



**AUDITED FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2022 AND 2021**

GIRLS ON THE RUN GEORGIA, INC.
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JUNE 30, 2022 AND 2021

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Girls on the Run Georgia, Inc.
Atlanta, Georgia

Opinion

We have audited the accompanying financial statements of Girls on the Run Georgia, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 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 Girls on the Run Georgia, Inc. as of June 30, 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 audits 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 Girls on the Run Georgia, Inc. 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 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 Girls on the Run Georgia, 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, including omissions, 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 Girls on the Run Georgia, 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 Girls on the Run Georgia, 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.

Jones and Kelly

December 15, 2022

GIRLS ON THE RUN GEORGIA, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2022 AND 2021

ASSETS

	2022	2021
CURRENT ASSETS		
Cash and cash equivalents	\$ 358,685	\$ 395,827
Pledges receivable	64,886	67,000
Prepaid expenses	3,923	3,705
Investments	100,886	105,457
Total current assets	528,380	571,989
RIGHT OF USE ASSET	83,292	-
Total assets	\$ 611,672	\$ 571,989

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Accounts payable	\$ 6,290	\$ 1,566
Accrued payroll liability	14,316	-
Refundable advance - Paycheck Protection Program	-	72,370
Operating lease obligation	96,349	-
Commitment	-	17,693
Total current liabilities	116,955	91,629
NET ASSETS		
Without donor restrictions	338,865	390,360
With donor restrictions	155,852	90,000
Total net assets	494,717	480,360
Total liabilities and net assets	\$ 611,672	\$ 571,989

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

GIRLS ON THE RUN GEORGIA, INC.
STATEMENT OF ACTIVITIES AND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2022

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
SUPPORT AND REVENUE			
Contributions	\$ 290,319	\$ 195,152	\$ 485,471
Government grant - Paycheck Protection Program	72,370	-	72,370
Registration fees	267,799	-	267,799
In-kind donations	20,330	-	20,330
Sponsorships	40,150	-	40,150
Merchandise sales	9,097	-	9,097
Special event, net	9,841	-	9,841
Investment income	762	-	762
Realized and unrealized loss on investments	(18,917)	-	(18,917)
 Total support and revenue	 <u>691,751</u>	 <u>195,152</u>	 <u>886,903</u>
 NET ASSETS RELEASED FROM RESTRICTIONS	 <u>129,300</u>	 <u>(129,300)</u>	 <u>-</u>
EXPENSES			
Program services	712,439	-	712,439
General and administrative	64,578	-	64,578
Fundraising	95,529	-	95,529
 Total expenses	 <u>872,546</u>	 <u>-</u>	 <u>872,546</u>
 CHANGE IN NET ASSETS	 <u>(51,495)</u>	 <u>65,852</u>	 <u>14,357</u>
NET ASSETS			
Beginning of year	<u>390,360</u>	<u>90,000</u>	<u>480,360</u>
 NET ASSETS			
End of year	<u>\$ 338,865</u>	<u>\$ 155,852</u>	<u>\$ 494,717</u>

The accompanying notes to financial statements
are an integral part of this statement.

GIRLS ON THE RUN GEORGIA, INC.
STATEMENT OF ACTIVITIES AND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
SUPPORT AND REVENUE			
Contributions	\$ 196,829	\$ 205,450	\$ 402,279
Government grant - Paycheck			
Protection Program	72,370	-	72,370
Registration fees	90,398	-	90,398
In-kind donations	42,804	-	42,804
Sponsorships	19,632	-	19,632
Merchandise sales	2,627	-	2,627
Special event, net	8,719	-	8,719
Investment income	633	-	633
Realized and unrealized gain on investments	21,786	-	21,786
	<u>455,798</u>	<u>205,450</u>	<u>661,248</u>
NET ASSETS RELEASED FROM RESTRICTIONS			
	<u>127,950</u>	<u>(127,950)</u>	<u>-</u>
EXPENSES			
Program services	447,247	-	447,247
General and administrative	62,475	-	62,475
Fundraising	53,480	-	53,480
	<u>563,202</u>	<u>-</u>	<u>563,202</u>
CHANGE IN NET ASSETS			
	20,546	77,500	98,046
NET ASSETS			
Beginning of year	<u>369,814</u>	<u>12,500</u>	<u>382,314</u>
NET ASSETS			
End of year	<u>\$ 390,360</u>	<u>\$ 90,000</u>	<u>\$ 480,360</u>

The accompanying notes to financial statements
are an integral part of this statement.

GIRLS ON THE RUN GEORGIA, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	2022				2021			
	Program Services	General and Administrative	Fundraising	Total	Program Services	General and Administrative	Fundraising	Total
Salaries, benefits and payroll taxes	\$ 471,848	\$ 17,337	\$ 81,612	\$ 570,797	\$ 333,839	\$ 13,193	\$ 39,095	\$ 386,127
5K events	78,567	41	109	78,717	11,983	-	-	11,983
Participant materials	67,549	-	20	67,569	51,885	130	-	52,015
Professional fees	23,237	34,064	5,797	63,098	11,914	26,630	10,662	49,206
Office and storage space rental	34,407	1,494	4,196	40,097	20,516	14,942	2,893	38,351
Travel	10,856	1,815	2,448	15,119	137	407	190	734
Office expenses	5,564	7,011	1,185	13,760	4,624	2,234	478	7,336
Taxes and licenses	11,248	20	-	11,268	10,819	84	-	10,903
Insurance	5,474	2,796	162	8,432	1,331	4,589	162	6,082
Merchandise	3,689	-	-	3,689	199	-	-	199
Depreciation	-	-	-	-	-	266	-	266
Total expenses	\$ 712,439	\$ 64,578	\$ 95,529	\$ 872,546	\$ 447,247	\$ 62,475	\$ 53,480	\$ 563,202

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

GIRLS ON THE RUN GEORGIA, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 14,357	\$ 98,046
ADJUSTMENTS TO RECONCILE CHANGE IN NET ASSETS TO NET CASH AND CASH EQUIVALENTS (USED IN) PROVIDED BY OPERATING ACTIVITIES:		
Depreciation	-	266
Paycheck Protection Program loan forgiveness	(72,370)	-
Realized and unrealized loss (gain) on investments	18,917	(21,786)
Change in pledges receivable	2,114	(67,000)
Change in prepaid expenses	(218)	436
Change in right of use assets	(83,292)	-
Change in accounts payable	4,724	(4,212)
Change in accrued payroll liability	14,316	-
Change in operating lease obligation	96,349	-
Change in commitment	(17,693)	12,871
	<u> </u>	<u> </u>
Net cash and cash equivalents (used in) provided by operating activities	<u>(22,796)</u>	<u>18,621</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments	22,154	5,796
Purchase of investments	(36,500)	(5,811)
	<u> </u>	<u> </u>
Net cash and cash equivalents used in investing activities	<u>(14,346)</u>	<u>(15)</u>
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	 (37,142)	 18,606
CASH AND CASH EQUIVALENTS		
Beginning of year	<u>395,827</u>	<u>377,221</u>
CASH AND CASH EQUIVALENTS		
End of year	<u>\$ 358,685</u>	<u>\$ 395,827</u>

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

GIRLS ON THE RUN GEORGIA, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Girls on the Run Georgia, Inc. (the "Organization") is a nonprofit organization that uses the power of running to educate and prepare 3rd through 8th grade girls for a lifetime of self-respect and healthy living. Formerly Girls on the Run of Atlanta, the Organization changed its name to Girls on the Run Georgia in 2021 and is expanding beyond metro Atlanta to serve new areas across the state. The program combines training for a 5k event with interactive lessons that encourage positive physical and social-emotional development. The Organization qualifies as a publicly supported tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code. The Organization funds its activities primarily through registration fees and contributions received from individuals, businesses and other organizations.

B. The Organization's policy is to prepare its financial statements on the accrual basis of accounting in conformity with accounting policies generally accepted in the United States of America ("GAAP"); consequently, contributions are recognized when earned and expenses are recognized when the obligation is incurred. Qualified in-kind donations are recorded as revenue and expenses in the Statements of Activities and Net Assets.

C. The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

D. The Organization classifies net assets and revenues, expenses, gains and losses based on the existence or absence of donor-imposed restrictions. Accordingly, net assets 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 or grantor restrictions.

Net assets with donor restrictions - Net assets that are subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature; for example, restrictions that may or will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature; for example, stipulating that those resources be maintained in perpetuity. The donors of these assets permit the Organization to use all of the income earned on related investments for general or specific purposes. More specifically, items included in net assets with donor restrictions are gifts for which restrictions have not been met.

GIRLS ON THE RUN GEORGIA, INC.
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When restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statements of Activities and Net Assets as "net assets released from restrictions."

E. The Organization considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Amounts held in financial institutions occasionally are in excess of the FDIC limits. The Organization deposits its cash with high quality financial institutions, and management believes that the Organization is not exposed to significant credit risk on those amounts.

F. The Organization records unconditional pledges in the period made by donors and allowances are provided for amounts estimated as uncollectible. All contributions are available for unrestricted purposes unless specifically restricted by the donor. At June 30, 2022 and 2021, all pledges receivable were considered collectible.

G. Investments, which consist of mutual funds, are stated at fair value. Investment income and realized and unrealized gains and losses are recorded as changes in net assets without donor restrictions or net assets with donor restrictions depending on any donor stipulations on the use of the income.

H. Property and equipment are stated at cost. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets, which are five years. Additions and replacements exceeding \$500 are charged to the property accounts, while repairs and maintenance are charged to expense as incurred. Depreciation expense for the year ended June 30, 2021 was \$266.

I. The majority of the Organization's revenues are from contributions and registration fees. Contributions, which are not included in the scope of Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 606, are recognized as revenue when cash, securities or 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. Registration fees, which totaled \$267,799 and \$90,398 for the years ended June 30, 2022 and 2021, respectively, are accounted for as exchange transactions and are included under the scope of ASC 606. The Organization's performance obligation related to registration fees is to conduct an event or program. Registration revenue is recognized at a point in time when the performance obligation is satisfied.

J. Donated materials are reflected as contributions in the accompanying statements at their estimated fair market value at date of receipt. Donated materials primarily consist of clothing, shoes and food.

GIRLS ON THE RUN GEORGIA, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

K. A substantial number of volunteer hours have been donated by individuals in the Organization's program services and, to a lesser extent, its fundraising campaigns and administration. In accordance with GAAP, only donations of services that create or enhance nonfinancial assets or require specialized skills that would otherwise typically be purchased, are recorded as support, revenue and expenses.

L. The costs of providing the Organization's various programs and other activities have been summarized on a functional basis in the accompanying Statements of Activities and Net Assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses that are allocated include office space rental, general office and travel, which are allocated based on their specific function, as well as salaries and benefits, which are allocated on the basis of estimated time and effort.

M. The Organization is exempt from Federal and state income taxes under the provisions of Section 501(c)(3) of the United States Internal Revenue Code. Therefore, no provision for income taxes is reflected in these financial statements. GAAP requires management to evaluate tax positions taken by the Organization and recognize a tax liability or asset if the Organization has taken an uncertain tax position that, more likely than not, would not be sustained upon examination by the Internal Revenue Service. Management has analyzed the tax positions taken by the Organization and has concluded that, as of June 30, 2022 and 2021, there are no uncertain tax positions taken or expected to be taken that would require recognition of a liability or asset or disclosure in the accompanying financial statements.

N. In February 2016, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") No. 2016-02, Leases (Topic 842), which replaced existing lease accounting guidance. The new standard is intended to provide enhanced transparency and comparability by requiring lessees to record right-of-use assets ("ROU assets") and corresponding lease liabilities in the Statement of Financial Position. ROU assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the Organization's obligation to make lease payments arising from the lease. The new guidance requires the Organization to continue to classify leases as either an operating or finance lease, with classification affecting the pattern of expense recognition in the Statement of Activities and Net Assets. In addition, the new standard requires enhanced disclosure surrounding the amount, timing and uncertainty of cash flows arising from leasing agreements.

In July 2018, the FASB issued ASU No. 2018-11, which provided entities with an additional transition method. Under the new transition method, an entity initially applies the new standard at the adoption date, versus at the beginning of the earliest period presented, and recognizes a cumulative-effect adjustment to the opening balance of net assets without donor restrictions in the period of adoption. During the year ended June 30, 2022, the Organization adopted Topic 842 using a modified retrospective approach. Comparative prior period information has not been adjusted and continues to be reported in accordance with previous

GIRLS ON THE RUN GEORGIA, INC.
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lease accounting guidance in ASC Topic 840 - Leases. Upon adoption, the Organization recognized approximately \$83,000 of ROU assets and \$96,000 of operating lease obligation, as well as removed approximately \$18,000 of existing commitment.

In September 2020, the FASB issued ASU 2020-07, Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets (Topic 958), which is effective for fiscal years beginning after June 15, 2021, with early adoption permitted, and is intended to improve transparency in the reporting of contributed nonfinancial assets, also known as gifts in-kind, for not-for-profit organizations. The ASU requires a not-for-profit organization to present contributed nonfinancial assets as a separate line item in the Statement of Activities and Net Assets, apart from contributions of cash or other financial assets, along with expanded disclosure requirements. Management does not expect this ASU to have a significant impact on the Organization's financial statements.

O. Subsequent events have been evaluated by management through December 15, 2022, the date these financial statements were available to be issued.

2. LIQUIDITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the Statement of Financial Position date, comprise the following as of June 30:

	2022	2021
Financial assets:		
Cash and cash equivalents	\$ 358,685	\$ 395,827
Pledges receivable	64,886	67,000
Investments	100,886	105,457
Total financial assets, at year end	524,457	568,284
Less net assets with donor restrictions	155,852	90,000
Financial assets available for general expenditures	\$ 368,605	\$ 478,284

The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

GIRLS ON THE RUN GEORGIA, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

3. PLEDGES RECEIVABLE

At June 30, 2022 and 2021, the Organization had pledges receivable of \$64,886 and \$67,000, respectively, which are receivable in less than one year.

The Organization received and executed a grant of \$165,000 in June 2021 for program expansion. In accordance with provisions of the grant, \$50,000 and \$65,000 of the annual allocation were recorded as contribution revenue for the years ended June 30, 2022 and 2021, respectively. The remaining \$50,000 of the grant is payable in the year ending June 30, 2023 conditioned upon achieving the number of participants stated in the grant document. Therefore, the \$50,000 is considered a conditional grant and will be recorded as contribution revenue in the year the Organization satisfies the condition of the grant.

4. FAIR VALUE OF INVESTMENTS

Generally accepted accounting principles establish a hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs (Level 1) and minimizes the use of unobservable inputs (Level 3) by requiring that the most observable inputs be used when available. Level 1 within the hierarchy states that valuations are based on unadjusted quoted market prices for identical assets or liabilities in active markets. Level 2 within the hierarchy states that valuations are based on quoted prices for similar assets in active markets, quoted prices for identical assets in inactive markets or other observable inputs other than quoted market prices. Level 3 within the hierarchy states that valuations are based on unobservable inputs which are significant to the fair value measurement.

As of June 30, 2022 and 2021, the only assets or liabilities that are measured at fair value on a recurring basis in periods subsequent to initial recognition are investments. The Organization's investments consist of mutual funds which are valued at the closing price reported on the active market on which the individual securities are traded and are classified within Level 1 of the valuation hierarchy. At June 30, 2022 and 2021, the mutual funds (Level 1) were valued at \$100,886 and \$105,457, respectively.

5. REFUNDABLE ADVANCE

The Organization entered into a Paycheck Protection Program Promissory Note with Tandem Bank on April 7, 2020, in the amount of \$72,730. The loan was made under, and was subject to, the terms and conditions of the Paycheck Protection Program, which was established under the Coronavirus Aid, Relief, and Economic Security (CARES) Act enacted on March 27, 2020, and administered by the U.S. Small Business Administration. The loan had a maturity date of April 7, 2022 and a fixed annual interest rate of 1%. The Organization considered it a conditional grant following guidance from FASB ASC 958-605, Not-for-Profit Entities: Revenue Recognition. Accordingly, the receipt of cash was accounted for as a

GIRLS ON THE RUN GEORGIA, INC.
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refundable advance in the Statement of Financial Position until the conditions (including incurring eligible expenses, limitations on reductions to compensation, meeting certain full-time equivalent (FTE) headcount requirements and once final forgiveness was approved) were substantially met. The loan was forgiven in the year ended June 30, 2021 and recorded as government grant revenue in the Statements of Activities and Net Assets.

During the year ended June 30, 2021, the Organization applied for and received a second promissory note for \$72,730 with identical terms to the note received in the year ended June 30, 2020. The Organization received notice the second note was forgiven in the year ended June 30, 2022 and the full amount was recorded as government grant revenue in the Statements of Activities and Net Assets.

6. RIGHT OF USE ASSET AND OPERATING LEASE OBLIGATION

The Organization is obligated under a 48-month lease agreement for office space located in Atlanta, Georgia with a maturity date in August 2024. The lease agreement provided for rent abatement of 50% of the current rate for the first 12 months of the lease. Upon adoption of ASU No. 2016-02, a ROU asset and an operating lease obligation were recorded at the present value of future payments using a risk free rate of 0.20%. The ROU asset is amortized over the life of the lease and is considered rent expense. Rent expense also includes additional amounts to cover related operating expenses and storage space. Total rent expense under the lease agreement was \$40,097 and \$37,960 and for the years ended June 30, 2022 and 2021, respectively.

ROU asset and operating lease obligation at June 30, 2022 was \$83,292 and \$96,349, respectively. The Organization's prior commitment under the lease of \$17,693 at June 30, 2021 was reclassified to operating lease obligation with the adoption of ASU No. 2016-02.

Future minimum lease payments are due as follows:

<u>Year</u>	<u>Amount</u>	<u>Discount</u>	<u>Lease Obligation</u>
June 30, 2023	\$ 43,845	\$ 153	\$ 43,692
June 30, 2024	45,160	64	45,096
June 30, 2025	7,563	2	7,561
Total	<u>\$ 96,568</u>	<u>\$ 219</u>	<u>\$ 96,349</u>

GIRLS ON THE RUN GEORGIA, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

7. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are as follows for the years ended June 30:

	<u>2022</u>	<u>2021</u>
Restricted for specified purpose:		
Program implementation	\$ 91,352	\$ 25,000
Subject to the passage of time:		
Promises to give that are not restricted by donors, but are unavailable for expenditure until received	<u>64,500</u>	<u>65,000</u>
	<u>\$ 155,852</u>	<u>\$ 90,000</u>

Net assets released from restrictions were as follows for the years ended June 30:

	<u>2022</u>	<u>2021</u>
Restricted for specified purpose:		
Program implementation	\$ 64,300	\$ 127,950
Subject to the passage of time:		
Promises to give that are not restricted by donors, but are unavailable for expenditure until received	<u>65,000</u>	<u>-</u>
	<u>\$ 129,300</u>	<u>\$ 127,950</u>

8. IN-KIND DONATIONS

The Organization's in-kind donations consisted of the following as of June 30:

	<u>2022</u>	<u>2021</u>
Clothes	\$ 11,470	\$ 29,205
Shoes	1,260	7,599
Food	7,600	-
Insurance coverage	<u>-</u>	<u>6,000</u>
Total in-kind donations	<u>\$ 20,330</u>	<u>\$ 42,804</u>

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Clothes, shoes, food and insurance coverage contributions were valued using estimated average U.S. prices of identical or similar products or services using pricing data of similar products or services under a "like-kind" methodology, considering the utility of the services and goods at the time of the contribution. No in-kind contributions were restricted. The Organization does not sell donated gifts in kind and only uses goods and services for its own program or supporting service activities.

9. RELATED PARTY TRANSACTIONS

The Organization has signed a membership agreement with Girls on the Run International, Inc. ("International") that gives International control over how the Organization carries out certain activities. International also provides program and fundraising assistance to the Organization, and, in return, the Organization pays a membership fee to International based upon the number of girls served and gross revenue. Membership fees paid to International for the years ended June 30, 2022 and 2021 totaled \$11,268 and \$10,902, respectively.

10. RETIREMENT SAVINGS PLAN

The Organization offers a SIMPLE IRA plan that covers substantially all employees. The Organization contributes three percent of each employee's salary to a SIMPLE IRA as a retirement contribution. The Organization's contributions totaled \$10,562 and \$8,739 for the years ended June 30, 2022 and 2021, respectively.

11. COVID-19 CONSIDERATIONS

In December 2019, a novel strain of coronavirus ("COVID-19") surfaced and was officially declared a pandemic by the World Health Organization on March 11, 2020. The virus has had a significant effect on the economy globally. As a result, the Organization has been materially impacted by the societal changes required to effectively combat COVID-19.

In response to the pandemic, the Organization has made accommodations to continue operating and fulfill its mission. The Organization adopted and trained its staff on new health and safety protocols and social distancing and later re-engaged with volunteers in small groups and individual projects. In addition, the Organization canceled all in-person events and converted them to virtual events during the year ended June 30, 2021. During the year ended June 30, 2022, the Organization resumed in-person events and programs.