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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Columbus Area United Way, Inc.

Opinion

We have audited the accompanying financial statements of Columbus Area United Way, Inc. (a nonprofit corporation), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Columbus Area United Way, Inc. as of December 31, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit 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 Financial Statements section of our report. We are required to be independent of Columbus Area United Way, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high

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level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Columbus Area United Way, Inc.'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 financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Columbus Area United Way, Inc.'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 Supplementary Information

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

AMGL, P.C.

Grand Island, Nebraska
July 10, 2023

COLUMBUS AREA UNITED WAY, INC.
STATEMENT OF FINANCIAL POSITION
December 31, 2022

ASSETS	
CURRENT ASSETS	
Cash and cash equivalents (note A7)	\$ 743,274
Certificates of deposit (notes A7 and B)	250,000
Grants receivable (notes A3 and F)	67,505
Contributions receivable - net of allowance for uncollectible pledges of \$50,000 (notes A4 and E)	613,563
Total current assets	1,674,342
EQUIPMENT, AT COST (note A5)	
Equipment	43,291
Less accumulated depreciation	(27,577)
	15,714
OTHER ASSETS	
Cash restricted by donors (note I)	83,909
Investments designated by the board for community impact grants (note D)	1,825,281
Assets limited to use (notes G and D)	166,514
Financing right-of-use asset, net of accumulated amortization (note C)	4,717
Operating right-of-use assets (note C)	69,923
	2,150,344
TOTAL ASSETS	\$ 3,840,400
LIABILITIES AND NET ASSETS	
CURRENT LIABILITIES	
Allocations payable	\$ 589,807
Donor designations payable (note A10)	124,295
Accounts payable	2,427
Accrued wages	12,594
Anonymous foundation endowment (notes G and D)	88,766
East Central Long Term Recovery Group funds (note G)	77,748
Current portion of lease liabilities (note C)	29,620
Total current liabilities	925,257
LONG-TERM LIABILITIES	
Long-term lease liabilities (note C)	42,974
NET ASSETS	
Without donor restrictions	2,519,837
With donor restrictions (note I)	352,332
Total net assets	2,872,169
TOTAL LIABILITIES AND NET ASSETS	\$ 3,840,400

See notes to financial statements.

COLUMBUS AREA UNITED WAY, INC.

STATEMENT OF ACTIVITIES

Year ended December 31,

	2022		Total
	Without Donor Restrictions	With Donor Restrictions	
PUBLIC SUPPORT AND REVENUES			
Public Support:			
Campaign contributions (net of uncollectible pledges of \$66,317 in 2022)	\$ -	\$ 650,100	\$ 650,100
Duck race	24,624	-	24,624
Nebraska Children and Families Foundation			
Child Well Being	-	531,602	531,602
Community for Kids	-	72,481	72,481
Rooted in Relationships	-	61,296	61,296
Other grants and contributions	18,085	70,761	88,846
Total revenues and support	<u>42,709</u>	<u>1,386,240</u>	<u>1,428,949</u>
Other revenue:			
Net investment income (note D)	(145,143)	-	(145,143)
Miscellaneous income	6,235	-	6,235
Total other revenue	<u>(138,908)</u>	<u>-</u>	<u>(138,908)</u>
Total public support and other revenues	(96,199)	1,386,240	1,290,041
Net assets released from restrictions (note J)			
Satisfaction of program restrictions	1,370,740	(1,370,740)	-
Total unrestricted revenues and other support	<u>1,274,541</u>	<u>15,500</u>	<u>1,290,041</u>
Expenses			
Program services	1,301,492	-	1,301,492
General and administrative	69,244	-	69,244
Fundraising	136,465	-	136,465
Total expenses	<u>1,507,201</u>	<u>-</u>	<u>1,507,201</u>
INCREASE (DECREASE) IN NET ASSETS	(232,660)	15,500	(217,160)
Net assets, beginning of year - as previously reported	2,791,573	767,418	3,558,991
Restatement of net assets (note M)	(39,076)	(430,586)	(469,662)
Net assets, beginning of year - as restated	<u>2,752,497</u>	<u>336,832</u>	<u>3,089,329</u>
Net assets at end of year	<u>\$ 2,519,837</u>	<u>\$ 352,332</u>	<u>\$ 2,872,169</u>

See notes to financial statements.

COLUMBUS AREA UNITED WAY, INC.

STATEMENT OF FUNCTIONAL EXPENSES

Year ended December 31,

	2022			
	Program Services	Administrative and General	Fundraising	Total
Salaries	\$ 313,682	\$ 19,605	\$ 58,815	\$ 392,102
Employee benefits	1,110	69	208	1,387
Payroll taxes	24,210	1,513	4,539	30,262
Professional fees	97,206	26,926	-	124,132
Office expense	28,880	1,805	5,231	35,916
Supplies	11,822	-	33,006	44,828
Telephone	2,030	127	381	2,538
Postage	1,395	87	261	1,743
Operating lease expense (note C)	21,180	1,324	4,155	26,659
Interest expense (note C)	308	19	58	385
Marketing	-	-	13,889	13,889
Travel	10,944	-	-	10,944
Trainings and outreach	73,190	4,574	13,723	91,487
Dues	-	12,165	-	12,165
Insurance	2,841	178	533	3,552
Miscellaneous expenses	4,276	267	802	5,345
Amortization (note C)	2,264	141	425	2,830
Depreciation	2,345	147	439	2,931
Bank fees	-	297	-	297
Agency allocations	410,598	-	-	410,598
Child Well Being grants	157,764	-	-	157,764
Contingency and emergency grants	135,447	-	-	135,447
Total functional expenses	\$ 1,301,492	\$ 69,244	\$ 136,465	\$ 1,507,201

See notes to financial statements.

COLUMBUS AREA UNITED WAY, INC.

STATEMENT OF CASH FLOWS

Year ended December 31,

	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Decrease in net assets	\$ (217,160)
Adjustments to reconcile decrease in net assets to net cash provided by operating activities:	
Depreciation expense	2,931
Amortization expense	2,830
Realized gain on investments	(30,923)
Unrealized loss on investments	224,339
Decrease in:	
Grants receivable	23,931
Contributions receivable	43,084
Increase (decrease) in:	
Allocations and donor designations payable	28,953
Impact grant payable	(19,907)
Accrued payroll and vacations	(3,684)
Accounts payable	(21,103)
	<hr/>
Net cash provided by operating activities	33,291
CASH FLOWS FROM INVESTING ACTIVITIES:	
Purchase of equipment	(8,085)
Increase in cash restricted by donors	(83,909)
Increase in investments designated by the board	(219,493)
Sale of investments	133,985
Purchase of investments	(50,622)
	<hr/>
Net cash used by investing activities	(228,124)
CASH FLOWS FROM FINANCING ACTIVITIES:	
Financing lease payments	(3,816)
	<hr/>
Net decrease in cash and cash equivalents	(198,649)
Cash and cash equivalents - beginning of year	941,923
	<hr/>
Cash and cash equivalents - end of year	<u>\$ 743,274</u>
Supplemental cash flow information:	
Cash paid during the year for interest	<u>\$ 385</u>

See notes to financial statements.

COLUMBUS AREA UNITED WAY, INC.

NOTES TO FINANCIAL STATEMENTS

December 31, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Nature of Operations

Columbus Area United Way, Inc., is a nonprofit organization incorporated for the purpose of development or expansion of human service programs within the local community. The Organization raises funds substantially through contributions from donors in the surrounding communities that are then allocated as support to its member agencies and other organizations. Contributions received in the form of pledges are unsecured.

2. Basis of Accounting and Presentation

Columbus Area United Way, Inc., uses the accrual basis of accounting, in conformity with the recommendations of the American Institute of Certified Public Accountants for Voluntary Health and Welfare Organizations. Under this method of accounting, revenues and expenses are recorded as incurred, without regard to the date of receipt or payment of cash.

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards Codification regarding *Financial Statements of Not-for-Profit Organizations*. Under SFAS Codification Standards, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

3. Grants Receivable

Management expects all grants receivable to be fully collectible; therefore, no allowance for uncollectible accounts has been recorded. Uncollectible accounts are written off to bad debts at the time they are deemed uncollectible.

4. Allowance for Uncollectible Pledges

The Organization provides an allowance for uncollectible pledges at the time campaign revenues are recorded. The allowance is estimated based on prior years' experience. At December 31, 2022, 3.8 percent of the 2022 general campaign revenues, or \$20,969, was recorded as an allowance for uncollectible pledges on the general campaign.

At December 31, 2021, 3.8 percent of the 2021 general campaign revenues, or \$29,031, was recorded as an allowance for uncollectible pledges on the general campaign.

COLUMBUS AREA UNITED WAY, INC.

NOTES TO FINANCIAL STATEMENTS, Continued

December 31, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

4. Allowance for Uncollectible Pledges, continued

At December 31, 2022, the total allowance for doubtful accounts for outstanding contributions receivable for both years totals \$50,000.

5. Equipment

Property and equipment are stated at cost. Donated equipment is recorded at fair market value at the date of the donation. The Organization capitalizes equipment with a cost/value greater than \$600. Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives, principally on a straight-line basis. The estimated lives used in determining depreciation on the equipment range from five to seven years.

6. Income Taxes

As a nonprofit organization, Columbus Area United Way, Inc., is exempt from income taxes in accordance with Internal Revenue Code Section 501(c)(3). As of December 31, 2022, the 2019, 2020, and 2021 tax years are open for examination by the IRS.

7. Cash and Cash Equivalents

The Organization considers all cash and certificates of deposit to be cash and cash equivalents.

8. Donated Services

A substantial number of volunteers have donated significant amounts of their time in the Organization's program services and its fundraising campaigns. However, no amounts have been reflected in the statements for donated services, since no objective basis is available to measure the value of such services.

9. Estimates

The preparation of these 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 disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

COLUMBUS AREA UNITED WAY, INC.

NOTES TO FINANCIAL STATEMENTS, Continued

December 31, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

10. Contributions

The Organization accounts for contributions in accordance with the recommendations of the Financial Accounting Standards Board in the SFAS Codification Standards regarding *Accounting for Contributions Received and Contributions Made*. In accordance with SFAS Codification Standards, contributions received are recorded as without donor restrictions or with donor restrictions, depending on the existence and/or nature of any donor restrictions.

All other donor-restricted support is reported as an increase in net assets with donor restrictions depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), 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.

The Organization also follows the SFAS Codification Standard regarding *Transfers of Assets to a Not-for-Profit Organization or Charitable Trust That Raises or Holds Contributions for Others*. Under this Statement, donations received with specific donor designations over which the Organization does not have variance power cannot be included in the revenue of Columbus Area United Way. These designated donor contributions are recorded as a liability until they are remitted to the designated beneficiaries.

11. Promises To Give

Unconditional promises to give, less an allowance for uncollectible amounts, are recognized as revenues in the period received and as assets, decreases of liabilities, or expenses, depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

12. Revenue Recognition

The Organization recognizes contribution revenue from donors when the donors make an unconditional pledge. An allowance for uncollectible pledges is recorded at that time, as described in Note A4. Also, allocations payable to partner agencies are recognized in conjunction with the contribution revenue.

COLUMBUS AREA UNITED WAY, INC.

NOTES TO FINANCIAL STATEMENTS, Continued

December 31, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

13. Change in Accounting Principle

In 2022, the Organization adopted FASB Accounting Standards Codification (ASC) 842, *Leases*. ASC 842 requires all leases longer than 12 months to be recorded as right-of-use assets and liabilities on the statement of financial position.

NOTE B – CERTIFICATES OF DEPOSIT

Certificates of deposit consist of the following at December 31, 2022:

<u>Bank</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Balance</u>
Great Plains State Bank	8/26/2023	1.39%	\$ 200,000
Pinnacle Bank of Columbus	1/7/2024	4.23%	50,000
			<u>\$ 250,000</u>

NOTE C – LEASES

The Organization entered into a financing lease with Eakes Office Plus for the lease of a copy machine. The terms of the lease call for 48 monthly payments of \$344.12 beginning September 10, 2019, and ending August 10, 2023. The Organization has recorded a financing right-of-use asset and lease liability, the value of the Organization's right-to-use the copy machine through August 10, 2023, at an interest rate of 8.15 percent.

The Organization entered into an operating lease with Homestead Bank for the lease of office space. The terms of the lease call for 15 monthly payments of \$300, 12 monthly payments of \$325, and 12 monthly payments of \$350 beginning July 1, 2021, and ending September 1, 2024. The Organization has recorded an operating right-of-use asset and lease liability, the value of the Organization's right-to-use the office space through September 1, 2024, discounted at 0.47 percent, the risk-free rate on the date the lease agreement was entered into.

The Organization entered into an operating lease with Pillen Family Farms, Inc. for the lease of office space. The terms of the lease call for 60 monthly payments of \$1,250 beginning August 1, 2020, and ending July 1, 2025. The Organization has since leased additional office space, which increased the monthly payment to \$2,100. The Organization has recorded an operating right-of-use asset and lease liability, the value of the Organization's right-to-use the office space through July 1, 2025, discounted at 0.21 percent, the risk-free rate on the date the lease agreement was entered into.

COLUMBUS AREA UNITED WAY, INC.

NOTES TO FINANCIAL STATEMENTS, Continued

December 31, 2022

NOTE C – LEASES, continued

Right-of-use assets consist of the following at December 31, 2022:

	<u>Operating</u>	<u>Financing</u>	<u>Total</u>
Eakes Office Plus	\$ -	\$ 4,717	\$ 4,717
Homestead Bank	7,093	-	7,093
Pillen Family Farms, Inc.	62,830	-	62,830
	<u>\$ 69,923</u>	<u>\$ 4,717</u>	<u>\$ 74,640</u>

Lease liabilities consist of the following at December 31, 2022:

	<u>Operating</u>	<u>Financing</u>	<u>Total</u>
Eakes Office Plus	\$ -	\$ 2,671	\$ 2,671
Homestead Bank	7,093	-	7,093
Pillen Family Farms, Inc.	62,830	-	62,830
	<u>\$ 69,923</u>	<u>\$ 2,671</u>	<u>\$ 72,594</u>
Current portion	\$ 26,949	\$ 2,671	\$ 29,620
Noncurrent portion	42,974	-	42,974
	<u>\$ 69,923</u>	<u>\$ 2,671</u>	<u>\$ 72,594</u>

Principal maturities of lease liabilities are as follows:

Year ending December 31,	<u>Operating</u>	<u>Financing</u>	<u>Total</u>
2023	\$ 26,949	\$ 2,671	\$ 29,620
2024	28,285	-	28,285
2025	14,689	-	14,689
	<u>\$ 69,923</u>	<u>\$ 2,671</u>	<u>\$ 72,594</u>

Other information:

Weighted average lease term - finance leases 0.7 years

Weighted average lease term - operating leases 2.4 years

Weighted-average discount rate - finance leases 8.1%

Weighted-average discount rate - operating leases 0.2%

COLUMBUS AREA UNITED WAY, INC.
NOTES TO FINANCIAL STATEMENTS, Continued

December 31, 2022

NOTE C – LEASES, continued

Total lease expense for the year ended December 31, 2022 consists of the following:

Lease cost:	
Finance lease cost	
Amortization of right-of-use asset	\$ 2,830
Interest on lease liabilities	385
Operating lease cost	26,659
Total lease cost	<u><u>\$ 29,874</u></u>

NOTE D – INVESTMENTS

Investments stated at fair value consist of the following at December 31, 2022:

	<u>Cost</u>	<u>Market Value</u>	<u>Unrealized Gain (Loss)</u>
Domestic common stocks	\$ 430,899	\$ 698,888	\$ 267,989
Global equity investments	257,752	255,399	(2,353)
Foreign common stocks	27,472	32,144	4,672
Mid cap ETF's	95,182	109,818	14,636
Corp/Gov't bond funds	193,067	185,302	(7,765)
Corporate bonds	248,543	242,417	(6,126)
Government agency bonds	152,404	145,920	(6,484)
High yield bond funds	38,000	31,639	(6,361)
Inflation-protected bond funds	67,976	62,066	(5,910)
Certificates of deposit	53,192	53,192	-
Money market funds	51,562	51,562	-
Cash	45,700	45,700	-
	<u><u>\$1,661,749</u></u>	<u><u>\$1,914,047</u></u>	<u><u>\$ 252,298</u></u>

At December 31, 2022, \$1,825,281 of the investments' balance was designated by the board of directors for community impact grants. The remaining \$88,766 of the investments' balance was included in assets limited to use.

COLUMBUS AREA UNITED WAY, INC.

NOTES TO FINANCIAL STATEMENTS, Continued

December 31, 2022

NOTE D – INVESTMENTS, continued

The board of directors has designated that four percent of the portion of the investments designated for community impact grants be available for distribution each year, which was \$84,505 for the year ended December 31, 2022. The board of directors has also designated that one percent plus the published rate of annual inflation would be reinvested and retained in the fund. If the balance is not distributed, the amount remains available for distribution in future periods at the discretion of the board of directors. To achieve that objective, the Organization has adopted an investment policy that attempts to maximize total return consistent with an acceptable level of risk. Investments are invested in a well-diversified asset mix, which includes equity and debt securities, that is intended to result in a consistent inflation-protected rate of return that has sufficient liquidity to make an annual distribution of four percent, while growing the fund, if possible.

Fair values of investments are measured based on the level of evidence available to support the fair value. FASB Standards Codification identifies three levels of fair value measurements:

- Level 1 – Based on quoted prices in active markets for identical assets
- Level 2 – Based on significant other observable inputs
- Level 3 – Based on significant unobservable inputs

All investments for the year ended December 31, 2022 are presented at fair value using Level 1 evidence.

Net investment income consist of the following for the year ended December 31, 2022:

Interest and dividends	\$ 56,525
Capital gain distributions	17
Realized gains	30,923
Unrealized losses	(224,339)
Investment fees	(8,269)
	<u>\$ (145,143)</u>

COLUMBUS AREA UNITED WAY, INC.
NOTES TO FINANCIAL STATEMENTS, Continued
December 31, 2022

NOTE E - PROMISES TO GIVE

Unconditional promises to give at December 31, 2022 are as follows:

2023 campaign contributions receivable	\$ 544,869
2022 campaign contributions receivable	118,694
Total campaign contributions receivable	663,563
Less allowance for uncollectible contributions	(50,000)
Net unconditional contributions receivable	\$ 613,563

As of December 31, 2022, these contributions receivable are expected to be collected as follows:

Receivable in less than one year	\$ 613,563
Receivable between one and five years	-
Receivable after five years	-
Net contributions receivable at December 31, 2022	\$ 613,563

NOTE F – GRANTS RECEIVABLE

At December 31, 2022, the Organization recognized grants receivable totaling \$67,505 for program expenses incurred during the year ended December 31, 2022 due from the Nebraska Children and Families Foundation for Child Well Being programs.

NOTE G – ASSETS LIMITED TO USE

Columbus Area United Way, Inc. entered into an agreement with a foundation that wishes to remain anonymous. The Organization has custodial responsibility for all financial activities of the foundation and held investments totaling \$88,766 at December 31, 2022. The Organization and foundation members meet annually to determine the amounts and recipients of the foundation's annual amounts available for distribution.

East Central Long Term Recovery Group (ECLTRG) is a Columbus, Nebraska based group established to provide relief for disaster situations. The Organization has custodial responsibility for all financial activities of ECLTRG and held cash totaling \$77,748 at December 31, 2022.

COLUMBUS AREA UNITED WAY, INC.

NOTES TO FINANCIAL STATEMENTS, Continued

December 31, 2022

NOTE H – CONCENTRATIONS OF CREDIT RISK

The Organization maintains cash balances at several financial institutions located in Columbus, Nebraska. Accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At December 31, 2022, all bank deposits were fully collateralized by FDIC insurance and surety bond coverage.

NOTE I - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions at December 31, 2022, were available for the following purposes:

Community for Kids program	\$	16,898
Rooted in Relationships program		10,812
Child Well Being program		8,584
Student Health program		47,615
General allocations to agencies		268,423
	\$	<u>352,332</u>

NOTE J - RELEASE OF DONOR RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes specified by donors.

Community for Kids program	\$	60,180
Rooted in Relationships program		68,008
Child Well Being program		523,018
Mental Health PSA program		20,170
Student Health program		19,931
General allocations to agencies		679,433
	\$	<u>1,370,740</u>

NOTE K – COST ALLOCATION

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The Organization allocates expenses based on annual budget allocations approved by the Board.

COLUMBUS AREA UNITED WAY, INC.
NOTES TO FINANCIAL STATEMENTS, Continued
December 31, 2022

NOTE L – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Organization’s financial assets as of December 31, 2022, reduced by amounts not available for general use due to donor restrictions, contractual obligations and board designations within one year of the balance sheet date. Financial assets consist of cash and cash equivalents, certificates of deposit, investment, grants and contributions receivable.

Financial assets at December 31, 2022	\$ 3,750,046
Less those unavailable for general expenditures within one year, due to:	
Contractual and donor restrictions:	
Assets limited to use	(166,514)
Cash restricted by donors	(83,909)
Assets held for agency allocations	(589,807)
Assets held for donor designations	(124,295)
Board designations:	
Amounts set aside for community impact grants	(1,825,281)
Financial assets available to meet cash needs for general expenditures within one year	\$ 960,240

As part of its liquidity management, the Organization has a goal to maintain financial assets on hand to meet three to six months of normal operating expense. The Organization had approximately 10.5 months on hand based on actual expenditures (excluding agency allocations) for the year ended December 31, 2022.

NOTE M – CORRECTION OF ERROR

At December 31, 2021, the Organization had unspent grant and contribution revenue restricted by donors for specific programs totaling \$39,076 that was not reported as a net asset with donor restrictions. In addition, campaign contributions that were allocated to agencies from the campaign ended December 31, 2021 were not accrued.

COLUMBUS AREA UNITED WAY, INC.
NOTES TO FINANCIAL STATEMENTS, Continued
December 31, 2022

NOTE M – CORRECTION OF ERROR, continued

Net assets are being restated at December 31, 2021 as follows:

	<u>Net Assets Without Donor Restrictions</u>	<u>Net Assets With Donor Restrictions</u>
To record unspent grant and contribution revenue that is restricted for programs	\$ (39,076)	\$ 39,076
To record accrual for agency allocations for 2022 campaign	-	(469,662)
	<u>\$ (39,076)</u>	<u>\$ (430,586)</u>

NOTE N – SUBSEQUENT EVENTS

Management has evaluated subsequent events through July 10, 2023, the date on which the financial statements were available for issue.

SUPPLEMENTARY INFORMATION

COLUMBUS AREA UNITED WAY, INC.
DISTRIBUTION OF CAMPAIGN FUNDS

	Budgeted for the Year Ending <u>December 31, 2023</u>	
	<u>Amount</u>	<u>%</u>
CONTRIBUTIONS RECEIVED/PLEDGED	\$ 837,838	100.0 %
Allowance for uncollectible pledges	(45,000)	(5.4)
Administration, volunteer engagement and fundraising	(260,818)	(31.1)
Designations - United Way agencies	(121,422)	(14.5)
AVAILABLE FOR DISTRIBUTION	<u>\$ 410,598</u>	<u>49.0 %</u>
PARTNER AGENCY ALLOCATIONS THROUGH COMMUNITY INVESTMENT DISTRIBUTION		
Partner Agencies:		
A Place at the Table	\$ 26,477	3.2 %
Arc of Platte County	24,715	2.9
Big Pals~Little Pals	22,255	2.7
CASA Connection	527	0.1
Center for Survivors	60,219	7.2
Columbus Family YMCA	27,048	3.2
Columbus Emergency Relief	68,355	8.2
Girl Scouts Spirit of Nebraska	10,124	1.2
Habitat for Humanity	13,751	1.6
Northeast NE Child Advocacy Center	10,668	1.3
Platte Valley Literacy Association	38,240	4.6
Royal Family Kids Camp	4,447	0.5
TeamMates	16,845	2.0
Youth Families for Christ	24,979	3.0
Community programs and services:		
Imagination Library	36,189	4.3
Community impact/community response	25,759	3.0
TOTAL	<u>\$ 410,598</u>	<u>49.0 %</u>