year	\$ <u>211,392</u>

The independent auditor's report and accompanying notes
are an integral part of this financial statement.

SOUTHWEST GEORGIA CANCER COALITION, INC.

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

Organization

Southwest Georgia Cancer Coalition, Inc. is organized pursuant to the Georgia Nonprofit Corporation Code (the Code). The Organization operates exclusively for charitable, educational, scientific, and benevolent purposes in connection with cancer research as authorized by the Code and within the restrictions of Section 501(c)(3) of the Internal Revenue Code.

Basis of Accounting

These financial statements, which are presented on the accrual basis of accounting, have been prepared to present balances and transactions according to the existence or absence of donor-imposed restrictions. This has been accomplished by classification of net assets and transactions into two classes – temporarily restricted, or unrestricted as follows:

- Temporarily Restricted Net Assets – Net assets subject to donor-imposed stipulations that may or will be met by actions of the Organization and/or the passage of time.
- Unrestricted Net Assets – Net assets which represent resources generated from operations or that are not subject to donor-imposed stipulations.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenditures are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulations or by law. Expirations of restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets. Expirations or restrictions on gifts of long-lived assets or assets to be used to purchase long-lived assets are reported as reclassifications when the long-lived assets are placed in service.

Gifts, Contributions and Grants

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value.

Continued

SOUTHWEST GEORGIA CANCER COALITION, INC.

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies, Continued

Income Taxes

Southwest Georgia Cancer Coalition, Inc. is a not-for-profit corporation and has been recognized as tax-exempt pursuant to Section 501(c)(3) of the Internal Revenue Code.

2. Temporarily Restricted Net Assets

Temporarily restricted net assets are available for the following purposes at June 30, 2004:

GCC Caregiver Education Grant – Training for oncology nurses, outreach, and continuing education	\$ 87,500
Healthcare Georgia Grant - Community Outreach	6,733
Merck Grant – Cancer Screening program	68,122
Regional Surgical Oncology Guarantee – Salary Guarantee	<u>18,750</u>
Total	\$ <u>181,105</u>

3. Concentrations of Credit Risk

At June 30, 2004, the Organization had deposits at major financial institutions which exceeded Federal Depository Insurance limits. Management believes the credit risks related to these deposits is minimal.