

**United Way of East Central Iowa, Inc.
and Related Entity**

Consolidated Financial Statements

June 30, 2022 and 2021



United Way of East Central Iowa, Inc. and Related Entity
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Independent Auditor's Report

Board of Directors

United Way of East Central Iowa, Inc. and Related Entity

Opinion

We have audited the consolidated financial statements of United Way of East Central Iowa, Inc. and its related entity (the Organization), which comprise the consolidated statements of financial position as of June 30, 2022 and 2021, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 2022 and 2021, and the change in their net assets and their 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 (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization, 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.

2021 Financial Statements Restated

As discussed in Note 12 to the consolidated financial statements, the 2021 consolidated financial statements have been restated to correct a misstatement. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 GAAS 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 consolidated financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 Organization'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization'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.

Supplementary Information

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

BerganKDV, LTD.

Waterloo, Iowa
September 30, 2022

United Way of East Central Iowa, Inc. and Related Entity
Consolidated Statements of Financial Position
As of June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Assets		
Cash and cash equivalents		
Unrestricted	\$ 2,341,152	\$ 2,363,158
Restricted	88,831	104,145
Certificates of deposit	1,321,408	1,576,981
Receivables		
Pledges, net	1,237,248	1,168,127
Other	402,190	269,871
Interest receivable	2,473	6,486
Prepaid expenses	60,030	46,542
Investments	2,505,175	2,894,196
Beneficial interest in assets		
held by community foundation	299,222	381,070
Property and equipment, net	<u>10,362,916</u>	<u>10,681,700</u>
Total assets	<u><u>\$ 18,620,645</u></u>	<u><u>\$ 19,492,276</u></u>
Liabilities and Net Assets		
Allocations and grants payable		
Allocations payable	\$ 2,700,012	\$ 2,800,000
Initiative fund grants payable	247,000	257,505
Donor designations payable	606,459	621,475
Accounts payable	21,233	25,693
Accrued expenses	<u>208,470</u>	<u>208,517</u>
Total liabilities	<u>3,783,174</u>	<u>3,913,190</u>
Net assets		
Without donor restrictions		
Undesignated	11,468,096	11,257,954
Board designated - quasi-endowment	<u>1,316,484</u>	<u>1,486,571</u>
Total without donor restrictions	12,784,580	12,744,525
With donor restrictions	<u>2,052,891</u>	<u>2,834,561</u>
Total net assets	<u>14,837,471</u>	<u>15,579,086</u>
Total liabilities and net assets	<u><u>\$ 18,620,645</u></u>	<u><u>\$ 19,492,276</u></u>

United Way of East Central Iowa, Inc. and Related Entity
Consolidated Statements of Activities
Year Ended June 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue			
Campaign revenues			
Prior period campaign results (released from restrictions)	\$ 343,234	\$ (343,234)	\$ -
Gross campaign results in current period	5,244,440	269,550	5,513,990
Less donor designations	615,999	-	615,999
Net current period campaign revenues	4,628,441	269,550	4,897,991
Less provisions for uncollectible pledges	33,367	-	33,367
Net campaign revenues in current period	4,595,074	269,550	4,864,624
Total net campaign revenue	4,938,308	(73,684)	4,864,624
Other revenue			
Other contributions	372,926	-	372,926
Federal grants	448,828	-	448,828
Donor designation fees	77,994	-	77,994
Investment return, net	(150,496)	(294,768)	(445,264)
Rental income	360,448	-	360,448
Sponsorships	107,250	47,459	154,709
Special events and miscellaneous income	40,854	-	40,854
Net assets released from restrictions	460,677	(460,677)	-
Total other revenue	1,718,481	(707,986)	1,010,495
Total support and revenue	6,656,789	(781,670)	5,875,119
Expenses			
Program services			
Allocation services	3,202,377	-	3,202,377
Community impact	506,205	-	506,205
Volunteer management	308,312	-	308,312
Disaster relief	273,951	-	273,951
HSC	909,291	-	909,291
Other program services	279,847	-	279,847
Total program services	5,479,983	-	5,479,983
Supporting services			
Management and general	591,732	-	591,732
Fundraising	545,019	-	545,019
Total supporting services	1,136,751	-	1,136,751
Total expenses	6,616,734	-	6,616,734
Change in net assets	40,055	(781,670)	(741,615)
Net assets, beginning of year (restated)	12,744,525	2,834,561	15,579,086
Net assets, end of year	\$ 12,784,580	\$ 2,052,891	\$ 14,837,471

See notes to consolidated financial statements.

United Way of East Central Iowa, Inc. and Related Entity
Consolidated Statements of Activities
Year Ended June 30, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue			
Campaign revenues			
Prior period campaign results (released from restrictions)	\$ 621,106	\$ (621,106)	\$ -
Gross campaign results in current period	5,247,917	343,234	5,591,151
Less donor designations	711,711	-	711,711
Net current period campaign revenues	4,536,206	343,234	4,879,440
Less provisions for uncollectible pledges	122,303	-	122,303
Net campaign revenues in current period	4,413,903	343,234	4,757,137
Total net campaign revenue	5,035,009	(277,872)	4,757,137
Other revenue			
Other contributions	870,628	195,642	1,066,270
Disaster relief contributions	1,402,265	360,851	1,763,116
Federal grants	91,857	-	91,857
Paycheck Protection Program	40,835	-	40,835
Donor designation fees	86,315	-	86,315
Investment return, net	238,856	402,273	641,129
Rental income	329,298	-	329,298
Sponsorships	54,825	50,000	104,825
Special events and miscellaneous income	31,623	-	31,623
Net assets released from restrictions	431,818	(431,818)	-
Total other revenue	3,578,320	576,948	4,155,268
Total support and revenue	8,613,329	299,076	8,912,405
Expenses			
Program services			
Allocation services	3,286,483	-	3,286,483
Community impact	272,730	-	272,730
Volunteer management	260,153	-	260,153
Disaster relief	1,777,845	-	1,777,845
HSC	812,337	-	812,337
Other program services	186,712	-	186,712
Total program services	6,596,260	-	6,596,260
Supporting services			
Management and general	588,689	-	588,689
Fundraising	630,306	-	630,306
Total supporting services	1,218,995	-	1,218,995
Total expenses	7,815,255	-	7,815,255
Change in net assets	798,074	299,076	1,097,150
Net assets, beginning of year (restated)	11,946,451	2,535,485	14,481,936
Net assets, end of year (restated)	\$ 12,744,525	\$ 2,834,561	\$ 15,579,086

See notes to consolidated financial statements.

United Way of East Central Iowa, Inc. and Related Entity
Consolidated Statement of Functional Expenses
Year Ended June 30, 2022

	Programs							
	Allocation Services	Community Impact	Volunteer Management	55+ Program	Volunteer Income Tax Assistance	Disaster Relief	HSC	Total Programs
Gross funds awarded/distributed	\$ 3,316,011	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,316,011
Less donor designations	615,999	-	-	-	-	-	-	615,999
Net funds awarded/distributed	2,700,012	-	-	-	-	-	-	2,700,012
Initiative fund grants	502,365	-	-	-	-	256,987	-	759,352
	3,202,377	-	-	-	-	256,987	-	3,459,364
Salaries	-	188,209	151,029	135,508	46,861	12,140	-	533,747
Benefits and taxes	-	42,863	30,189	20,486	10,722	3,692	-	107,952
Total salaries and related expenses	-	231,072	181,218	155,994	57,583	15,832	-	641,699
Contract services	-	224,090	4,398	5,863	2,805	297	91,638	329,091
Office expense	-	2,055	3,710	7,535	6,200	60	1,959	21,519
Donated services and materials	-	-	-	-	-	-	-	-
Occupancy	-	1,359	1,214	1,513	386	5	295,525	300,002
Repairs and maintenance	-	1,797	1,422	1,770	557	96	185,967	191,609
Transportation	-	1,152	20,448	2,144	164	2	-	23,910
Conferences	-	3,803	4,087	5,959	901	155	-	14,905
National dues	-	148	366	643	46	8	-	1,211
Publications, printing and subscriptions	-	2,902	1,836	1,879	3,304	74	-	9,995
Special projects	-	1,052	42,675	85	1,640	5	-	45,457
Advertising	-	2,173	1,518	3,343	434	40	-	7,508
Miscellaneous	-	2,004	383	608	1,426	10	1,500	5,931
Computer expenses	-	12,820	9,385	8,303	6,398	380	-	37,286
Depreciation	-	2,611	1,438	1,628	736	-	332,702	339,115
Payments to affiliates (UWW)	-	17,167	34,214	-	-	-	-	51,381
Total expenses by function	<u>\$ 3,202,377</u>	<u>\$ 506,205</u>	<u>\$ 308,312</u>	<u>\$ 197,267</u>	<u>\$ 82,580</u>	<u>\$ 273,951</u>	<u>\$ 909,291</u>	<u>\$ 5,479,983</u>

(Continued)

United Way of East Central Iowa, Inc. and Related Entity
Consolidated Statement of Functional Expenses
Year Ended June 30, 2022

	Total Programs	Supporting Services			Total Expenses
		Management and General	Fundraising	Total Supporting Services	
Gross funds awarded/distributed	\$ 3,316,011	\$ -	\$ -	\$ -	\$ 3,316,011
Less donor designations	615,999	-	-	-	615,999
Net funds awarded/distributed	2,700,012	-	-	-	2,700,012
Initiative fund grants	759,352	-	-	-	759,352
	3,459,364	-	-	-	3,459,364
Salaries	533,747	359,840	311,232	671,072	1,204,819
Employee benefits	107,952	63,202	43,596	106,798	214,750
Total salaries and related expenses	641,699	423,042	354,828	777,870	1,419,569
Contract services	329,091	49,562	8,425	57,987	387,078
Supplies	21,519	16,829	6,785	23,614	45,133
Donated services and materials	-	-	80,332	80,332	80,332
Occupancy	300,002	2,265	2,011	4,276	304,278
Repairs and maintenance	191,609	3,601	2,621	6,222	197,831
Transportation	23,910	589	638	1,227	25,137
Conferences	14,905	8,135	4,371	12,506	27,411
National dues	1,211	951	216	1,167	2,378
Publications, printing and subscriptions	9,995	6,076	20,474	26,550	36,545
Special projects	45,457	18,466	16,823	35,289	80,746
Advertising	7,508	3,412	5,427	8,839	16,347
Miscellaneous	5,931	861	3,835	4,696	10,627
Computer expenses	37,286	20,732	10,437	31,169	68,455
Depreciation	339,115	4,312	3,869	8,181	347,296
Payments to affiliates (UWW)	51,381	32,899	23,927	56,826	108,207
Total expenses by function	<u>\$ 5,479,983</u>	<u>\$ 591,732</u>	<u>\$ 545,019</u>	<u>\$ 1,136,751</u>	<u>\$ 6,616,734</u>

United Way of East Central Iowa, Inc. and Related Entity
Consolidated Statement of Functional Expenses
Year Ended June 30, 2021

	Programs								
	Allocation Services	Community Impact	Volunteer Management	55+ Program	Volunteer Income Tax Assistance	Disaster Relief	FCFH	HSC	Total Programs
Gross funds awarded/distributed	\$ 3,511,711	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,511,711
Less donor designations	711,711	-	-	-	-	-	-	-	711,711
Net funds awarded/distributed	2,800,000	-	-	-	-	-	-	-	2,800,000
Initiative fund grants	486,483	-	-	-	-	1,528,487	34,694	-	2,049,664
	<u>3,286,483</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,528,487</u>	<u>34,694</u>	<u>-</u>	<u>4,849,664</u>
Salaries	-	163,440	134,687	49,919	38,289	185,570	-	-	571,905
Benefits and taxes	-	34,359	26,996	8,702	8,937	44,807	-	-	123,801
Total salaries and related expenses	<u>-</u>	<u>197,799</u>	<u>161,683</u>	<u>58,621</u>	<u>47,226</u>	<u>230,377</u>	<u>-</u>	<u>-</u>	<u>695,706</u>
Contract services	-	25,861	4,740	2,175	3,102	4,598	7,288	90,481	138,245
Office expense	-	2,641	3,893	7,112	3,847	2,087	8	1,015	20,603
Donated services and materials	-	-	-	-	-	-	-	-	-
Occupancy	-	1,054	1,037	807	217	39	-	265,796	268,950
Repairs and maintenance	-	1,494	1,451	570	480	1,396	-	119,036	124,427
Transportation	-	24	17,016	68	8	23	-	-	17,139
Conferences	-	1,655	1,273	698	74	218	-	-	3,918
National dues	-	1,216	1,230	498	167	490	-	-	3,601
Publications, printing and subscriptions	-	4,362	3,077	1,151	2,168	2,788	1,040	-	14,586
Special projects	-	15	31,882	505	1,360	14	-	-	33,776
Advertising	-	952	3,834	1,107	278	617	-	-	6,788
Miscellaneous	-	436	967	422	918	104	2,505	-	5,352
Computer expenses	-	7,464	10,585	2,679	2,559	6,607	-	-	29,894
Depreciation	-	5,145	2,818	1,325	1,035	-	-	336,009	346,332
Payments to affiliates (UWW)	-	22,612	14,667	-	-	-	-	-	37,279
Total expenses by function	<u>\$ 3,286,483</u>	<u>\$ 272,730</u>	<u>\$ 260,153</u>	<u>\$ 77,738</u>	<u>\$ 63,439</u>	<u>\$ 1,777,845</u>	<u>\$ 45,535</u>	<u>\$ 812,337</u>	<u>\$ 6,596,260</u>

(Continued)

United Way of East Central Iowa, Inc. and Related Entity
Consolidated Statement of Functional Expenses
Year Ended June 30, 2021

	Total Programs	Supporting Services			Total Expenses
		Management and General	Fundraising	Total Supporting Services	
Gross funds awarded/distributed	\$ 3,511,711	\$ -	\$ -	\$ -	\$ 3,511,711
Less donor designations	711,711	-	-	-	711,711
Net funds awarded/distributed	2,800,000	-	-	-	2,800,000
Initiative fund grants	2,049,664	-	-	-	2,049,664
	<u>4,849,664</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,849,664</u>
Salaries	571,905	333,873	323,302	657,175	1,229,080
Employee benefits	123,801	78,559	79,601	158,160	281,961
Total salaries and related expenses	<u>695,706</u>	<u>412,432</u>	<u>402,903</u>	<u>815,335</u>	<u>1,511,041</u>
Contract services	138,245	51,127	11,392	62,519	200,764
Supplies	20,603	28,270	10,231	38,501	59,104
Donated services and materials	-	-	69,305	69,305	69,305
Occupancy	268,950	1,876	1,843	3,719	272,669
Repairs and maintenance	124,427	8,582	3,065	11,647	136,074
Transportation	17,139	45	50	95	17,234
Conferences	3,918	471	542	1,013	4,931
National dues	3,601	1,915	1,066	2,981	6,582
Publications, printing and subscriptions	14,586	8,985	36,914	45,899	60,485
Special projects	33,776	27	12,547	12,574	46,350
Advertising	6,788	4,448	6,819	11,267	18,055
Miscellaneous	5,352	384	1,082	1,466	6,818
Computer expenses	29,894	16,853	14,390	31,243	61,137
Depreciation	346,332	9,149	8,934	18,083	364,415
Payments to affiliates (UWW)	37,279	44,125	49,223	93,348	130,627
Total expenses by function	<u>\$ 6,596,260</u>	<u>\$ 588,689</u>	<u>\$ 630,306</u>	<u>\$ 1,218,995</u>	<u>\$ 7,815,255</u>

United Way of East Central Iowa, Inc. and Related Entity
Consolidated Statements of Cash Flows
Years Ended June 30, 2022 and 2021

	2022	2021
Cash Flows - Operating Activities		
Change in net assets	\$ (741,615)	\$ 1,097,150
Adjustments to reconcile change in net assets to net cash flows - operating activities		
Depreciation	347,296	364,415
Noncash reinvested investment income	(46,806)	(40,113)
(Gain) loss on sale of investments	94,715	(11,603)
Net unrealized (gain) loss on investments	495,390	(406,678)
Change in beneficial interest	65,986	(75,276)
Changes in operating assets and liabilities		
Receivables	(197,427)	1,249,029
Prepaid expenses	(13,488)	14,859
Allocations and donor designations payable	(125,509)	(874,384)
Accounts payable	(4,460)	(57,863)
Accrued expenses	(47)	(70,494)
Refundable advance	-	(40,835)
Net cash flows - operating activities	<u>(125,965)</u>	<u>1,148,207</u>
Cash Flows - Investing Activities		
Purchases of property and equipment	(28,554)	(30,140)
Proceeds from sales of investments	769,478	222,316
Purchases of investments	(923,756)	(922,156)
Purchases of certificates of deposit	(802,688)	(550,000)
Proceeds from redemption of certificates of deposit	1,058,261	974,582
Distributions from beneficial interest	15,862	15,251
Net cash flows - investing activities	<u>88,603</u>	<u>(290,147)</u>
Net change in cash and cash equivalents	(37,362)	858,060
Cash and Cash Equivalents, Unrestricted and Restricted		
Beginning of year	<u>2,467,455</u>	<u>1,609,395</u>
End of year	<u>\$ 2,430,093</u>	<u>\$ 2,467,455</u>
Reconciliation of Cash and Cash Equivalents, Unrestricted and Restricted		
Unrestricted	\$ 2,341,152	\$ 2,363,158
Restricted	<u>88,831</u>	<u>104,145</u>
Total cash and cash equivalents, unrestricted and restricted	<u>\$ 2,429,983</u>	<u>\$ 2,467,303</u>

United Way of East Central Iowa, Inc. and Related Entity
Notes to Consolidated Financial Statements

NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization and Principles of Consolidation

The United Way of East Central Iowa, Inc. (UWECI) is a perpetual, nonprofit corporation serving the greater Cedar Rapids area. The objective of UWECI is to provide a means by which contributions can be made annually in gifts and pledges to charitable health and welfare organizations, to provide for the budgeting and allocation of funds derived from said gifts and pledges to tax-exempt agencies and to provide for the planning of health, welfare, and other services in order to most efficiently meet the needs of the community and the area.

Human Services Campus, L.L.C. (HSC), is a limited liability company, with UWECI the sole member. HSC owns and operates commercial real estate which houses UWECI and other nonprofit organizations.

FCFH-Iowa, Inc (FCFH), was a perpetual nonprofit corporation wholly owned by UWECI. FCFH operated a centralized referral and helpline service serving multiple health and human service needs on a regional basis. As of January 1, 2020, FCFH's operations were transferred to the United Way of Central Iowa. FCFH was dissolved on May 18, 2021, and all remaining assets and liabilities were assumed by UWECI.

The consolidated financial statements include the activity of UWECI and its related entity, collectively referred to as the Organization. All significant intercompany accounts and transactions have been eliminated in the consolidated financial statements.

Description of Programs

Allocation Services. To actively establish and monitor policies and procedures for the operations of the following allocation services: partner agency funding, initiative funding and, when applicable, specific funding needs assessments, along with the knowledge of the Organization's volunteers and staff, aid in the allocation of resources to assist the community.

Community Impact. This service focuses on studying the communities' need as well as community problem solving. Significant staff time and other resources are committed to learning more about the region's demographics, economic condition, and perceptions of the communities' quality of life. This knowledge is utilized in partnerships, collaborations, and other community strategies/projects. This combined community knowledge is used to help identify funding priorities, emerging needs, growing trends in the community to produce community outcomes.

Volunteer Management. The Volunteer Management team connects individuals to meaningful volunteer opportunities to help meet United Way goals and the needs of the community.

Disaster Relief. UWECI serves on two Community Organizations Active in Disaster (COAD). The primary function of these COAD's is to share resources and collaborate to build a better-prepared response to disaster. UWECI functions as a community partner in the collaborations and is the lead on emergency volunteer response.

United Way of East Central Iowa, Inc. and Related Entity
Notes to Consolidated Financial Statements

NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Description of Programs (Continued)

Other Programs. Other programs directly supported by the Organization include the *Labor Community Services* program that educates union workers about available local services, the *55+ program* that engages adults 55 and older in volunteer services, *Volunteer Income Tax Assistance (VITA)* offering free individual tax preparation assistance, *2-1-1*, a centralized helpline, and *HSC*, operates commercial real estate housing nonprofit organizations.

Accounting Estimates

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

Concentrations of Credit Risk

Financial instruments which potentially subject the Organization to concentrations of credit risk consist principally of cash and cash equivalents. The Organization's cash and cash equivalents are with high credit quality financial institutions and, at times, are in excess of the FDIC insurance limit.

Cash Equivalents

Cash equivalents include highly liquid investments, with original maturities of three months or less, that are recorded at cost plus accrued interest, which approximates market.

Restricted Cash

The Organization acts as a financial agent for other organizations, and since the Organization is not considered to be financially interrelated with these organizations, the total amount of funds on behalf of these organizations is reflected as a liability on the consolidated statement of financial position. The Organization does not have variance power to redirect the assets held for others, and the funds are generally payable on demand.

Certificates of Deposit

Certificates of deposit are recorded at cost plus accrued interest, which approximates market.

Pledge Receivables

Pledge receivables (unconditional promises to give) are recorded as receivables and revenue when received. Pledge receivables are expected to be collected within one year and are recorded at net realizable value using an estimated uncollectible pledge percentage. The estimated uncollectible pledge percentage is based on historical collection rates and current economic factors applied to the gross campaign results, including donor designations. The uncollectible pledge percentage applied to the gross campaign for the campaign years 2022 and 2021 was 3.5% and 4%, respectively. The actual uncollectible amount could differ from these estimates.

United Way of East Central Iowa, Inc. and Related Entity
Notes to Consolidated Financial Statements

NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments

The Organization carries its investments at fair value. Net investment return consists of interest and dividend income, realized and unrealized gains and losses, less external and direct internal investment expense, and is reported in the statement of activities an increase or decrease in net assets with donor restrictions or without donor restrictions based on the intention stipulated by the donor.

Investments are exposed to various risk such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the investment balance.

Beneficial Interest in Assets Held by Community Foundation

The Organization has contributed funds to The Greater Cedar Rapids Community Foundation (the Foundation), which are held in a designated agency endowment fund, for the benefit of the Organization. Control over the investment or reinvestment of these funds is exercised exclusively by the Foundation. A portion of the fund's earnings is made available for distribution to the Organization periodically. The transactions with the Foundation are deemed to be reciprocal, and therefore, the fair value of the fund held by the Foundation is recognized as an asset by the Organization.

Property and Equipment

Property and equipment are stated at cost, or fair value if donated, with depreciation computed under the straight-line method over the economic useful lives of the assets. UWECE's policy is to capitalize all property and equipment purchases in excess of \$2,500. HSC's policy is to capitalize all property and equipment purchases in excess of \$5,000.

Long-Lived Assets

The Organization records impairment losses on long-lived assets used in operations when events and circumstances indicate that the assets might be impaired and the undiscounted cash flows estimated to be generated by those assets are less than the carrying amounts of those assets. There were no impairment losses for the years ended June 30, 2022 and 2021.

Allocations Payable

Allocation's payables are recorded as a liability at the point they are approved by the Board of Directors. Allocations with substantial conditions are not recognized until the conditions on which they depend are met.

Net Assets

Net assets, revenues, gains, and other support are classified based on the existence or absence of donor-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 restrictions. If the Board of Directors specifies a purpose where none has been stated by the original donor, such funds are classified as designated without donor restrictions.

United Way of East Central Iowa, Inc. and Related Entity
Notes to Consolidated Financial Statements

NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Assets (Continued)

Net Assets With Donor Restrictions – Net assets subject to donor-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. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Income Taxes

The Organizations are exempt from income taxes under provisions of Section 501(c)(3) of the Internal Revenue Code and are exempt from federal income taxes pursuant to Section 501(a) of the Code.

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. The consolidated financial statements report certain categories of expense that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Substantially all expenses are allocated on the basis of estimates of time and effort.

Revenue Recognition

The Organization recognizes contributions, measured at fair value on the date received, when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give which contain a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been substantially met. As of June 30, 2022, conditional promises to give amounted to \$204,571, and are not recorded in the consolidated financial statements.

The Organization followed Financial Accounting Standards Board (FASB) Topic 958-605, *Revenue Recognition for Not-for-Profit Entity* in accounting for its Paycheck Protection Program (PPP) loan. The loan was effectively accounted for as a conditional promise to give.

Donated Materials, Equipment and Services

Donated materials and equipment are recorded at fair value at the date of donation.

A substantial number of volunteers donate significant amounts of their time to the Organization's programs and its annual fundraising campaign. However, there is no objective basis for measuring the number of volunteer hours provided during the year.

United Way of East Central Iowa, Inc. and Related Entity
Notes to Consolidated Financial Statements

NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Donor Designated Transactions

Certain funds can be designated by donors to the Organization's partner agencies, nonaffiliated organizations, churches, or other government agencies or not-for-profit entity. The Organization has adopted a policy of reflecting these contributions in the campaign results in the statement of activities. These contributions are then deducted to reflect the amount of revenue under accounting principles generally accepted in the United States of America.

Recently Issued Accounting Pronouncement

In February 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2016-02, *Leases (Topic 842)*. The new guidance will require all leases to be recorded as assets and liabilities on the statement of financial position. This update requires capitalization of "right-of-use assets" and recognition of an obligation for future lease payments for most leases currently classified as operating leases. In June 2020, the FASB issued ASU 2020-05 which defers the effective date one year making it effective for annual reporting periods beginning after December 15, 2021, with early adoption permitted. The provisions of this ASU are to be applied using the modified retrospective approach. The Organization is currently evaluating the impact this standard will have on its consolidated financial statements.

Subsequent Events

Management has evaluated subsequent events through September 30, 2022, the date which the consolidated financial statements were available for issue.

NOTE 2 – LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following as of June 30, 2022 and 2021:

	2022	2021
Unrestricted cash and cash equivalents	\$ 2,341,152	\$ 2,363,158
Certificates of deposit	1,321,408	1,576,981
Pledge receivables due in one year or less, net	1,237,248	1,168,127
Interest receivable	2,473	6,486
Investments	2,505,175	2,894,196
Beneficial interests	299,222	381,070
Total financial assets available	7,706,678	8,390,018
Less board designations	1,316,482	1,486,571
Less donor imposed restrictions	2,052,891	2,834,561
Financial assets available within one year	<u>\$ 4,337,305</u>	<u>\$ 4,068,886</u>

United Way of East Central Iowa, Inc. and Related Entity
Notes to Consolidated Financial Statements

NOTE 2 – LIQUIDITY AND AVAILABILITY (CONTINUED)

The Organization maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, the Organization invests cash in excess of daily requirements in certificates of deposit.

The Organization's governing board has designated and invested a portion of its unrestricted resources for various purposes. These funds are invested for long-term appreciation and current income but remain available and may be spent at the discretion of the board.

NOTE 3 – INVESTMENTS AND FAIR VALUE MEASUREMENTS

The fair value measurement accounting literature establishes a valuation hierarchy for disclosure of the inputs to valuation used to measure fair value. This hierarchy prioritizes the inputs into three broad levels as follows:

- Level 1: Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs are quoted prices for similar assets and liabilities in active markets or inputs that are observable, either directly or indirectly through market corroboration, for substantially the full term of the financial instrument.
- Level 3: Inputs are unobservable inputs based on the Organization's own assumptions used to measure assets and liabilities at fair value.

A financial asset or liability's classification within the hierarchy is determined based on the lowest level input that is significant to the fair value measurement.

The following tables set forth by level within the fair value hierarchy of the Organization's financial assets measured at fair value on a recurring basis as of June 30, 2022 and 2021, and indicates the fair value hierarchy of the valuation techniques utilized by the Organization to determine such fair value.

<u>June 30, 2022</u>	Fair Value Measurements at Reporting Date Using:			
	Level 1	Level 2	Level 3	Total
Money market fund	\$ 1,746	\$ -	\$ -	\$ 1,746
Domestic equity mutual funds	1,239,026	-	-	1,239,026
Foreign equity mutual funds	582,805	-	-	582,805
Bond mutual funds	473,394	-	-	473,394
Preferred stocks	208,204	-	-	208,204
Total investments	2,505,175	-	-	2,505,175
Beneficial interest in assets held by community foundation	-	-	299,222	299,222
Total	<u>\$ 2,505,175</u>	<u>\$ -</u>	<u>\$ 299,222</u>	<u>\$ 2,804,397</u>

United Way of East Central Iowa, Inc. and Related Entity
Notes to Consolidated Financial Statements

NOTE 3 – INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)

June 30, 2021	Fair Value Measurements at Reporting Date Using:			
	Level 1	Level 2	Level 3	Total
Money market fund	\$ 10,517	\$ -	\$ -	\$ 10,517
Domestic equity mutual funds	1,417,581	-	-	1,417,581
Foreign equity mutual funds	819,326	-	-	819,326
Bond mutual funds	456,826	-	-	456,826
Corporate bonds	-	42,700	-	42,700
Preferred stocks	147,246	-	-	147,246
Total investments	2,851,496	42,700	-	2,894,196
Beneficial interest in assets held by community foundation	-	-	381,070	381,070
Total	<u>\$ 2,851,496</u>	<u>\$ 42,700</u>	<u>\$ 381,070</u>	<u>\$ 3,275,266</u>

The money market fund and mutual funds are valued at the net asset value, based on quoted market prices in active markets, of shares held by the Organization at year end. Corporate bonds are valued based on quoted prices for similar assets and liabilities in active markets and quoted prices for identical or similar assets and liabilities in markets that are not active. The beneficial interest in assets held by community foundation is valued at the estimated pro rata share of the Foundation's investment pool.

The following is a summary of changes in the fair value of the Organization's Level 3 asset for the years ended June 30, 2022 and 2021:

	2022	2021
Balance - beginning of year	\$ 381,070	\$ 321,045
Distributions	(15,862)	(15,251)
Net earnings (losses)	(65,986)	75,276
Balance - end of year	<u>\$ 299,222</u>	<u>\$ 381,070</u>

NOTE 4 – FUNDS HELD AT COMMUNITY FOUNDATION

Beneficial Interest in Assets Held by Community Foundation

The Organization has agency funds available at The Greater Cedar Rapids Community Foundation (the Foundation). The Organization has a beneficial interest in these assets held by the Foundation in the amount of \$299,222 and \$381,070 as of June 30, 2022 and 2021, respectively, which represents funds previously transferred to the Foundation by the Organization, and the earnings thereon. These funds are invested for long-term appreciation but are available at the discretion of the Organization's Board of Directors. The Organization has granted variance power to the Foundation in the event the Organization terminates or ceases to exist as a legal entity. For the years ended June 30, 2022 and 2021, \$15,862 and \$15,251, respectively, was distributed to the Organization from the beneficial interest accounts.

United Way of East Central Iowa, Inc. and Related Entity
Notes to Consolidated Financial Statements

NOTE 4 – FUNDS HELD AT COMMUNITY FOUNDATION (CONTINUED)

Amounts Held on Behalf of the Organization

The Foundation holds third-party contributions to the Foundation on behalf of the Organization in designated funds. Income from these funds is available to support the Organization's operations at the discretion of the Foundation, with a current distribution rate of 4.5%, calculated using a 12-quarter trailing average. The Foundation is considered the owner of these funds. The Organization had a total of \$3,224,833 and \$2,893,932 in designated Funds held by the Foundation as of June 30, 2022 and 2021, respectively.

NOTE 5 – PROPERTY AND EQUIPMENT

Property and equipment as of June 30, 2022 and 2021 consisted of the following:

	2022		
	UWECI	HSC	Total
Cost:			
Land	\$ -	\$ 1,555,609	\$ 1,555,609
Building	-	12,318,796	12,318,796
Furnishings and equipment	485,533	241,572	727,105
Total cost	485,533	14,115,977	14,601,510
Less accumulated depreciation	(466,133)	(3,772,461)	(4,238,594)
Property and equipment, net	<u>\$ 19,400</u>	<u>\$ 10,343,516</u>	<u>\$ 10,362,916</u>
	2021		
	UWECI	HSC	Total
Cost:			
Land	\$ -	\$ 1,555,609	\$ 1,555,609
Building	-	12,318,796	12,318,796
Furnishings and equipment	510,170	217,982	728,152
Total cost	510,170	14,092,387	14,602,557
Less accumulated depreciation	(481,098)	(3,439,759)	(3,920,857)
Property and equipment, net	<u>\$ 29,072</u>	<u>\$ 10,652,628</u>	<u>\$ 10,681,700</u>

United Way of East Central Iowa, Inc. and Related Entity
Notes to Consolidated Financial Statements

NOTE 6 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restriction are restricted for the following purposes or periods as of June 30, 2022 and 2021:

	2022	2021
Purpose restricted:		
Children's needs endowed funds	\$ 520,915	\$ 643,698
Donor restricted endowed funds	503,650	503,650
Disaster/COVID-19	109,625	360,852
RED Ahead	104,585	183,207
Sponsorships	47,459	50,000
Linn County VITA	-	25,000
Community impact assessment	-	16,100
Diversity, equity and inclusion	-	8,000
Doordash	20,000	-
Other program	13,759	-
Total purpose restricted	<u>1,319,993</u>	<u>1,790,507</u>
Time restricted:		
Term endowments	150,000	150,000
Unappropriated endowment earnings	313,348	491,347
spark*5	-	59,473
Contributions for future campaigns	269,550	343,234
Total time restricted	<u>732,898</u>	<u>1,044,054</u>
Total net assets with donor restrictions	<u><u>\$ 2,052,891</u></u>	<u><u>\$ 2,834,561</u></u>

United Way of East Central Iowa, Inc. and Related Entity
Notes to Consolidated Financial Statements

NOTE 7 – ENDOWMENTS

The Organization's endowments (the Endowments) consist of various funds established to support the general operating needs of the Organization. The endowments consist of both donor-restricted endowments and funds designated by the Board of Directors to function as endowments. As required by generally accepted accounting principles, net assets associated with endowment funds, including funds designated by the Board to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Directors has interpreted the Iowa Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the date of the donor-restricted endowment funds, unless there are explicit donor stipulations to the contrary. As a result of this interpretation, the Organization retains in perpetuity (a) the original value of initial and subsequent gift amounts donated to the Endowment, and (b) any accumulations to the Endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by UPMIFA. The Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the fund, (2) the purposes of the donor-restricted endowment fund, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation or depreciation of investments, (6) other resources of the Organization, and (7) the investment policies of the Organization.

In accordance with the donor-restricted gifts, distributions from the endowment funds will be limited to the annual income of the endowment funds. The Organization has adopted investment and spending policies, approved by the Board of Directors, for endowment assets. These policies attempt to provide a predictable stream of funding to programs supported by the Organization's endowment funds while also maintaining the purchasing power of those endowment assets over the long-term. Endowment assets are invested in a well-diversified asset mix, which includes equity and debt securities that is intended to maximize total return within reasonable and prudent levels of risk. The total return is achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). Investment risk is measured in terms of the total endowment fund; investment assets and allocation between asset classes and strategies are managed to prevent exposing the fund to unacceptable levels of risk.

The Organization has a policy of appropriating for distribution 4.5% of the endowment fund assets.

United Way of East Central Iowa, Inc. and Related Entity
Notes to Consolidated Financial Statements

NOTE 7 – ENDOWMENTS (CONTINUED)

Endowment net asset composition by type of fund as of June 30, 2022 and 2021, follows:

	Without Donor Restrictions	With Donor Restrictions	Total
2022			
Donor-restricted	\$ -	\$ 1,487,913	\$ 1,487,913
Board-designated	1,316,484	-	1,316,484
	<u>\$ 1,316,484</u>	<u>\$ 1,487,913</u>	<u>\$ 2,804,397</u>
2021			
Donor-restricted	\$ -	\$ 1,788,695	\$ 1,788,695
Board-designated	1,486,571	-	1,486,571
	<u>\$ 1,486,571</u>	<u>\$ 1,788,695</u>	<u>\$ 3,275,266</u>

Changes in endowment net assets for the years ended June 30, 2022 and 2021, follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, June 30, 2020	\$ 648,056	\$ 1,408,951	\$ 2,057,007
Investment return, net	169,316	402,273	571,589
Contribution	736,463	-	736,463
Amounts appropriated for expenditure	<u>(67,264)</u>	<u>(22,529)</u>	<u>(89,793)</u>
Endowment net assets, June 30, 2021	1,486,571	1,788,695	3,275,266
Investment return, net	(281,891)	(294,768)	(576,659)
Contribution	142,349	-	142,349
Amounts appropriated for expenditure	<u>(30,545)</u>	<u>(6,014)</u>	<u>(36,559)</u>
Endowment net assets, June 30, 2022	<u>\$ 1,316,484</u>	<u>\$ 1,487,913</u>	<u>\$ 2,804,397</u>

United Way of East Central Iowa, Inc. and Related Entity
Notes to Consolidated Financial Statements

NOTE 8 – RENTAL REVENUE

HSC is leasing space to tenants under rental agreements expiring at various dates through December 2025. Future minimum rental revenue on these agreements are as follows:

<u>Year Ending June 30</u>	
2023	\$ 293,481
2024	279,519
2025	192,606
2026	70,334
2027	40,240
	<hr/>
	\$ 876,180
	<hr/>

NOTE 9 – RETIREMENT PLAN

The Organization sponsors a defined contribution retirement plan covering substantially all of its employees. The Organization's contribution is based on a percentage match of eligible employees' wages. For the years ended June 30, 2022 and 2021, contributions to the plan totaled \$59,440 and \$72,669, respectively.

NOTE 10 – PAYCHECK PROTECTION PROGRAM

In April 2020, the Organization applied for and obtained a PPP loan in the amount of \$368,400, administered by the U.S. Small Business Administration (SBA), established under the Coronavirus Aid, Relief, and Economic Security Act (Cares Act). Under the terms of the loan, the Organization could apply for forgiveness for a portion or all of the loan. In order to meet the conditions for forgiveness, the Organization was required to maintain certain employee levels and use the proceeds on eligible expenses including payroll, benefits, rent, and utilities. The loan was forgiven by the SBA in February 2021. The Organization must retain all records relating to the loan for six years from the date of forgiveness and must permit authorized representatives of the SBA, including representatives of its Office of Inspector General, to access such files upon request.

NOTE 11 - RECLASSIFICATIONS

Certain reclassifications have been made to the prior year's consolidated financial statements, as previously reported, in order to conform them to the current year's presentation.

United Way of East Central Iowa, Inc. and Related Entity
Notes to Consolidated Financial Statements

NOTE 12 – CORRECTION OF AN ERROR

The 2021 consolidated financial statements have been restated to remove conditional promises to give that were previously recognized as a liability and expensed. Accounting principles generally accepted in the United States of America provide that recognition of conditional promises to give should only be recognized upon the satisfaction of the underlying conditions. The correction resulted in the following changes to the 2021 consolidated financial statements.

	<u>Original</u>	<u>As Restated</u>	<u>Change</u>
Consolidated Statement of Financial Position			
Initiative fund grants payable	\$ 440,712	\$ 257,505	\$ 183,207
Net assets as of June 30, 2021	15,395,879	15,579,086	(183,207)
Consolidated Statement of Activities			
Allocation services	3,344,566	3,419,789	(75,223)
Change in net assets	1,172,373	1,097,150	75,223
Net assets as of June 30, 2021	15,395,879	15,579,086	(183,207)
Net assets as of June 30, 2020	14,223,506	14,481,936	(258,430)
Consolidated Statement of Functional Expenses			
Initiative fund grants	406,260	481,483	(75,223)
Consolidated Statement of Cash Flows			
Change in net assets	1,172,373	1,097,150	75,223
Change in allocations and donor designations payable	\$ (949,607)	\$ (874,384)	\$ (75,223)

SUPPLEMENTARY INFORMATION

United Way of East Central Iowa, Inc. and Related Entity
Consolidating Statements of Financial Position
As of June 30, 2022

	UWECI	HSC	Eliminations	Total
Assets				
Cash and cash equivalents				
Unrestricted	\$ 2,074,379	\$ 266,773	\$ -	\$ 2,341,152
Restricted	88,831	-	-	88,831
Certificates of deposit	802,688	518,720	-	1,321,408
Receivables				
Pledges, net	1,237,248	-	-	1,237,248
Related party	39,589	-	(39,589)	-
Other	402,190	-	-	402,190
Interest receivable	1,142	1,331	-	2,473
Prepaid expenses	49,431	19,700	(9,101)	60,030
Investments	2,505,175	-	-	2,505,175
Beneficial interest in assets held by community foundation	299,222	-	-	299,222
Property and equipment, net	19,400	10,343,516	-	10,362,916
 Total assets	 <u>\$ 7,519,295</u>	 <u>\$ 11,150,040</u>	 <u>\$ (48,690)</u>	 <u>\$ 18,620,645</u>
Liabilities and Net Assets				
Allocations and grants payable				
Allocations payable	\$ 2,700,012	\$ -	\$ -	\$ 2,700,012
Initiative fund grants payable	247,000	-	-	247,000
Donor designations payable	606,459	-	-	606,459
Accounts payable	15,166	45,656	(39,589)	21,233
Accrued expenses	160,899	56,672	(9,101)	208,470
 Total liabilities	 <u>3,729,536</u>	 <u>102,328</u>	 <u>(48,690)</u>	 <u>3,783,174</u>
 Net assets				
Without donor restrictions				
Undesignated	420,384	11,047,712	-	11,468,096
Board designated - quasi-endowment	1,316,484	-	-	1,316,484
Total without donor restrictions	1,736,868	11,047,712	-	12,784,580
With donor restrictions	2,052,891	-	-	2,052,891
Total net assets	<u>3,789,759</u>	<u>11,047,712</u>	<u>-</u>	<u>14,837,471</u>
 Total liabilities and net assets	 <u>\$ 7,519,295</u>	 <u>\$ 11,150,040</u>	 <u>\$ (48,690)</u>	 <u>\$ 18,620,645</u>

United Way of East Central Iowa, Inc. and Related Entity
Consolidating Statements of Financial Position
As of June 30, 2021

	UWECI	HSC	Eliminations	Total
Assets				
Cash and cash equivalents				
Unrestricted	\$ 1,985,061	\$ 378,097	\$ -	\$ 2,363,158
Restricted	104,145	-	-	104,145
Certificates of deposit	1,059,581	517,400	-	1,576,981
Receivables				
Pledges, net	1,167,703	424	-	1,168,127
Related party	56,648	-	(56,648)	-
Other	269,871	-	-	269,871
Interest receivable	3,043	3,443	-	6,486
Prepaid expenses	36,602	19,041	(9,101)	46,542
Investments	2,894,196	-	-	2,894,196
Beneficial interest in assets held by community foundation	381,070	-	-	381,070
Property and equipment, net	29,072	10,652,628	-	10,681,700
 Total assets	<u>\$ 7,986,992</u>	<u>\$ 11,571,033</u>	<u>\$ (65,749)</u>	<u>\$ 19,492,276</u>
 Liabilities and Net Assets				
Allocations and grants payable				
Allocations payable	\$ 2,800,000	\$ -	\$ -	\$ 2,800,000
Initiative fund grants payable	257,505	-	-	257,505
Donor designations payable	621,475	-	-	621,475
Accounts payable	25,693	56,648	(56,648)	25,693
Accrued expenses	177,625	39,993	(9,101)	208,517
 Total liabilities	<u>3,882,298</u>	<u>96,641</u>	<u>(65,749)</u>	<u>3,913,190</u>
 Net assets				
Without donor restrictions				
Undesignated	(216,438)	11,474,392	-	11,257,954
Board designated - quasi-endowment	1,486,571	-	-	1,486,571
Total without donor restrictions	1,270,133	11,474,392	-	12,744,525
 With donor restrictions	2,834,561	-	-	2,834,561
Total net assets	<u>4,104,694</u>	<u>11,474,392</u>	<u>-</u>	<u>15,579,086</u>
 Total liabilities and net assets	<u>\$ 7,986,992</u>	<u>\$ 11,571,033</u>	<u>\$ (65,749)</u>	<u>\$ 19,492,276</u>

United Way of East Central Iowa, Inc. and Related Entity
Consolidating Statements of Activities
Year Ended June 30, 2022

	UWECI	HSC	Eliminations	Total
Support and Revenue				
Gross campaign results in current period	\$ 5,513,990	\$ -	\$ -	\$ 5,513,990
Less donor designations	615,999	-	-	615,999
Net current period campaign revenues	4,897,991	-	-	4,897,991
Less provisions for uncollectible pledges	33,367	-	-	33,367
Total campaign revenue, net	4,864,624	-	-	4,864,624
Other revenue				
Other contributions	373,279	-	(353)	372,926
Federal grants	448,828	-	-	448,828
Donor designation fees	77,994	-	-	77,994
Investment return, net	(449,081)	3,817	-	(445,264)
Rental income	-	478,794	(118,346)	360,448
Sponsorships	154,709	-	-	154,709
Special events and miscellaneous income	40,854	-	-	40,854
Total other revenue	646,583	482,611	(118,699)	1,010,495
				-
Total support and revenue	5,511,207	482,611	(118,699)	5,875,119
Expenses				
Program services				
Allocation services	3,202,377	-	-	3,202,377
Community impact	506,205	-	-	506,205
Volunteer management	308,312	-	-	308,312
Disaster relief	273,951	-	-	273,951
HSC	-	909,291	-	909,291
Other program services	335,278	-	(55,431)	279,847
Total program services	4,626,123	909,291	(55,431)	5,479,983
Supporting services				
Management and general	625,022	-	(33,290)	591,732
Fundraising	574,894	-	(29,875)	545,019
Other agency administrative support	103	-	(103)	-
Total supporting services	1,200,019	-	(63,268)	1,136,751
Total expenses	5,826,142	909,291	(118,699)	6,616,734
Change in net assets	(314,935)	(426,680)	-	(741,615)
Net assets, beginning of year	4,104,694	11,474,392	-	15,579,086
Net assets, end of year	\$ 3,789,759	\$ 11,047,712	\$ -	\$ 14,837,471

United Way of East Central Iowa, Inc. and Related Entities
Consolidating Statements of Activities
Year Ended June 30, 2021

	UWECI	HSC	FCFH	Eliminations	Total
Support and Revenue					
Gross campaign results in current period	\$ 5,591,151	\$ -	\$ -	\$ -	\$ 5,591,151
Less donor designations	711,711	-	-	-	711,711
Net current period campaign revenues	4,879,440	-	-	-	4,879,440
Less provisions for uncollectible pledges	122,303	-	-	-	122,303
Total campaign revenue, net	4,757,137	-	-	-	4,757,137
Other revenue					
Other contributions	1,233,404	-	-	(167,134)	1,066,270
Disaster relief contributions	1,763,116	-	-	-	1,763,116
Federal grants	91,857	-	-	-	91,857
Paycheck Protection Program	40,835	-	-	-	40,835
Donor designation fees	86,315	-	-	-	86,315
Investment return, net	633,129	7,809	191	-	641,129
Rental income	-	443,360	-	(114,062)	329,298
Sponsorships	104,825	-	-	-	104,825
Special events and miscellaneous income	31,623	-	-	-	31,623
Total other revenue	3,985,104	451,169	191	(281,196)	4,155,268
Total support and revenue	8,742,241	451,169	191	(281,196)	8,912,405
Expenses					
Program services					
Allocation services	3,286,483	-	-	-	3,286,483
Community impact	272,730	-	-	-	272,730
Volunteer management	260,153	-	-	-	260,153
Disaster relief	1,777,845	-	-	-	1,777,845
HSC	-	812,337	-	-	812,337
Other program services	184,218	-	212,067	(209,573)	186,712
Total program services	5,781,429	812,337	212,067	(209,573)	6,596,260
Supporting services					
Management and general	624,926	-	-	(36,237)	588,689
Fundraising	665,692	-	-	(35,386)	630,306
Total supporting services	1,290,618	-	-	(71,623)	1,218,995
Total expenses	7,072,047	812,337	212,067	(281,196)	7,815,255
Change in net assets	1,670,194	(361,168)	(211,876)	-	1,097,150
Net assets, beginning of year (restated)	2,434,500	11,835,560	211,876	-	14,481,936
Net assets, end of year (restated)	\$ 4,104,694	\$ 11,474,392	\$ -	\$ -	\$ 15,579,086