



Financial Statements
December 31, 2024 and 2023
Together with
INDEPENDENT AUDITOR'S REPORT



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December 31, 2024 and 2023

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Susan K. Miller CPA, LLC

Certified Public Accountant

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Atlanta ToolBank, Inc.

Opinion

I have audited the accompanying financial statements of Atlanta ToolBank, Inc. (a not-for-profit organization), which comprise the statements of financial position as of December 31, 2024 and December 31, 2023, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Atlanta ToolBank, Inc. as of as of December 31, 2024 and December 31, 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

I conducted my audits in accordance with auditing standards generally accepted in the United States of America. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of Atlanta ToolBank, Inc. and to meet my other ethical responsibilities in accordance with the relevant ethical requirements relating to my audits. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 ability of Atlanta ToolBank, Inc. to continue as a going concern within one year after the date that the financial statements are available to be issued.

Susan K. Miller CPA, LLC

Certified Public Accountant

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 my 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 for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a 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, I:

- 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 internal control of Atlanta ToolBank, Inc. 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 my judgment, there are conditions or events considered in the aggregate, that raise substantial doubt about the ability of Atlanta ToolBank, Inc. to continue as a going concern for a reasonable period of time.

I am 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 I identified during the audit.

Susan K. Miller CPA

Susan K. Miller CPA, LLC
Peachtree Corners, GA
January 27, 2026

**Statements of Financial Position
For the Years Ended December 31**

	2024	2023
Assets:		
Cash	\$ 264,039	\$ 318,002
Pledges and grants receivable, net	15,175	98,008
Property, equipment, and furniture net of accumulated depreciation of \$ 623,798 and \$ 539,112 respectively	1,501,799	1,586,485
In-kind donated tools and supplies	268,596	234,049
Prepaid expenses	2,637	8,264
Total assets	\$ 2,052,246	\$ 2,244,808
Liabilities:		
Accounts payable	\$ 14,628	\$ 7,626
Total liabilities	14,628	7,626
Net assets:		
Without donor restrictions	2,037,618	2,202,182
With donor restrictions	-	35,000
Total net assets	2,037,618	2,237,182
Total liabilities and net assets	\$ 2,052,246	\$ 2,244,808

	2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Revenues:			
Contributions and grants	\$ 82,616	\$ -	\$ 82,616
Government grant - employee retention credit	31,548	-	31,548
In-kind donations/goods & services	46,522	-	46,522
Rental income	49,180	-	49,180
Interest income	7,189	-	7,189
Special events	56,140	-	56,140
Sales of excess tools & supplies, net of sales tax	73,104	-	73,104
Program service fees	128,546	-	128,546
Net assets released from restrictions	35,000	(35,000)	-
Total revenues and support	509,845	(35,000)	474,845
Expenses:			
Program Services	495,664	-	495,664
Fundraising	106,622	-	106,622
Management and General	72,123	-	72,123
Total expenses	674,409	-	674,409
Loss on disposal of equipment		-	-
Total expenses and losses	674,409	-	674,409
Change in net assets	(164,564)	(35,000)	(199,564)
Net assets, beginning of year	2,202,182	35,000	2,237,182
Net assets, end of year	\$ 2,037,618	\$ -	\$ 2,037,618

	2023		
	Without Donor Restrictions	With Donor Restrictions	Total
Revenues:			
Contributions and grants	\$ 283,645	\$ 35,000	\$ 318,645
In-kind donations/goods & services	12,627	-	12,627
Rental income	40,590	-	40,590
Interest income	129	-	129
Special events	66,455	-	66,455
Sales of excess tools & supplies, net of sales tax	77,089	-	77,089
Program service fees	76,127	-	76,127
Net assets released from restrictions	55,000	(55,000)	-
Total revenues and support	611,662	(20,000)	591,662
Expenses:			
Program Services	437,725	-	437,725
Fundraising	73,114	-	73,114
Management and General	71,452	-	71,452
Total expenses	582,291	-	582,291
Loss on disposal of equipment	404	-	404
Total expenses and losses	582,695	-	582,695
Change in net assets	28,967	(20,000)	8,967
Net assets, beginning of year	2,173,215	55,000	2,228,215
Net assets, end of year	\$ 2,202,182	\$ 35,000	\$ 2,237,182



**Statement of Functional Expenses
For the Year Ended December 31**

	2024						
	Program		Total				
	Tool	Training	Program	Total	Fundraising	Management & General	Total
	Lending	Training	Program	Program	Expenses	Expenses	Expenses
Salaries	\$ 140,187	\$ 97,447	\$ 237,634	\$ 64,965	\$ 39,321	\$ 341,920	
Payroll taxes and benefits	10,657	7,408	18,065	4,939	2,989	25,993	
Advertising and promotion	3,272	3,272	6,544	1,636	-	8,180	
Depreciation	63,515	14,396	77,911	-	6,775	84,686	
In-kind donations/services and expenses	380	95	475	-	-	475	
Insurance	43,288	9,812	53,100	-	4,617	57,717	
Occupancy	18,016	4,084	22,100	-	1,922	24,022	
Office expense	14,679	10,204	24,883	6,802	4,117	35,802	
Professional fees	-	-	-	-	11,746	11,746	
Repairs and maintenance	5,966	1,352	7,318	-	636	7,954	
Special events	7,070	-	7,070	28,280	-	35,350	
Training	2,750	-	2,750	-	-	2,750	
Tool lending program expenses	23,222	-	23,222	-	-	23,222	
Tool Training Center	-	14,592	14,592	-	-	14,592	
Total expenses	\$ 333,002	\$ 162,662	\$ 495,664	\$ 106,622	\$ 72,123	\$ 674,409	

The accompanying notes are an integral part of this financial statement



**Statement of Functional Expenses
For the Year Ended December 31**

	2023					
	Program					
	Tool	Training	Program	Fundraising	Management & General	Total Expenses
Salaries	\$ 110,158	\$ 95,852	\$ 206,010	\$ 38,628	\$ 41,488	\$ 286,126
Payroll taxes and benefits	7,909	6,881	14,790	2,773	2,979	20,542
Advertising and promotion	1,022	889	1,911	358	385	2,654
Conferences and meetings	-	-	-	-	2,145	2,145
Depreciation	66,169	14,998	81,167	-	7,058	88,225
In-kind donations/services and expenses	380	95	475	-	-	475
Insurance	43,571	9,876	53,447	-	4,648	58,095
Occupancy	16,981	3,849	20,830	-	1,811	22,641
Office expense	8,199	7,135	15,334	2,875	3,088	21,297
Professional fees	-	-	-	-	7,266	7,266
Repairs and maintenance	5,475	1,241	6,716	-	584	7,300
Special events	5,026	-	5,026	28,480	-	33,506
Tool lending program expenses	27,131	-	27,131	-	-	27,131
Tool Training Center	-	4,888	4,888	-	-	4,888
Total expenses	\$ 292,021	\$ 145,704	\$ 437,725	\$ 73,114	\$ 71,452	\$ 582,291

The accompanying notes are an integral part of this financial statement

	2024	2023
Cash flows from operating activities		
Change in net assets	\$ (199,564)	\$ 8,967
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	84,686	88,225
Donations in kind received, net - (tools, supplies, furniture and equipment)	(34,547)	(3,652)
Change in allowance for doubtful accounts	-	(2,340)
Loss on disposal of equipment	-	404
(Increase) decrease in assets:		
Pledges and grants receivable	82,833	(83,410)
Prepaid expenses	5,627	(6,393)
Increase (decrease) in liabilities:		
Accounts payable	7,002	4,533
Net cash provided by operating activities	(53,963)	6,334
Cash flows from investing activities		
Purchase of property and equipment	-	(63,270)
Net cash used by investing activities	-	(63,270)
Cash flows from financing activities		
Net cash used by financing activities	-	-
Net change in cash	(53,963)	(56,936)
Cash, beginning of year	318,002	374,938
Cash, end of year	\$ 264,039	\$ 318,002
Supplemental disclosure of cash flow information		
Cash paid for interest	\$ -	\$ -

Note 1: Organization and Nature of Activities

The Atlanta ToolBank, Inc. (ToolBank) is a non-profit organization located in Atlanta, Georgia. The ToolBank serves community-based organizations by providing tools, equipment and expertise to empower their most ambitious goals. The ToolBank loans tools to other non-profit and charitable organizations through the collection of dues and handling fees to assist them in completing their community improvement projects in a cost-effective manner.

The Tool Training Center (TTC) is located in the ToolBank. The TTC is a collaborative educational center focused on bridging critical gaps in the areas of tool use, repair and safety, workforce development, young adult introduction to tools and trades, disaster preparedness, and facility management. As an educational force for service, the ToolBank's Tool Training Center is helping our non-profit community make volunteer service easier, safer and more abundant across metro Atlanta. The ToolBank is now equipping volunteers with the knowledge of how to use tools more effectively, increasing volunteer skills and their impact on our community.

In addition to revenue received from tool lending and program service fees, the ToolBank receives donations from individuals, corporations, and foundations primarily located in the metropolitan area of Atlanta, Georgia.

Note 2: Summary of Significant Accounting Policies

Basis of Accounting and Financial Reporting

The accompanying financial statements are presented on the accrual basis of accounting whereby revenues are recognized when earned and expenses are recorded when incurred.

These financial statements are prepared in accordance with standards set by the Financial Accounting Standards Board. The ToolBank is required to classify information regarding its net assets, revenues, gains, and losses based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of the ToolBank's management and the board of directors.

Net Assets With Donor Restrictions – Net assets subject to donor (-or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

Expenses in the Statements of Activities have been reported by the functional classifications, major classes of program services and supporting activities. Program services are the activities that result in goods and services distributions to beneficiaries and members, and which fulfill the purposes or mission for which the ToolBank exists. Supporting programs are all the other activities of the ToolBank other than program services.

Revenue Recognition

Unconditional contributions are recognized as support to the ToolBank in the period received or pledged. Contributions with donor-imposed restrictions are classified as restricted and released according to the donor stipulations. Contributions received with no donor-imposed restrictions, and where the restrictions are met within the same year, are recorded as unrestricted contributions. Conditional pledges are recognized in the statement of activities when the conditions on which they depend are substantially met.

Revenue from rentals of space or tools, events, and educational programs are recognized in the period the event or program occurs.

Membership fees, included in program service fees, varying from \$10 - \$100 per year are charged annually to charitable organizations that rent tools.

The ToolBank was eligible for the Employee Retention Credit (ERC) under the CARES Act. During 2023, the Tool Bank applied for credits of payroll taxes of approximately \$60,000. The Tool Bank received \$31,548 from the ERC application in 2024, and this amount was recognized as revenue. Due to the uncertainties surrounding receipt of these funds, the increase in revenue is recognized in the year received.

The ToolBank receives contributed goods and services from other individuals and organizations, the fair value of which is recorded in the financial statements in the period received.

Functional Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated to program services, fundraising, and management and general activities based on programs and supporting services benefitted. Directly identifiable expenses are charged to program and supporting services. Expenses related to more than one function are charged based on space utilized; compensation of employees who perform these duties; or on studies based on estimates of time and effort of the related expense.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of management's estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash

For purposes of the statement of cash flows, the ToolBank considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash.

Income Taxes

The ToolBank is exempt from Federal and State income taxes under Internal Revenue Code Section 501 (c) (3). Therefore, no provision for income taxes has been made in the accompanying financial statements. In addition, the ToolBank has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code.

Management of the ToolBank considers the likelihood of changes by taxing authorities in its filed income tax returns and recognizes a liability or discloses potential significant changes that management believes are more likely than not to occur, including changes to the ToolBank's status as a not-for-profit entity. Management believes the ToolBank met the requirements to maintain its tax-exempt status and had no income subject to unrelated business income tax; therefore, no provision for income taxes has been provided in these financial statements. The ToolBank's tax returns for the past three years are subject to examination by tax authorities and may change upon examination. However, the ToolBank is not currently under audit, nor has it been contacted by the taxing authorities.

Donated Goods and Services

Donated goods are recorded at their fair market value on the date of receipt. If donated services received either create or enhance non-financial assets or require specialized skills which would need to be purchased if not donated, the value of those donated services is recorded.

The ToolBank received approximately \$46,000 and \$12,000 of donated furniture, equipment, tools, and supplies per year in 2024 and 2023, respectively. The donated services received totaled approximately \$0 and \$500 during 2024 and 2023, respectively. These services included communication and travel services.

Approximately 500 volunteers donated significant amounts of their time to the ToolBank's programs and supporting services in 2024 and 2023. The value of these services did not meet the criteria for recognition in the financial statements and the value has not been estimated.

Advertising

Advertising costs are expensed as incurred. Advertising expense was \$8,180 and \$2,654 per year for the years ended December 31, 2024 and 2023, respectively.

Sales of Excess Tools and Supplies and Sales Tax

The ToolBank holds an annual sale event each year to sell excess tools and supplies no longer useful for rental to the general public or of value to The ToolBank. The prices of the tools are deeply discounted, and no costs are assigned to these tools and supplies.

The ToolBank presents sales of tools and supplies, net of related sales tax, in the accompanying financial statements. The sales tax amounts collected were approximately \$4,500 and \$5,400 for the years ended December 31, 2024, and December 31, 2023, respectively.

Subsequent Events

The date to which events occurring after December 31, 2024, have been evaluated for possible adjustment to the financial statements or disclosure is January 27, 2026, which is the date the financial statements were available to be issued.

Note 3: Availability and Liquidity

The ToolBank prepares an annual budget that is reviewed and approved by the Board of Directors annually in advance of the upcoming year. Periodic meetings are held by the Board and the Finance Committee to review internal financial statements and budget to actual comparisons. The ToolBank does not commit to expenditures if cash is not available to meet the expenditures.

The following represents the ToolBank's financial assets at December 31, 2024, and 2023:

	2024	2023
Financial assets at year-end:		
Cash	\$ 264,039	\$ 318,002
Pledges and grants receivable, net	15,175	98,008
Prepaid expenses	2,637	8,264
Total financial assets	\$ 281,851	\$ 427,274
Less amounts not available to be used in current operations within one year:	-	-
	\$ 281,851	\$ 424,274
Financial assets available to meet general expenditures over the next year	\$ 281,851	\$ 424,274

The ToolBank’s goal is generally to maintain financial assets to meet three-to-six months of cash operating expenses.

Note 4: Pledges and Grants Receivable

Pledges receivable at December 31, 2024, and December 31, 2023, were as follows:

	2024	2023
Unrestricted	\$ 23,835	\$ 106,668
	23,835	106,668
Less allowance for uncollectible pledges	(8,660)	(8,660)
Total pledges receivable	\$ 15,175	\$ 98,008
Due in less than one year	\$ 15,175	\$ 98,008
Due in one to five years	-	-
	\$ 15,175	\$ 98,008
Less discount to net present value	-	-
Net pledges receivable	\$ 15,175	\$ 98,008

There are no conditional pledges or grants receivable at December 31, 2024, or 2023.

Note 5: Property, Equipment and Furniture

Property, equipment and furniture consist of the following:

	2024	2023	Estimated Useful Life (Years)
Land, building and improvements	\$ 1,893,204	\$ 1,893,204	15-39
Vehicles, machinery and equipment	194,643	194,643	5-7
Furniture	37,750	37,750	7
	2,125,597	2,125,597	
Less accumulated depreciation	(623,798)	(539,112)	
	\$ 1,501,799	\$ 1,586,485	

The ToolBank capitalizes all expenditures for property, furniture, fixtures and equipment in excess of \$2,500. Property and equipment are recorded at cost or fair market value, if donated, and are depreciated using straight line methods for building and improvements and accelerated methods for furniture, vehicles, and equipment, ranging from 5 to 39 years based upon their estimated useful lives.

Note 6: Statements of Cash Flows and Concentrations of Credit Risk

The ToolBank maintains cash balances at financial institutions insured by the Federal Deposit Insurance Corporation (FDIC). At times, cash and cash equivalent balances may exceed federally insured amounts. The ToolBank has not experienced any losses in such accounts and management believes it is not exposed to any significant credit risk.

Note 7: License Agreement with ToolBank USA

The ToolBank has a licensing agreement with ToolBank USA.

This licensing agreement entitles the ToolBank to utilize the Operations Manual or system programs developed by ToolBank USA. The distinguishing characteristics of the system include, but are not limited to, color schemes, signage and other identification schemes, tool tracking software and the accumulated experience reflected in ToolBank USA’s training program and operating procedures.

The licensing agreement also entitles the Organization to an exclusive operating territory defined as the following Georgia counties: Fulton, DeKalb, Gwinnett, Cobb, Coweta, Fayette, Clayton, Henry, Spalding, Rockdale, Paulding, Forsyth, Cherokee and Douglas. ToolBank paid ToolBank USA \$1,500 for this agreement in 2024 and 2023.

Note 8: Net Assets with Donor Restrictions

The net assets with donor restriction are as follows:

	2024	2023
Marketing Salary	\$ -	\$ 35,000
Total	<u>\$ -</u>	<u>\$ 35,000</u>

The marketing salaries were spent in 2024 and the restriction was removed.

Note 9: Leases with Other Non-Profits

The ToolBank leases space to two non-profit organizations. These leases include the use of office space and warehouse space. One lease, at a rate of approximately \$2,300 per month, is renewed annually. The other lease began March 15, 2022, at a rate of \$1,000, reduced to \$125 per month due to reduced space, expired on March 14, 2025.

In addition, the ToolBank received event space rental income for use of the Tool Training Center of \$13,961 and \$6,167 during 2024 and 2023 respectively.

Rental income received was \$49,180 for 2024 and \$40,590 for 2023.

Note 10: Retirement Plan

The ToolBank has adopted a 401K plan available to all eligible employees. Participants may elect to contribute up to the maximum amounts allowed by law. The ToolBank did not make any matching contributions in 2023 or 2024.