

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

CONSOLIDATED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION

For the Year Ended June 30, 2024

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**HOWARD, MOORE
& MCDUFFIE, P.C.**
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
The Methodist Home of the South Georgia Conference, Inc. and Subsidiary
Macon, Georgia

Opinion

We have audited the accompanying financial statements of The Methodist Home of the South Georgia Conference, Inc. and The Foundation of the Methodist Home of the South Georgia Conference, Inc. (non-profit organizations), which comprise the consolidated statement of financial position as of June 30, 2024, and the related consolidated statement of activities, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Methodist Home of the South Georgia Conference, Inc. and The Foundation of the Methodist Home of the South Georgia Conference, Inc. as of June 30, 2024, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit 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 The Methodist Home of the South Georgia Conference, Inc. and The Foundation of the Methodist Home of the South Georgia Conference, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements related to our audit. 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 The Methodist Home of the South Georgia Conference, Inc. and The Foundation of the Methodist Home of the South Georgia Conference, 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 Responsibility 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 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 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 The Methodist Home of the South Georgia Conference, Inc. and The Foundation of the Methodist Home of the South Georgia Conference, 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 The Methodist Home of the South Georgia Conference, Inc. and The Foundation of the Methodist Home of the South Georgia Conference, 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.

Report on Summarized Comparative Information

We have previously audited The Methodist Home of the South Georgia Conference, Inc.'s and the Foundation of the Methodist Home of the South Georgia Conference, Inc.'s June 30, 2023, financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 21, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Howard, Moore & McQuinn, P.C.

Macon, Georgia
December 19, 2024

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

June 30, 2024 with Comparative Totals for June 30, 2023

	2024	2023
ASSETS		
Cash and cash equivalents	\$ 4,703,851	\$ 5,375,587
Cash and cash equivalents with donor restrictions	628,389	616,224
Operating investments, at market (Note 11)	11,656,103	10,881,020
Accounts receivable	748,823	743,751
Estate distributions receivable	10,961	21,046
Prepaid expenses	404,337	366,679
Cash restricted for capital improvement projects	663,480	573,727
Operating lease right-of-use asset (Note 8)	40,513	15,033
Financing lease right-of-use asset (Note 8)	47,570	67,647
Property and equipment, net (Note 5)	10,761,730	10,935,147
Charitable gift annuity (Note 4)	129,043	126,815
Assets held under charitable remainder unitrust agreements (Note 11)	6,522	801,298
Beneficial interest in perpetual trusts and endowments (Note 11)	39,652,468	36,234,197
Endowment		
Cash and cash equivalents	436,036	925,233
Investments, at market (Note 11)	21,730,131	18,185,955
TOTAL ASSETS	\$ 91,619,957	\$ 85,869,359

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

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(CONTINUED)

June 30, 2024 with Comparative Totals for June 30, 2023

	2024	2023
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	\$ 705,041	\$ 520,702
Accrued payroll and compensated absences	616,000	488,197
Other payroll deductions payable	30,747	26,391
Children's savings payable	36,640	20,630
Sales tax payable	726	938
Operating lease liability (Note 8)	40,513	15,291
Financing lease liability (Note 8)	47,953	67,548
Liabilities under split-interest agreements	129,728	605,113
	1,607,348	1,744,810
TOTAL LIABILITIES		
NET ASSETS		
Without donor restrictions		
Undesignated	10,289,604	10,690,308
Designated by Board for operating reserve	4,190,929	3,982,938
Designated by Board for endowment	3,814,343	2,324,594
Invested in property and equipment, net	10,761,730	10,935,147
	29,056,606	27,932,987
With donor restrictions		
Purpose restricted (Note 9)	10,936,314	9,509,690
Time restricted for future periods (Note 9)	-	318,355
Perpetual in nature (Note 9)	50,019,689	46,363,517
	60,956,003	56,191,562
TOTAL NET ASSETS	90,012,609	84,124,549
TOTAL LIABILITIES AND NET ASSETS	\$ 91,619,957	\$ 85,869,359

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part of these financial statements.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2024
with Comparative Totals for the Year Ended June 30, 2023

	2024	2023
CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS - REVENUES, GAINS AND SUPPORT		
Program Service Revenue		
State and county per-diem contract - group care	\$ 4,725,464	\$ 5,357,499
State and county per-diem contract - foster care	768,824	963,560
Mental health services	1,200,589	1,157,511
Community based services	338,372	364,888
Daycare and Pre K services	364,583	359,412
	7,397,832	8,202,870
Total Program Services		
	243,948	252,358
Quality Basic Education allotment		
Federal and State Contracts and Grants		
Residential facility school grant	329,766	234,419
School nutrition program contract	29,473	52,010
STABLE grant	9,910	51,560
Georgia cash payment program grant	-	43,750
Adoptions grant	43,800	38,053
Pre-K Bright from the Start grant	91,314	80,535
	504,263	500,327
Total Federal and State Contracts and Grants		
Contributions	2,521,944	2,678,708
Auxiliary fundraisers	159,756	156,384
Other income	279,679	233,298
Net unrealized and realized investment gains (losses)	880,027	371,711
Other investment income, net	338,907	221,883
Change in annuity value	1,193	(2,072)
Distributions from perpetual trusts and endowments	1,864,820	1,874,204
Gain on disposal of assets	76,987	-
	14,269,356	14,489,671
TOTAL REVENUES, GAINS, AND SUPPORT WITHOUT DONOR RESTRICTIONS		

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part of these financial statements.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF ACTIVITIES
(CONTINUED)

For the Year Ended June 30, 2024
with Comparative Totals for the Year Ended June 30, 2023

	2024	2023
Net assets released from restrictions		
Restrictions satisfied by time	\$ 819,900	\$ 22,799
Restrictions satisfied by payments	1,856,807	1,556,369
Total net assets released from restrictions	2,676,707	1,579,168
TOTAL REVENUES, GAINS, SUPPORT AND RECLASSIFICATIONS WITHOUT DONOR RESTRICTIONS	16,946,063	16,068,839
EXPENSES AND LOSSES		
Program Services		
Residential childcare		
Compensation	5,760,331	5,042,501
Operations	2,589,460	2,537,558
Child expenses	1,192,076	1,023,800
	9,541,867	8,603,859
Community Services	2,849,723	2,772,907
Foundation	4,976	14,486
Total Program Services	12,396,566	11,391,252
Supporting Services		
Administrative	2,179,189	1,854,973
Development	985,495	900,853
Foundation	261,223	265,313
Total Supporting Services	3,425,907	3,021,139
TOTAL EXPENSES	15,822,473	14,412,391
Loss on disposal of assets	-	6,685
TOTAL EXPENSES AND LOSSES	15,822,473	14,419,076
INCREASE (DECREASE) IN NET ASSETS WITHOUT DONOR RESTRICTIONS	1,123,590	1,649,763

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part of these financial statements.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF ACTIVITIES
(CONTINUED)

For the Year Ended June 30, 2024
with Comparative Totals for the Year Ended June 30, 2023

	2024	2023
CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS		
Contributions	\$ 1,183,753	\$ 1,220,550
Grants from private foundations	693,982	581,469
Distributions from beneficial interests in trusts and endowments	58,940	67,578
Net realized and unrealized investment gains (losses)	1,222,882	596,570
Other investment income, net	355,283	633,406
Increase (decrease) in beneficial interests in perpetual trusts and endowments	3,418,270	1,717,197
Change in assets of charitable remainder unitrust	508,067	(22,799)
Net assets released from restrictions	(2,676,707)	(1,579,168)
INCREASE (DECREASE) IN NET ASSETS WITH DONOR RESTRICTIONS	4,764,470	3,214,803
INCREASE (DECREASE) IN NET ASSETS	5,888,060	4,864,566
NET ASSETS - BEGINNING	84,124,549	79,259,983
NET ASSETS - ENDING	\$ 90,012,609	\$ 84,124,549

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part of these financial statements.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF
FUNCTIONAL EXPENSES

For the Year Ended June 30, 2024
with Comparative Totals for the Year Ended June 30, 2023

	2024			2023
	Program Services	Supporting Services	Total	
COMPENSATION				
Salaries	\$ 6,652,049	\$ 1,749,731	\$ 8,401,780	\$ 7,486,553
Payroll taxes and employee benefits	1,272,676	354,012	1,626,688	1,374,998
TOTAL COMPENSATION	7,924,725	2,103,743	10,028,468	8,861,551
OPERATIONS				
Administrative	15,660	125,973	141,633	112,085
Agency memberships	-	35,915	35,915	15,720
Amortization	9,160	10,917	20,077	12,660
Auto	112,621	10,490	123,111	118,184
Campus security	30,275	12,975	43,250	43,300
Computer supplies and maintenance	95,817	91,041	186,858	177,604
Consultant fees	65,062	-	65,062	67,960
Depreciation	668,268	59,650	727,918	739,331
Food costs - Rumford Center	-	97,051	97,051	89,804
General supplies	210,961	34,923	245,884	260,826
Insurance	400,362	50,187	450,549	420,582
Interest	739	881	1,620	1,387
Legal and accounting	-	92,603	92,603	111,615
Mailing costs	380	114,282	114,662	79,565
Office supplies	14,831	17,611	32,442	44,616
Printing and publishing	149	107,536	107,685	129,918
Public relations and promotion	84	15,862	15,946	21,733
Repairs and maintenance	376,272	101,636	477,908	486,695
Special events and fundraisers	-	126,677	126,677	94,482
Staff recruitment	49,006	20,617	69,623	56,082
Staff education	58,379	8,195	66,574	58,904
Thrift store	-	85,350	85,350	77,318
Travel	119,045	20,617	139,662	101,275
Telephone and internet	124,222	15,566	139,788	152,706
Utilities	505,149	65,609	570,758	517,676
TOTAL OPERATIONS	2,856,442	1,322,164	4,178,606	3,992,028

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part of these financial statements.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF
FUNCTIONAL EXPENSES (CONTINUED)

For the Year Ended June 30, 2024
with Comparative Totals for the Year Ended June 30, 2023

	2024			2023
	Program Services	Supporting Services	Total	
CHILD EXPENSES				
Allowance and work	\$ 49,099	\$ -	\$ 49,099	\$ 55,435
Christmas and birthday	29,857	-	29,857	25,368
Cottage fund	50,085	-	50,085	32,915
Clothing	110,711	-	110,711	78,651
Education	49,221	-	49,221	48,193
Extracurricular	74,469	-	74,469	90,431
Food service	607,638	-	607,638	522,050
Foster care	394,558	-	394,558	506,810
Medical costs	12,531	-	12,531	18,353
Academic incentives and other	1,781	-	1,781	172
Personal care	14,493	-	14,493	13,218
Psychological care	164,197	-	164,197	141,572
Special trips	56,759	-	56,759	25,644
TOTAL CHILD EXPENSES	<u>1,615,399</u>	<u>-</u>	<u>1,615,399</u>	<u>1,558,812</u>
TOTAL EXPENSES, YEAR ENDED				
JUNE 30, 2024	<u>\$ 12,396,566</u>	<u>\$ 3,425,907</u>	<u>\$ 15,822,473</u>	
TOTAL EXPENSES, YEAR ENDED				
JUNE 30, 2023	<u>\$ 11,391,252</u>	<u>\$ 3,021,139</u>		<u>\$ 14,412,391</u>

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

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF
FUNCTIONAL EXPENSES (CONTINUED)

For the Year Ended June 30, 2024

	Program Services			Total
	Residential Childcare	Community Services	Foundation	
COMPENSATION				
Salaries	\$ 4,792,818	\$ 1,859,231	\$ -	\$ 6,652,049
Payroll taxes and employee benefits	967,513	305,163	-	1,272,676
TOTAL COMPENSATION	5,760,331	2,164,394	-	7,924,725
OPERATIONS				
Administrative	12,149	3,511	-	15,660
Agency memberships	-	-	-	-
Amortization	5,370	3,790	-	9,160
Auto	104,229	8,392	-	112,621
Campus security	28,545	1,730	-	30,275
Computer supplies and maintenance	80,840	14,977	-	95,817
Consultant fees	12	65,050	-	65,062
Depreciation	665,582	2,686	-	668,268
Food costs - Rumford Center	-	-	-	-
General supplies	197,044	13,917	-	210,961
Insurance	321,710	78,652	-	400,362
Interest	433	306	-	739
Legal and accounting	-	-	-	-
Mailing costs	-	380	-	380
Office supplies	11,548	3,283	-	14,831
Printing and publishing	149	-	-	149
Public relations and promotion	-	84	-	84
Repairs and maintenance	363,616	12,656	-	376,272
Special events and fundraisers	-	-	-	-
Staff recruitment	38,430	10,576	-	49,006
Staff education	55,245	3,134	-	58,379
Thrift store	-	-	-	-
Travel	117,670	1,375	-	119,045
Telephone and internet	121,339	2,883	-	124,222
Utilities	465,549	39,600	-	505,149
TOTAL OPERATIONS	2,589,460	266,982	-	2,856,442

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

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF
FUNCTIONAL EXPENSES (CONTINUED)

For the Year Ended June 30, 2024

	Support Services			Total
	Administrative Support	Development Support	Foundation	
COMPENSATION				
Salaries	\$ 1,131,609	\$ 431,704	\$ 186,418	\$ 1,749,731
Payroll taxes and employee benefits	248,589	82,876	22,547	354,012
TOTAL COMPENSATION	1,380,198	514,580	208,965	2,103,743
OPERATIONS				
Administrative	112,898	6,276	6,799	125,973
Agency memberships	35,915	-	-	35,915
Amortization	9,336	1,581	-	10,917
Auto	8,392	2,098	-	10,490
Campus security	12,110	865	-	12,975
Computer supplies and maintenance	91,041	-	-	91,041
Consultant fees	-	-	-	-
Depreciation	59,650	-	-	59,650
Food costs - Rumford Center	97,051	-	-	97,051
General supplies	32,061	2,862	-	34,923
Insurance	34,230	4,304	11,653	50,187
Interest	753	128	-	881
Legal and accounting	64,197	-	28,406	92,603
Mailing costs	14,059	99,203	1,020	114,282
Office supplies	15,676	1,935	-	17,611
Printing and publishing	-	106,999	537	107,536
Public relations and promotion	-	13,529	2,333	15,862
Repairs and maintenance	96,587	5,049	-	101,636
Special events and fundraisers	-	126,677	-	126,677
Staff recruitment	20,617	-	-	20,617
Staff education	3,926	4,129	140	8,195
Thrift store	-	85,350	-	85,350
Travel	12,579	6,668	1,370	20,617
Telephone and internet	15,395	171	-	15,566
Utilities	62,518	3,091	-	65,609
TOTAL OPERATIONS	798,991	470,915	52,258	1,322,164

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

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF
FUNCTIONAL EXPENSES (CONTINUED)

For the Year Ended June 30, 2024

	Program Services			Total
	Residential Childcare	Community Services	Foundation	
CHILD EXPENSES				
Allowance and work	\$ 49,099	\$ -	\$ -	\$ 49,099
Christmas and birthday	29,407	-	450	29,857
Cottage fund	50,085	-	-	50,085
Clothing	87,978	22,733	-	110,711
Education	44,695	-	4,526	49,221
Extracurricular	74,469	-	-	74,469
Food service	607,638	-	-	607,638
Foster care	-	394,558	-	394,558
Medical costs	12,531	-	-	12,531
Academic incentives and other	725	1,056	-	1,781
Personal care	14,493	-	-	14,493
Psychological care	164,197	-	-	164,197
Special trips	56,759	-	-	56,759
TOTAL CHILD EXPENSES	<u>1,192,076</u>	<u>418,347</u>	<u>4,976</u>	<u>1,615,399</u>
TOTAL EXPENSES, YEAR ENDED				
JUNE 30, 2024	<u>\$ 9,541,867</u>	<u>\$ 2,849,723</u>	<u>\$ 4,976</u>	<u>\$ 12,396,566</u>
TOTAL EXPENSES, YEAR ENDED				
JUNE 30, 2023	<u>\$ 8,603,859</u>	<u>\$ 2,772,907</u>	<u>\$ 14,486</u>	<u>\$ 11,391,252</u>

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

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF
FUNCTIONAL EXPENSES (CONTINUED)

For the Year Ended June 30, 2024

	Support Services			
	Administrative	Development	Foundation	Total
	Support	Support		
CHILD EXPENSES				
Allowance and work	\$ -	\$ -	\$ -	\$ -
Christmas and birthday	-	-	-	-
Cottage fund	-	-	-	-
Clothing	-	-	-	-
Education	-	-	-	-
Extracurricular	-	-	-	-
Food service	-	-	-	-
Foster care	-	-	-	-
Medical costs	-	-	-	-
Academic incentives and other	-	-	-	-
Personal care	-	-	-	-
Psychological care	-	-	-	-
Special trips	-	-	-	-
TOTAL CHILD EXPENSES	-	-	-	-
TOTAL EXPENSES, YEAR ENDED				
JUNE 30, 2024	<u>\$ 2,179,189</u>	<u>\$ 985,495</u>	<u>\$ 261,223</u>	<u>\$ 3,425,907</u>
TOTAL EXPENSES, YEAR ENDED				
JUNE 30, 2023	<u>\$ 1,854,973</u>	<u>\$ 900,853</u>	<u>\$ 265,313</u>	<u>\$ 3,021,139</u>

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

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF CASH FLOWS

For the Year Ended June 30, 2024
with Comparative Totals for the Year Ended June 30, 2023

	2024	2023
CASH FLOWS FROM (TO) OPERATING ACTIVITIES		
Increase (decrease) in net assets	\$ 5,888,060	\$ 4,864,566
Adjustments to reconcile increase (decrease) in net assets to net cash provided (used) by operating activities:		
Net investment (gains) losses	(1,763,064)	(905,842)
Depreciation	727,921	739,331
Amortization of ROU asset	20,077	12,659
Operating lease expense	25,255	25,192
(Gain) loss on disposal of property	(76,989)	9,276
(Gain) loss on disposal of real estate held for investment	-	(62,467)
Donated marketable securities	(152,187)	(347,714)
Change in value of charitable annuity	(2,228)	1,038
Change in value of charitable remainder unitrust	15,230	19,145
Change in beneficial interests in perpetual trusts and endowments	(3,429,232)	(1,717,197)
Contributions received under split-interest agreements	-	(105,375)
(Increase) decrease in:		
Accounts receivable	(5,072)	127,725
Prepaid expenses	(37,658)	8,047
Increase (decrease) in:		
Accounts payable	184,339	37,344
Operating lease liability	(25,513)	(24,934)
Children's savings payable	16,010	(6,590)
Other payroll deductions payable	4,356	3,668
Accrued payroll and compensated absences	127,803	(12,280)
Liabilities under split-interest agreements	1,035	1,034
Sales tax payable	(212)	326
Contributions for long-term purposes	(1,510,611)	(1,659,476)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	7,320	1,007,476

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

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF CASH FLOWS
(CONTINUED)

For the Year Ended June 30, 2024
with Comparative Totals for the Year Ended June 30, 2023

	2024	2023
CASH FLOWS FROM (TO) INVESTING ACTIVITIES		
Proceeds from sale of property and equipment	\$ 200,695	\$ 9,353
Proceeds from real estate held for investment	-	237,467
Payments for the purchase of property and equipment	(678,210)	(341,452)
Proceeds from sales of investments	8,410,801	8,899,309
Purchases of investments	(10,814,809)	(11,206,399)
(Addition) to withdrawal from assets held under split-interest agreements	316,247	(232,352)
Change in assets restricted to building	(89,753)	5,625
Change in assets restricted to investment	489,197	(504,814)
	<u>(2,165,832)</u>	<u>(3,133,263)</u>
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES		
CASH FLOWS FROM (TO) FINANCING ACTIVITIES		
Payments to beneficiaries of split-interest agreements	(13,121)	(28,993)
Proceeds from establishment of split-interest agreements	-	265,000
Principal payments on financing leases	(19,595)	(12,758)
Collections of contributions for long-term purposes	1,531,657	1,638,430
	<u>1,498,941</u>	<u>1,861,679</u>
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES		
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(659,571)	(264,108)
BEGINNING CASH AND CASH EQUIVALENTS	<u>5,991,811</u>	<u>6,255,919</u>
ENDING CASH AND CASH EQUIVALENTS	<u>\$ 5,332,240</u>	<u>\$ 5,991,811</u>

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

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF CASH FLOWS
(CONTINUED)

For the Year Ended June 30, 2024
with Comparative Totals for the Year Ended June 30, 2023

	<u>2024</u>	<u>2023</u>
SUPPLEMENTAL SCHEDULE OF NONCASH INVESTING AND FINANCING ACTIVITIES:		
Interest expense payments on financing leases	<u>\$ (1,620)</u>	<u>\$ (1,387)</u>
ROU asset obtained in exchange for new operating lease liability	<u>\$ 50,735</u>	<u>\$ 40,225</u>
ROU asset obtained in exchange for new financing lease liability	<u>\$ -</u>	<u>\$ 80,306</u>

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

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1. NATURE OF THE ORGANIZATION

Since 1872, in response to Christ and the Church, The Methodist Home of the South Georgia Conference, Inc. (the Home) has provided a residential program for children who are dependent, neglected and abused. The Home also provides diagnostic and assessment services, therapeutic foster care, counseling services, accredited special treatment services, training and education opportunities, a thrift store and other services. These services are to fulfill the ministry intentions of the Church. The Home is supported primarily through donor contributions and third-party per-diem reimbursements from Georgia state agencies. Per diem reimbursements accounted for approximately 36% and 43% of the Home's revenue and support without donor restrictions for the years ended June 30, 2024 and 2023, respectively. The Home has program facilities in Macon, Americus, Valdosta, St. Marys, and Cataula, Georgia.

The Foundation of the Methodist Home of the South Georgia Conference, Inc. (the Foundation) is a nonprofit corporation created specifically for the benefit of, and to carry out the purpose of, the Home. The Foundation is supported primarily through contributions, investment income and equity transfers of estate bequests from the Home.

The two Organizations are considered to be financially interrelated, as defined in the financial accounting standards, and, accordingly, the financial statements are consolidated as disclosed in Note 2.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Principles of Consolidation

The consolidated financial statements include the accounts of The Foundation of the Methodist Home of the South Georgia Conference, Inc. and The Methodist Home of the South Georgia Conference, Inc. The Foundation is consolidated with the Home, because the Home has both an economic interest in the Foundation and control of the Foundation through a majority voting interest in its governing board. The majority voting interest is a result of the requirement that the Home board approve trustees appointed to the Foundation. All intra-entity transactions have been eliminated.

Basis of Presentation

The Organization reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (continued)

The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve, building projects, and the Foundation's endowment.

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the Organization, the environment in which it operates, the purposes, specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors or others that are entered into in the course of its operations.

Net assets with donor restrictions are resources that are subject to donor-imposed restrictions. Some restrictions are temporary in nature, such as those that are restricted by a donor for use for a particular purpose or in a particular future period. Other restrictions may be perpetual in nature, such as those that are restricted by a donor that the resources be maintained in perpetuity.

The Organization's unspent contributions are reported in net assets with donor restrictions if the donor limited their use or has promised contributions that are not yet due. Contributions of property and equipment or cash restricted for the acquisition of property and equipment are reported as net assets with donor restrictions if the donor has restricted the use of the property or equipment to a particular program. These restrictions expire when the assets are placed in service.

The Organization's donor-restricted endowment fund, including the unspent appreciation of the endowment fund and the portion of the Organization's donor-restricted endowment fund that the Organization is committed to maintaining in perpetuity are classified in net assets with donor restrictions.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions.

Comparative Financial Information

The Consolidated Statement of Functional Expenses includes certain prior-year summarized comparative information in total but not by functional expense class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2023, from which the summarized information was derived.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

For the purposes of the Consolidated Statement of Cash Flows, the Organization considers highly liquid investments with an initial maturity of three months and certificates of deposit with a maturity of 90 days or less to be cash equivalents. Cash and cash equivalents designated for long-term purposes, received with donor-imposed restrictions limiting their use to long-term purposes and maintained in a separate account are not considered cash and cash equivalents for purposes of the Statements of Cash Flows.

Compensated Absences

Staff with at least 90 days of service are entitled to accrue paid vacation. Each employee may accrue up to 240 hours. Accrued vacation totaled \$394,429 and \$348,725 for the years ended June 30, 2024 and 2023, respectively.

Designation of Net Assets

It is the policy of the Board of Trustees to review plans for future property improvements and acquisitions and other special projects from time to time and to designate appropriate sums to assure adequate financing of such improvements, acquisitions and projects. The Board has established an operating reserve fund to support the organization's day-to-day operations in the event of unforeseen shortfalls. In addition, the Board has a policy to designate all estate bequests without donor restrictions for the endowment.

Donated Assets

Donated marketable securities and property and equipment are recorded as contributions at their estimated fair market values at the date of donation. Assets donated with explicit restrictions regarding their use are reported as increases in net assets with donor restrictions. Absent donor stipulations regarding how long the property or equipment must be maintained, the Organization reports expirations of donor restrictions when the donated assets are placed in service as instructed by the donor. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions.

Donated clothing, supplies and household goods primarily go to the Home's thrift store to sell. Other goods may be distributed to resident children or discarded if unusable and are insignificant to the financial statements as a whole. The Home considers the donations used in the thrift store to have no determinable, objective value until sold. The cost of presenting the goods for sale is immaterial, so the sales price of the goods is considered to be the value of the donation and is included in auxiliary fundraiser income in the consolidated statement of activities.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Donated Services

Donated services which create or enhance nonfinancial assets or which require specialized skills by individuals possessing those skills, and would typically need to be purchased if not provided by donation are recognized. Volunteers contribute their time; however, the financial statements do not reflect the value of these contributed services because they do not meet the recognition criteria prescribed by generally accepted accounting principles.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent 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.

Functional Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the Consolidated Statements of Activities and in the Consolidated Statement of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Salaries and wages, benefits and payroll taxes are allocated on the basis of estimates of time and effort. Information technology supplies, internet service, building repairs, maintenance, grounds maintenance, and security are allocated based upon the number of buildings used for each function to total number of buildings. Land-line telephone service is allocated based upon the number of employees serving each function. Workman's compensation insurance is allocated based upon departmental salaries for each function.

Income Tax Status

The Home and Foundation are exempt from federal income tax under Section 501(c) (3) of the Internal Revenue Code. However, income from certain activities not directly related to the Home's tax-exempt purpose is subject to taxation as unrelated business income. The Home has unrelated business income and files an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS to report its unrelated business taxable income. In addition, the Organizations qualify for the charitable contribution deduction under Section 170(b) (1) (A) and have been classified as organizations that are not a private foundation under Section 509(a) (2). Management believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments

Purchased marketable securities are recorded at cost, or if donated, at fair value on the date of donation. Thereafter, they are carried at quoted market value. Real estate held for investment is carried at the appraised value as of the date of donation. Investment income is reported net of investment management fees and expenses.

Investment Pool

To obtain investment flexibility, the Foundation has pooled investments of various endowment and quasi-endowment funds into brokerage accounts. The investment pool is assigned a number of units based on the relationship of the market value of all investments at the time they are pooled. Investment pool income is allocated to the participating funds based on the number of units held by each fund.

Property and Equipment

Expenditures for property and equipment that have a useful life greater than two years and a cost equal to or greater than \$5,000 are capitalized. All expenditures for repairs, maintenance, renewals and betterments that materially prolong the useful lives of assets are also capitalized. Property and equipment are carried at cost or, if donated, at the approximate fair market value at the date of donation. Depreciation is computed over the estimated useful lives of the assets ranging from three to forty years using primarily the straight-line method.

Receivables

Receivables are recognized when earned using the accrual basis of accounting. No interest is charged on receivables. Most amounts are due from government agencies. The direct write-off method is used to determine the allowance for doubtful accounts. Accounts are written off when the Organization has exhausted all collection efforts. Management believes that the use of the direct write-off method approximates the results that would be presented if an allowance for doubtful accounts was recorded.

Reclassifications

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform to presentation in the current-year financial statements.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition

Program service revenue for group residential and foster care is received from state contracts on a per diem rate basis and is recognized as revenue in the month the services are provided. The state refers children for care and contracts with the Home to provide the services. Community based counseling services revenue for early intervention, homestead, parent aide and wrap around services is received from state contracts based upon a per hour or per appointment rate basis and is recognized as services are provided. Mental health services revenue is billed to Medicaid and private pay sources and is recognized when services are provided on a per hour or per appointment rate basis. The Home operates a daycare and Pre-K program and receives fees during the period in which the related services are provided.

The Home operates an on-campus school and receives a statutory Georgia Department of Education QBE allotment from Bibb County, which is recognized ratably over the course of the academic year.

A portion of the Home's revenue is derived from cost-reimbursable state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts are recognized as revenue when billed on a cost reimbursement basis.

Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

Contributions with and without Donor Restrictions

Contributions received are recorded as increases in net assets without donor restrictions and net assets with donor restrictions depending on the existence and/or nature of any donor restrictions. When a restriction expires (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 Statement of Activities as net assets released from restriction.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets Held and Liabilities Held Under Split-Interest Agreements

Charitable Remainder Unitrust

The Foundation acts as co-trustee for an irrevocable trust. The trust is governed by a trust agreement, which provides for a future distribution of a remainder interest to the Foundation upon the death of a specified beneficiary. The trust assets are recorded at fair value, and a related liability for future payments to be made to the specified beneficiary is recorded at fair value using present value techniques and risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the liability. The excess of contributed assets over the trust liability is recorded as a contribution with donor restrictions until such amount is received via trust distribution. At that time, net assets with donor-imposed time are released to net assets without restrictions. In subsequent years, the liability for future trust payments to the specified beneficiary is reduced by payments made to the specified beneficiary and is adjusted to reflect amortization of the discount, changes in actuarial assumptions and trust asset income or losses at the end of the year. Upon termination of the trust, the remaining liability is removed and recognized as income.

Charitable Gift Annuities

Under charitable gift annuity contracts, the Foundation receives immediate and unrestricted title to contributed assets and agrees to make fixed recurring payments over the stipulated period. Contributed assets are recorded at fair value on the date of receipt. The related liability for future payments to be made to the specified beneficiary is recorded at fair value using present value techniques and risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the liability. The excess of contributed assets over the annuity liability is recorded as a contribution without donor restrictions. In subsequent years, the liability for future annuity payments is reduced by payments made to the specified beneficiaries and is adjusted to reflect amortization of the discount and changes in actuarial assumptions at the end of the year.

Beneficial Interests in Endowments and Perpetual Trusts Held by Others

The Home has been named as an irrevocable beneficiary of several perpetual trusts and endowments held and administered by independent trustees and third parties. Perpetual trusts and endowments provide for the distribution of the net income to the Home; however, the Home will never receive the assets of the trusts and endowments. At the date the Home receives a notice of a beneficial interest, a contribution with donor restrictions of a perpetual nature is recorded in the Statements of Activities, and a beneficial interest in perpetual trust or endowment is recorded in the Statements of Financial Position at the fair value of the underlying assets. Thereafter, beneficial interests are reported at the fair value recognized in the Statements of Financial Position, with trust and endowment distributions and changes in fair value recognized in the Statements of Activities.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Subsequent Events

Subsequent events have been evaluated through December 19, 2024, which is the date the financial statements were available to be issued.

NOTE 3. AVAILABILITY AND LIQUIDITY OF FINANCIAL ASSETS

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

	2024	2023
Cash and cash equivalents	\$ 4,703,852	\$ 5,375,588
Operating investments	10,223,908	9,617,926
Accounts receivable	748,823	743,751
Distributions from beneficial interests in assets held by others	1,788,049	1,793,776
Endowment spending-rate appropriations and distributions	745,614	733,086
Total financial assets	\$ 18,210,246	\$ 18,264,127

Endowment funds consist of donor-restricted endowments and funds designated by the Board as endowments. Income from donor-restricted endowments is restricted for specific purposes, with the exception of the amounts available for general use. Donor-restricted endowment funds are not available for general expenditure.

Operating investments and cash of the Foundation include purpose-restricted funds held in pooled investment accounts. These funds are for operating needs related to higher education, regional campuses and campus improvements and are not included in the amount for general use within one year.

The board-designated endowment and donor-restricted endowments held by the Foundation are subject to an annual spending rate of 4 percent to support the Home as described in Note 10. The board-designated endowment is also used to fund the annual operating budget of the Foundation. The Organization does not intend to spend an amount in excess of the amount appropriated in the annual budget but more could be made available if necessary.

Estate bequests, endowment and trust distributions, with the exception of the Pitts Trusts, are required by the Organizations' Statement of Relationship to be transferred to the Foundation for investment in the board-designated endowment fund if without donor restrictions. The unrestricted annual distributions from trusts and endowments totaled \$76,770 and \$80,428 for the years ended June 30, 2024 and 2023, respectively. These estate bequests could be made available for general operations if needed.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 3. AVAILABILITY AND LIQUIDITY OF FINANCIAL ASSETS (CONTINUED)

As part of its liquidity management plan, the Organization invests cash in excess of daily requirements in short-term investments, CDs and money market funds. The Board sets operating reserve goals and a board-designated operating reserve totaled \$4,190,929 and \$3,982,938 as of June 30, 2024 and 2023, respectively. The Home also has a line of credit, totaling \$250,000 with the Foundation.

NOTE 4. SPLIT-INTEREST AGREEMENTS

Charitable Gift Annuity

The Foundation received a donation of real estate during the year ended June 30, 2009, with the understanding that an annuity would be established after the property was sold. The sale occurred during the year ended June 30, 2010, and a portion of the proceeds totaling \$92,000 was used to fund a charitable gift annuity agreement. The charitable gift annuity provides for the payment of distributions to the donor over the donor's lifetime originally to begin in the year 2015, but the donor has not wanted to start receiving distributions to date. The present value of the expected payments to the donor (\$123,206 and \$122,171 at June 30, 2024 and 2023, respectively) is calculated using a discount rate of 5% and applicable mortality tables. At the end of the donor's life, the remaining assets are available for the Foundation's use. As of June 30, 2024 and 2023, assets were held in a single premium indexed deferred annuity with EquiTrust Life Insurance Company and totaled \$129,043 and \$126,815, respectively. The assets are reported at contract value in the Consolidated Statements of Financial Position.

On an annual basis, the Foundation adjusts the annuity asset to contract value and recognizes amortization on the discounted liability to the donor through change in annuity value in the Consolidated Statements of Activities.

Charitable Remainder Unitrust

In December of 2021, the Foundation became remainder beneficiary and co-trustee under a trust. The trust provides for quarterly payments to a specified beneficiary based upon 5% of the fair value of the trust assets as of the beginning of each calendar year until death. The present value of the expected payments to the specified beneficiary is calculated using a discount rate of 6.8% (determined by the estimated annualized 20-plus year rate of return) and applicable mortality tables. The portion of the funding value recorded as a restricted contribution to the Foundation during the years ended June 30, 2024 and 2023 totaled \$0 and \$105,375, respectively. The specified beneficiary died in February of 2024 and the remainder of the trust was distributed to the Foundation. Distributions of \$6,522 are payable to the estate of the specified beneficiary as of June 30, 2024. As of June 30, 2024 and 2023, the assets were invested in marketable securities that totaled \$0 and \$801,298, respectively.

THE METHODIST HOME OF THE SOUTH
 GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 4. SPLIT-INTEREST AGREEMENTS (CONTINUED)

Charitable Remainder Unitrust (continued)

The activity for the charitable remainder unitrust consist of the following as of June 30:

	2024	2023
Amount contributed to trust	\$ 265,000	\$ 265,000
Less present value of remainder interest (donation value)	(258,478)	(105,375)
Present value of payments due to lead beneficiary	\$ 6,522	\$ 159,625
Liability, beginning balance	\$ 482,942	\$ 300,352
Present value of amounts due to lead beneficiary	6,522	159,625
Amortization of discount	15,230	19,145
Net gains (losses)	47,386	28,048
Change in value due to release/revaluation	(532,437)	4,765
Distributions to beneficiary	(13,121)	(28,993)
Liability, ending balance	\$ 6,522	\$ 482,942

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 5. PROPERTY AND EQUIPMENT

Property and equipment consist of the following as of June 30:

	<u>2024</u>	<u>2023</u>
<u>Foundation:</u>		
Equipment	\$ 1,570	\$ 1,570
Accumulated depreciation	(1,570)	(1,570)
	<u>-</u>	<u>-</u>
<u>Home:</u>		
Land	791,243	791,243
Buildings and improvements	22,168,215	22,021,537
Equipment and furnishings	1,880,830	1,893,480
Vehicles	1,459,477	1,346,786
	26,299,765	26,053,046
Accumulated depreciation	(15,538,035)	(15,117,899)
	<u>10,761,730</u>	<u>10,935,147</u>
Total, net	<u>\$ 10,761,730</u>	<u>\$ 10,935,147</u>

Certain parcels of real property are subject to restrictions which would either revert title to the donor if the properties ceased to be used for children's services or would restrict the use of any sales proceeds to provision of similar services.

NOTE 6. EMPLOYEE BENEFIT PLANS

The Home participates in a multi-employer 403(b) plan through Wespath Benefits and Investments, a general agency of The United Methodist Church. All employees are eligible to participate. The Home matches 100% of the employee contribution, up to 4 percent of gross salary for each participant. The Home also contributes to the pension plan of employed Methodist ministers. Total retirement plan expense for the years ended June 30, 2024 and 2023 totaled \$108,054 and \$112,862, respectively.

The Foundation participates in a 401(k) plan. All employees over age twenty-one are eligible to participate. The Foundation matches 100% of the employee contribution, up to 4 percent of gross salary for each participant. Total retirement plan expense for the years ended June 30, 2024 and 2023 totaled \$7,404 and \$6,684, respectively.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 7. CONCENTRATION OF CREDIT RISK ARISING FROM CASH DEPOSITS AND INVESTMENTS IN EXCESS OF INSURED LIMITS

Cash balances are maintained in banks and brokerage firms located in Georgia. The Federal Deposit Insurance Corporation insures \$250,000 per depositor, per insured bank, for each ownership category for the years ended June 30, 2024 and 2023. At June 30, 2024 and 2023, the Home's uninsured bank cash balances, including certificates of deposit, totaled \$3,893,549 and \$3,931,768, respectively. At June 30, 2024 and 2023, the Foundation's uninsured bank cash balances, including certificates of deposit, totaled \$0 and \$69,398, respectively.

The Home's brokerage cash and cash equivalents totaled \$54,599 and \$48,355 as of June 30, 2024 and 2023, respectively. The Foundation's brokerage cash and cash equivalents totaled \$382,392 and \$1,111,214 as of June 30, 2024 and 2023, respectively. Investments in money funds and cash deposits held in brokerage accounts are insured up to \$500,000 and \$250,000 by Securities Investor Protection Corporation, respectively. The Home's uninsured brokerage cash and cash equivalents totaled \$0 for the years ended June 30, 2024 and 2023. The Foundation's uninsured brokerage cash and cash equivalents totaled \$12,215 and \$610,664 for the years ended June 30, 2024 and 2023, respectively.

The Foundation has investments in hedge funds that are not insured by the Securities Investor Protection Corporation or the Federal Deposit Insurance Corporation. The uninsured investments totaled \$1,451,900 and \$1,226,900 for the years ended June 30, 2024 and 2023, respectively. The Foundation has certificates totaling \$106,731 and \$102,035 on deposit with the Georgia United Methodist Foundation for the years ended June 30, 2024 and 2023, respectively that are not insured. The Home also has certificates totaling \$214,549 and \$421,895 on deposit with Georgia United Methodist Foundation for the years ended June 30, 2024 and 2023, respectively that are not insured.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 8. LEASES

The Home leases retail space under an operating lease agreement which expires January 2026. The Home also leases copiers under a financing lease agreement that expires November 2026.

Future payments due under these lease agreements as of June 30, 2024 are as follows:

Year ending June 30	Operating Lease	Financing Lease
2025	\$ 26,400	\$ 21,216
2026	15,400	21,216
2027	-	7,072
Total lease payments	41,800	49,504
Less: Imputed interest	(1,287)	(1,551)
Present value of lease liability	<u>\$ 40,513</u>	<u>\$ 47,953</u>

As of June 30, 2024, the weighted average remaining lease term is 19 months and the weighted average discount rate is 4.20%. The discount rate used is the risk-free rate since there was no access to the rate implicit in the leases.

The following summarizes the components of lease expenses for the years ended June 30:

	2024	2023
Operating lease cost	<u>\$ 26,142</u>	<u>\$ 25,958</u>
Financing lease cost		
Amortization of lease assets	\$ 20,076	\$ 12,660
Interest on lease liabilities	<u>1,620</u>	<u>1,387</u>
Total financing lease costs	<u>\$ 21,696</u>	<u>\$ 14,047</u>

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 9. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes:

	2024	2023
Subject to expenditure for specified purpose:		
Americus programs/campus	\$ 139,114	\$ 131,319
Assessment center	103,000	-
Capital needs	745,724	732,803
Children's activities	43,185	32,854
Collaborative human services care team	-	20,000
College education and independent living	15,071	17,632
Employee appreciation	-	13,085
Employee tuition reimbursement	22,505	24,000
Foster care	1,000	55,488
Columbus programs/campus	782,971	731,257
General education	178,541	164,764
Health services	185,129	214,553
Hospitality resources	45,000	-
Information technology	85,000	-
Mental health	40,000	-
Rumford Center and other building projects	144,352	144,352
Strategic planning	18,370	18,370
Valdosta programs/campus	41,940	38,679
Vehicle purchase	8,000	8,000
	2,598,902	2,347,156
Subject to the passage of time:		
Assets held under charitable remainder unitrust	-	318,355

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 9. NET ASSETS WITH DONOR RESTRICTIONS (CONTINUED)

	2024	2023
Endowments:		
Subject to appropriation and expenditure for a specified purpose:		
Operations	\$ 6,478,367	\$ 5,524,968
Education	1,087,831	984,888
Plant	527,516	476,977
Christmas gifts	34,967	30,002
Mentor position	6,815	(2,418)
Chaplain	201,916	148,117
	8,337,412	7,162,534
Perpetual in nature, earnings from which are subject to endowment spending policy and appropriation:		
Operations	8,340,749	8,079,383
Education	745,625	776,690
Plant	109,074	109,074
Christmas gifts	27,573	27,573
Mentor position	144,200	136,600
Chaplain	1,000,000	1,000,000
	10,367,221	10,129,320
Total endowments	18,704,633	17,291,854
Perpetual in nature, not subject to spending policy or appropriation:		
Beneficial interests in perpetual trusts and endowments	39,652,468	36,234,197
	\$ 60,956,003	\$ 56,191,562

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 10. FOUNDATION ENDOWMENTS

The Foundation's endowment consists of numerous donor-restricted endowment funds and funds designated by the Board of Trustees to function as endowments. As required by GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed and expenditure appropriation restrictions.

Interpretation of Relevant Law

The Organization is subject to the State Prudent Management of Institutional Funds Act (SPMIFA) and thus, classifies amounts in its donor-restricted endowment funds as net assets with donor restrictions because those net assets are time restricted until the Board of Trustees appropriates such amounts for expenditure. Most of those net assets also are subject to purpose restrictions that must be met before reclassifying those net assets without donor restrictions. The Board of Trustees of the Organization has interpreted SPMIFA as not requiring the maintenance of purchasing power of the original gift amount contributed to an endowment fund, unless a donor stipulates the contrary. As a result of this interpretation, when reviewing its donor-restricted endowment funds, 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 has interpreted SPMIFA to permit spending from underwater funds in accordance with the prudent measures required under the law. Additionally, in accordance with SPMIFA, 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

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 10. FOUNDATION ENDOWMENTS (CONTINUED)

Endowment funds consisted of the following at June 30, 2024:

	Without Donor Restriction	With Donor Restriction	Total
Board designated endowment funds	\$ 3,515,035	\$ -	\$ 3,515,035
Donor restricted endowment funds			
Original donor restricted gift amount and amounts required to be maintained in perpetuity by donor	-	10,367,221	10,367,221
Accumulated investment gains	-	8,283,911	8,283,911
	<u>\$ 3,515,035</u>	<u>\$ 18,651,132</u>	<u>\$ 22,166,167</u>

Endowment funds consisted of the following at June 30, 2023:

	Without Donor Restriction	With Donor Restriction	Total
Board designated endowment funds	\$ 1,851,943	\$ -	\$ 1,851,943
Donor restricted endowment funds			
Original donor restricted gift amount and amounts required to be maintained in perpetuity by donor	-	10,129,319	10,129,319
Accumulated investment gains	-	7,129,926	7,129,926
	<u>\$ 1,851,943</u>	<u>\$ 17,259,245</u>	<u>\$ 19,111,188</u>

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 10. FOUNDATION ENDOWMENTS (CONTINUED)

Changes in endowment funds for the year ended June 30, 2024 is as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning	\$ 1,851,943	\$ 17,259,245	\$ 19,111,188
Investment return, net	468,123	1,487,656	1,955,779
Contributions	817,224	235,301	1,052,525
Equity transfers from Home (estates)	638,345	-	638,345
Appropriation of endowment assets pursuant to spending policy	-	(331,070)	(331,070)
Other changes:			
Distributions from board designated endowment pursuant to distribution policy	(260,600)	-	(260,600)
Endowment net assets, ending	<u>\$ 3,515,035</u>	<u>\$ 18,651,132</u>	<u>\$ 22,166,167</u>

Changes in endowment funds for the year ended June 30, 2023 is as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning	\$ 1,299,026	\$ 15,809,466	\$ 17,108,492
Investment return, net	171,860	1,167,744	1,339,604
Contributions	-	646,581	646,581
Equity transfers from Home (estates)	475,457	-	475,457
Appropriation of endowment assets pursuant to spending policy	-	(364,546)	(364,546)
Other changes:			
Distributions from board designated endowment pursuant to distribution policy	(94,400)	-	(94,400)
Endowment net assets, ending	<u>\$ 1,851,943</u>	<u>\$ 17,259,245</u>	<u>\$ 19,111,188</u>

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 10. FOUNDATION ENDOWMENTS (CONTINUED)

Underwater Endowment Funds

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or SPMIFA requires the Foundation to retain as a fund of perpetual duration. There were no deficiencies of this nature as of June 30, 2024. Deficiencies of this nature existed in five donor-restricted endowment funds, which together had an original gift value of \$406,582, a current fair value of \$402,206, and a deficiency of \$4,375 as of June 30, 2023. These deficiencies resulted from unfavorable market fluctuations that occurred after the investment of contributions for donor-restricted endowment funds and continued appropriations for certain programs that was deemed prudent by the board of directors.

Return Objectives and Risk Parameters

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Foundation must hold in perpetuity or for a donor-specified period. Under this policy, as approved by the Board of Trustees, the endowment assets are invested in a manner to minimize the risk of large losses, preserve principal and increase the inflation adjusted value of the investments over time. This objective is to preserve the real purchasing power of the endowment by seeking long-term returns which either match or exceed the spending rate plus inflation.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Foundation 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 Foundation 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 and How the Investment Objectives Relate to Spending Policy

The Foundation has a policy of appropriating for distribution each year 4 percent of the market value of the investments endowed for general operations at fiscal year-end, averaged over a trailing five year period for the years ended June 30, 2024 and 2023. In establishing this policy, the Foundation considered the long-term expected return on its investment assets. This policy is consistent with the Foundation's expectation that, over time, the total real return (return net of inflation) from investments will exceed the endowment's pay-out rate, thus allowing for real growth of endowment assets.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 11. FAIR VALUE MEASUREMENTS

Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820 *Fair Value Measurements*, provides the framework for measuring fair value. That framework provides 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 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level 1 - inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets.

Level 2 - inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; and inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 - inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's and liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2024 and 2023.

Common stock, preferred stock, exchange traded funds, mortgage backed securities, mutual funds, corporate bonds, government bonds: Valued at the closing price reported on the active markets on which the individual securities are traded.

Certificates of deposit: Valued at the amortized value held at year end.

Hedge fund: Valued at net asset value (NAV) of units held. The NAV is used as a practical expedient to estimate fair value. The NAV is based on the fair value of the underlying investments held by the fund less its liability. This practical expedient is not used when it is determined probable that the fund will sell the investment for an amount different than the reported NAV.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 11. FAIR VALUE MEASUREMENTS (CONTINUED)

Real estate: Valued at the appraised value of the real estate at the date of the donation.

Beneficial interests in perpetual trusts and endowments: Valued at the fair value of the individual underlying securities of the entire trust and endowment as reported by Trustees, including the closing price reported on the active markets on which the individual securities are traded and the net asset value (NAV) of shares held at year end, times the Home's interest in the trust.

Assets held under split-interest agreements: Valued at the fair value of the individual underlying securities of the entire split-interest agreement, including the closing price reported on the active markets on which the individual securities are traded and the net asset value (NAV) of shares held at year end.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Fair values of assets and liabilities measured on a recurring basis at June 30, 2024 are as follows:

	Total	Quoted Prices in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Operating investments:				
Foundation				
Common stock	\$ 3,237,226	\$ 3,237,226	\$ -	\$ -
Exchange traded funds	244,559	244,559	-	-
Corporate bonds	648,088	648,088	-	-
Mortgage backed securities	405,282	405,282	-	-
Government bonds	970,876	970,876	-	-
Hedge funds *	359,036	-	-	-
Certificates of deposit	221,591	221,591	-	-
Mutual funds	326,348	326,348	-	-
	6,413,006	6,053,970	-	-
Less: Funds held for agency (Home)	(4,015,693)	(4,015,693)	-	-
	2,397,313	2,038,277	-	-

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 11. FAIR VALUE MEASUREMENTS (CONTINUED)

	Total	Quoted Prices in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Operating investments:				
Home				
Common stock	\$ 4,153,259	\$ 4,153,259	\$ -	\$ -
Exchange traded funds	162,863	162,863	-	-
Preferred stock	21,701	21,701	-	-
Corporate bonds	533,883	533,883	-	-
Mortgage backed securities	269,897	269,897	-	-
Government bonds	812,490	812,490	-	-
Hedge funds *	239,099	-	-	-
Certificates of deposit	2,430,619	2,430,619	-	-
Mutual funds	634,979	634,979	-	-
	<u>9,258,790</u>	<u>9,019,691</u>	-	-
Total operating investments	<u>11,656,103</u>	<u>11,057,968</u>	-	-
Endowment investments:				
Foundation				
Common stock	11,182,501	11,182,501	-	-
Exchange traded funds	1,161,685	1,161,685	-	-
Corporate bonds	2,177,154	2,177,154	-	-
Mortgage backed securities	1,361,485	1,361,485	-	-
Government bonds	3,261,511	3,261,511	-	-
Hedge funds *	1,206,127	-	-	-
Mutual funds	1,379,668	1,379,668	-	-
Total endowment investments	<u>21,730,131</u>	<u>20,524,004</u>	-	-

THE METHODIST HOME OF THE SOUTH
 GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 11. FAIR VALUE MEASUREMENTS (CONTINUED)

	Total	Quoted Prices in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<u>Assets held under split-interest agreements:</u>				
Cash and money market funds (at cost)	\$ 6,522	\$ -	\$ -	\$ -
Common stock	-	-	-	-
Corporate bonds	-	-	-	-
Government bonds	-	-	-	-
Mutual funds	-	-	-	-
<u>Total assets held under split-interest agreements</u>	<u>6,522</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Beneficial interests in perpetual trusts and endowments</u>	<u>39,652,468</u>	<u>-</u>	<u>-</u>	<u>39,652,468</u>
	<u>\$73,045,224</u>	<u>\$31,581,972</u>	<u>\$ -</u>	<u>\$ 39,652,468</u>

* Investments measured at fair value using net asset value (NAV) per share as a practical expedient are not classified in the fair value hierarchy.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 11. FAIR VALUE MEASUREMENTS (CONTINUED)

Fair values of assets and liabilities measured on a recurring basis at June 30, 2023 are as follows:

	Total	Quoted Prices in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Operating investments:				
Foundation				
Common stock	\$ 3,107,743	\$ 3,107,743	\$ -	\$ -
Exchange traded funds	227,414	227,414	-	-
Corporate bonds	465,576	465,576	-	-
Mortgage backed securities	321,425	321,425	-	-
Government bonds	940,945	940,945	-	-
Hedge funds *	309,062	-	-	-
Certificates of deposit	211,926	211,926	-	-
Mutual funds	301,704	301,704	-	-
	5,885,795	5,576,733	-	-
Less: Funds held for agency (Home)	(3,580,694)	(3,580,694)	-	-
	2,305,101	1,996,039	-	-
Operating investments:				
Home				
Common stock	3,720,880	3,720,880	-	-
Exchange traded funds	147,488	147,488	-	-
Preferred stock	19,696	19,696	-	-
Corporate bonds	383,202	383,202	-	-
Mortgage backed securities	208,458	208,458	-	-
Government bonds	753,595	753,595	-	-
Hedge funds *	200,440	-	-	-
Certificates of deposit	2,584,216	2,584,216	-	-
Mutual funds	557,944	557,944	-	-
	8,575,919	8,375,479	-	-
Total operating investments	10,881,020	10,371,518	-	-

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 11. FAIR VALUE MEASUREMENTS (CONTINUED)

	Total	Quoted Prices in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Endowment investments:				
<u>Foundation</u>				
Common stock	\$ 9,768,625	\$ 9,768,625	\$ -	\$ -
Exchange traded funds	1,011,959	1,011,959	-	-
Corporate bonds	1,414,484	1,414,484	-	-
Mortgage backed securities	976,533	976,533	-	-
Government bonds	2,858,717	2,858,717	-	-
Hedge funds *	938,971	-	-	-
Mutual funds	1,216,666	1,216,666	-	-
Total endowment investments	18,185,955	17,246,984	-	-
Assets held under split-interest agreements:				
<u>Cash and money market funds (at cost)</u>				
Common stock	60,871	-	-	-
Corporate bonds	443,620	443,620	-	-
Government bonds	58,756	58,756	-	-
Mutual funds	89,415	89,415	-	-
Mutual funds	148,636	148,636	-	-
Total assets held under split-interest agreements	801,298	740,427	-	-
Beneficial interests in perpetual trusts and endowments	36,234,197	-	-	36,234,197
	<u>\$66,102,470</u>	<u>\$28,358,929</u>	<u>\$ -</u>	<u>\$ 36,234,197</u>

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 11. FAIR VALUE MEASUREMENTS (CONTINUED)

The summary of changes in the fair value of the Level 3 investment assets for the Home for the year ended June 30, 2024 are as follows:

	Fair Value Measurements Using Significant Unobservable Inputs (Level 3)	
	Total	Beneficial interest in perpetual trust
Balance, beginning of year	\$ 36,234,197	\$ 36,234,197
Investment return, net	3,418,271	3,418,271
Balance, end of year	<u>\$ 39,652,468</u>	<u>\$ 39,652,468</u>

The summary of changes in the fair value of the Level 3 investment assets for Home for the year ended June 30, 2023 are as follows:

	Fair Value Measurements Using Significant Unobservable Inputs (Level 3)	
	Total	Beneficial interest in perpetual trust
Balance, beginning of year	\$ 34,517,000	\$ 34,517,000
Investment return, net	1,717,197	1,717,197
Balance, end of year	<u>\$ 36,234,197</u>	<u>\$ 36,234,197</u>

NOTE 12. TRANSACTIONS BETWEEN INTERRELATED ENTITIES

As disclosed in Note 1, the Foundation was created specifically for the benefit of and to carry out the purpose of The Methodist Home of the South Georgia Conference, Inc. (the Home). The Home transfers all real estate, endowment and estate contributions and trust fund distributions to the Foundation, and they are reported on the Foundation's Statement of Activities as equity transfers, in accordance with the Financial Accounting Standards Board Codification No. ASC 958. The Home may request charitable support from the Foundation at any time, subject to the consideration by the Foundation Board. The Foundation and the Home mutually determine the manner and timing of distributions of charitable support.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 12. TRANSACTIONS BETWEEN INTERRELATED ENTITIES (continued)

Equity Transfers

Equity transfers from the Home to the Foundation for estates and trusts consisted of \$588,815 and \$751,785 for the years ended June 30, 2024 and 2023, respectively.

Distributions to Beneficiary

The Foundation distributed the following funds to the Home during the year ended June 30:

	2024	2023
Endowment draws for benevolent care	\$ 120,000	\$ 120,000
Endowment draws for Chaplain's position	44,953	44,305
Endowment draws for Columbus campus	46,622	43,488
Endowment draws for general operations and non-endowment distributions for education	234,691	233,283
	\$ 446,266	\$ 441,076

Other Transactions

Administrative costs are reimbursed to and office space is leased from the Home. The Foundation leased office space from the Home for \$8,328 and \$8,424 annually, for the years ended June 30, 2024 and 2023, respectively. The Foundation also paid the Home a fee of \$2,300 each year for use of development resources. The Home leased employees from the Foundation for \$25,819 and \$22,780 during the years ended June 30, 2024 and 2023, respectively.

The Home owed a net total of \$31,027 and \$60,451 to the Foundation at June 30, 2024 and 2023, respectively. The Home has a line of credit with the Foundation totaling \$250,000 that is renewable in June of each year and bears no interest. The Home's line of credit balance was \$0 for the years ended June 30, 2024 and 2023.

NOTE 13. DONATED ASSETS AND SERVICES

Donated clothing and household goods of \$89,336 and \$88,159 were sold to support program services during the years ended June 30, 2024 and 2023, respectively. The clothing and household goods were recorded at fair value on the date of the donation as outlined in Note 2.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 14. COMMITMENTS

The Organization entered into a contract with a five year commitment for voice and data services. The commitment is \$9,681 per month and there are fifty six months remaining on the contract as of June 30, 2024. The early termination fee is 100% of the monthly service fees for months remaining in the contract.

SUPPLEMENTARY INFORMATION



HOWARD, MOORE
& MCDUFFIE, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON THE
SUPPLEMENTARY INFORMATION

To the Board of Trustees
The Methodist Home
of the South Georgia Conference, Inc. and Subsidiary
Macon, Georgia

We have audited the financial statements of The Methodist Home of the South Georgia Conference, Inc. and the Foundation of the Methodist Home of the South Georgia Conference, Inc. as of and for the year ended June 30, 2024, and have issued our report thereon dated December 19, 2024, which contains an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The Consolidating Statement of Financial Position, Activities, and Cash Flows, Foundation of the Methodist Children's Home Statement of Activities, and Foundation Schedule of Pooled Funds and Endowments are presented for the purpose of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Howard, Moore & McDuffie, P.C.

December 19, 2024

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

SUPPLEMENTARY INFORMATION

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

June 30, 2024

	The Methodist Home of the South Georgia Conference, Inc.	The Foundation of the Methodist Home, Inc.	Eliminating Entries	Total
ASSETS				
Cash and cash equivalents	\$ 4,449,420	\$ 311,551	\$ (57,120)	\$ 4,703,851
Cash and cash equivalents with donor restrictions	538,689	89,700	-	628,389
Operating investments, at market (Note 11)	9,258,790	6,413,006	(4,015,693)	11,656,103
Accounts receivable	748,823	-	-	748,823
Estate distributions receivable	10,961	-	-	10,961
Due from beneficiary, net	-	31,027	(31,027)	-
Prepaid expenses	404,337	-	-	404,337
Cash restricted for capital improvement projects	519,128	144,352	-	663,480
Operating lease right-of-use asset (Note 8)	40,513	-	-	40,513
Financing lease right-of-use asset (Note 8)	47,570	-	-	47,570
Property and equipment, net (Note 5)	10,761,730	-	-	10,761,730
Charitable gift annuity (Note 4)	-	129,043	-	129,043
Assets held under charitable remainder unitrust agreements (Note 11)	-	6,522	-	6,522
Beneficial interests in perpetual trusts and endowments (Note 11)	39,652,468	-	-	39,652,468
Beneficial interests in net assets of Foundation Endowment	25,060,274	-	(25,060,274)	-
Cash and cash equivalents	16,100	419,936	-	436,036
Investments, at market (Note 11)	-	21,730,131	-	21,730,131
TOTAL ASSETS	\$ 91,508,803	\$ 29,275,268	\$ (29,164,114)	\$ 91,619,957

See independent auditor's report
on the supplementary information.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

SUPPLEMENTARY INFORMATION

CONSOLIDATING STATEMENT OF FINANCIAL POSITION (CONTINUED)

June 30, 2024

	The Methodist Home of the South Georgia Conference, Inc.	The Foundation of the Methodist Home, Inc.	Eliminating Entries	Total
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts payable	\$ 703,990	\$ 1,051	\$ -	\$ 705,041
Accrued payroll and compensated absences	606,910	9,090	-	616,000
Other payroll deductions payable	28,435	2,312	-	30,747
Children's savings payable	36,640	-	-	36,640
Sales tax payable	726	-	-	726
Operating lease liability (Note 8)	40,513	-	-	40,513
Financing lease liability (Note 8)	47,953	-	-	47,953
Funds held for agency	-	4,072,813	(4,072,813)	-
Due to Foundation	31,027	-	(31,027)	-
Liabilities under split-interest agreements	-	129,728	-	129,728
TOTAL LIABILITIES	1,496,194	4,214,994	(4,103,840)	1,607,348
NET ASSETS				
Without donor restrictions				
Undesignated	10,289,604	1,011,174	(1,011,174)	10,289,604
Designated by Board for operating reserve	4,190,929	-	-	4,190,929
Designated by Board for endowment	3,814,343	3,814,343	(3,814,343)	3,814,343
Invested in property and equipment, net	10,761,730	-	-	10,761,730
	29,056,606	4,825,517	(4,825,517)	29,056,606
With donor restrictions				
Purpose restricted (Note 9)	10,936,314	9,867,536	(9,867,536)	10,936,314
Time-restricted for future periods (Note 9)	-	-	-	-
Perpetual in nature (Note 9)	50,019,689	10,367,221	(10,367,221)	50,019,689
	60,956,003	20,234,757	(20,234,757)	60,956,003
TOTAL NET ASSETS	90,012,609	25,060,274	(25,060,274)	90,012,609
TOTAL LIABILITIES AND NET ASSETS	\$ 91,508,803	\$ 29,275,268	\$ (29,164,114)	\$ 91,619,957

See independent auditor's report
on the supplementary information.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

SUPPLEMENTARY INFORMATION

CONSOLIDATING STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2024

	The Methodist Home of the South Georgia Conference, Inc.	The Foundation of the Methodist Home, Inc.	Eliminating Entries	Total
CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS - REVENUES, GAINS AND SUPPORT				
Program Service Revenue				
State and county reimbursements-group care	\$ 4,725,464	\$ -	\$ -	\$ 4,725,464
State and county reimbursements-foster care	768,824	-	-	768,824
Mental health services	1,200,589	-	-	1,200,589
Community based services	338,372	-	-	338,372
Daycare and Pre K revenues	364,583	-	-	364,583
Total Program Services	7,397,832	-	-	7,397,832
 Quality Basic Education allotment	 243,948	 -	 -	 243,948
 Federal and State Contracts and Grants				
Residential facility school grant	329,766	-	-	329,766
School nutrition program contract	29,473	-	-	29,473
STABLE grant	9,910	-	-	9,910
Adoptions grant	43,800	-	-	43,800
Pre-K Bright from the Start grant	91,314	-	-	91,314
Total Federal and State Contracts and Grants	504,263	-	-	504,263

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THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

SUPPLEMENTARY INFORMATION

CONSOLIDATING STATEMENT OF ACTIVITIES (CONTINUED)

For the Year Ended June 30, 2024

	The Methodist Home of the South Georgia Conference, Inc.	The Foundation of the Methodist Home, Inc.	Eliminating Entries	Total
Contributions	\$ 2,435,199	\$ 86,745	\$ -	\$ 2,521,944
Auxiliary fundraisers	159,756	-	-	159,756
Other income	291,733	-	(12,054)	279,679
Net unrealized and realized investment gains (losses)	654,395	225,632	-	880,027
Other investment income, net	231,149	107,758	-	338,907
Change in annuity value	-	1,193	-	1,193
Distributions from perpetual trusts and endowments	1,864,820	-	-	1,864,820
Gain on disposal of assets	76,987	-	-	76,987
Change in interest in net assets of Foundation	1,330,470	-	(1,330,470)	-
TOTAL REVENUES, GAINS AND SUPPORT WITHOUT DONOR RESTRICTIONS	15,190,552	421,328	(1,342,524)	14,269,356
Net assets released from restrictions				
Restrictions satisfied by time	-	819,900	-	819,900
Restrictions satisfied by payments	1,489,341	367,466	-	1,856,807
Total net assets released from restrictions	1,489,341	1,187,366	-	2,676,707
TOTAL REVENUES, GAINS, SUPPORT AND RECLASSIFICATIONS WITHOUT DONOR RESTRICTIONS	16,679,893	1,608,694	(1,342,524)	16,946,063

See independent auditor's report
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THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

SUPPLEMENTARY INFORMATION

CONSOLIDATING STATEMENT OF ACTIVITIES (CONTINUED)

For the Year Ended June 30, 2024

	The Methodist Home of the South Georgia Conference, Inc.	The Foundation of the Methodist Home, Inc.	Eliminating Entries	Total
EXPENSES AND LOSSES				
Program Services				
Residential childcare				
Compensation	\$ 5,760,331	\$ -	\$ -	\$ 5,760,331
Operations	2,589,460	-	-	2,589,460
Child expenses	1,192,076	-	-	1,192,076
	9,541,867	-	-	9,541,867
Community Services	2,849,723	-	-	2,849,723
Foundation	-	451,242	(446,266)	4,976
Total Program Services	12,391,590	451,242	(446,266)	12,396,566
Supporting Services				
Administrative	2,179,189	-	-	2,179,189
Development	985,495	-	-	985,495
Foundation	-	273,277	(12,054)	261,223
Total Supporting Services	3,164,684	273,277	(12,054)	3,425,907
TOTAL EXPENSES	15,556,274	724,519	(458,320)	15,822,473
INCREASE (DECREASE) IN NET ASSETS WITHOUT DONOR RESTRICTIONS	1,123,619	884,175	(884,204)	1,123,590

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THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

SUPPLEMENTARY INFORMATION

CONSOLIDATING STATEMENT OF ACTIVITIES (CONTINUED)

For the Year Ended June 30, 2024

	The Methodist Home of the South Georgia Conference, Inc.	The Foundation of the Methodist Home, Inc.	Eliminating Entries	Total
CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS				
Contributions	\$ 948,453	\$ 235,300	\$ -	\$ 1,183,753
Grants from private foundations	693,982	-	-	693,982
Distributions from beneficial interests in trusts and endowments	58,940	-	-	58,940
Change in interest in net assets of Foundation	1,134,137	-	(1,134,137)	-
Net realized and unrealized investment gains (losses)	-	1,222,882	-	1,222,882
Other investment income, net	-	355,283	-	355,283
Increase (decrease) in beneficial interests in perpetual trusts and endowments	3,418,270	-	-	3,418,270
Change in assets of charitable remainder unitrust	-	508,067	-	508,067
Net assets released from restrictions	(1,489,341)	(1,187,366)	-	(2,676,707)
INCREASE (DECREASE) IN NET ASSETS WITH DONOR RESTRICTIONS	4,764,441	1,134,166	(1,134,137)	4,764,470
INCREASE (DECREASE) IN NET ASSETS BEFORE EQUITY TRANSFERS	5,888,060	2,018,341	(2,018,341)	5,888,060
EQUITY TRANSFERS FROM BENEFICIARY	-	588,815	(588,815)	-
INCREASE (DECREASE) IN NET ASSETS	5,888,060	2,607,156	(2,607,156)	5,888,060
NET ASSETS - BEGINNING	84,124,549	22,453,118	(22,453,118)	84,124,549
NET ASSETS - ENDING	\$ 90,012,609	\$ 25,060,274	\$ (25,060,274)	\$ 90,012,609

See independent auditor's report
on the supplementary information.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

SUPPLEMENTARY INFORMATION

CONSOLIDATING STATEMENT OF CASH FLOWS

For the Year Ended June 30, 2024

	The Methodist Home of the South Georgia Conference, Inc.	The Foundation of the Methodist Home, Inc.	Eliminating Entries	Total
CASH FLOWS FROM (TO) OPERATING ACTIVITIES				
Increase (decrease) in net assets	\$ 5,888,060	\$ 2,607,156	\$ (2,607,156)	\$ 5,888,060
Adjustments to reconcile increase (decrease) in net assets to net cash provided (used) by operating activities:				
Net investment losses (gains)	(616,618)	(1,258,102)	111,656	(1,763,064)
Depreciation	727,921	-	-	727,921
Amortization of ROU asset	20,077	-	-	20,077
Operating lease expense	25,255	-	-	25,255
(Gain) loss on disposal of property	(76,989)	-	-	(76,989)
Donated marketable securities	(31,134)	(121,053)	-	(152,187)
Change in value of charitable annuity	-	(2,228)	-	(2,228)
Change in value of charitable remainder unitrust	-	15,230	-	15,230
Change in beneficial interest in Foundation	(2,464,607)	-	2,464,607	-
Change in beneficial interests in perpetual trusts and endowments	(3,429,232)	-	-	(3,429,232)
Foundation distributions for operations	446,266	-	(446,266)	-
(Increase) decrease in:				
Accounts receivable	(5,072)	-	-	(5,072)
Prepaid expenses	(37,658)	-	-	(37,658)
Due from beneficiary	-	29,424	(29,424)	-

See independent auditor's report
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THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

SUPPLEMENTARY INFORMATION

CONSOLIDATING STATEMENT OF CASH FLOWS (CONTINUED)

For the Year Ended June 30, 2024

	The Methodist Home of the South Georgia Conference, Inc.	The Foundation of the Methodist Home, Inc.	Eliminating Entries	Total
CASH FLOWS FROM (TO) OPERATING ACTIVITIES (CONTINUED)				
Increase (decrease) in:				
Accounts payable	\$ 186,775	\$ (2,436)	\$ -	\$ 184,339
Operating lease liability	(25,513)	-	-	(25,513)
Children's savings payable	16,010	-	-	16,010
Other payroll deductions payable	3,603	753	-	4,356
Accrued payroll and compensated absences	127,568	235	-	127,803
Liabilities under split-interest agreements	-	1,035	-	1,035
Due to Foundation	(29,424)	-	29,424	-
Sales tax payable	(212)	-	-	(212)
Contributions for long-term purposes	(1,275,310)	(235,301)	-	(1,510,611)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(550,234)	1,034,713	(477,159)	7,320
CASH FLOWS FROM (TO) INVESTING ACTIVITIES				
Proceeds from sale of property and equipment	200,695	-	-	200,695
Payments for the purchase of property and equipment	(678,210)	-	-	(678,210)
Proceeds from sales of investments	1,164,178	7,246,623	-	8,410,801
Purchases of investments	(1,199,297)	(9,615,512)	-	(10,814,809)
Cash equity transfers to Foundation	(588,815)	-	588,815	-
(Addition) to withdrawal from assets held under split-interest agreements	-	316,247	-	316,247
Change in assets restricted to building	(89,753)	-	-	(89,753)
Change in assets restricted to investment	33,324	455,873	-	489,197
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	(1,157,878)	(1,596,769)	588,815	(2,165,832)

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THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

SUPPLEMENTARY INFORMATION

CONSOLIDATING STATEMENT OF CASH FLOWS (CONTINUED)

For the Year Ended June 30, 2024

	The Methodist Home of the South Georgia Conference, Inc.	The Foundation of the Methodist Home, Inc.	Eliminating Entries	Total
CASH FLOWS FROM (TO) FINANCING ACTIVITIES				
Payments to beneficiaries of split-interest agreements	\$ -	\$ (13,121)	\$ -	\$ (13,121)
Principal payments on financing leases	(19,595)	-	-	(19,595)
Collections of contributions for long-term purposes	1,296,356	235,301	-	1,531,657
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	1,276,761	222,180	-	1,498,941
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(431,351)	(339,876)	111,656	(659,571)
BEGINNING CASH AND CASH EQUIVALENTS	5,419,460	741,127	(168,776)	5,991,811
ENDING CASH AND CASH EQUIVALENTS	\$ 4,988,109	\$ 401,251	\$ (57,120)	\$ 5,332,240
SUPPLEMENTAL SCHEDULE OF NONCASH INVESTING AND FINANCING ACTIVITIES:				
Interest expense payments on financing leases	\$ (1,620)	\$ -	\$ -	\$ (1,620)
ROU asset obtained in exchange for new operating lease liability	\$ 50,735	\$ -	\$ -	\$ 50,735

See independent auditor's report
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THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

SUPPLEMENTARY INFORMATION

FOUNDATION OF THE METHODIST HOME
OF THE SOUTH GEORGIA CONFERENCE, INC.

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2024
with Comparative Totals for the Year Ended June 30, 2023

	2024	2023
CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS - REVENUES, GAINS AND SUPPORT		
Investment Return		
Net realized and unrealized appreciation (depreciation)	\$ 225,632	\$ (101,672)
Other investment income, net	107,758	110,163
Change in annuity value	1,193	(2,072)
	334,583	6,419
Total Investment Return		
Contributions	86,745	35,940
	421,328	42,359
TOTAL REVENUES, GAINS AND SUPPORT WITHOUT DONOR RESTRICTIONS		
Net assets released from restrictions		
Restrictions satisfied by time	819,900	22,799
Restrictions satisfied by payments	367,466	415,512
	1,187,366	438,311
Total net assets released from restrictions		
TOTAL REVENUES, GAINS, SUPPORT AND RECLASSIFICATIONS WITHOUT DONOR RESTRICTIONS	1,608,694	480,670
EXPENSES		
Program Services		
Distributions to beneficiary	446,266	441,076
Christmas gifts for children and other support	4,976	14,486
	451,242	455,562
Total Program Services		

See independent auditor's report
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THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

SUPPLEMENTARY INFORMATION

FOUNDATION OF THE METHODIST HOME
OF THE SOUTH GEORGIA CONFERENCE, INC.

STATEMENT OF ACTIVITIES (CONTINUED)

For the Year Ended June 30, 2024
with Comparative Totals for the Year Ended June 30, 2023

	2024	2023
EXPENSES (CONTINUED)		
Supporting Services		
General and Administrative		
Salaries and payroll taxes	\$ 100,585	\$ 91,831
Accounting and legal	28,406	48,729
Bank charges	696	713
Meetings	6,349	6,421
Total General and Administrative	136,036	147,694
Fundraising		
Salaries, payroll tax and benefits	108,379	92,990
Advertising and other promotional	2,333	4,553
Printing and publication	538	1,151
Communications and computer	4,500	3,839
Travel and automobile	1,370	2,179
Office supplies and other	-	8,059
Insurance	11,653	6,569
Staff training and education	140	1,022
Facilities rent	8,328	8,424
Total Fundraising	137,241	128,786
Total Supporting Services	273,277	276,480
TOTAL EXPENSES	724,519	732,042
INCREASE (DECREASE) IN NET ASSETS WITHOUT DONOR RESTRICTIONS	884,175	(251,372)

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THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

SUPPLEMENTARY INFORMATION

FOUNDATION OF THE METHODIST HOME
OF THE SOUTH GEORGIA CONFERENCE, INC.

STATEMENT OF ACTIVITIES (CONTINUED)

For the Year Ended June 30, 2024
with Comparative Totals for the Year Ended June 30, 2023

	2024	2023
CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS		
Investment Return		
Net realized and unrealized appreciation (depreciation)	\$ 1,222,882	\$ 596,570
Other investment income, net	355,283	633,406
	1,578,165	1,229,976
Total Investment Return	1,578,165	1,229,976
Contributions	235,300	851,952
Change in assets of split-interest agreements	508,067	(22,799)
Net assets released from restrictions	(1,187,366)	(438,311)
	1,134,166	1,620,818
INCREASE (DECREASE) IN NET ASSETS WITH DONOR RESTRICTIONS	1,134,166	1,620,818
INCREASE (DECREASE) IN NET ASSETS BEFORE EQUITY TRANSFERS	2,018,341	1,369,446
EQUITY TRANSFERS FROM BENEFICIARY	588,815	751,785
	2,607,156	2,121,231
INCREASE (DECREASE) IN NET ASSETS	2,607,156	2,121,231
NET ASSETS - BEGINNING	22,453,118	20,331,887
NET ASSETS - ENDING	\$ 25,060,274	\$ 22,453,118

See independent auditor's report
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THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

SUPPLEMENTARY INFORMATION

FOUNDATION SCHEDULE OF POOLED FUNDS AND ENDOWMENTS

June 30, 2024

	Investments At Cost	Unrealized Appreciation (Depreciation)	Investments At Market	Cash and Cash Equivalents	Total At Market	Without Donor Restrictions	With Donor Restrictions (Purpose/Time)	With Donor Restrictions (Perpetual)
ENDOWMENTS (POOLED)								
Operations:								
General	\$ 5,673,868	\$ 681,000	\$ 6,354,868	\$ 90,394	\$ 6,445,262	\$ -	\$ 2,628,637	\$ 3,816,625
Dr. Thomas McIntosh	2,543,622	305,296	2,848,918	40,524	2,889,442	-	2,061,041	828,401
William H. Chambliss	351,857	42,231	394,088	5,606	399,694	-	264,935	134,759
Joseph Company	1,493,727	179,284	1,673,011	23,797	1,696,808	-	698,781	998,027
Frank and Annie Jones	268,948	32,280	301,228	4,285	305,513	-	162,143	143,370
Rumford	137,507	16,504	154,011	2,191	156,202	-	52,392	103,810
Lanford	165,622	19,878	185,500	2,639	188,139	-	74,631	113,508
Mary Joan Greene	144,617	17,358	161,975	2,304	164,279	-	64,279	100,000
Proffitt	29,484	3,539	33,023	470	33,493	-	3,612	29,881
Crockett	682,513	81,918	764,431	10,874	775,305	-	78,237	697,068
Mary Ann Heard	216,502	25,986	242,488	3,449	245,937	-	17,953	227,984
Robert & Daphne Hyatt	20,026	2,404	22,430	319	22,749	-	1,499	21,250
Mary McCalla Smith	48,728	5,848	54,576	776	55,352	-	5,352	50,000
Standford & Donna Hunter	19,048	2,286	21,334	303	21,637	-	1,175	20,462
Drinkard Edenfield	51,467	6,178	57,645	820	58,465	-	8,000	50,465
M.S. Allen	46,445	5,574	52,019	740	52,759	-	4,490	48,269
Buchanan	24,070	2,889	26,959	383	27,342	-	2,342	25,000
Tott	177,559	21,311	198,870	2,829	201,699	-	17,025	184,674
Evans	21,983	2,638	24,621	350	24,971	-	2,471	22,500
Joiner-Tripp	25,179	3,022	28,201	401	28,602	-	3,602	25,000
D.L. Carroll Brennan	36,660	4,400	41,060	584	41,644	-	1,644	40,000
Board Designated Endowment	2,510,028	301,264	2,811,292	39,989	2,851,281	2,851,281	-	-
Columbus for Kids	793,276	95,212	888,488	12,638	901,126	-	324,126	577,000
Operating Reserve (Board designated)	34,507	4,142	38,649	550	39,199	39,199	-	-
Foundation President's Fund (Board designated)	257,011	30,847	287,858	4,095	291,953	291,953	-	-
	<u>15,774,254</u>	<u>1,893,289</u>	<u>17,667,543</u>	<u>251,310</u>	<u>17,918,853</u>	<u>3,182,433</u>	<u>6,478,367</u>	<u>8,258,053</u>

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THE METHODIST HOME OF THE SOUTH
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SUPPLEMENTARY INFORMATION

FOUNDATION SCHEDULE OF POOLED FUNDS AND ENDOWMENTS (CONTINUED)

June 30, 2024

	Investments At Cost	Unrealized Appreciation (Depreciation)	Investments At Market	Cash and Cash Equivalents	Total At Market	Without Donor Restrictions	With Donor Restrictions (Purpose/Time)	With Donor Restrictions (Perpetual)
ENDOWMENTS (POOLED; CONTINUED)								
Education:								
Selma Pou Fund	\$ 198,890	\$ 23,871	\$ 222,761	\$ 3,169	\$ 225,930	\$ -	\$ 125,264	\$ 100,666
Webb Scholarship Fund	35,747	4,290	40,037	570	40,607	-	25,049	15,558
Young Scholarship Fund	343,898	41,277	385,175	5,479	390,654	-	290,654	100,000
Parrish Fund	23,027	2,763	25,790	367	26,157	-	16,157	10,000
Hightower Scholarship Fund	34,572	4,150	38,722	551	39,273	-	28,556	10,717
Dr. E.W. Lyda (HOPE program)	12,133	1,456	13,589	193	13,782	-	9,015	4,767
Bennett Fund	15,068	1,809	16,877	240	17,117	-	12,117	5,000
Smitha Fund	17,613	2,113	19,726	281	20,007	-	15,007	5,000
Woolridge Fund	246,769	29,619	276,388	3,931	280,319	-	180,319	100,000
Yarboro Fund	69,667	8,362	78,029	1,110	79,139	-	45,019	34,120
Harrison Fund	190,605	22,878	213,483	3,037	216,520	-	116,520	100,000
Kennerly-Wiggins Scholarship Fund	128,440	15,416	143,856	2,046	145,902	-	75,535	70,367
Educational Endowment Fund	62,361	7,485	69,846	994	70,840	-	34,290	36,550
Cross Keys UMC Fund	45,336	5,441	50,777	722	51,499	-	18,287	33,212
Walt & Hilda Wilson	23,809	2,858	26,667	379	27,046	-	1,546	25,500
Benson Educational Endowment Fund	80,104	9,614	89,718	1,276	90,994	-	40,994	50,000
	<u>1,528,039</u>	<u>183,402</u>	<u>1,711,441</u>	<u>24,345</u>	<u>1,735,786</u>	<u>-</u>	<u>1,034,329</u>	<u>701,457</u>

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THE METHODIST HOME OF THE SOUTH
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SUPPLEMENTARY INFORMATION

FOUNDATION SCHEDULE OF POOLED FUNDS AND ENDOWMENTS (CONTINUED)

June 30, 2024

	Investments At Cost	Unrealized Appreciation (Depreciation)	Investments At Market	Cash and Cash Equivalents	Total At Market	Without Donor Restrictions	With Donor Restrictions (Purpose/Time)	With Donor Restrictions (Perpetual)
ENDOWMENTS (POOLED; CONTINUED)								
Plant:								
R. F. Burden	\$ 43,248	\$ 5,191	\$ 48,439	\$ 689	\$ 49,128	\$ -	\$ 40,054	\$ 9,074
Walker Emergency Fund	517,152	62,071	579,223	8,239	587,462	-	487,462	100,000
Honor and Memorial (Board designated)	31,507	3,781	35,288	502	35,790	35,790	-	-
Home Property Trust (Board designated)	4,044	486	4,530	64	4,594	4,594	-	-
	<u>595,951</u>	<u>71,529</u>	<u>667,480</u>	<u>9,494</u>	<u>676,974</u>	<u>40,384</u>	<u>527,516</u>	<u>109,074</u>
Mentor:								
James & Edith West	132,941	15,957	148,898	2,118	151,016	-	6,816	144,200
Christmas gifts:								
Bill Hill Fund	55,055	6,608	61,663	877	62,540	-	34,967	27,573
TOTAL ENDOWMENTS (POOLED)	<u>18,086,240</u>	<u>2,170,785</u>	<u>20,257,025</u>	<u>288,144</u>	<u>20,545,169</u>	<u>3,222,817</u>	<u>8,081,995</u>	<u>9,240,357</u>
SEGREGATED ENDOWMENT FUNDS								
Chaplain:								
Luce Fund	1,094,248	86,640	1,180,888	21,028	1,201,916	-	201,916	1,000,000
Education:								
Unnamed Funds	-	-	-	42,968	42,968	-	-	42,968
Operations:								
Joseph Company	-	-	-	34,159	34,159	-	-	34,159
Evans	-	-	-	2,500	2,500	-	-	2,500
Proffitt	-	-	-	600	600	-	-	600
Montgomery (Board designated)	292,160	58	292,218	-	292,218	292,218	-	-
Unnamed Funds	-	-	-	46,637	46,637	-	-	46,637
TOTAL SEGREGATED FUNDS	<u>1,386,408</u>	<u>86,698</u>	<u>1,473,106</u>	<u>147,892</u>	<u>1,620,998</u>	<u>292,218</u>	<u>201,916</u>	<u>1,126,864</u>
TOTAL ENDOWMENTS	<u>19,472,648</u>	<u>2,257,483</u>	<u>21,730,131</u>	<u>436,036</u>	<u>22,166,167</u>	<u>3,515,035</u>	<u>8,283,911</u>	<u>10,367,221</u>

See independent auditor's report
on the supplementary information.

THE METHODIST HOME OF THE SOUTH
GEORGIA CONFERENCE, INC. AND SUBSIDIARY

SUPPLEMENTARY INFORMATION

FOUNDATION SCHEDULE OF POOLED FUNDS AND ENDOWMENTS (CONTINUED)

	June 30, 2024							
	Investments At Cost	Unrealized Appreciation (Depreciation)	Investments At Market	Cash and Cash Equivalents	Total At Market	Without Donor Restrictions	With Donor Restrictions (Purpose/Time)	With Donor Restrictions (Perpetual)
WITH DONOR RESTRICTIONS (PURPOSE)								
Plant:								
Capital Needs-Macon	\$ 290,148	\$ 34,825	\$ 324,973	\$ 4,623	\$ 329,596	\$ -	\$ 329,596	\$ -
Education:								
Ronald Watson Fund	152,771	18,337	171,108	2,434	173,542	-	173,542	-
Laurie Taylor Fund	47,097	5,653	52,750	750	53,500	-	53,500	-
Operations:								
Columbus Campus	591,581	71,004	662,585	9,425	672,010	-	672,010	-
Americus Campus	86,431	10,374	96,805	1,377	98,182	-	98,182	-
Valdosta Campus	36,921	4,431	41,352	588	41,940	-	41,940	-
TOTAL WITH DONOR RESTRICTIONS (PURPOSE)	<u>1,204,949</u>	<u>144,624</u>	<u>1,349,573</u>	<u>19,197</u>	<u>1,368,770</u>	<u>-</u>	<u>1,368,770</u>	<u>-</u>
WITHOUT DONOR RESTRICTIONS								
Home Operations:								
General	332,222	39,875	372,097	5,293	377,390	377,390	-	-
Olsen Estate	261,316	31,364	292,680	4,163	296,843	296,843	-	-
Funds held for MCH agency	3,585,363	430,330	4,015,693	57,120	4,072,813	4,072,813	-	-
TOTAL WITHOUT DONOR RESTRICTIONS	<u>4,178,901</u>	<u>501,569</u>	<u>4,680,470</u>	<u>66,576</u>	<u>4,747,046</u>	<u>4,747,046</u>	<u>-</u>	<u>-</u>
TOTAL ALL FUNDS, June 30, 2024	24,856,498	2,903,676	27,760,174	521,809	28,281,983	8,262,081	9,652,681	10,367,221
Current Year Increase (Decrease)	2,599,804	1,453,278	4,053,082	(663,664)	3,389,418	1,873,924	1,277,593	237,901
TOTAL ALL FUNDS, June 30, 2023	<u>\$ 22,256,694</u>	<u>\$ 1,450,398</u>	<u>\$ 23,707,092</u>	<u>\$ 1,185,473</u>	<u>\$ 24,892,565</u>	<u>\$ 6,388,157</u>	<u>\$ 8,375,088</u>	<u>\$ 10,129,320</u>

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