

GULF COAST RESTORATION AND PROTECTION FOUNDATION

Baton Rouge, Louisiana

FINANCIAL REPORT

December 31, 2020

GULF COAST RESTORATION AND PROTECTION FOUNDATION

Baton Rouge, Louisiana

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INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors
Gulf Coast Restoration and Protection Foundation
Baton Rouge, Louisiana

Management is responsible for the accompanying financial statements of **GULF COAST RESTORATION AND PROTECTION FOUNDATION**, (the Foundation) (a non-profit organization), which comprise the statement of financial position as of December 31, 2020, and the related statement of activities and cash flows for the year then ended, and related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

A handwritten signature in black ink that reads "Faulk & Winkler, LLC".

Certified Public Accountants

Baton Rouge, Louisiana
February 26, 2021

GULF COAST RESTORATION AND PROTECTION FOUNDATION
Baton Rouge, Louisiana

STATEMENT OF FINANCIAL POSITION

December 31, 2020
(See Independent Accountants' Compilation Report)

ASSETS

CURRENT

Cash and cash equivalents \$ 94,756

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable \$ 25

NET ASSETS

With donor restrictions 94,731

Total liabilities and net assets \$ 94,756

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

GULF COAST RESTORATION AND PROTECTION FOUNDATION

Baton Rouge, Louisiana

STATEMENT OF ACTIVITIES

For the year ended December 31, 2020
(See Independent Accountants' Compilation Report)

	Without Restrictions	With Restrictions	Total
REVENUE			
Contributions and grants	\$ -	\$ 98,980	\$ 98,980
Interest income	-	126	126
Total revenue	-	99,106	99,106
NET ASSETS RELEASED FROM RESTRICTIONS			
Satisfaction of program restrictions	159,212	(159,212)	-
Total revenues and net assets released from restrictions	159,212	(60,106)	99,106
EXPENSES			
Program services:			
IDEA training	154,874	-	154,874
General and administrative:			
Administrative fees	3,600	-	3,600
Custodial fees	351	-	351
Miscellaneous expenses	387	-	387
Total expenses	159,212	-	159,212
Increase in net assets	-	(60,106)	(60,106)
NET ASSETS			
Beginning of year	-	154,837	154,837
End of year	\$ -	\$ 94,731	\$ 94,731

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

GULF COAST RESTORATION AND PROTECTION FOUNDATION

Baton Rouge, Louisiana

STATEMENT OF CASH FLOWS

For the year ended December 31, 2020
(See Independent Accountants' Compilation Report)

CASH FLOWS FROM OPERATING ACTIVITIES

Increase in net assets	\$ (60,106)
Adjustments for non-cash items:	
Decrease in payables	<u>(1,190)</u>
Net decrease in cash	(61,296)

CASH

Beginning of year	<u>156,052</u>
End of year	<u>\$ 94,756</u>

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

GULF COAST RESTORATION AND PROTECTION FOUNDATION

Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and operations

The Gulf Coast Restoration and Protection Foundation (“Foundation”) is a not-for-profit organization formerly known as the LRA Support Foundation (“LRASF”). LRASF was formed to provide resources and support to the Louisiana Recovery Authority, a public body whose mission was to support Louisiana’s recovery from Hurricanes Katrina and Rita. The Foundation’s mission is to provide temporary relief to victims of disasters, both natural and man-made, along the Gulf Coast who suffer financial or economic hardship as a result of such disasters.

The Foundation has several agreements with the Louisiana Department of Education (the State) to provide direct training to state personnel, parents and families of students with disabilities across the State of Louisiana. The objective of the training is to expand the understanding of the special education process and programming by ensuring the families have access to high-quality resources and by developing and implanting support resources. The agreement terms consist of funding from the Federal Individuals with Disabilities Act (IDEA) and other special education funding payable over several years as services are rendered.

Basis of accounting

The Foundation prepares its financial statements on the accrual basis of accounting. Accordingly, revenues are recognized when earned and expenses are recognized when incurred.

Basis of presentation

The Foundation prepares its financial statements on the accrual basis of accounting. The significant accounting policies are described below to enhance the usefulness of the financial statements.

The Foundation reports information regarding financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of presentation (continued)

- *Net Assets Without Donor Restriction* - Net assets that are not subject to or are no longer subject to donor-imposed stipulations. The Foundation does not have any net assets without donor restrictions at December 31, 2020.
- *Net Assets With Donor Restriction* – Net assets whose use is limited by donor-imposed time and/or purpose restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized.

New accounting pronouncement

During the year ended December 31, 2020, the Foundation adopted the requirements of the FASB’s ASU No. 2018-08 Not-for-Profit Entities (Topic 958): *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. The FASB issued this ASU to assist entities in evaluating whether transactions should be accounted for as contributions (nonreciprocal transactions) within the scope of Topic 958, or as exchange (reciprocal) transactions subject to other guidance and determining whether a contribution is conditional.

As a result, the adoption of this standard did not change the Foundation’s methodology for revenue recognition for its current revenue streams.

Cash and cash equivalents

For purposes of the statements of cash flows, the Foundation considers cash in bank accounts and money market funds to be cash equivalents.

Net assets with donor restrictions

During 2020, changes in net assets with donor restrictions were as follows:

	12/31/2019	Increases	Decreases	12/31/2020
Donor restricted	\$ 154,837	\$ 99,106	\$ (159,212)	\$ 94,731

The Foundation’s net assets with donor restrictions are for the purpose of the providing direct training to parents and families of students with disabilities in the State of Louisiana.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net assets with donor restrictions (continued)

When the related purpose restriction is satisfied, these donor restricted net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Contributions

Contributions are recognized when the donor makes a promise to give to the Foundation that is, in substance, unconditional. Donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), donor restricted net assets are reclassified to net assets without donor restrictions.

Functional expense allocation

The financial statements report certain expense categories that are attributable to more than one service or support function. Therefore, these expenses require an allocation on a reasonable basis that is consistently applied. Costs not directly attributable to a function, including memberships, are allocated to general and administrative expenses. Program service expenses are based on the direct costs associated with the program.

Income tax status

The Foundation qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code; therefore, the financial statements have no provision for federal and state income tax. The Foundation files a Form 990 tax return in the U.S. federal jurisdiction. The Foundation follows FASB ASC 740-10, *Accounting for Uncertainty in Income Taxes*. Management of the Foundation believes it has no material uncertain tax positions and has not recognized any liability for unrecognized tax benefits. The Foundation's open audit periods are 2017 through 2020.

Subsequent events

In preparing these financial statements, the Foundation has evaluated events and transactions for potential recognition or disclosure through February 26, 2021, which was the date the financial statements were available to be issued.

NOTE 2 - RELATED PARTIES

The Foundation utilizes facilities and personnel of the Baton Rouge Area Foundation (“BRAAF”) for administrative assistance. The Foundation paid \$3,600 for these services in 2020.

NOTE 3 - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Foundation’s financial assets available within one year of the balance sheet date for general expenses at December 31, 2020 consist of cash and cash equivalents of \$94,756, that has donor imposed restrictions.

As part of the Foundation’s liquidity management, the Foundation maintains sufficient cash balances throughout the year through receiving grants from the State to support the Foundation’s objective to provide training to parents and families of students with disabilities.

NOTE 4 – SUBSEQUENT EVENTS

The COVID-19 outbreak in the United States has caused business disruption through mandated closings, reduction of operating hours, or operational restrictions for nonessential businesses. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of the closings. Therefore, the Company expects this matter to negatively impact availability of resources, such as rental income, and its operating results. However, the related financial impact and duration cannot be reasonably estimated at this time.