

STATE BAR OF GEORGIA
COMBINED FINANCIAL REPORT

JUNE 30, 2025



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INDEPENDENT AUDITOR'S REPORT

**To the Board of Governors
State Bar of Georgia
Atlanta, Georgia**

Opinion

We have audited the accompanying combined financial statements of the **State Bar of Georgia** and related entity (collectively the "State Bar") (a nonprofit organization), which comprise the combined statements of financial position as of June 30, 2025 and 2024, and the related combined statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the combined financial statements.

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of State Bar as of June 30, 2025 and 2024, 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

We conducted our audits 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 Combined Financial Statements section of our report. We are required to be independent of the State Bar and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 Combined Financial Statements

Management is responsible for the preparation and fair presentation of the combined 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 combined financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the combined financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the State Bar's ability to continue as a going concern within one year after the date that the combined financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Combined Financial Statements

Our objectives are to obtain reasonable assurance about whether the combined 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 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 combined 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 combined 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 combined 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 State Bar'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 combined financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the State Bar'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 Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the combined financial statements as a whole. The supplemental information on pages 20 through 23 is presented for purposes of additional analysis and is not a required part of the combined 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 combined financial statements. The information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined 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 combined financial statements as a whole.



Atlanta, Georgia
December 9, 2025

STATE BAR OF GEORGIA
COMBINED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2025 AND 2024

	2025	2024
ASSETS		
Cash and cash equivalents	\$ 25,228,732	\$ 25,085,480
Accounts receivable, net	140,562	121,100
Receivable from related parties	736,830	696,257
Receivable from employees	11,081	16,450
Accrued interest receivable	147,767	112,008
Prepaid and other assets	613,143	435,786
Investments, at fair value	<u>20,538,427</u>	19,373,716
Bar Center building and improvements, furniture, fixtures, and equipment, at cost, less accumulated depreciation	6,105,616	6,214,287
Furniture, fixtures, and equipment, at cost, less accumulated depreciation	1,546,411	935,975
Right-of-use assets - operating	<u>242,630</u>	<u>354,796</u>
 Total assets	 <u>\$ 55,311,199</u>	 <u>\$ 53,345,855</u>
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	\$ 2,139,328	\$ 2,451,045
Accrued salary and retirement plan expense	1,009,326	938,939
Payable to Clients' Security Fund	2,952,050	2,782,908
Payable to related parties	297,429	238,996
Accrued vacation	526,460	593,724
Deferred income - dues and sections	11,460,354	9,454,962
Lease liability - operating	<u>243,351</u>	<u>353,219</u>
Total liabilities	<u>18,628,298</u>	<u>16,813,793</u>
 Net assets		
Without donor restrictions		
Undesignated	7,017,812	6,576,020
Board-designated	<u>26,294,056</u>	<u>26,984,953</u>
Total without donor restrictions	<u>33,311,868</u>	<u>33,560,973</u>
With donor restrictions	<u>3,371,033</u>	<u>2,971,089</u>
 Total net assets	 <u>36,682,901</u>	 <u>36,532,062</u>
 Total liabilities and net assets	 <u>\$ 55,311,199</u>	 <u>\$ 53,345,855</u>

See Notes to Combined Financial Statements.

STATE BAR OF GEORGIA
COMBINED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

	Without Donor Restrictions		With Donor Restrictions	Total
	Board- Undesignated	Designated		
REVENUES AND OTHER SUPPORT				
Fees				
License	\$ 12,615,215	\$ -	\$ -	\$ 12,615,215
Advertising	53,363	-	-	53,363
Membership	347,659	-	-	347,659
Total fees	<u>13,016,237</u>	<u>-</u>	<u>-</u>	<u>13,016,237</u>
ICLE				
Program revenues	4,742,670	-	-	4,742,670
Total ICLE	<u>4,742,670</u>	<u>-</u>	<u>-</u>	<u>4,742,670</u>
Other revenues				
Contributions	-	1,248,949	1,188,660	2,437,609
Section dues	-	1,707,039	-	1,707,039
Convention and meeting fees	-	47,500	-	47,500
Law practice management fees	25,109	-	-	25,109
Young lawyers division fees	4,600	-	-	4,600
High school mock trial fees	48,301	-	-	48,301
Investment income	806,917	412,996	-	1,219,913
Rental income	-	983,600	-	983,600
Other	868,977	-	-	868,977
Total other revenues	<u>1,753,904</u>	<u>4,400,084</u>	<u>1,188,660</u>	<u>7,342,648</u>
Net assets released from restrictions	<u>-</u>	<u>788,716</u>	<u>(788,716)</u>	<u>-</u>
Total revenues and other support	<u>19,512,811</u>	<u>5,188,800</u>	<u>399,944</u>	<u>25,101,555</u>
EXPENSES				
Program services				
Counsel	5,059,238	-	-	5,059,238
Communications	948,804	-	-	948,804
Membership	1,181,911	-	-	1,181,911
Unauthorized practice of law	905,483	-	-	905,483
Law practice management	484,275	-	-	484,275
Law related education	439,185	-	-	439,185
Fee arbitration	568,102	-	-	568,102
Sections	2,011,854	-	-	2,011,854
Young lawyers division	653,363	-	-	653,363
ICLE	3,925,991	-	-	3,925,991
Other programs	143,518	2,032,055	-	2,175,573
Total program services	<u>16,321,724</u>	<u>2,032,055</u>	<u>-</u>	<u>18,353,779</u>
Supporting services				
Management and general	2,844,085	3,752,852	-	6,596,937
Total expenses	<u>19,165,809</u>	<u>5,784,907</u>	<u>-</u>	<u>24,950,716</u>
CHANGE IN NET ASSETS	<u>347,002</u>	<u>(596,107)</u>	<u>399,944</u>	<u>150,839</u>
NET ASSETS, BEGINNING	<u>6,576,020</u>	<u>26,984,953</u>	<u>2,971,089</u>	<u>36,532,062</u>
TRANSFERS	<u>94,790</u>	<u>(94,790)</u>	<u>-</u>	<u>-</u>
NET ASSETS, ENDING	<u>\$ 7,017,812</u>	<u>\$ 26,294,056</u>	<u>\$ 3,371,033</u>	<u>\$ 36,682,901</u>

See Notes to Combined Financial Statements.

STATE BAR OF GEORGIA
COMBINED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

	Without Donor Restrictions			
	Undesignated	Board-Designated	With Donor Restrictions	Total
REVENUES AND OTHER SUPPORT				
Fees				
License	\$ 12,308,061	\$ -	\$ -	\$ 12,308,061
Advertising	45,389	-	-	45,389
Membership	273,218	-	-	273,218
Total fees	<u>12,626,668</u>	<u>-</u>	<u>-</u>	<u>12,626,668</u>
ICLE				
Program revenues	4,790,571	-	-	4,790,571
Total ICLE	<u>4,790,571</u>	<u>-</u>	<u>-</u>	<u>4,790,571</u>
Other revenues				
Contributions	-	1,234,693	1,249,254	2,483,947
Section dues	-	1,678,774	-	1,678,774
Convention and meeting fees	-	47,500	-	47,500
Law practice management fees	20,222	-	-	20,222
Young lawyers division fees	4,980	-	-	4,980
High school mock trial fees	52,230	-	-	52,230
Investment income	212,543	878,861	-	1,091,404
Rental income	-	939,928	-	939,928
Other	761,509	-	-	761,509
Total other revenues	<u>1,051,484</u>	<u>4,779,756</u>	<u>1,249,254</u>	<u>7,080,494</u>
Net assets released from restrictions	<u>-</u>	<u>593,820</u>	<u>(593,820)</u>	<u>-</u>
Total revenues and other support	<u>18,468,723</u>	<u>5,373,576</u>	<u>655,434</u>	<u>24,497,733</u>
EXPENSES				
Program services				
Counsel	4,695,043	-	-	4,695,043
Communications	934,436	-	-	934,436
Membership	1,114,314	-	-	1,114,314
Unauthorized practice of law	947,824	-	-	947,824
Law practice management	479,364	-	-	479,364
Law related education	423,214	-	-	423,214
Fee arbitration	545,228	-	-	545,228
Sections	1,782,184	-	-	1,782,184
Young lawyers division	569,112	-	-	569,112
ICLE	3,854,346	-	-	3,854,346
Other	<u>214,423</u>	<u>1,891,044</u>	<u>-</u>	<u>2,105,467</u>
Total program services	<u>15,559,488</u>	<u>1,891,044</u>	<u>-</u>	<u>17,450,532</u>
Supporting services				
Management and general	<u>2,514,676</u>	<u>3,842,160</u>	<u>-</u>	<u>6,356,836</u>
Total expenses	<u>18,074,164</u>	<u>5,733,204</u>	<u>-</u>	<u>23,807,368</u>
CHANGE IN NET ASSETS	394,559	(359,628)	655,434	690,365
NET ASSETS, BEGINNING	6,065,703	27,460,339	2,315,655	35,841,697
TRANSFERS	115,758	(115,758)	-	-
NET ASSETS, ENDING	\$ 6,576,020	\$ 26,984,953	\$ 2,971,089	\$ 36,532,062

See Notes to Combined Financial Statements.

STATE BAR OF GEORGIA
COMBINED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2025

	Program services												Supporting Services			
	Counsel	Communications	Membership	Unauthorized Practice of Law			Law Practice Management	Law-Related Education	Fee Arbitration	Sections	Young Lawyers Division		Other Programs	Total Program Services	Management and General	Total
Personnel costs	\$ 3,037,354	\$ 304,342	\$ 310,746	\$ 544,646	\$ 243,275	\$ 239,048	\$ 252,482	\$ 192,568	\$ 137,396	\$ 1,160,334	\$ 209,375	\$ 6,631,566	\$ 1,778,712	\$ 8,410,278		
Payroll taxes	222,483	22,483	23,208	44,322	18,042	17,627	18,344	14,683	10,016	89,042	13,739	493,989	133,917	627,906		
Employee benefits	777,461	111,521	133,340	167,652	93,159	114,103	127,689	40,217	58,900	267,708	49,420	1,941,170	513,404	2,454,574		
Officer expenses	-	-	-	-	-	-	-	-	36,211	-	-	36,211	73,857	110,068		
Shared administrative expenses	562,856	76,320	95,400	114,480	76,320	57,240	76,320	65,015	38,160	381,600	38,160	1,581,871	224,659	1,806,530		
Rent and utilities	-	-	-	-	-	-	-	-	-	-	-	-	611,713	611,713		
Office expenses	34,735	2,831	3,523	2,261	2,495	784	4,138	6,352	1,395	15,503	2,329	76,346	69,720	146,066		
Printing and publications	-	227,779	-	-	-	-	-	-	-	-	-	227,779	-	227,779		
Subscription and books	20,662	5,190	1,150	832	4,343	180	1,240	728	3,950	79,711	990	118,976	10,494	129,470		
Dues and memberships	18,014	405	68,927	1,202	944	153	300	-	135	6,640	687	97,407	3,074	100,481		
Seminars and training	14,928	1,230	-	-	2,269	-	380	-	613	4,997	365	24,782	16,659	41,441		
Travel	87,685	17,621	-	1,233	11,144	1,517	2,331	1,904	19,066	14,123	10,592	167,216	70,738	237,954		
Meetings and luncheons	4,053	51	122	58	100	-	669	-	139,704	6,001	837,362	988,120	19,012	1,007,132		
Professional services and contract labor	131,015	30,365	-	7,650	-	-	72,000	-	-	1,020	458,174	700,224	460,172	1,160,396		
Professional legal fees	-	-	-	-	-	-	-	-	-	-	182,888	-	182,888	-		
Membership software license	-	-	114,711	-	-	-	-	-	-	-	-	114,711	-	114,711		
Membership database	-	-	110,713	-	-	-	-	-	-	-	-	110,713	-	110,713		
Website redesign	-	55,995	-	-	-	-	-	-	-	-	-	55,995	-	55,995		
Program expenses	-	-	-	-	-	-	-	1,689,658	-	1,734,114	-	-	3,423,772	-	3,423,772	
Contributions	-	-	-	-	-	-	-	-	-	-	267,382	267,382	-	267,382	-	267,382
Fastcase	-	-	-	-	-	-	-	-	-	-	-	-	462,428	462,428	-	462,428
Insurance	-	-	-	-	-	-	-	-	-	-	-	-	81,876	81,876	-	81,876
Computer software	9,056	1,458	874	-	5,496	-	-	729	729	-	364	18,706	202,005	220,711	-	220,711
Credit card discount and fees	-	884	303,875	-	152	-	-	-	35	102,001	63	407,010	8,822	415,832	-	415,832
Building rental costs	-	-	-	-	-	-	-	-	-	-	-	-	470,177	470,177	-	470,177
Building parking costs	-	-	-	-	-	-	-	-	-	-	-	-	143,953	143,953	-	143,953
Other	58,079	79,365	1,617	4,701	15,572	310	1,245	-	201,571	8,379	100,942	471,781	266,710	738,491	-	738,491
Depreciation	80,857	10,964	13,705	16,446	10,964	8,223	10,964	-	5,482	54,818	2,741	215,164	974,835	1,189,999	-	1,189,999
	\$ 5,059,238	\$ 948,804	\$ 1,181,911	\$ 905,483	\$ 484,275	\$ 439,185	\$ 568,102	\$ 2,011,854	\$ 653,363	\$ 3,925,991	\$ 2,175,573	\$ 18,353,779	\$ 6,596,937	\$ 24,950,716		

See Notes to Combined Financial Statements.

STATE BAR OF GEORGIA
COMBINED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2024

	Program services												Supporting Services															
				Counsel				Communications				Membership			Unauthorized Practice of Law	Law Practice Management	Law-Related Education	Fee Arbitration	Sections	Young Lawyers Division	ICLE	Other Programs	Total Program Services	Management and General	Total			
				Counsel	Communications	Membership	Unauthorized Practice of Law	Law Practice Management	Law-Related Education	Fee Arbitration	Sections	Young Lawyers Division	ICLE	Other Programs	Total Program Services	Management and General	Total											
Personnel costs	\$ 2,819,837	\$ 289,165	\$ 302,958	\$ 566,639	\$ 267,385	\$ 226,032	\$ 248,379	\$ 178,905	\$ 127,549	\$ 1,099,472	\$ 110,174	\$ 6,236,495	\$ 1,712,515	\$ 7,949,010														
Payroll taxes	203,189	21,405	22,625	42,932	19,971	16,561	19,630	13,624	9,280	84,755	6,171	460,143	125,837	585,980														
Employee benefits	732,458	100,532	123,985	197,448	84,656	110,102	100,934	35,391	55,704	233,438	37,792	1,812,440	526,288	2,338,728														
Officer expenses	-	-	-	-	-	-	-	-	-	-	-	33,792	-	33,792	79,022	112,814												
Shared administrative expenses	586,400	79,511	99,390	119,268	79,511	59,633	79,511	63,391	39,757	357,804	18,626	1,582,802	212,239	1,795,041														
Rent and utilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	581,362	581,362												
Office expenses	36,430	2,933	4,509	2,136	2,512	1,343	7,966	4,698	1,222	25,073	365	89,187	82,448	171,635														
Printing and publications	-	273,976	-	-	-	-	-	-	-	-	-	-	-	-	273,976	-	273,976											
Subscription and books	23,482	3,604	1,198	669	2,798	385	1,415	2,874	1,857	77,831	1,496	117,609	10,921	128,530														
Dues and memberships	10,918	405	67,933	610	720	-	310	-	135	4,705	150	85,886	2,752	88,638														
Seminars and training	9,515	3,098	-	-	1,339	300	-	-	850	8,822	-	23,924	18,923	42,847														
Travel	69,684	12,651	-	977	5,961	2,038	3,145	4,793	13,535	18,333	4,863	135,980	69,324	205,304														
Meetings and luncheons	3,338	-	290	-	310	-	1,928	1,889	123,205	5,166	645,032	781,158	17,576	798,734														
Professional services and contract labor	28,575	30,436	675	-	-	-	72,000	-	-	-	448,850	580,536	437,709	1,018,245														
Professional legal fees	-	-	-	-	-	-	-	-	-	-	-	264,255	-	264,255														
Membership software license	-	-	117,490	-	-	-	-	-	-	-	-	117,490	-	117,490														
Membership database	-	-	57,912	-	-	-	-	-	-	-	-	57,912	-	57,912														
Website redesign	-	29,300	-	-	-	-	-	-	-	-	-	29,300	-	29,300														
Program expenses	-	-	-	-	-	-	-	1,476,619	157,173	1,787,289	273,083	3,694,164	-	3,694,164														
Contributions	-	-	-	-	-	-	-	-	-	-	267,382	267,382	-	267,382														
Fastcase	-	-	-	-	-	-	-	-	-	-	-	-	-	297,470	297,470													
Insurance	-	-	-	-	-	-	-	-	-	-	-	-	-	87,616	87,616													
Computer software	8,305	1,458	-	-	4,706	-	-	-	729	-	-	-	-	15,198	144,146	159,344												
Credit card discount and fees	-	321	303,676	-	345	-	-	-	29	105,783	95	410,249	7,952	418,201														
Building rental costs	-	-	-	-	-	-	-	-	-	-	-	-	-	437,793	437,793													
Building parking costs	-	-	-	-	-	-	-	-	-	-	-	-	-	289,549	289,549													
Other	99,558	77,051	935	4,259	560	377	1,420	-	-	7,218	24,985	216,363	68,297	284,660														
Depreciation	63,354	8,590	10,738	12,886	8,590	6,443	8,590	-	4,295	38,657	2,148	164,291	1,147,097	1,311,388														
	\$ 4,695,043	\$ 934,436	\$ 1,114,314	\$ 947,824	\$ 479,364	\$ 423,214	\$ 545,228	\$ 1,782,184	\$ 569,112	\$ 3,854,346	\$ 2,105,467	\$ 17,450,532	\$ 6,356,836	\$ 23,807,368														

See Notes to Combined Financial Statements.

STATE BAR OF GEORGIA
COMBINED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	2025	2024
OPERATING ACTIVITIES		
Change in net assets	\$ 150,839	\$ 690,365
Adjustments to reconcile change in net assets to net cash and cash equivalents provided by operating activities		
Depreciation	1,189,999	1,311,388
Net realized and unrealized (gains) on investments	(538,637)	(560,204)
Loss on disposal of fixed assets	-	461
(Increase) decrease in accounts receivable	(19,462)	19,009
(Increase) decrease in receivables from related parties	(40,573)	107,702
Decrease in receivables from employees	5,369	1,982
(Increase) in accrued interest receivable	(35,759)	(44,260)
(Increase) in prepaid and other assets	(177,357)	(46,213)
(Decrease) increase in accounts payable	(311,717)	548,609
Increase in employee benefits payable	70,387	70,837
Increase (decrease) in payables to related parties	58,433	(26,331)
(Decrease) increase in accrued vacation	(67,264)	18,558
Increase (decrease) in deferred income - dues and sections	2,005,392	(701,305)
(Decrease) in other deferred income	-	(23,596)
Increase in payable to Clients' Security Fund	169,142	565,706
Decrease (increase) in right-of-use assets - operating	112,166	(15,539)
(Decrease) increase in lease liability - operating	(109,868)	20,504
Total adjustments	<u>2,310,251</u>	<u>1,247,308</u>
Net cash and cash equivalents provided by operating activities	<u>2,461,090</u>	<u>1,937,673</u>
INVESTING ACTIVITIES		
Purchases of building improvements, furniture, fixtures, and equipment	(2,158,481)	(1,151,749)
Purchases of investments	(10,871,517)	(6,538,885)
Proceeds from sale and maturity of investments	<u>10,712,160</u>	<u>4,979,424</u>
Net cash and cash equivalents (used in) investing activities	<u>(2,317,838)</u>	<u>(2,711,210)</u>
Net increase (decrease) in cash and cash equivalents	<u>143,252</u>	<u>(773,537)</u>
Cash and cash equivalents, beginning	<u>25,085,480</u>	<u>25,859,017</u>
Cash and cash equivalents, ending	<u>\$ 25,228,732</u>	<u>\$ 25,085,480</u>
SUPPLEMENTAL CASH FLOW INFORMATION		
Operating right-of-use assets obtained in exchange for new operating lease liabilities	<u>\$ -</u>	<u>\$ 88,335</u>

See Notes to Combined Financial Statements.

STATE BAR OF GEORGIA
NOTES TO THE COMBINED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

Note 1 – Summary of significant accounting policies

Description of Business – The State Bar of Georgia is a membership organization of attorneys in the state of Georgia that performs as a society and regulatory agency for its membership. The State Bar of Georgia Foundation, Inc. (“SBGF”) is a foundation that supports the charitable and educational activities of the State Bar of Georgia. Pursuant to an agreement executed on December 30, 2016, between the Institute of Continuing Legal Education in Georgia, an unincorporated Georgia nonprofit association, and the State Bar of Georgia Foundation, Inc., a Georgia nonprofit corporation, the assets of the Institute of Continuing Education in Georgia were transferred to the SBGF for the purposes of continuing to provide continuing legal education in Georgia. After receiving these assets, SBGF entered into a contract with the State Bar of Georgia to create a program to provide continuing legal education to Georgia lawyers. As a result, the Institute of Continuing Legal Education of the State Bar of Georgia (“ICLE”) was created as a program of the State Bar of Georgia, with the purpose of promoting a well-organized, properly planned, and adequately supported program of continuing legal education by which members of the legal profession may enhance their skills, keep abreast of developments in the law, ethics, and professionalism, engage in the study and research of the law, and disseminate the knowledge thus obtained. The combined financial statements include the State Bar of Georgia and the State Bar of Georgia Foundation, Inc., hereinafter collectively referred to as the “State Bar.”

Accrual Basis – The combined financial statements of the State Bar have been prepared on the accrual basis of accounting. Under this method of accounting, revenues are recognized when earned and expenses are recognized when incurred.

Basis of Presentation – The State Bar’s net assets and revenue, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the State Bar and changes therein are classified and reported as net assets without donor restrictions and net assets with donor restrictions.

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. It is the policy of the Board of Directors to review their financial standing from time to time and to designate sums of net assets without donor restrictions for specific efforts.

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-imposed restrictions are released when a restriction expires, this is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Revenue is reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restriction. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restriction unless their use is restricted by explicit donor stipulation or by law. Expirations of net assets with donor restrictions (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets.

STATE BAR OF GEORGIA
NOTES TO THE COMBINED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

Note 1 – Summary of significant accounting policies (Continued)

Cash and Cash Equivalents – For purposes of the combined statements of cash flows, the State Bar considers all highly liquid debt instruments with original maturities of three months or less to be cash equivalents. Cash equivalents were \$12,440,861 and \$13,599,761 at June 30, 2025 and 2024, respectively, consisting of money market funds. These funds are not insured.

At June 30, 2025 and 2024, in addition to the money market deposits above, the State Bar maintained bank deposits in excess of federally insured limits of \$11,566,195 and \$10,643,019, respectively.

Investments – All investments are reported in the combined statements of financial position at fair market value. In addition, both realized and unrealized gains and losses are included in the combined statements of activities. The State Bar has adopted an investment policy.

Fair Value of Financial Instruments – The State Bar has estimated the fair values of its financial instruments using available market information and other valuation methodologies in accordance with accounting principles generally accepted in the United States of America (“generally accepted accounting principles”). Accordingly, the estimates presented are not necessarily indicative of the amounts that the State Bar could realize in a current market exchange. Determinations of fair value are based on subjective data and significant judgment related to timing of payments and collection of the amounts to be realized. Different market assumptions and/or estimation methodologies might have a material effect on the estimated fair value amounts.

The carrying value of financial instruments such as cash and cash equivalents, other receivables, due to/from related organizations, accounts payable, and accruals approximate fair value because of the terms and relative short maturity of the financial instruments. The State Bar believes the carrying values of its financial instruments are reasonable estimates of their values, unless otherwise noted.

The fair value hierarchy for inputs used in measuring fair value maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs are those that market participants would use in pricing the asset or liability based on market data obtained from sources independent of the State Bar. Unobservable inputs reflect the State Bar's assumption about the inputs market participants would use in pricing the asset or liability developed based on the best information available in the circumstances.

The fair value hierarchy is classified in one of the following three levels based on the inputs:

Level 1: Financial instruments with unadjusted, quoted prices listed on active market exchanges.

Level 2: Financial instruments valued using inputs that include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.

Level 3: Financial instruments that are not actively traded on a market exchange and require using significant unobservable inputs in determining fair value.

STATE BAR OF GEORGIA
NOTES TO THE COMBINED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

Note 1 – Summary of significant accounting policies (Continued)

Building, Furniture, Fixtures, and Equipment – Additions to building, furniture, fixtures, and equipment in excess of \$2,500 are capitalized. Building, furniture, fixtures, and equipment are carried at cost. Depreciation expense is computed based on the estimated useful lives of the respective assets using the straight-line method of depreciation. The estimated useful lives range from three to twenty-seven and a half years.

Accounts Receivable – Accounts receivable are reported net of an allowance for credit losses. As of both June 30, 2025 and 2024, the allowance for credit losses was zero. Management determines the allowance for credit losses using the aging of accounts in addition to historical experience with various payors.

Revenue Recognition – The State Bar follows Financial Accounting Standards Board ("FASB") Topic 606, *Revenue from Contracts with Customers*. Membership dues, annual license fees, ICLE seminar fees and Bar Center assessments are recorded as revenue in the applicable year when received. Any amounts collected prior to and including June 30 applicable to the subsequent year's membership dues, assessments, or seminars are recorded as deferred income in the combined statements of financial position, and totaled \$11,460,354 and \$9,454,962 as of June 30, 2025 and 2024, respectively. The State Bar recognizes the associated revenue over the membership period. During the year ended June 30, 2025, the State Bar recognized \$9,454,962 of revenue that was included in the deferred revenue balance as of July 1, 2024. Annual license fee and Bar Center assessment notices for the fiscal years ended June 30, 2025 and 2024 were sent out in April 2024 and April 2023, respectively.

Functional Allocation of Expenses – The costs of providing the various programs and other activities have been summarized on a functional basis in the combined statements of functional expense. Costs directly attributable to their program are summarized by their natural classification on the statement of functional expense. The State Bar's operating costs have been allocated between program and management and general. Costs that were not directly attributable to program or management and general have been allocated based on the size of the program or time spent.

Use of Estimates by Management – The preparation of the combined 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 the disclosure of contingent assets and liabilities at the date of the combined financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes – The State Bar was established as an instrumentality of the state of Georgia, and its income is therefore exempt from income tax under Internal Revenue Code Section 115, per the Internal Revenue Service determination letter dated May 11, 1965. Under Section 115, net income from an activity other than an essential governmental function can be subject to taxation. In management's opinion, the State Bar did not have any such net income during the years ended June 30, 2025 and 2024.

The State Bar has evaluated the effect of generally accepted accounting principles guidance for Accounting for Uncertainty in Income Taxes. Management believes that the State Bar continues to satisfy the requirements of a tax-exempt organization and therefore had no uncertain income tax positions at June 30, 2025 and 2024.

The State Bar files Forms 990 in the U.S. federal jurisdiction and the state of Georgia.

Clients' Security Fund (CSF) – The State Bar of Georgia Clients' Security Fund is a trust administered by the CSF Board of Trustees to provide monetary relief to persons who suffer reimbursable losses as a result of the dishonest conduct of a suspended or disbarred member (or members) of the State Bar of Georgia. The CSF is governed by State Bar Rules 10-101 through 10-112.

The CSF is funded by an annual assessment of \$15 per dues-paying lawyer. The Board of Trustees shall not spend more than received through the annual assessment in a single year. The Board of Governors may from time to time adjust the fund's maximum annual assessment to advance the purposes of the fund or to preserve the fiscal integrity of the fund.

STATE BAR OF GEORGIA
NOTES TO THE COMBINED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

Note 2 – Liquidity and availability of financial assets

The following reflects the State Bar's financial assets as of the combined statements of financial position date as of June 30, 2025 and 2024, reduced by amounts not available for general use within one year of the combined statements of financial position date of June 30, 2025 and 2024 because of contractual or donor-imposed restrictions or internal designations.

	2025	2024
Cash and cash equivalents	\$ 25,228,732	\$ 25,085,480
Accounts receivable	888,473	833,807
Accrued interest receivable	147,767	112,008
Investments	<u>20,538,427</u>	<u>19,373,716</u>
	<u>46,803,399</u>	<u>45,405,011</u>
Less: Donor-imposed restricted cash and cash equivalents	(3,371,033)	(2,971,089)
Less: Board-designated cash and cash equivalents, accounts receivable, accrued interest receivable, and investments	<u>(19,985,398)</u>	<u>(20,401,231)</u>
Total financial assets without donor restriction or other restrictions available for general use within one year	<u>\$ 23,446,968</u>	<u>\$ 22,032,691</u>

The State Bar manages its liquidity by developing and adopting annual operating budgets that provide sufficient funds for general expenditures in meeting its liabilities and other obligations as they become due. Cash needs of the State Bar are expected to be met on a monthly basis from program service fees and contributions.

Note 3 – Membership

Membership in the State Bar totaled 56,243 and 55,390 at June 30, 2025 and 2024, respectively.

STATE BAR OF GEORGIA
NOTES TO THE COMBINED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

Note 4 – Investments

Investments are carried at fair market value. Proceeds from the sale of investments may be used in the operations of the State Bar.

As of June 30, 2025 and 2024, investments at fair value are summarized as follows:

	2025	2024
Money market funds	\$ 1,213,619	\$ 2,476,541
Equities	3,798,498	3,415,295
Fixed income	6,079,067	5,249,832
Government securities	9,447,243	8,232,048
Total investments	\$ 20,538,427	\$ 19,373,716

For the years ended June 30, 2025 and 2024, total investment income are summarized as follows:

	2025	2024
Interest and dividends	\$ 681,276	\$ 531,200
Net realized and unrealized gains	538,637	560,204
Total investment income	\$ 1,219,913	\$ 1,091,404

Note 5 – Fair value measurements

As required by FASB's fair value measurements and disclosure guidance, assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement. The following is a summary of the levels within the fair value hierarchy for the State Bar's assets and liabilities measured at fair value as of June 30, 2025:

	Level 1	Level 2	Level 3	Total
Investments:				
Money market funds	\$ 1,213,619	\$ -	\$ -	\$ 1,213,619
Equities	3,798,498	- -	- -	3,798,498
Fixed income	6,079,067	- -	- -	6,079,067
Government securities	9,447,243	- -	- -	9,447,243
Total	\$ 20,538,427	\$ -	\$ -	\$ 20,538,427

The following is a summary of the levels within the fair value hierarchy for the State Bar's assets and liabilities measured at fair value as of June 30, 2024:

	Level 1	Level 2	Level 3	Total
Investments:				
Money market funds	\$ 2,476,541	\$ -	\$ -	\$ 2,476,541
Equities	3,415,295	- -	- -	3,415,295
Fixed income	5,249,832	- -	- -	5,249,832
Government securities	8,232,048	- -	- -	8,232,048
Total	\$ 19,373,716	\$ -	\$ -	\$ 19,373,716

STATE BAR OF GEORGIA
NOTES TO THE COMBINED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

Note 6 – Building, furniture, fixtures, and equipment

The Bar Center building, furniture, fixtures, and equipment as of June 30, 2025 and 2024 are summarized as follows:

	2025	2024
Building and improvements	\$ 27,948,353	\$ 27,414,492
Furniture and office equipment	3,066,876	3,072,530
Computer and electronic equipment	1,284,244	1,216,851
Software	119,775	119,775
Construction in process	185,187	72,663
	<hr/> 32,604,435	<hr/> 31,896,311
Less accumulated depreciation	(26,498,819)	(25,682,024)
	<hr/> \$ 6,105,616	<hr/> \$ 6,214,287

Land, furniture, fixtures, and equipment other than the Bar Center as of June 30, 2025 and 2024 are summarized as follows:

	2025	2024
Furniture and office equipment	\$ 1,060,685	\$ 999,098
Computer and electronic equipment	373,611	342,255
Leasehold and building improvements	456,292	122,157
Software	1,116,383	1,498,078
Assets not yet in service	88,463	358,815
	<hr/> 3,095,434	<hr/> 3,320,403
Less accumulated depreciation	(1,549,023)	(2,384,428)
	<hr/> \$ 1,546,411	<hr/> \$ 935,975

Note 7 – Retirement plan

The State Bar has a money purchase pension plan that covers substantially all employees. State Bar contributions to this plan for the years ended June 30, 2025 and 2024 were \$558,160 and \$550,059, respectively.

STATE BAR OF GEORGIA
NOTES TO THE COMBINED FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

Note 8 – Leases

Lessor – The State Bar leases office space to both related and nonrelated parties. Rental income totaled \$983,600 and \$939,928 in 2025 and 2024, respectively. These amounts included receipts of \$61,420 and \$60,893 in 2025 and 2024, respectively, from related parties. Certain of the leases have extension period expiration dates through December 2034 and certain of the leases are renewable annually or cancelable at the request of the lessee.

As of June 30, 2025, approximate future minimum annual lease payments for the leases that are not renewable annually or cancelable are as follows:

For the year ending June 30,	2026	\$ 205,196
	2027	174,774
	2028	190,147
	2029	165,387
	2030	169,411
	Thereafter	<u>352,894</u>
	Total	<u>\$ 1,257,809</u>

Lessee – The State Bar has entered into various noncancelable operating lease agreements for the rental of photocopiers and mailing equipment. These lease agreements expire on various dates through September 2029.

In addition, the State Bar entered into a lease on November 1, 2008 for its Coastal Georgia office space in Savannah. The lease expired on October 31, 2013 with two five-year options available to renew through 2023. The State Bar renewed the lease under its second option during 2018, with expiration on October 31, 2022. The State Bar then entered into a new lease at a new location in which the lease term commenced on January 1, 2023, that expires on December 31, 2027.

The State Bar also maintains a lease for its satellite office in Tifton, Georgia. The initial lease expired on September 30, 2021, and was then month-to-month through September 30, 2022. The lease was renewed on September 30, 2022, expiring on September 30, 2025. Upon expiration, a new lease was entered into and expires on September 30, 2028.

The following summarizes the carrying value of the related right-of-use assets - operating as of June 30:

	2025	2024
Accumulated basis	\$ 485,138	\$ 485,138
Less – accumulated amortization	<u>(242,508)</u>	<u>(130,342)</u>
	<u>\$ 242,630</u>	<u>\$ 354,796</u>

The following summarizes the weighted-average discount rate as of June 30:

	2025	2024
Weighted-average discount rate	3.57%	3.60%

STATE BAR OF GEORGIA
NOTES TO THE COMBINED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

Note 8 – Leases (Continued)

The following is a schedule by years of minimum future rentals on the operating leases and the amortization of the net present value (NPV) of the lease liability as of June 30, 2025:

Year Ending June 30:	Minimum Annual Lease Payments	Amortization of NPV of Lease Liabilities - Operating
2026	97,866	90,506
2027	86,860	82,715
2028	54,939	53,741
2029	16,545	16,389
	\$ 256,210	\$ 243,351

Rental expense charged to operations amounted to \$177,290 and \$167,010 for the years ended June 30, 2025 and 2024, respectively.

Note 9 – Related-party transactions

The Commission on Continuing Lawyer Competency contributed \$1,358,390 and \$1,393,988 to the State Bar in 2025 and 2024, respectively. These amounts represent approximately 5% of the total amount of State Bar's revenue and other support for 2025 and 2024.

The State Bar was also reimbursed by related organizations for their share of salary and operating expenses for the years ended June 30, 2025 and 2024 as follows:

	2025	2024
Commission on Continuing Lawyer Competency	\$ 572,952	\$ 509,393
Chief Justice's Commission on Professionalism	224,238	193,763
Georgia Bar Foundation, Inc.	127,167	97,653
	\$ 924,357	\$ 800,809

The following represents a summary of amounts due from related parties as of June 30, 2025 and 2024:

	2025	2024
Commission on Continuing Lawyer Competency	\$ 717,708	\$ 692,795
Georgia Bar Foundation, Inc.	19,122	3,462
	\$ 736,830	\$ 696,257

STATE BAR OF GEORGIA
NOTES TO THE COMBINED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

Note 9 – Related-party transactions (Continued)

The following represents a summary of amounts due to related parties as of June 30, 2025 and 2024:

	2025	2024
Chief Justice's Commission on Professionalism	\$ 297,429	\$ 238,996
	<u>\$ 297,429</u>	<u>\$ 238,996</u>

Note 10 – Board-designated net assets

The State Bar had Board-designated net assets available for the following purposes at June 30, 2025 and 2024:

	2025	2024
Bar Center	\$ 13,211,179	\$ 13,554,369
General Operations	4,750,000	4,750,000
Litigation	300,000	300,000
Sections	3,608,575	3,745,184
Conventions	5,090	49,795
Operating Contingencies – ICLE	144,435	144,435
Replacement of Equipment – ICLE	58,607	225,000
ICLE Operations	4,216,170	4,216,170
	<u>\$ 26,294,056</u>	<u>\$ 26,984,953</u>

Bar Center net assets primarily consist of the net depreciated cost of the Bar Center building, building improvements, and related Conference Center furniture and equipment.

STATE BAR OF GEORGIA
NOTES TO THE COMBINED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

Note 11 – Net assets with donor restrictions

Net assets with donor restrictions at June 30, 2025 and 2024 were available for the following purposes and are included in cash and cash equivalents:

	2025	2024
Legislative Program	\$ 2,825,925	\$ 2,423,119
Law-Related Education/Marshall Fund	162,382	192,396
High School Mock Trial	27,719	17,481
BASICS Program	125,851	121,963
Young Lawyers Division	135,410	126,603
Lawyer Assistance Program	34,353	33,229
Georgia Diversity Program	164	6,374
Bar Media Conference	943	1,523
Center for Lawyer Wellbeing	1,194	-
Justice Portraits	1,100	1,066
Law Day	5,612	6,317
Promote Inclusion	12,649	5,924
Access to Justice	22,149	19,993
Military Vet Pro Bono	15,582	15,101
	<u>\$ 3,371,033</u>	<u>\$ 2,971,089</u>

Note 12 – Net assets released from restrictions

Net assets were released from donor restrictions in 2025 and 2024 by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors as follows:

	2025	2024
Legislative Program	\$ 515,232	\$ 367,215
BASICS Program	75,515	50,584
Young Lawyers Division	118,013	65,269
Law-Related Education/Marshall Fund	36,329	24,431
Georgia Diversity Program	30,571	52,192
Promote Inclusion	2,276	14,925
Bar Media Conference	1,217	1,709
Lawyer Assistance Program	1,085	159
High School Mock Trial	648	10,999
Other Programs	7,830	6,337
	<u>\$ 788,716</u>	<u>\$ 593,820</u>

**STATE BAR OF GEORGIA
NOTES TO THE COMBINED FINANCIAL STATEMENTS**

FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

Note 13 – Contingencies

The State Bar is subject to various suits and proceedings arising in the ordinary conduct of its affairs and has been named as a defendant in several lawsuits. In the opinion of the Office of the General Counsel, all suits and actions now pending or likely to be filed will be resolved without material adverse effect on the financial position of the State Bar.

Note 14 – Subsequent events

The State Bar has evaluated subsequent events occurring through December 9, 2025, the date on which the combined financial statements were available to be issued.

SUPPLEMENTAL INFORMATION

STATE BAR OF GEORGIA
COMBINING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2025

	SBG and SBGF	ICLE	Elimination	Total
ASSETS				
Cash and cash equivalents	\$ 24,980,496	\$ 248,236	\$ -	\$ 25,228,732
Accounts receivable, net	140,562	-	-	140,562
Receivable from related parties	736,830	-	-	736,830
Receivable from employees	11,081	-	-	11,081
Accrued interest receivable	147,767	-	-	147,767
Prepaid and other assets	613,143	-	-	613,143
Investments, at fair value	17,963,432	2,574,995	-	20,538,427
Bar Center building, furniture, fixtures, and equipment, at cost, less accumulated depreciation	6,105,616	-	-	6,105,616
Furniture, fixtures, and equipment, at cost, less accumulated depreciation	1,546,411	-	-	1,546,411
Right-of-use assets - operating	242,630	-	-	242,630
 Total assets	 \$ 52,487,968	 \$ 2,823,231	 \$ -	 \$ 55,311,199
LIABILITIES AND NET ASSETS				
Liabilities				
Accounts payable	\$ 2,139,328	\$ -	\$ -	\$ 2,139,328
Accrued salary and retirement plan expense	1,009,326	-	-	1,009,326
Payable to Clients' Security Fund	2,952,050	-	-	2,952,050
Payable to related parties	297,429	-	-	297,429
Accrued vacation	526,460	-	-	526,460
Deferred income - dues and sections	11,460,354	-	-	11,460,354
Lease liability - operating	243,351	-	-	243,351
Total liabilities	18,628,298	-	-	18,628,298
 Net assets	 			
Without donor restrictions				
Undesignated	4,397,623	2,620,189	-	7,017,812
Board-designated	26,091,014	203,042	-	26,294,056
Total without donor restrictions	30,488,637	2,823,231	-	33,311,868
With donor restrictions	3,371,033	-	-	3,371,033
Total net assets	33,859,670	2,823,231	-	36,682,901
 Total liabilities and net assets	 \$ 52,487,968	 \$ 2,823,231	 \$ -	 \$ 55,311,199

STATE BAR OF GEORGIA
COMBINING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2024

	<u>SBG and SBGF</u>	<u>ICLE</u>	<u>Elimination</u>	<u>Total</u>
ASSETS				
Cash and cash equivalents	\$ 24,837,272	\$ 248,208	\$ -	\$ 25,085,480
Accounts receivable, net	121,100	-	-	121,100
Receivable from related parties	696,257	-	-	696,257
Receivable from employees	16,450	-	-	16,450
Accrued interest receivable	112,008	-	-	112,008
Prepaid and other assets	435,786	-	-	435,786
Investments, at fair value	16,893,483	2,480,233	-	19,373,716
Bar Center building, furniture, fixtures, and equipment, at cost, less accumulated depreciation	6,214,287	-	-	6,214,287
Furniture, fixtures, and equipment, at cost, less accumulated depreciation	935,975	-	-	935,975
Right-of-use assets - operating	<u>354,796</u>	<u>-</u>	<u>-</u>	<u>354,796</u>
 Total assets	 <u>\$ 50,617,414</u>	 <u>\$ 2,728,441</u>	 <u>\$ -</u>	 <u>\$ 53,345,855</u>
 LIABILITIES AND NET ASSETS				
Liabilities				
Accounts payable	\$ 2,451,045	\$ -	\$ -	\$ 2,451,045
Accrued salary and retirement plan expense	938,939	-	-	938,939
Payable to Clients' Security Fund	2,782,908	-	-	2,782,908
Payable to related parties	238,996	-	-	238,996
Accrued vacation	593,724	-	-	593,724
Deferred income - dues and sections	9,454,962	-	-	9,454,962
Lease liability - operating	<u>353,219</u>	<u>-</u>	<u>-</u>	<u>353,219</u>
Total liabilities	<u>16,813,793</u>	<u>-</u>	<u>-</u>	<u>16,813,793</u>
 Net assets	 <u>Without donor restrictions</u>			
Undesignated	4,217,014	2,359,006	-	6,576,020
Board-designated	<u>26,615,518</u>	<u>369,435</u>	<u>-</u>	<u>26,984,953</u>
Total without donor restrictions	<u>30,832,532</u>	<u>2,728,441</u>	<u>-</u>	<u>33,560,973</u>
With donor restrictions	<u>2,971,089</u>	<u>-</u>	<u>-</u>	<u>2,971,089</u>
Total net assets	<u>33,803,621</u>	<u>2,728,441</u>	<u>-</u>	<u>36,532,062</u>
 Total liabilities and net assets	 <u>\$ 50,617,414</u>	<u>\$ 2,728,441</u>	<u>\$ -</u>	<u>\$ 53,345,855</u>

STATE BAR OF GEORGIA
COMBINING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

	SBG and SBGF	ICLE	Eliminations	Total
REVENUES AND OTHER SUPPORT				
Fees				
License	\$ 12,615,215	\$ -	\$ -	\$ 12,615,215
Advertising	53,363	-	-	53,363
Membership	347,659	-	-	347,659
Total fees	<u>13,016,237</u>	<u>-</u>	<u>-</u>	<u>13,016,237</u>
ICLE				
Program revenues	4,742,670	-	-	4,742,670
Total ICLE	<u>4,742,670</u>	<u>-</u>	<u>-</u>	<u>4,742,670</u>
Other revenues				
Contributions	2,437,609	-	-	2,437,609
Section dues	1,707,039	-	-	1,707,039
Convention and meeting fees	47,500	-	-	47,500
Law practice management fees	25,109	-	-	25,109
Young lawyers division fees	4,600	-	-	4,600
High school mock trial fees	48,301	-	-	48,301
Investment income	1,114,127	105,786	-	1,219,913
Rental income	983,600	-	-	983,600
Other	<u>868,977</u>	<u>-</u>	<u>-</u>	<u>868,977</u>
Total other revenues	7,236,862	105,786	-	7,342,648
Total revenues and other support	<u>24,995,769</u>	<u>105,786</u>	<u>-</u>	<u>25,101,555</u>
EXPENSES				
Program services				
Counsel	5,059,238	-	-	5,059,238
Communications	948,804	-	-	948,804
Membership	1,181,911	-	-	1,181,911
Unauthorized practice of law	905,483	-	-	905,483
Law practice management	484,275	-	-	484,275
Law related education	439,185	-	-	439,185
Fee arbitration	568,102	-	-	568,102
Sections	2,011,854	-	-	2,011,854
Young lawyers division	653,363	-	-	653,363
ICLE	3,925,991	-	-	3,925,991
Other programs	<u>2,175,573</u>	<u>-</u>	<u>-</u>	<u>2,175,573</u>
Total program services	18,353,779	-	-	18,353,779
Supporting services				
Management and general	<u>6,585,941</u>	<u>10,996</u>	<u>-</u>	<u>6,596,937</u>
Total expenses	<u>24,939,720</u>	<u>10,996</u>	<u>-</u>	<u>24,950,716</u>
CHANGE IN NET ASSETS	56,049	94,790	-	150,839
NET ASSETS, BEGINNING	33,803,621	2,728,441	-	36,532,062
NET ASSETS, ENDING	<u>\$ 33,859,670</u>	<u>\$ 2,823,231</u>	<u>\$ -</u>	<u>\$ 36,682,901</u>

STATE BAR OF GEORGIA
COMBINING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

	<u>SBG and SBGF</u>	<u>ICLE</u>	<u>Elimination</u>	<u>Total</u>
REVENUES AND OTHER SUPPORT				
Fees				
License	\$ 12,308,061	\$ -	\$ -	\$ 12,308,061
Advertising	45,389	-	-	45,389
Membership	273,218	-	-	273,218
Total fees	<u>12,626,668</u>	<u>-</u>	<u>-</u>	<u>12,626,668</u>
ICLE				
Program revenues	4,790,571	-	-	4,790,571
Total ICLE	<u>4,790,571</u>	<u>-</u>	<u>-</u>	<u>4,790,571</u>
Other revenues				
Contributions	2,483,947	-	-	2,483,947
Section dues	1,678,774	-	-	1,678,774
Convention and meeting fees	47,500	-	-	47,500
Law practice management fees	20,222	-	-	20,222
Young lawyers division fees	4,980	-	-	4,980
High school mock trial fees	52,230	-	-	52,230
Investment income	965,240	126,164	-	1,091,404
Rental income	939,928	-	-	939,928
Other	<u>761,509</u>	<u>-</u>	<u>-</u>	<u>761,509</u>
Total other revenues	6,954,330	126,164	-	7,080,494
Total revenue and other support	<u>24,371,569</u>	<u>126,164</u>	<u>-</u>	<u>24,497,733</u>
EXPENSES				
Program services				
Counsel	4,695,043	-	-	4,695,043
Communications	934,436	-	-	934,436
Membership	1,114,314	-	-	1,114,314
Unauthorized practice of law	947,824	-	-	947,824
Law practice management	479,364	-	-	479,364
Law related education	423,214	-	-	423,214
Fee arbitration	545,228	-	-	545,228
Sections	1,782,184	-	-	1,782,184
Young lawyers division	569,112	-	-	569,112
ICLE	3,854,346	-	-	3,854,346
Other programs	<u>2,105,467</u>	<u>-</u>	<u>-</u>	<u>2,105,467</u>
Total program expenses	17,450,532	-	-	17,450,532
Supporting services				
Management and general	<u>6,346,430</u>	<u>10,406</u>	<u>-</u>	<u>6,356,836</u>
Total expenses	<u>23,796,962</u>	<u>10,406</u>	<u>-</u>	<u>23,807,368</u>
CHANGE IN NET ASSETS	574,607	115,758	-	690,365
NET ASSETS, BEGINNING	33,229,014	2,612,683	-	35,841,697
NET ASSETS, ENDING	\$ 33,803,621	\$ 2,728,441	\$ -	\$ 36,532,062