



Barley | McNamara | Wild
CERTIFIED PUBLIC ACCOUNTANTS & ASSOCIATES

Financial Statements and Report of
Independent Certified Public Accountants

Gulf Coast Dental Outreach, Inc.

December 31, 2014 and 2013

Gulf Coast Dental Outreach, Inc.

Table of Contents

Report of Independent Certified Public Accountants 1-2

Financial Statements:

 Statements of Financial Position 3

 Statements of Activities 4

 Statements of Functional Expenses 5-6

 Statements of Cash Flows 7

Notes to Financial Statements 8-10



Barley | McNamara | Wild
CERTIFIED PUBLIC ACCOUNTANTS & ASSOCIATES

Report of Independent Certified Public Accountants

Board of Directors,
Gulf Coast Dental Outreach, Inc.

We have audited the accompanying financial statements of **Gulf Coast Dental Outreach, Inc.** (the “Organization”), which comprise the statements of financial position as of December 31, 2014 and 2013, and the related statements of activities, functional expenses 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

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of 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, we 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.



Barley | McNamara | Wild
CERTIFIED PUBLIC ACCOUNTANTS & ASSOCIATES

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Gulf Coast Dental Outreach, Inc. as of December 31, 2014 and 2013 and the changes in its net assets, functional expenses and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Barley, McNamara, Wild

Tampa, Florida
August 12, 2015

Gulf Coast Dental Outreach, Inc.
Statements of Financial Position
As of December 31, 2014 and 2013

<u>Assets</u>	<u>2014</u>	<u>2013</u>
Current assets:		
Cash and equivalents	\$ 266,523	\$ 189,959
Contributions receivable	-	5,000
Total current assets	<u>266,523</u>	<u>194,959</u>
Property and equipment, net	8,096	12,114
Other assets	<u>2,941</u>	<u>-</u>
Total assets	<u>\$ 277,560</u>	<u>\$ 207,073</u>
 <u>Liabilities and Net Assets</u>		
Liabilities:		
Accrued liabilities	\$ 2,777	\$ 2,595
	<u>23,888</u>	<u>-</u>
	26,665	2,595
Net assets:		
Unrestricted	<u>250,895</u>	<u>204,478</u>
Total liabilities and net assets	<u>\$ 277,560</u>	<u>\$ 207,073</u>

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

Gulf Coast Dental Outreach, Inc.
Statements of Activities
For the Years Ended December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
Revenues:		
Contributed dentist and hygienist services	336,783	\$ 286,671
Fundraising and donations	179,648	192,864
Facility use assessment	18,818	18,220
Total revenue	<u>535,249</u>	<u>497,755</u>
Expenditures		
Program	428,981	368,389
Administration	44,009	39,941
Fundraising	15,842	11,453
Total expenditures	<u>488,832</u>	<u>419,783</u>
Changes in net assets	46,417	77,972
Beginning of year	<u>204,478</u>	<u>126,506</u>
End of year	<u>\$ 250,895</u>	<u>\$ 204,478</u>

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

Gulf Coast Dental Outreach, Inc.
Statement of Functional Expenses
For the Year Ended December 31, 2014

Expenditures	Program	Supporting Services		Total
		Administration	Fundraising	
Dentist and hygienist	\$ 336,783	\$ -	\$ -	\$ 336,783
Payroll	71,598	5,668	-	77,266
Supplies and lab	20,600	-	-	20,600
Events	-	-	15,787	15,787
Depreciation and Amortization	-	10,870	-	10,870
Professional fees	-	8,753	-	8,753
Rent	-	7,897	-	7,897
Insurance	-	2,777	-	2,777
Miscellaneous	-	1,990	-	1,990
Telephone	-	1,537	-	1,537
Office supplies	-	1,276	-	1,276
Meals and entertainment	-	1,103	-	1,103
Postage/printing/copying	-	1,016	-	1,016
Gifts and donations	-	555	-	555
Licenses/permits	-	292	-	292
Loss on disposal of asset	-	217	-	217
Bank/merchant fees	-	39	55	94
Dues and subscriptions	-	19	-	19
Total expenditures	\$ 428,981	\$ 44,009	\$ 15,842	\$ 488,832

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

Gulf Coast Dental Outreach, Inc.
Statement of Functional Expenses
For the Year Ended December 31, 2013

Expenditures	Program	Supporting Services		Total
		Administration	Fundraising	
Dentist and hygienist	\$ 286,671	\$ -	\$ -	\$ 286,671
Payroll	62,936	4,976	-	67,912
Supplies and lab	18,608	-	-	18,608
Depreciation	-	13,749	-	13,749
Events	-	-	11,381	11,381
Rent	-	7,818	-	7,818
Insurance	-	2,728	-	2,728
Miscellaneous	-	2,541	-	2,541
Professional fees	-	2,517	-	2,517
Telephone	-	1,903	-	1,903
Office supplies	-	1,472	-	1,472
Meals and entertainment	-	985	-	985
Gifts and donations	-	549	-	549
Postage/printing/copying	174	276	-	450
Licenses/permits	-	217	-	217
Repairs and maintenance	-	121	-	121
Bank/merchant fees	-	27	72	99
Loss on disposal of asset	-	43	-	43
Dues and subscriptions	-	19	-	19
Total expenditures	<u>\$ 368,389</u>	<u>\$ 39,941</u>	<u>\$ 11,453</u>	<u>\$ 419,783</u>

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

Gulf Coast Dental Outreach, Inc.
Statements of Cash Flows
For the Years Ended December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
Cash flows from operating activities:		
Increase (decrease) in net assets:	\$ 46,417	\$ 77,972
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	10,870	13,749
Loss on disposal of asset	217	43
Increase (decrease)		
Contributions receivable	5,000	(3,056)
Accrued expenses	182	511
Deferred revenue	23,888	-
Net cash provided (used) by operating activities	<u>86,574</u>	<u>89,219</u>
Cash flows from investing activities:		
Purchase/Disposition of equipment	(3,365)	(442)
Donated equipment and software	(6,645)	(22,760)
Net cash used in investing activities	<u>(10,010)</u>	<u>(23,202)</u>
Net increase in cash	76,564	66,017
Cash, beginning of period	189,959	123,942
Cash, end of period	<u>\$ 266,523</u>	<u>\$ 189,959</u>

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

Gulf Coast Dental Outreach, Inc.

Notes to Financial Statements

December 31, 2013 and 2012

Note A – Organization and Description of Business

Gulf Coast Dental Outreach, Inc. (the “Organization”) was founded in August 2007 and is a registered 501(c)3 non-profit volunteer dental program that provides access to low cost dental care to qualified low income adult population living in Florida Gulf Coast region. Prospective patients cannot have dental insurance or an income that is greater than 150% of poverty to qualify for care.

Note B – Significant Accounting Policies

The financial statements are prepared in accordance with accounting principles generally accepted in the United States of America.

Basis of Presentation

In accordance with authoritative guidance, the Organization is required to report information regarding its financial position and activities according to three of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Unrestricted Net Assets – Net assets representing resources generated from operation that are not subject to donor imposed stipulations.

Temporarily Restricted Net Assets – Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Organization and/or the passage of time.

Permanently Restricted Net Assets – Net assets subject to donor-imposed stipulations that must be maintained permanently by the Organization. Generally, the donors of these assets permit the use of all or part of the income earned on related investments for general or specific purposes.

Cash and Cash Equivalents

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

Property and Equipment

Property and equipment are recorded at cost purchased or fair value at date of gift, if contributed. Maintenance and repairs are charged to expense as incurred. When items of property and equipment are sold or otherwise disposed of, the asset and related accumulated depreciation are eliminated, and any gain or loss is included in operations. Depreciation expense is calculated using the double declining method over the estimated useful lives of the respective assets, which range from 3 to 7 years.

Allocation of Expenses

Where a specific cost can be identified with a particular function, the cost is charged directly to that function. If costs cannot be identified directly with specific functional categories, those costs are allocated among functional categories based upon the “full-time equivalent” and other accepted methods of cost allocation.

Gulf Coast Dental Outreach, Inc.

Notes to Financial Statements

December 31, 2014 and 2013

Note B – Significant Accounting Policies (continued)

Contributions

Contributions are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and nature of donor restrictions. All contributions are considered to be available for unrestricted use in the appropriate time period, unless specifically restricted by the donor.

Amounts restricted for future periods or restricted for specific purposes are reported as temporarily restricted or permanently restricted support. When a donor-stipulated time restriction ends or a purpose restriction is accomplished, the restricted net assets are reclassified to unrestricted net assets and reported as satisfactions of program restrictions and net assets released. If a restriction is fulfilled in the same time period in which the contribution is received, the contribution is reported as unrestricted.

Contributed Services

The Organization recognizes the fair value of donated services received if such services: (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 contributed.

A substantial number of volunteers have made significant contributions of their time to the Organization's program and supporting services. The value of this contributed time is not reflected in the financial statements since it does not require a specialized skill. However, services contributed by Dentists and Hygienists require a specialized skill and are recognized as revenue and expense. The value of the contributed services are associated with the ADA Survey that is published on odd years and the Dental Economics report published on even years. The Organization has selected the South East region, suburban practice setting and has selected the fee associated at the 60th percentile. For the years ended December 31, 2014 and 2013, respectively, approximated \$337,000 and \$287,000 have been recorded as revenue and expense.

Income Taxes

The Organization qualifies as a tax-exempt organization under Section 501(c)3 of the Internal Revenue Code (IRC). The Organization periodically assesses whether it has incurred income tax expense or related interest or penalties in accordance with accounting for uncertain tax positions. No such amounts were recognized for the years ending December 31, 2014 and 2013, respectively.

The Organization follows the income tax standard for uncertain tax positions. The Organization has evaluated their tax positions and determined they have no uncertain tax positions as of December 31, 2014. Should the Organization's tax-exempt status be challenged in the future, the Organization's 2012, 2013 and 2014 tax years are open for examination by the IRS.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts of assets, liabilities and net assets and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, gains and other support and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Gulf Coast Dental Outreach, Inc.

Notes to Financial Statements

December 31, 2014 and 2013

Note C – Fixed Assets

Property and equipment consist of the following as of December 31,:

	2014	2013
Software	\$ 10,235	\$ 10,511
Dental equipment	24,179	28,336
Office equipment and fixtures	2,213	3,045
	<u>36,627</u>	<u>41,892</u>
Less: accumulated depreciation	<u>(28,531)</u>	<u>(29,778)</u>
Property and Equipment (net)	<u>\$ 8,096</u>	<u>\$ 12,114</u>

The Organization had depreciation expense for the years ended December 31, 2014 and 2013 was \$10,870 and \$13,749, respectively.

Note D – Subsequent Events

Subsequent events have been evaluated through August 12, 2015, which is the date the financial statements were available to be issued.