GEORGIA ALLIANCE FOR BREAST CANCER, INC.

FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2024 AND 2023

with
INDEPENDENT AUDITORS' REPORT

TABLE OF CONTENTS

SMITH+HOWARD PC

INDEPENDENT AUDITORS' REPORT

Board of Directors of
Georgia Alliance for Breast Cancer, Inc.

Opinion

We have audited the accompanying financial statements of Georgia Alliance for Breast Cancer, Inc. (the “Organization”) (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024 and 2023, and the related statements of activities and changes in net assets, 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 the Organization as of December 31, 2024 and 2023, and the changes in net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America (“GAAP”).

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (“GAAS”). 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 audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with GAAP; this includes 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 for one year after the date of this report.

Auditors’ 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 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 GAAS 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 can arise from fraud or error and 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.

404.874.6244 | smith-howard.com
271 17th Street, NW | Suite 2100 | Atlanta, GA 30363

In performing an audit in accordance with GAAS, 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.

Smith and Howard

Atlanta, GA
October 2, 2025

GEORGIA ALLIANCE FOR BREAST CANCER, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2024 AND 2023

ASSETS

	2024	2023
Assets		
Cash and cash equivalents	$ 427,179	$ 867,600
Investments	300,316	383,055
Other assets	5,023	29,598
Right-of-use asset	110,535	148,398
	$ 843,053	$ 1,428,651

LIABILITIES AND NET ASSETS

	2024	2023
Liabilities		
Accounts payable and accrued expenses	$ 8,533	$ 4,510
Grants payable	150,000	716,500
Refundable advances	46,641	48,415
Operating lease liability obligation	122,236	161,881
Total Liabilities	327,410	931,306
Net Assets		
Without donor restriction	288,736	269,267
With donor restriction	226,907	228,078
Total Net Assets	515,643	497,345
	$ 843,053	$ 1,428,651

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

GEORGIA ALLIANCE FOR BREAST CANCER, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
Change in Net Assets Without Donor Restriction		
Revenue and other support:		
Contributions		
Participant contributions	$ 660,584	$ 786,506
Corporations	183,266	211,847
Other contributions	1,035	1,295
Promotional products	4,251	6,837
Gifts-in-kind	64,780	68,200
	913,916	1,074,685
Registration fees and other	102,600	201,909
Special events, net of direct expenses	20,506	64,301
Investment income, net	27,128	22,220
Net assets released from restrictions	66,389	65,789
Total Revenue and Other Support Without Donor Restriction	1,130,539	1,428,904
Expenses		
Program services	930,370	1,547,827
Supporting activities:		
General and administrative	119,224	120,157
Fundraising	61,476	85,815
Total Expenses	1,111,070	1,753,799
Change In Net Assets Without Donor Restriction	19,469	(324,895)
Change in Net Assets With Donor Restriction		
Contributions restricted for future events	52,491	66,389
Investment income, net	12,727	11,689
Net assets released from restrictions	(66,389)	(65,789)
Change in Net Assets With Donor Restriction	(1,171)	12,289
Change in Net Assets	18,298	(312,606)
Net Assets at Beginning of Year	497,345	809,951
Net Assets at End of Year	$ 515,643	$ 497,345

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

GEORGIA ALLIANCE FOR BREAST CANCER, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2024

		Supporting Activities		
	Program Services	General and Administrative	Fundraising	Totals
Salaries	$ 207,766	$ 65,121	$ 37,212	$ 310,099
Payroll benefits	19,918	5,196	3,753	28,867
Payroll taxes	16,380	4,273	3,086	23,739
Advertising, marketing, and event shirts	55,281	3,177	5,083	63,541
Professional fees	-	18,930	-	18,930
Office expense	24,490	6,997	3,499	34,986
Software and fundraising portal	33,942	-	3,771	37,713
Telephone	6,728	421	1,262	8,411
Printing, signage and postage	3,521	621	-	4,142
Insurance	10,438	2,609	-	13,047
Rent	33,412	6,265	2,088	41,765
Hotel cost for 2-day Walkers	103,532	-	-	103,532
Food and beverage	93,321	-	-	93,321
Fees for service	85,348	4,492	-	89,840
Supplies	10,094	1,122	-	11,216
Rental items and security	70,793	-	-	70,793
Grant awards	149,600	-	-	149,600
Travel, mileage and meals	5,806	-	1,722	7,528
	$ 930,370	$ 119,224	$ 61,476	$ 1,111,070

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

GEORGIA ALLIANCE FOR BREAST CANCER, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2023

		Supporting Activities		
	Program Services	General and Administrative	Fundraising	Totals
Salaries	$ 252,616	$ 69,315	$ 57,269	$ 379,200
Payroll benefits	13,428	3,503	2,530	19,461
Payroll taxes	20,017	5,222	3,771	29,010
Advertising, marketing, and event shirts	76,379	4,390	7,023	87,792
Professional fees	-	16,750	-	16,750
Office expense	34,177	9,765	4,882	48,824
Software and fundraising portal	47,674	-	5,297	52,971
Telephone	6,618	414	1,241	8,273
Printing, signage and postage	3,556	627	-	4,183
Insurance	10,013	2,503	-	12,516
Rent	33,675	6,314	2,105	42,094
Hotel cost for 2-day Walkers	87,840	-	-	87,840
Food and beverage	98,513	-	-	98,513
Fees for service	68,649	-	-	68,649
Supplies	12,188	1,354	-	13,542
Rental items and security	69,909	-	-	69,909
Grant awards	705,789	-	-	705,789
Travel, mileage and meals	6,786	-	1,697	8,483
	$ 1,547,827	$ 120,157	$ 85,815	$ 1,753,799

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

GEORGIA ALLIANCE FOR BREAST CANCER, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
Cash Flows from Operating Activities:		
Change in Net Assets	$ 18,298	$ (312,606)
Adjustments to Reconcile Change in Net Assets to Net Cash Required by Operating Activities:		
Unrealized gain on investments	(28,098)	(8,268)
Operating lease expense	37,863	36,736
Payments on operating lease obligation	(39,645)	(37,238)
Change in assets and liabilities:		
Other assets	24,575	(9,325)
Accounts payable and accrued expenses	4,023	(1,539)
Grants payable	(566,500)	(2,500)
Refundable advances	(1,774)	(17,430)
Total adjustments	(569,556)	(39,564)
Net Cash Required by Operating Activities	(551,258)	(352,170)
Cash Flows from Investing Activities:		
Purchases of investments	(39,163)	(374,742)
Sale of investments	150,000	318,285
Net Cash Provided (Required) by Investing Activities	110,837	(56,457)
Net Change in Cash and Cash Equivalents	(440,421)	(408,627)
Cash and Cash Equivalents at Beginning of Year	867,600	1,276,227
Cash and Cash Equivalents at End of Year	$ 427,179	$ 867,600

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

NOTE 1 – DESCRIPTION OF THE BUSINESS

Georgia Alliance for Breast Cancer, Inc. (the “Organization”) formerly known as It’s The Journey Inc., is a Georgia nonprofit corporation formed in November 2002. The Organization was founded for the purpose of conducting the Atlanta 2-Day Walk for Breast Cancer (the “Walk”), a two-day annual fundraising walk through metropolitan Atlanta, Georgia.

The Organization’s mission is to support Georgians by raising money for breast health and breast cancer programs that focus on screening, diagnostics, genetic counseling and testing, support services, and research.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

<u>Basis of Accounting</u>

The Organization follows accounting standards set by the Financial Accounting Standards Board (“FASB”). The FASB sets accounting principles generally accepted in the United States of America (“GAAP”).

<u>Use of Estimates</u>

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

<u>Concentration of Credit Risk</u>

The Organization’s financial instruments that are exposed to concentrations of credit risk consist primarily of cash and cash equivalents and investments. At times, cash and cash equivalent balances exceed federally insured amounts. The Organization believes it reduces risks associated with balances in excess of federal insured amounts by maintaining its cash with major financial institutions with sound financial standing. Management continually monitors receivable balances and believes that its exposure to credit risk is limited. If liquidity issues arise in the global credit and capital markets, it is at least reasonably possible that these changes in risks could materially affect the amounts reported in the accompanying financial statements.

<u>Allocation of Functional Expenses</u>

The costs of providing the various programs and other activities are summarized on a functional basis in the accompanying statements of activities and changes in net assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include hotel costs for walkers, food and beverage costs, advertising, and rent as well as salaries, benefits, payroll taxes, contract labor, professional fees, office expenses, and other, which are allocated on the basis of estimates of time and effort.

GEORGIA ALLIANCE FOR BREAST CANCER, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents

The Organization considers all highly liquid investments with maturities of three months or less when purchased to be cash equivalents.

Investments

Investments include certificates of deposits, mutual funds, and corporate bonds held at a financial institution and are carried at market value.

Fair Values Measured on Recurring Basis

FASB establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurement) and the lowest priority to unobservable inputs in which little or no market data exists (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1 - Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, assets or liabilities;

Level 2 - Quoted prices in markets that are not considered to be active or financial instruments for which all significant inputs are observable, either directly or indirectly;

Level 3 - Prices or valuations that require inputs that are both significant to the fair value measurement and unobservable.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Fair value for investments are determined by reference to quoted market prices and other relevant information generated by market transactions.

The table below represents fair value measurement hierarchy of the assets at fair value as of December 31:

	2024			
	Fair Value	Level 1	Level 2	Level 3
Corporate bonds	$ -	$ -	$ -	$ -
Certificates of Deposit	52,206	-	52,206	-
Mutual Funds	248,110	248,110	-	-
	$ 300,316	$ 248,110	$ 52,206	$ -

	2023			
	Fair Value	Level 1	Level 2	Level 3
Corporate bonds	$ 49,784	$ -	$ 49,784	$ -
Certificates of Deposit	100,649	-	100,649	$ -
Mutual Funds	232,622	232,622	-	-
	$ 383,055	$ 232,622	$ 150,433	$ -

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Refundable Advances

Certain funds received in advance for an upcoming Walk are considered refundable to the donor until the Walk occurs and as such, are reflected as refundable advances liabilities in the accompanying statement of financial position. Upon occurrence of each year's Walk, these amounts are recognized as revenue without restrictions. Refundable advances totaled $46,641 and $48,415 at December 31, 2024 and 2023, respectively.

Net Assets

The accompanying financial statements present "net assets". Net assets, along with revenues, expenses, gains and losses, are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as follows:

- Net Assets Without Donor Restrictions - Net assets available for use in general operations and not subject to donor restrictions.

- Net Assets With Donor Restrictions - Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that such resources be maintained in perpetuity.

Public Support, Revenue and Expenses

Contributions are recognized when made, which may be when cash is received, unconditional promises are made, or ownership of donated assets is transferred to the Organization.

Registration fees are recognized at a point in time in which the Walk is held. Registration fees received prior to the year in which the Walk occurs are reflected as refundable advances.

The Organization reports gifts of property and equipment as without donor restrictions support unless explicit donor stipulations specify how the donated assets must be used. Absent explicit donor stipulations about how long these assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Gifts-in-Kind

The Organization received gifts-in-kind for the years ended December 31:

	2024	2023
Medical services	$ 44,780	$ 63,000
Supplies	20,000	5,200
	$ 64,780	$ 68,200

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Gifts-in-Kind (Continued)

Contributed services are recognized as in-kind revenues at their estimated fair value if they create or enhance nonfinancial assets or they require specialized skills that would need to be purchased if they were not donated. The Organization receives contributed medical services that are reported using current rates for similar medical services. The Organization also receives a significant amount of donated services from unpaid volunteers who volunteered their time to perform a variety of tasks associated with the Walk. No amounts have been recognized in the statements of activities and changes in net assets for these fundraising and special projects services because the criteria for recognition have not been satisfied.

The Organization records contributed supplies at the estimated fair value received.

Endowment Fund

GAAP requires the following financial statement disclosures for the Organization.

- Classification of net assets

  Endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

- Interpretation of Relevant Law

  The Organization has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) under the state of Georgia as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization retains in perpetuity (a) the original value of gifts donated to the endowment, (b) the original value of subsequent gifts to the endowment, and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

  The remaining portion of the donor-restricted endowment fund is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by UPMIFA.

  In accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

  (1) The duration and preservation of the fund.
  (2) The purposes of the Organization and the donor-restricted endowment fund.
  (3) General economic conditions.
  (4) The possible effect of inflation and deflation.
  (5) The expected total return from income and the appreciation of investments.
  (6) Other resources of the Organization.
  (7) The investment policies of the Organization.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Endowment Fund (Continued)

- Return Objectives and Risk Parameters

  The Organization is in the process of finalizing an investment and spending policy for endowment assets.

- Strategies Employed for Achieving Objectives

  To satisfy its long-term rate-of-return objectives, the Organization relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

- Spending Policy

  The Organization is in the process of finalizing a spending policy authorizing the Organization to make annual disbursements from its endowment fund for operational expenses.

- Underwater Endowment Funds

  The Organization did not have any underwater endowments at December 31, 2024. The Organization considers a fund to be underwater if the fair value of the fund is less than the sum of (a) the original value of initial and subsequent gift amounts donated to the fund and (b) any accumulations to the fund that are required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instrument. The Organization complied with the GA-PMIFA, an enacted version of UPMIFA, and has interpreted UPMIFA to permit spending from underwater endowment funds at December 31, 2024.

Changes in endowment net assets for year ending December 31, 2024 and 2023 are as follows:

		2024	
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, December 31, 2023	$ -	$ 161,689	$ 161,689
Investment return, net	-	12,727	12,727
Endowment net assets, December 31, 2024	$ -	$ 174,416	$ 174,416

		2023	
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, December 31, 2022	$ -	$ 150,000	$ 150,000
Investment return, net	-	11,689	11,689
Endowment net assets, December 31, 2023	$ -	$ 161,689	$ 161,689

GEORGIA ALLIANCE FOR BREAST CANCER, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

<u>Tax Exempt Status</u>

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code, as amended, and is classified by the Internal Revenue Service as other than a private foundation. Accordingly, no provision or liability for federal and state income taxes has been recorded in the accompanying financial statements.

The Organization annually evaluates all federal and state income tax positions. This process includes an analysis of whether these income tax positions the Organization takes meet the definition of an uncertain tax position under the Income Taxes Topic of the Financial Accounting Standards Codification. In the normal course of business, the Organization is subject to examination by the federal and state taxing authorities. In general, the Organization is no longer subject to tax examinations for tax years ending before December 31, 2021.

NOTE 3 – GRANT AWARDS

Grant expenses are recorded when grants are awarded to recipients and grants awarded but unpaid at year end are reported as liabilities. Grants are paid out in two parts in order to ensure the funds are being used properly. If the grantee is not using the first payment of funds properly the Organization can deny payment of the second part of the grant which is written off against grant expense in the year it is denied. During 2024, the Organization awarded $165,000 as irrevocable grants to be disbursed to recipients in 2024 and 2025 and wrote off the second part of five grant awards from 2023 totaling $15,400. During 2023, the Organization awarded $721,500 as irrevocable grants to be disbursed to recipients in 2023 and 2024 and wrote off the second part of five grant awards from 2022 totaling $15,711.

The following is a reconciliation of grant awards and grant expense during years ended December 31:

	2024	2023
Grants awarded from current year Board commitment	$ 165,000	$ 721,500
Grants not awarded from prior year Board commitment	(15,400)	(15,711)
	$ 149,600	$ 705,789

NOTE 4 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions for the following purposes or periods as of December 31:

	2024	2023
Subject to the passage of time:		
Walk and gala contributions for future events	$ 52,491	$ 66,389
Endowments:		
Endowment investment in perpetuity (including accumulated amounts above original gift amount of $150,000), which, once appropriated, is expendable to support general operations	174,416	161,689
Total net assets with donor restrictions	$ 226,907	$ 228,078

NOTE 5 – NET ASSETS RELEASE FROM DONOR RESTRICTIONS

Net assets released during 2024 and 2023 totaled $66,389 and $65,789, respectively, which were time-restricted for the special grant and the 2024 Walk, respectively.

NOTE 6 – LEASE COMMITMENTS

The Organization leases its main office under a noncancelable operating lease. As of December 31, 2024, the remaining lease term was 2.75 years and the discount rate was 2.94%.

At December 31, 2024, the Organization's operating lease liability was comprised of the following:

Gross operating lease liability	$ 127,459
Less: imputed interest	(5,223)
Present value of operating lease liability	$ 122,236

Future minimum payments for the operating lease liability as of December 31, 2024 were as follows:

2025	$ 45,201
2026	46,557
2027	35,701
	$ 127,459

NOTE 7 – COMMITMENTS AND CONTINGENCIES

The Organization entered into two contracts with a hotel for the Walks to be held in October 2025 and 2026. The contracts contain cancellation clauses whereby the Organization would be liable approximately $81,000 for the 2025 Walk and $72,500 for the 2026 Walk if the contracts were cancelled before the events.

NOTE 8 – LIQUIDITY AND AVAILABILITY OF RESOURCES

For purposes of analyzing resources available to meet general expenditures, the Organization considers financial assets that will be collected and available for programs that are ongoing to the Organization. Financial assets available within one year are as follows for December 31:

	2024	2023
Cash and cash equivalents	$ 427,179	$ 867,600
Investments	300,316	383,055
Net assets with donor restrictions subject to passage of time	(52,491)	(66,389)
Endowment funds	(174,416)	(161,689)
Financial assets available to meet cash needs for general expenditures within one year	$ 500,588	$ 1,022,577

The Organization is substantially supported by contributions and program service fees. Because donor restricted net assets are intended to be used within the next year, the Organization includes these funds in liquidity. As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.

NOTE 9 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 2, 2025, the date the financial statements were available to be issued.