

GULF COAST RESTORATION AND PROTECTION FOUNDATION
Baton Rouge, Louisiana

FINANCIAL REPORT

December 31, 2022

GULF COAST RESTORATION AND PROTECTION FOUNDATION

Baton Rouge, Louisiana

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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, 2022, and the related statement of activities and functional expenses 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.

Supplementary Information

The accompanying schedule of compensation, benefits, and other payments to the agency head is presented for purposes of additional analysis and is not a required part of the basic financial statements. The information is the responsibility of management. The information was subject to our compilation engagement, but we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any assurance on such information.


Certified Public Accountants

Baton Rouge, Louisiana
June 7, 2023

GULF COAST RESTORATION AND PROTECTION FOUNDATION

Baton Rouge, Louisiana

STATEMENT OF FINANCIAL POSITION

December 31, 2022

(See Independent Accountants' Compilation Report)

ASSETS

CURRENT

Cash and cash equivalents \$ 350,080

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Agency funds held for others \$ 255,750

NET ASSETS

With donor restrictions 94,330

Total liabilities and net assets \$ 350,080

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 AND FUNCTIONAL EXPENSES

For the year ended December 31, 2022
(See Independent Accountants' Compilation Report)

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE			
Contributions and grants	\$ 140,000	\$ -	\$ 140,000
Interest income	-	109	109
Total revenue	140,000	109	140,109
NET ASSETS RELEASED FROM RESTRICTIONS			
Satisfaction of program restrictions	222	(222)	-
Total revenues and net assets released from restrictions	140,222	(113)	140,109
EXPENSES			
Program services:			
IDEA training	135,800	-	135,800
General and administrative:			
Administrative fees	4,216	-	4,216
Custodial fees	206	-	206
Total expenses	140,222	-	140,222
Change in net assets	-	(113)	(113)
NET ASSETS			
Beginning of year	-	94,443	94,443
End of year	\$ -	\$ 94,330	\$ 94,330

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 FLOWSFor the year ended December 31, 2022
(See Independent Accountants' Compilation Report)**CASH FLOWS FROM OPERATING ACTIVITIES**

Change in net assets	\$ (113)
Adjustments for change in operating liabilities:	
Decrease in accounts payables	(45)
Increase in agency funds held for others	<u>255,750</u>
Net increase in cash	255,592
CASH	
Beginning of year	<u>94,488</u>
End of year	<u><u>\$ 350,080</u></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 and presentation

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

- *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, 2022.
- *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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 2022, changes in net assets with donor restrictions were as follows:

	December 31, 2021	Increases	Decreases	December 31, 2022
Donor restricted	\$ 94,443	\$ -	\$ (113)	\$ 94,330
	94,443	-	(113)	94,330

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.

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 are allocated to general and administrative expenses. Program service expenses are based on the direct costs associated with the program.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 Financial Accounting Standards Board (FASB) Accounting Standards Codification (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 2019 through 2022.

Recently adopted accounting standard

During the year, the Foundation implemented policies established under FASB ASC 842, *Leases*. Under the guidance, leases are required to recognize lease assets and lease liabilities on the statement of financial position for all leases with terms longer than 12 months. Both operating and capital leases will be reported under this single accounting method and reported by lessees as an intangible right-of-use asset. The Foundation has included the requirements of this standard, as applicable, in its financial statements for the year ended December 31, 2022. The Foundation had no leasing agreements meeting the aforementioned criteria, therefore, implementation of ASC 842 had no impact on the Foundation's financial statements.

Additionally during 2022, the Foundation adopted FASB Accounting Standards Update (ASU) No. 2020-07, Not-for-Profit Entities (Topic 958), *Presentation and Disclosures by Not-for-Profit Entities Contributed Nonfinancial Assets*. The ASU requires nonprofits to change their financial statement presentation and disclosure of contributed nonfinancial assets, or gifts-in-kind. The FASB issued the update in an effort to improve transparency in reporting nonprofit gifts-in-kind. The Foundation's adoption of ASU No. 2020-07 did not result in any adjustments to their financial statement presentation.

Subsequent events

In preparing these financial statements, the Foundation has evaluated events and transactions for potential recognition or disclosure through June 7, 2023, which was the date the financial statements were available to be issued.

NOTE 2 - AGENCY FUNDS HELD FOR OTHERS

At December 31, 2022, the Foundation held assets of \$255,750, consisting of cash on behalf of various entities and municipalities participating in a three-state partnership between Arkansas, Louisiana, and Oklahoma, known as the HALO Hydrogen Hub. The goal of the partnership is to develop a region of clean hydrogen hubs that demonstrate the production, processing, delivery, storage, and end-use of clean hydrogen.

NOTE 3 - RELATED PARTIES

The Foundation utilizes facilities and personnel of the Baton Rouge Area Foundation (“BRAAF”) for administrative assistance. The Foundation paid \$4,216 for these services in 2022.

NOTE 4 - CONCENTRATIONS OF REVENUE AND ECONOMIC DEPENDENCY

Revenue derived from IDEA accounted for approximately 99% of total revenue in 2022. The loss of this significant support would have a material adverse effect on the Foundation.

NOTE 5 - 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, 2022 consist of the following:

	<u>Amount</u>
Cash and cash equivalents	\$ 350,080
Agency funds held for others	<u>(255,750)</u>
Total	<u>\$ 94,330</u>

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.

GULF COAST RESTORATION AND PROTECTION FOUNDATION

Baton Rouge, Louisiana

**SCHEDULE OF COMPENSATION, BENEFITS AND
OTHER PAYMENTS TO AGENCY HEAD**

For the year ended December 31, 2022

Agency Head: Edmund J. Giering, IV

No compensation paid to agency head.