

GEORGIA ASSOCIATION OF VETERAN CERTIFYING OFFICIALS

Financial Statements

September 30, 2017 and 2016

With Independent Auditor's Report Thereon

Independent Auditor's Report

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The Board of Directors
Georgia Association of Veteran Certifying Officials:

Report on the Financial Statements

I have audited the accompanying financial statements of the Georgia Association of Veteran Certifying Officials ("GAVCO") which comprise the statements of financial position as of September 30, 2017 and 2016, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility 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; 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.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audits. I conducted my audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of GAVCO as of September 30, 2017 and 2016, 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.

James Dykhouse, CPA

November 28, 2017

GEORGIA ASSOCIATION OF VETERAN CERTIFYING OFFICIALS

Statements of Financial Position

September 30, 2017 and 2016

<u>Assets</u>	<u>2017</u>	<u>2016</u>
Cash and cash equivalents	\$ 49,950	49,942
Prepaid expenses and other assets	<u>192</u>	<u>-</u>
Total assets	<u>\$ 50,142</u>	<u>49,942</u>
 <u>Liabilities and Net Assets</u>		
Accounts payable	\$ 8	8
Net assets:		
Unrestricted	<u>50,134</u>	<u>49,934</u>
Total liabilities and net assets	<u>\$ 50,142</u>	<u>49,942</u>

See accompanying notes to financial statements.

GEORGIA ASSOCIATION OF VETERAN CERTIFYING OFFICIALS

Statements of Activities

Years Ended September 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Unrestricted net assets:		
Dues	\$ 6,970	7,890
Conference fees	18,815	19,980
Interest income	<u>69</u>	<u>-</u>
Total revenue, gains, and other support	25,854	27,870
Expenses:		
Program:		
Conferences	22,717	22,498
Scholarship	<u>1,500</u>	<u>1,500</u>
Total program expenses	<u>24,217</u>	<u>23,998</u>
Management and general:		
Bank charges	316	433
Bad debts	25	-
Licenses and fees	30	300
Professional fees	615	570
Organizational costs	-	1,510
Software and website expenses	341	-
Miscellaneous	<u>110</u>	<u>119</u>
Total management and general	<u>1,437</u>	<u>2,932</u>
Total expenses and losses	<u>25,654</u>	<u>26,930</u>
Change in unrestricted net assets	<u>200</u>	<u>940</u>
Net assets at beginning of year	<u>49,934</u>	<u>48,994</u>
Net assets at end of year	<u><u>\$ 50,134</u></u>	<u><u>49,934</u></u>

See accompanying notes to financial statements.

GEORGIA ASSOCIATION OF VETERAN CERTIFYING OFFICIALS

Statements of Cash Flows

Years Ended September 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Cash flows from operating activities:		
Change in net assets	\$ 200	940
Adjustment to reconcile change in net assets to net cash provided by operating activities:		
(Increase) decrease in prepaid expenses and other assets	(192)	300
Increase in accounts payable	<u>-</u>	<u>8</u>
Net cash provided by operating activities	8	1,248
Cash and cash equivalents at beginning of year	<u>49,942</u>	<u>48,694</u>
Cash and cash equivalents at end of year	<u>\$ 49,950</u>	<u>49,942</u>

See accompanying notes to financial statements.

GEORGIA ASSOCIATION OF VETERAN CERTIFYING OFFICIALS

Notes to Financial Statements

September 30, 2017 and 2016

(1) Summary of Significant Accounting Policies

(a) Organization

The Georgia Association of Veteran Certifying Officials (“GAVCO”) is a non-profit organization whose purpose is to promote the professional competency and thorough knowledge of the Georgia VA Certifying Officials by training conferences and open lines of communications among members through networking within the organization. GAVCO serves as the common grounds for Certifying Officials, educational professionals, educational institutions and sponsors of Veteran programs in order to serve the recipients of Veteran’s Educational benefits.

(b) Basis of Accounting and Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting.

Net assets and 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 as unrestricted, temporarily or permanently restricted.

Unrestricted net assets include amounts that are not subject to donor-imposed stipulations which are used to account for resources available to carry out the purposes of the organization in accordance with the limitations of its charter and bylaws.

Temporarily restricted net assets are those resources currently available for use, but expendable only for purposes specified by the donor or grantor. Such resources originate from grants and contributions restricted for specific purposes. When a donor or grantor restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets, and reported in the statement of activities as net assets released from restrictions.

(c) Cash and Cash Equivalents

For the purpose of these statements, cash equivalents are defined as short-term, highly liquid investments that are both readily convertible to cash and having original maturities of three months or less, when purchased.

(d) Functional Allocation of Expense

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

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(e) Tax Status

GAVCO is exempt from federal income taxation under Section 501(c)(3) of the Internal Revenue Code (IRC), though it would be subject to tax on income unrelated to its exempt purposes (unless that income is otherwise excluded by the IRC). Contributions to the organization are tax deductible to donors under Section 170 of the IRC. The organization is not classified as a private foundation.

(f) Use of Estimates

Management of GAVCO has made certain estimates and assumptions relating to the reporting of assets and liabilities and the disclosure of contingent assets and liabilities to prepare the financial statements in conformity with generally accepted accounting principles. Actual results could differ from those estimates.

(2) Subsequent Events

Subsequent events have been evaluated through November 28, 2017 which is the date the financial statements were available to be issued. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required.