

TRANSFORMATIONS BY ATLANTA ANGELS, INC.
FINANCIAL STATEMENTS
and
INDEPENDENT ACCOUNTANTS' REVIEW REPORT
December 31, 2022

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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the management of
TRANSFORMATIONS BY ATLANTA ANGELS

We have reviewed the accompanying Statement of Financial Position of TRANSFORMATIONS BY ATLANTA ANGELS, as of December 31, 2022, and the related Statement of Activities, Functional Expenses, and Cash Flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility 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 designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement whether due to fraud or error.

Accountants' Responsibility

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

We are required to be independent of TRANSFORMATIONS BY ATLANTA ANGELS and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountants' Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.



Atlanta, Georgia
January 4, 2024

TRANSFORMATIONS BY ATLANTA ANGELS
STATEMENT OF FINANCIAL POSITION
December 31, 2022

ASSETS

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ASSETS	
Cash	\$ 357,010
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TOTAL ASSETS	\$ 357,010
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LIABILITIES	
Accounts payable and accrued expenses	\$ 14,888
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TOTAL LIABILITIES	14,488
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NET ASSETS	
Net assets without donor restriction	342,122
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TOTAL NET ASSETS	342,122
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TOTAL LIABILITIES AND NET ASSETS	\$ 357,010
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This financial statement should be read only in connection with the accompanying independent accountants' review report and notes to financial statements.

TRANSFORMATIONS BY ATLANTA ANGELS
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2022

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Revenues	
Contributions	\$ 349,495
In-kind income	121,593
Program income	25,998
Fundraising income	162,496
Other income	3,143
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Total Revenues	662,725
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Expenses	
Program services	371,668
Supporting services	
General and administrative	45,713
Fundraising	41,353
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Total Expenses	458,734
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Change in Net Assets	203,991
Net Assets – Beginning of Year	138,131
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Net Assets – End of Year	\$ 342,122
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This financial statement should be read only in connection with the accompanying independent accountants' review report and notes to financial statements.

TRANSFORMATIONS BY ATLANTA ANGELS
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2022

	Program Services	General and Administrative	Fundraising	Total
Salaries and wages	\$ 147,236	\$ 29,052	\$ 7,757	\$ 184,045
Payroll taxes	11,651	2,913	-	14,564
Bank fees	3,195	799	-	3,994
Advertising and promotion	1,014	253	-	1,267
Travel	5,810	-	20	5,830
Continuing education	1,023	77	-	1,100
Contributions	4,400	-	-	4,400
Dues and subscriptions	-	1,622	-	1,622
In-kind	109,314	2,978	9,301	121,593
Insurance	7,640	1,682	228	9,550
Office expenses	4,394	1,098	-	5,492
Board expenses	2,024	63	-	2,087
Program expenses	34,882	-	494	35,376
Office and equipment rental	9,982	1,222	-	11,204
Miscellaneous	3,177	-	-	3,177
Postage and printing	1,240	310	-	1,550
Professional fees	32	3,203	-	3,235
Fundraising	21,926	-	23,553	45,479
Supplies	60	10	-	70
Telephone	1,725	431	-	2,156
Conferences and seminars	943	-	-	943
Total Expenses	\$ 371,668	\$ 45,713	\$ 41,353	\$ 458,734

This financial statement should be read only in connection with the accompanying independent accountants' review report and notes to financial statements.

TRANSFORMATIONS BY ATLANTA ANGELS
STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2022

Cash Flows From Operating Activities	
Change in net assets	\$ 203,991
Adjustments to reconcile net income to net cash provided by operating activities	
Increase (decrease) in liabilities	
Accounts payable	12,242
Net Cash Provided By Operating Activities	216,233
Net Increase in Cash	216,233
Cash, Beginning of Year	140,777
Cash, End of Year	\$ 357,010

This financial statement should be read only in connection with the accompanying independent accountants' review report and notes to financial statements.

TRANSFORMATIONS BY ATLANTA ANGELS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE 1 – DESCRIPTION OF BUSINESS AND BASIS OF PRESENTATION

Description of Business

TRANSFORMATIONS BY ATLANTA ANGELS (“the Organization”) was incorporated in 2020. Their mission is to walk alongside children, youth, and families in the foster care community by offering consistent support through intentional giving, relationship building, and mentorship.

Basis of Presentation

The Organization prepares its financial statements in accordance with accounting principles generally accepted in the United States of America (“GAAP”), which involves the application of accrual accounting; consequently, revenues and gains are recognized when earned and expenses and losses are recognized when incurred.

In accordance with GAAP, the Organization reports information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

- Net Assets Without Donor Restriction - consists of assets, public support and program revenues which are available and used for activities and programs. Net assets without donor restrictions represents the portion of net assets of the Organization that is not restricted by donor-imposed stipulations. Contributions are considered without restriction unless specifically restricted by the donor by time or purpose. In addition, net assets without donor restrictions may include funds which represent resources without donor restrictions designated by the Board of Directors for specific purposes.
- Net Assets With Donor Restriction - includes funds with donor-imposed restrictions which permit the donee organization to expend the assets as specified and are satisfied either by the passage of time or by actions of the Organization. Resources of this nature may originate from gifts, grants, bequests, and contracts.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Use of Estimates

The preparation of financial statements conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(Continued)

TRANSFORMATIONS BY ATLANTA ANGELS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash

The Organization maintains its cash in bank deposit accounts which may, at times, exceed federally insured limits.

Contributions

The Organization recognizes revenues in accordance with Accounting Standards Update (ASU) 2018-08, Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made, which provides a framework for evaluating whether the transfer of assets constitutes a contribution or an exchange transaction. The ASU also provides additional clarification as to whether or not a contribution is conditional.

Unrestricted contributions and in-kind contributions are recognized and reported as increases to net assets “without donor restrictions” in the accompanying statement of activities in the fiscal year in which the donor makes the unconditional promise to give. Contributions and in-kind contributions that are restricted by the donor as to their specified purpose or time period for use are recognized and reported as increases to net assets “with donor restrictions” in the accompanying statement of activities in the fiscal year in which the donor makes the promise to give. When a donor restriction expires or is satisfied, the related assets are reclassified from net assets “with donor restrictions” to net assets “without donor restrictions” in the accompanying statement of activities.

Contributed services are recognized if the services received (a) create or enhance nonfinancial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation.

Functional Allocation of Expenses

The costs of providing program and other activities have been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among program services and supporting services benefited. Such allocations are determined by management on an equitable basis. The expenses that are allocated include the following:

<u>Expense</u>	<u>Method of Allocation</u>
Salaries and benefits	Time and Effort
Other	Time and Effort

(Continued)

TRANSFORMATIONS BY ATLANTA ANGELS
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

The Organization is a tax-exempt organization under the provisions of Section 501(c)(3) of the Internal Revenue Code. Accordingly, the accompanying consolidated financial statements do not include federal and state income taxes from the Organization’s activities. The Organization follows authoritative guidance which requires the Organization to evaluate its tax positions for any uncertainties based on the technical merits of the position taken. The Organization recognizes the tax obligation from an uncertain tax position only if it is more likely than not that the tax position will be upheld upon examination by taxing authorities. As of December 31, 2022, the Organization does not believe it has any uncertain tax positions. 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 ended before December 31, 2021.

Concentration of Credit Risk

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash accounts at financial institutions. At times, cash balances exceed federally insured amounts. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash. 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.

NOTE 3 – LIQUIDITY AND AVAILABILITY

The Organization is substantially supported by contributions and donations from individuals, corporations, and foundations. In addition, the Organization’s liquidity management policy and structure are designed to allow for financial assets to be available as its general expenditures, liabilities and other obligations become due.

Cash	\$ 357,010
Financial assets available to meet cash needs within one year	\$ 357,010

NOTE 4 – SUBSEQUENT EVENTS

Management has evaluated events through the date of this report, which is the date the financial statements were available to be issued.

These notes should be read only in connection with the accompanying
independent accountants’ review report and financial statements.