

**UNITED WAY EMERALD COAST, INC.**

**FINANCIAL STATEMENTS**

**JUNE 30, 2022**

**UNITED WAY EMERALD COAST, INC.**  
**TABLE OF CONTENTS**  
**JUNE 30, 2022**

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<b>INDEPENDENT AUDITORS' REPORT</b>	1
<b>FINANCIAL STATEMENTS</b>	
Statements of Financial Position	3
Statement of Activities	4
Statement of Functional Expenses	5
Statements of Cash Flows	6
Notes to the Financial Statements	7

## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
United Way Emerald Coast, Inc.

### **Opinion**

We have audited the accompanying financial statements of the United Way Emerald Coast, Inc. (the Organization), which comprise the statement of financial position as of June 30, 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 United Way Emerald Coast, Inc. as of June 30, 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 Auditors' 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 audit. 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 Financial Statements**

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

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

### **Auditors' 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 auditors' 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 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 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 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.

### **Report on Summarized Comparative Information**

We have previously audited the Organization's 2021 financial statements, and we expressed an unmodified opinion on those financial statements in our report dated November 23, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Warren Averett, LLC*

Fort Walton Beach, Florida  
November 10, 2022

**UNITED WAY EMERALD COAST, INC.  
STATEMENTS OF FINANCIAL POSITION  
JUNE 30, 2022 AND 2021**

	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 732,143	\$ 665,826
Cash – restricted	130,651	127,180
Certificates of deposit	114,848	263,349
Campaign pledges receivable, net	386,836	389,999
Other receivables	51,624	32,036
Property and equipment, net	<u>137,571</u>	<u>132,235</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 1,553,673</u></u>	<u><u>\$ 1,610,625</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES</b>		
Accounts payable	\$ 19,510	\$ 3,832
Grants payable	360,000	450,000
Accrued liabilities	14,435	10,505
Deferred revenue	14,000	16,921
Refundable advances	130,651	185,523
Donor designations	<u>105,302</u>	<u>106,064</u>
<b>TOTAL LIABILITIES</b>	<u>643,898</u>	<u>772,845</u>
<b>NET ASSETS</b>		
Without donor restrictions	197,507	5,836
With donor restrictions	<u>712,268</u>	<u>831,944</u>
<b>TOTAL NET ASSETS</b>	<u>909,775</u>	<u>837,780</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 1,553,673</u></u>	<u><u>\$ 1,610,625</u></u>

See notes to the financial statements.

**UNITED WAY EMERALD COAST, INC.**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2022**  
**(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2021)**

	Without Donor Restrictions	With Donor Restrictions	Totals	
			2022	2021
<b>CAMPAIGN REVENUES</b>				
Gross campaign contributions	\$ 22,696	\$ 933,364	\$ 956,060	\$ 1,116,887
Less donor designations	-	(105,302)	(105,302)	(106,064)
Less allowance for uncollectible pledges	-	(130,000)	(130,000)	(180,000)
Total net campaign revenues	22,696	698,062	720,758	830,823
<b>OTHER SUPPORT</b>				
Special events	16,285	-	16,285	67,140
Grants and other contributions	235,977	-	235,977	137,194
Bad debt recovery	39,914	-	39,914	1,680
Interest and miscellaneous	6,625	-	6,625	516
Rental income	8,550	-	8,550	8,250
Forgiveness of PPP loan	59,003	-	59,003	59,000
Total other support	366,354	-	366,354	273,780
Net assets released from restrictions	817,738	(817,738)	-	-
Total campaign revenues, other support, and net assets released from restrictions	1,206,788	(119,676)	1,087,112	1,104,603
<b>ALLOCATIONS AND OTHER FUNCTIONAL EXPENSES</b>				
Program services				
Awards and distributions to agencies	403,685	-	403,685	539,369
Less donor designations	(106,064)	-	(106,064)	(95,568)
Other program services	500,851	-	500,851	460,273
Total program services	798,472	-	798,472	904,074
Supporting services				
Management and general	75,724	-	75,724	71,661
Fundraising	140,921	-	140,921	151,592
Total supporting services	216,645	-	216,645	223,253
Total allocations and other functional expenses	1,015,117	-	1,015,117	1,127,327
<b>CHANGE IN NET ASSETS</b>	191,671	(119,676)	71,995	(22,724)
<b>NET ASSETS AT BEGINNING OF YEAR</b>	5,836	831,944	837,780	860,504
<b>NET ASSETS AT END OF YEAR</b>	\$ 197,507	\$ 712,268	\$ 909,775	\$ 837,780

See notes to the financial statements.

**UNITED WAY EMERALD COAST, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JUNE 30, 2022**  
**(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2021)**

	Program Services				Support Services		Totals		
	Public Assistance	ReadingPals	RSVP	Donor Networks	Totals	Management and General	Fundraising	2022	2021
<b>EMPLOYEE COMPENSATION</b>									
Salaries and wages	\$ 155,453	\$ 28,638	\$ 78,495	\$ -	\$ 262,586	\$ 36,272	\$ 67,363	\$ 366,221	\$ 302,043
Employee benefits	9,076	404	7,565	-	17,045	2,117	3,933	23,095	15,228
Payroll taxes	12,465	2,191	5,782	-	20,438	2,908	5,402	28,748	23,516
Other personnel costs	2,686	1,725	1,528	-	5,939	627	1,164	7,730	5,894
Total employee compensation	179,680	32,958	93,370	-	306,008	41,924	77,862	425,794	346,681
<b>OPERATING EXPENSES</b>									
Awards and distributions									
to agencies	403,685	-	-	-	403,685	-	-	403,685	539,369
Less donor designations	(106,064)	-	-	-	(106,064)	-	-	(106,064)	(95,568)
Financial assistance – individuals	24,500	-	-	-	24,500	-	-	24,500	45,000
Noncash assistance – individuals	-	-	-	-	-	-	-	-	18,672
Emergency relief – agencies	-	-	-	-	-	-	-	-	63,800
Special events	1,710	-	-	-	1,710	-	6,840	8,550	19,605
Advertising and marketing	2,079	1,314	1,361	1,669	6,423	-	8,318	14,741	15,924
Campaign	68	-	-	-	68	68	317	453	8,073
Depreciation	5,357	-	-	-	5,357	297	298	5,952	6,214
Dues	11,532	-	35	-	11,567	4,613	6,919	23,099	21,814
Insurance	17,017	-	620	-	17,637	2,269	3,403	23,309	13,566
Meetings and conventions	5,417	54	87	-	5,558	2,167	3,250	10,975	5,611
Occupancy	14,408	-	-	-	14,408	3,088	3,087	20,583	18,081
Postage and printing	4,527	332	593	1,107	6,559	1,810	2,716	11,085	614
Professional fees	19,062	-	-	-	19,062	7,625	11,438	38,125	21,640
Repairs and maintenance	12,341	1,989	520	-	14,850	2,644	2,644	20,138	23,166
Supplies	15,703	3,897	7,528	26,973	54,101	6,281	9,422	69,804	42,489
Telephone	3,504	797	1,575	-	5,876	1,402	2,102	9,380	7,053
Travel	3,842	564	2,544	217	7,167	1,536	2,305	11,008	5,523
Total operating expenses	438,688	8,947	14,863	29,966	492,464	33,800	63,059	589,323	780,646
<b>TOTAL FUNCTIONAL EXPENSES</b>	<b>\$ 618,368</b>	<b>\$ 41,905</b>	<b>\$ 108,233</b>	<b>\$ 29,966</b>	<b>\$ 798,472</b>	<b>\$ 75,724</b>	<b>\$ 140,921</b>	<b>\$ 1,015,117</b>	<b>\$ 1,127,327</b>

See notes to the financial statements.

**UNITED WAY EMERALD COAST, INC.  
STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021**

	<u>2022</u>	<u>2021</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ 71,995	\$ (22,724)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	5,952	6,214
In-kind contributions	(6,029)	-
Forgiveness of PPP loan	(59,003)	(59,000)
(Increase) decrease in assets:		
Campaign pledges receivable	3,163	(98,454)
Other receivables	(19,588)	(32,036)
Increase (decrease) in liabilities:		
Accounts payable	15,678	3
Grants payable	(90,000)	50,000
Accrued liabilities	3,930	10,505
Deferred revenue	(2,921)	16,921
Refundable advances	4,131	54,558
Donor designations to other agencies	(762)	10,496
Net cash used in operating activities	<u>(73,454)</u>	<u>(63,517)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investment in certificates of deposit	(114,848)	(103,560)
Maturity of certificates of deposit	263,349	103,268
Acquisition of property and equipment	(5,259)	-
Net cash provided by (used in) investing activities	<u>143,242</u>	<u>(292)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from PPP loan	-	59,003
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	69,788	(4,806)
<b>CASH AND CASH EQUIVALENTS - BEGINNING</b>	793,006	797,812
<b>CASH AND CASH EQUIVALENTS - ENDING</b>	<u>\$ 862,794</u>	<u>\$ 793,006</u>
<b>COMPOSITION OF CASH AND CASH EQUIVALENTS</b>		
Cash and cash equivalents	\$ 732,143	\$ 665,826
Cash – restricted	130,651	127,180
	<u>\$ 862,794</u>	<u>\$ 793,006</u>

See notes to the financial statements.



**UNITED WAY EMERALD COAST, INC.  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND DESCRIPTION OF THE ORGANIZATION**

**Description of the Organization**

The United Way Emerald Coast, Inc. (the Organization) was incorporated in 1957 under the laws of the State of Florida to assess, develop, and promote needed human service programs in Okaloosa and Walton Counties of Florida. In 2019, the Organization changed its name from United Way of Okaloosa/Walton Counties, Inc. to its current name by filing amended articles of incorporation with the State of Florida.

The major program of the Organization is conducting a fundraising campaign each year and distributing those funds according to both donor designations and allocations of undesignated contributions as approved by the Board of Directors. The Organization also administers a temporary financial assistance program for individuals with a financial hardship. These activities are reported as public assistance in the statement of functional expenses.

The Organization also conducts programs to administer a local chapter of ReadingPals, a statewide early literacy initiative. In addition, the Organization hosts social networking events for partner donor agencies through its Donor Networks program. Finally, the Organization administers a local chapter of the Retired and Senior Volunteer Program (RSVP) which supports volunteers with a focus on uniting the community and leveraging resources to improve lives.

**Basis of Accounting and Presentation**

The financial statements of the Organization have been prepared on the accrual basis of accounting and in accordance with the accounting principles generally accepted in the United States of America (US GAAP) which requires that the Organization report information regarding its financial position and activities based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes in net assets therein are classified as follows:

Net assets without donor restrictions – net assets available for general use that are not subject to donor restrictions.

Net assets with donor restrictions – net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature that may, or will, be met either by passage of time or the events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

**Cash and Cash Equivalents**

For purposes of the statement of cash flows, the Organization considers all highly liquid financial instruments with a maturity of three months or less on the purchase date to be cash equivalents.

**Certificates of Deposit**

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

**UNITED WAY EMERALD COAST, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND DESCRIPTION OF THE ORGANIZATION – CONTINUED**

**Receivables**

Receivables consist primarily of pledged support to be received from annual fundraising campaigns and State of Florida contracts. Promises to give are expected to be collected within one year from the statement of net position date and are recorded at their net realizable value. Accordingly, an allowance for doubtful accounts related to the campaign pledges is calculated based on prior collection experience.

**Property and Equipment**

The Organization capitalizes all purchases of land, buildings, and equipment in excess of \$500. Donated assets are recorded at their estimated acquisition value on the date of donation. Depreciation of building and equipment is computed using the straight-line method over the estimated useful lives of the assets, which range from five to 40 years. Gifts of land, buildings, and equipment are recorded as increases in net assets without donor restrictions unless use of the related asset is limited by donor-imposed restrictions.

**Contributions**

Contributions are recognized as revenues in the period in which they are pledged. Contributions with donor restrictions are classified as increases in net assets without donor restrictions if the restrictions are met in the same reporting period in which the contributions are recognized.

Contributions received are recorded as increases in net assets with donor restrictions or increases in net assets without donor restrictions, depending on the existence and/or nature of any donor restrictions. All other support with donor restrictions are reported as an increase in net assets with donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), the underlying net assets are reclassified and released from restrictions in the statement of activities.

**Refundable Advances**

The Organization receives cash from certain grants before qualifying expenses are incurred. Refundable advances represent unspent grant proceeds that will be recognized as revenue in future periods when the donor-imposed conditions are substantially met. The unspent cash balances contain donor-imposed restrictions and have therefore been reported as restricted cash in the accompanying statements of net position.

**Donor Designations**

Some donors designate the specific agency that is to receive their contributions. These donor designations are presented as an offset to campaign revenues and program services in the statement of activities. The amounts that have not been remitted to the designated agency at year-end are presented as a liability in the statement of financial position.

**UNITED WAY EMERALD COAST, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND DESCRIPTION OF THE ORGANIZATION – CONTINUED**

**Expense Allocation**

The costs of providing the various programs and other activities have been detailed in the statement of functional expenses and summarized on a functional basis in the statement of activities. Expenses directly related to a program or supporting services are charged to that program or supporting service. Indirect expenses are allocated between program services and supporting services based on labor hours or square footage.

The expense allocation utilized during the year is as follows:

	<b>Allocation</b>	
	<b>Labor</b>	<b>Square Footage</b>
Program services	60%	70%
Management and general	14%	15%
Fundraising	26%	15%

**Fundraising**

Fundraising expenses are considered an expense in the year incurred and, accordingly, are charged to operations on a current basis.

**Donated Materials, Equipment, and Service**

Donated materials and equipment are reflected as contributions in the accompanying statements at their estimated acquisition values on the date of receipt. In addition, a substantial number of volunteers have donated significant amounts of their time in the Organization's program services and in its fundraising campaigns. However, no amounts have been reflected in the financial statements because these services do not meet the specialized skills definition required for not-for-profit entities.

**Income Taxes**

The Organization has been granted an exemption from income taxes under Internal Revenue Code Section 501(c)(3) as a not-for-profit corporation. The Organization is not aware of any uncertain tax positions that would require disclosure or accrual in accordance with generally accepted accounting principles.

The Organization's information returns are subject to possible examination by the taxing authorities. For federal tax purposes, the information returns filed remain open to possible examination for a period of three years after the respective filing deadlines of those returns.

**UNITED WAY EMERALD COAST, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND DESCRIPTION OF THE ORGANIZATION – CONTINUED**

**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 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 reporting period. Actual results could differ from those estimates.

**Recently Issued Accounting Pronouncements**

The FASB issued Accounting Standard Update (ASU) 2016-02, *Leases (Subtopic 842)*. The purpose of this ASU is to increase transparency and comparability among organizations by recognizing lease assets and lease liabilities on their balance sheets and disclosing key information about leasing arrangements. The amendments in this ASU require that lessees recognize the rights and obligations resulting from leases as assets and liabilities on their balance sheets, initially measured at the present value of the lease payments over the term of the lease, including payments to be made in optional periods to extend the lease and payments to purchase the underlying assets if the lessee is reasonably certain of exercising those options. Subtopic 842 requires recognition of lease assets and lease liabilities by lessees for those leases classified as operating leases under previous U.S. GAAP. This guidance is effective for fiscal years beginning after December 15, 2021. Management is currently evaluating the impact of this pronouncement on the financial statements.

**Reclassifications**

Certain amounts presented in the prior year have been reclassified in order to be consistent with the current year presentation. Such reclassifications have no effect on net assets previously reported.

**Comparative Data**

The financial statements include certain prior year summarized comparative information in total but not by asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2021, from which the summarized information is derived.

**Subsequent Events**

The Organization has evaluated events and transactions that occurred between June 30, 2022, and November 10, 2022, which is the date the financial statements were available to be issued, for possible recognition or disclosure in the financial statements.

**2. CERTIFICATES OF DEPOSIT**

As of June 30, 2022, the Organization held two certificates of deposit totaling \$114,848. The certificates of deposit bear interest at rates between 0.19% and 0.20% with maturity dates ranging from March 2023 to April 2023.

**UNITED WAY EMERALD COAST, INC.  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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**3. LIQUIDITY AND AVAILABILITY**

The Organization regularly monitors liquidity to meet its operating needs and other contractual commitments. The Organization has various sources of liquidity at its disposal including cash, certificates of deposit, and campaign pledges receivable. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Organization considers all expenditures related to its ongoing activities of its mission as well as the conduct of services undertaken to support those activities to be general expenditures.

As of June 30, 2022, the following table shows the total financial assets held by the Organization and the amounts of those financial assets available within one year of the date of the statement of net position to meet general expenditures.

Financial assets at year end:

Cash and cash equivalents	\$ 862,794
Certificates of deposit	114,848
Campaign pledges receivable, net	386,836
Other receivables	<u>51,624</u>
Total financial assets at year end	1,416,102

Financial assets unavailable to meet general expenditures over the next 12 months:

Cash and cash equivalents - restricted	(130,651)
Receivables subject to donor-imposed restrictions	<u>(23,556)</u>
Total financial assets available to meet general expenditures over the next 12 months	<u><u>\$ 1,261,895</u></u>

**4. RECEIVABLES**

**Campaign Pledges Receivable**

As of June 30, 2022, pledged campaign funds receivable were comprised of the following:

2019 campaign	\$ 198,220
2020-21 campaign	140,086
2021-22 campaign	507,836
2022-23 campaign	9,000
Less allowance for doubtful accounts	<u>(468,306)</u>
Total	<u><u>\$ 386,836</u></u>

**UNITED WAY EMERALD COAST, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**4. RECEIVABLES - CONTINUED**

**Other Receivables**

As of June 30, 2022, other receivables consisted of the following:

Return of Unspent CI grants awarded in prior year	\$ 26,852
Publix Emergency Assistance Fund	14,556
RSVP grants	5,216
FY23 event sponsorship	<u>5,000</u>
Total	<u><u>\$ 51,624</u></u>

**5. PROPERTY AND EQUIPMENT**

As of June 30, 2022, property and equipment was summarized as follows:

Land	\$ 56,000
Buildings and improvements	351,361
Equipment	<u>81,820</u>
	489,181
Less accumulated depreciation	<u>(351,610)</u>
Total property and equipment, net	<u><u>\$ 137,571</u></u>

Depreciation expense was \$5,952 for the year ended June 30, 2022.

**6. REFUNDABLE ADVANCES**

Refundable advances consisted of the following as of June 30, 2022:

Grant advance - Reading Pals	\$ 122,865
Grant advance - Ride United Last Mile Delivery	<u>7,786</u>
	<u><u>\$ 130,651</u></u>

**UNITED WAY EMERALD COAST, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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## **7. NET ASSETS**

### **Net Assets with Donor Restrictions**

As of June 30, 2022, the Organization's net assets with donor restrictions consisted of the following:

Time restrictions (net campaign pledges expected within the next year)	\$ 933,364
Less donor designations	(105,302)
Less allowance for uncollectible pledges	(130,000)
Restricted by donor - Publix Emergency Assistance Fund	<u>14,206</u>
Total	<u><u>\$ 712,268</u></u>

For the year ended June 30, 2022, net assets were released from donor restrictions for the following purposes:

Time restrictions (net campaign pledges received in prior periods)	\$ 1,101,015
Less donor designations	(106,064)
Less allowance for uncollectible pledges	(180,000)
Publix Emergency Assistance Fund	<u>2,787</u>
Total	<u><u>\$ 817,738</u></u>

## **8. RETIREMENT PLANS**

The Organization sponsors a defined contribution simplified employee pension (SEP) plan that covers all personnel who have been employed for more than one year. The SEP plan provides for employer contributions of 4% of eligible employee compensation. For the year ended June 30, 2022, the Organization's contributions to the SEP plan were \$6,287.

The Organization also sponsors a tax deferred 403(b) retirement plan for eligible employees. The Organization does not contribute to this retirement plan, which is funded solely by employee contributions under salary reduction arrangements and is entirely separate from the aforementioned SEP plan.

## **9. TRANSACTIONS WITH AFFILIATED ORGANIZATIONS**

The Organization remits quarterly membership dues to its global affiliate organization, United Way Worldwide. For the year ended June 30, 2022, the Organization remitted dues of \$18,121 to United Way Worldwide.

**UNITED WAY EMERALD COAST, INC.  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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**9. TRANSACTIONS WITH AFFILIATED ORGANIZATIONS – CONTINUED**

The Organization remits membership dues to its state affiliate organization, United Way of Florida, Inc. For the year ended June 30, 2022, the Organization remitted dues of \$2,788 to United Way of Florida, Inc.

**10. PAYCHECK PROTECTION PROGRAM (PPP) LOAN FORGIVENESS**

In April 2021, the Organization received \$59,003 from a local financial institution through the Paycheck Protection Program (PPP) to be used to maintain compensation costs and employee headcounts, as well as for other qualifying expenses (rent and utilities) incurred following the receipt of the funds. If the Organization had used the funds for specified purposes, the loan was to be forgiven in full. In the prior fiscal year, the Organization fully expended these funds for eligible purposes. However, it had not received notice of forgiveness from the local financial institution. As such, it was considered a conditional contribution and recorded as a refundable advance on the statement of net position as of June 30, 2021. In November 2021, the Organization received notification of forgiveness from the financial institution, thus relieving the implied barrier to entitlement. The Organization recognized \$59,003 as contributions without donor restrictions in the statement of activities for the year ended June 30, 2022.

**11. CONCENTRATION OF CUSTODIAL CREDIT RISK**

The Organization maintains its cash accounts at various local financial institutions. The balances on deposit are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. As of June 30, 2022, the Organization exceeded federally insured limits by \$317,717, which is the amount of its exposure to credit losses. The Organization has not experienced any such losses, and management believes there is little or no exposure to any significant custodial credit risk.