

UNITED WAY OF WINDHAM COUNTY, INC.

FINANCIAL STATEMENTS

Years Ended June 30, 2022 and 2021

UNITED WAY OF WINDHAM COUNTY, INC.

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June 30, 2022 and 2021

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LEE A. WHITE & ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANT

Lee A. White, CPA, CFP™, PFS



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Barre, Vermont 05641

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
United Way of Windham County, Inc.

We have audited the accompanying financial statements of United Way of Windham County, Inc. (a non-profit organization), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility 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; this includes 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards required that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of United Way of Windham County, Inc. as of June 30, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of Allocations and Initiatives on page 16 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 not 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.

Lee A. White + Associates

Barre, Vermont

VT Registration No.: 92-0000340

March 14, 2024

UNITED WAY OF WINDHAM COUNTY, INC.

STATEMENTS OF FINANCIAL POSITION

June 30, 2022 and 2021

	2022	2021
ASSETS		
CURRENT ASSETS		
Cash		
Unrestricted	\$ 126,811	\$ 126,258
Restricted for agencies allocation	155,801	155,633
Board designated accounts (Note 14)	441,840	503,238
Total cash	724,452	785,129
Pledges receivable (net of \$15,000 and \$15,000)	64,950	89,543
Prepaid expenses	2,550	2,550
TOTAL CURRENT ASSETS	791,952	877,222
PROPERTY AND EQUIPMENT (Notes 1 and 2)		
Property and equipment	18,033	18,033
Less: accumulated depreciation	(14,943)	(13,523)
Total property and equipment	3,090	4,510
TOTAL ASSETS	\$ 795,042	\$ 881,732
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ -	\$ -
Allocations payable	-	-
Accrued wages	3,459	25,984
Benefit liabilities	(119)	1,143
Deferred revenue (Note 10)	26,273	33,479
TOTAL CURRENT LIABILITIES	29,613	60,606
NET ASSETS		
Without donor restrictions (Note 8)	275,301	286,579
With donor restrictions (Note 9)	490,128	534,547
TOTAL NET ASSETS	765,429	821,126
TOTAL LIABILITIES AND NET ASSETS	\$ 795,042	\$ 881,732

The accompanying notes are an integral part of these financial statements.

UNITED WAY OF WINDHAM COUNTY, INC.

STATEMENTS OF ACTIVITIES
Years ended June 30, 2022 and 2021

	2022	2021
Net Assets without donor restrictions:		
Unrestricted operating revenues and support:		
Net assets with donor restrictions released from restrictions due to satisfaction of terms	\$ 267,966	\$ 554,543
Interest	191	194
Special events	4,030	3,486
PPP Loan Forgiveness	-	117,007
In kind revenue (Note 1)	-	5,052
	<u>272,187</u>	<u>680,282</u>
Allocations and functional expenses:		
Agency allocations and initiatives (See page 16)	46,787	28,559
Unallocated payments to national organization	-	-
	<u>46,787</u>	<u>28,559</u>
Functional expenses:		
Program services	<u>161,095</u>	<u>296,489</u>
Support services:		
Management and general	53,159	40,295
Fundraising	22,424	38,615
Total support services	<u>75,583</u>	<u>78,910</u>
Total functional expenses	<u>236,678</u>	<u>375,399</u>
Total allocations and functional expenses	<u>283,465</u>	<u>403,958</u>
Increase or (decrease) in Net assets without donor restrictions	<u>(11,278)</u>	<u>276,324</u>
Net Assets with donor restrictions:		
Contributions, current campaign	229,471	239,440
Recoveries of previous pledges not received	-	-
Less provision for pledges not received	-	-
Less donor designations	(14,925)	(23,125)
Grants, bequests and other revenue	9,001	283,452
Net Assets with donor restrictions released from restrictions due to satisfaction of terms	<u>(267,966)</u>	<u>(554,543)</u>
Increase or (decrease) in Net Assets with donor restrictions	<u>(44,419)</u>	<u>(54,776)</u>
Increase or (decrease) in Net Assets	<u>(55,697)</u>	<u>221,548</u>
NET ASSETS, BEGINNING OF YEAR	821,126	845,066
Prior period adjustment (Note 16)	<u>-</u>	<u>(245,488)</u>
NET ASSETS, END OF YEAR	<u>\$ 765,429</u>	<u>\$ 821,126</u>

The accompanying notes are an integral part of these financial statements.

UNITED WAY OF WINDHAM COUNTY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2022

	Program Services	Supporting Services		Total
		General and Administrative	Fundraising	
Salaries	\$ 59,304	\$ 7,907	\$ 11,861	\$ 19,768
Payroll taxes	6,715	895	1,343	2,238
Employee benefits	4,033	538	806	1,344
	<u>70,052</u>	<u>9,340</u>	<u>14,010</u>	<u>23,350</u>
Payroll service expense	-	1,455	-	1,455
Workers compensation insurance	1,223	163	245	408
Training and professional development	33	-	2	2
Rent (Note 5)	13,548	1,905	5,716	7,621
Telephone	1,511	1,069	26	1,095
Software	4,440	710	770	1,480
Campaign expenses	-	-	145	145
Office supplies	585	73	7	80
Postage and delivery	134	176	527	703
Printing	135	172	-	172
Publication and subscriptions	52	40	-	40
Dues - other	183	8,772	183	8,955
Marketing	784	138	138	276
Travel	322	32	-	32
Meetings	-	-	-	-
Special events	808	717	-	717
Maintenance and repairs	202	8	-	8
Equipment service contracts	375	834	-	834
Audit/accounting services	822	1,828	-	1,828
Bookkeeping services	1,299	8,694	-	8,694
Consulting services	460	5	-	5
Bond insurance	-	-	-	-
Directors and officers liability insurance	-	1,231	-	1,231
Property/casualty insurance	-	-	-	-
Credit card fees	604	89	297	386
Bank fees	-	64	-	64
Miscellaneous expenses	-	15,172	-	15,172
Grant and gift expense	35,091	358	358	716
Bad debt expense	27,127	-	-	-
In kind expense	-	-	-	-
	<u>159,790</u>	<u>53,045</u>	<u>22,424</u>	<u>75,469</u>
Depreciation and amortization expense	1,305	114	-	114
Total expenses	<u>\$ 161,095</u>	<u>\$ 53,159</u>	<u>\$ 22,424</u>	<u>\$ 75,583</u>
				<u>\$ 236,678</u>

The accompanying notes are an integral part of these financial statements.

UNITED WAY OF WINDHAM COUNTY, INC.

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended June 30, 2021

	Program Services	General and Administrative	Supporting Services		Total
			Fundraising	Supporting Services	Total
Salaries	\$ 101,248	\$ 13,500	\$ 20,249	\$ 33,749	\$ 134,997
Payroll taxes	10,007	1,334	2,001	3,335	13,342
Employee benefits	12,263	1,635	2,453	4,088	16,351
	<u>123,518</u>	<u>16,469</u>	<u>24,703</u>	<u>41,172</u>	<u>164,690</u>
Payroll service expense	-	1,452	-	1,452	1,452
Workers compensation insurance	1,287	172	257	429	1,716
Training and professional development	2,869	-	183	183	3,052
Rent (Note 5)	14,541	2,045	6,135	8,180	22,721
Telephone	1,444	1,020	25	1,045	2,489
Software	3,274	524	567	1,091	4,365
Campaign expenses	-	-	4,470	4,470	4,470
Office supplies	645	81	7	88	733
Postage and delivery	117	154	463	617	734
Printing	80	101	-	101	181
Publication and subscriptions	67	53	-	53	120
Dues - other	79	3,781	79	3,860	3,939
Marketing	604	106	106	212	816
Travel	-	-	-	-	-
Meetings	136	13	-	13	149
Special events	386	343	-	343	729
Maintenance and repairs	-	-	-	-	-
Equipment service contracts	407	907	-	907	1,314
Audit/accounting services	-	-	-	-	-
Bookkeeping services	679	4,544	-	4,544	5,223
Consulting services	7,934	80	-	80	8,014
Bond insurance	160	108	-	108	268
Directors and officers liability insurance	-	3,905	-	3,905	3,905
Property/casualty insurance	-	-	-	-	-
Credit card fees	570	84	281	365	935
Bank fees	-	138	-	138	138
Miscellaneous expenses	-	2,477	-	2,477	2,477
Grant and gift expense	-	1,339	1,339	2,678	133,887
Bad debt expense	131,209	-	-	-	-
In kind expense	-	-	-	-	-
	<u>4,799</u>	<u>253</u>	<u>-</u>	<u>253</u>	<u>5,052</u>
Depreciation and amortization expense	294,805	40,149	38,615	78,764	373,569
	<u>1,684</u>	<u>146</u>	<u>-</u>	<u>146</u>	<u>1,830</u>
Total expenses	<u>\$ 296,489</u>	<u>\$ 40,295</u>	<u>\$ 38,615</u>	<u>\$ 78,910</u>	<u>\$ 375,399</u>

The accompanying notes are an integral part of these financial statements.

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UNITED WAY OF WINDHAM COUNTY, INC.

STATEMENTS OF CASH FLOWS
Years Ended June 30, 2022 and 2021

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (55,697)	\$ 221,548
Adjustments to reconcile change in net assets to net cash (used) or provided by operating activities:		
Depreciation	1,419	1,830
Pledges receivable	24,593	22,642
Allocations payable	-	3,364
Accrued expenses	(22,525)	3,872
Benefit liabilities	(1,261)	1,143
Deferred revenue	(7,206)	(209,035)
Prior period adjustment	-	(245,488)
Net cash (used) provided by operating activities	(60,677)	(200,124)
CASH FLOWS FROM INVESTING ACTIVITIES		
(Purchase) of equipment and leasehold improvements	-	167,965
Net cash (used) provided by investing activities	-	167,965
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from borrowing	-	(41,500)
Net cash (used) provided by financing activities	-	(41,500)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(60,677)	(73,659)
CASH AND CASH EQUIVALENTS, BEGINNING	785,129	858,788
CASH AND CASH EQUIVALENTS, ENDING	\$ 724,452	\$ 785,129
SUPPLEMENTAL SCHEDULE OF CASH FLOW INFORMATION		
Cash paid during the year for interest	\$ -	\$ -
Cash paid during the year for income taxes	-	-
Non-cash transactions:		
In-kind revenue	\$ -	\$ -
In-kind expense	-	-

The accompanying notes are an integral part of these financial statements.

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022 and 2021

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Change in Accounting Principle:

On August 18, 2016, the FAS issued ASU 2016-14, *Not-for-Profit Entities (Topic 958) – Presentation of Financial Statements of Not-for-Profit Entities*, which is effective for this fiscal year. The Organization has adjusted the presentation of its financial statements accordingly. The new standards change the following aspects of the financial statements:

- The unrestricted net assets class has been renamed *net assets without donor restrictions*.
- The temporarily restricted and permanently restricted net assets have been renamed net assets with donor restrictions (Note 9).
- The financial statements include a new disclosure about liquidity and availability of resources (Note 15).

This summary of significant accounting policies of the United Way of Windham County, Inc. is presented to assist in understanding the United Way of Windham County, Inc.'s financial statements. The financial statements and notes are representations of the organization's management.

Nature of Activities:

United Way of Windham County, Inc. (the Organization) located in Brattleboro, Vermont, raises funds for allocation to other not-for-profit organizations in Windham County that meet the human service needs of the area. It facilitates community volunteers to annually review each applicant organization's funding request and then recommends to the United Way board of directors where the funds should responsibly be distributed. The Organization facilitates the greater human service community to work to bring together all available resources to solve current community problems in the most effective and efficient manner possible.

Use of Estimates:

The preparation of 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 reporting period. Actual results could differ from those estimates.

Income Taxes:

The United Way of Windham County, Inc. is an organization which is not a private foundation within the meaning of section 509(a) of the Internal Revenue Code and qualifies for exemption from federal income tax under Section 501(c)(3) of the Code. Therefore, no provision for income taxes is made in the accompanying financial statements.

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022 and 2021

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Allocations of Functional Expenses:

The Organization allocates direct expenses to its programs and supporting services on a specific identification basis. Indirect expenses are allocated based on an estimate of employee time spent in each functional area. These estimates may be revised during the year if the actual costs are found to be significantly different than anticipated.

Cash and Cash Equivalents:

For the purposes of the statement of cash flows, the Organization considers all short-term investments with an original maturity of three months or less to be cash equivalents.

In-Kind Contributions:

The Organization receives donations of products and services from various donors. These contributions are recorded at their estimated fair market value at their date of donation. The estimated fair value of such products and services received for fiscal years ended June 30, 2022 and 2021 was \$0 and \$5,052 respectively.

Contributions of services are recognized in the financial statements if the services enhance or created non-financial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Volunteer services are not recorded in the financial statements as these contributions do not meet the requirements to be recorded as revenue and expense. Donated goods and services consisted of the following:

Item or Service	2022 Estimated Fair Market Value	2021 Estimated Fair Market Value
Administrative	\$ -	\$ 5,052
CI	-	-
Dental	-	-
VITA	-	-
Kids in Coats	-	-
Resource Development	-	-
Handbags for Hope	-	-
Total	<u>\$ -</u>	<u>\$ 5,052</u>

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022 and 2021

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Public support/revenue recognition:

The Organization conducts an annual fundraising campaign accounting for pledges received from July 1 through June 30 of each fiscal year. Pledges are recognized as revenue when the pledge is received by the Organization. Campaign contributions and pledges are reported as Net Assets with donor restrictions for use in the subsequent year unless specifically restricted by the donor. Campaign pledges recorded in the current fiscal year are paid out as allocations to agencies over the subsequent fiscal year, typically with a 12-month period. Donor designations are accounted for separately from annual campaign revenue.

Compensated Absences:

The Organization does not record leave time earned by employees. Management determined the impact on these financial statements is immaterial.

Contributions and Net Assets:

United Way of Windham County, Inc. contributions received are recorded as with or without donor restrictions depending upon the existence or nature of donor restriction.

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restriction expires in the fiscal year in which the contributions are recognized. All other donor restricted contributions are reported as increases in net assets with donor restrictions depending upon the nature of the restrictions. When the restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

The Organization reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: nets assets without donor restrictions and net assets with donor restrictions.

Net assets with donor restrictions are 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, such as those that the donor stipulates that resources be maintained in perpetuity.

Nets assets without donor restrictions are resources available to support operations and not subject to donor restrictions.

The Organization's net assets with donor restrictions at June 30, 2022 and 2021 was \$490,128 and \$534,547 respectively.

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022 and 2021

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Property and Equipment:

Equipment is stated at cost or at estimated fair value at the date of gift. All expenditures for equipment over \$750 are recorded at cost and are capitalized. Donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Depreciation is provided by the straight line method over the estimated useful lives of the assets, generally, as follows:

<u>Asset Class</u>	<u>Estimated Lives</u>
Equipment	5–7 years
Leasehold Improvements	39 years

Depreciation expense for the years ended June 30, 2022 and 2021 was \$1,419 and \$1,830 respectively and amortization expense for the year ended June 30, 2022 and 2021 was \$0 and \$0 respectively.

Note 2. PROPERTY AND EQUIPMENT

At June 30, 2022, the costs and related accumulated depreciation of property and equipment consisted of the following:

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net</u>
Equipment	\$ 18,033	\$ 14,943	\$ 3,090
Dental Center	-	-	-
Total 2022	<u>\$ 18,033</u>	<u>\$ 14,943</u>	<u>\$ 3,090</u>
Total 2021	<u>\$ 18,033</u>	<u>\$ 13,523</u>	<u>\$ 4,510</u>

Note 3. FUND RAISING AND ADMINISTRATIVE EXPENSE RATIO

The United Way of Windham County, Inc.'s overhead ratio for June 30, 2022 and 2021 is 27.8% and 12.6% respectively. The overhead ratio is calculated using the gross ratio as recommended by the United Way of America. This percentage is calculated by dividing the general and administrative and fundraising expenses by total revenue, as reported on form 990.

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022 and 2021

Note 4. PLEDGES RECEIVABLE

Pledges receivable consist of payroll deduction pledges to be received by United Way of Windham County, Inc. within the next fiscal year. Unconditional promises to give are recognized as receivables and as revenues in the period in which the Organization is notified by the donor of their commitment to make a contribution.

Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual receivables from pledges. For the years ending June 30, 2022 and 2021, actual bad debts on prior year pledges were \$27,127 and \$0 respectively. The amount of \$0 and \$0 were bad debts recoveries for the fiscal years ending June 30, 2022 and 2021 respectively.

Note 5. OFFICE LEASE

United Way of Windham County, Inc. leased its office space under a three year lease which expired on March 1, 2022. The terms of the new 3 year lease call for annual rent of:

Year ending June 30, 2022	\$ 15,600
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Annual rent expense was \$21,169 in 2022 and \$22,721 in 2021.

Note 6. DATE OF MANAGEMENT REVIEW

Management has evaluated subsequent events through March 14, 2024, the date of the audit report. Management is not aware of any subsequent events which require disclosure.

Note 7. RETIREMENT PLAN

The Organization sponsors a defined contribution retirement plan which qualifies for deferred tax treatment by the employee. The Organization matches employee contributions up to 3% of eligible compensation for qualified participants. Employees may contribute up to the maximum allowed by law. Contributions totaled \$2,723 and \$4,090 for the years ending June 30, 2022 and 2021.

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022 and 2021

Note 8. NET ASSETS WITHOUT DONOR RESTRICTIONS

The board of directors has designated a portion of the net assets as an emergency reserve in the case of the loss of a major employer participant in the annual campaign. The net assets for this fund are as follows:

	2022	2021
Reserve Fund People's United-Designated	\$ 181,183	\$ 208,131
Undesignated	94,118	78,448
Total without donor restrictions	<u>\$ 275,301</u>	<u>\$ 286,579</u>

Note 9. NET ASSETS WITH DONOR RESTRICTIONS

With donor restrictions consisted of the following as of June 30, 2022 and 2021:

	2022	2021
Current campaign revenue to be distributed in the subsequent year	\$ 229,471	\$ 239,440
Bequest to establish an endowment Fund	260,657	295,107
Total with donor restrictions	<u>\$ 490,128</u>	<u>\$ 534,547</u>

The bequest to establish an endowment fund is restricted. The policy restricts any use until a balance of \$300,000 is reached and then only income can be used.

Note 10. DEFERRED REVENUE

Deferred revenues are a result of grants and contracts received but unearned. Revenue is recognized only to the extent that related expenses have been incurred. Deferred revenue at June 30, 2022 and 2021 is as follows:

	2022	2021
Kids in Coats	5,830	6,425
Oral Surgery	5,578	5,700
Other	14,865	21,354
Total	<u>\$ 26,273</u>	<u>\$ 33,479</u>

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022 and 2021

Note 11. ENDOWMENT FUND

The Community Bank N/A Trust investments consist of various investments which are presented at fair market value. Fair market value is based on price quotations on publicly traded securities. Fair value of the Endowment investments as of June 30, 2022 is as follows:

	Cost	Market Value	Unrealized Appreciation
Cash	\$ 13,491	\$ 13,491	\$ -
Equity Mutual Funds	135,772	168,730	32,958
Bond Mutual Funds	88,454	78,436	(10,018)
Total 6/30/22	<u>\$ 237,717</u>	<u>\$ 260,657</u>	<u>\$ 22,940</u>
Total 6/30/21	<u>\$ 225,736</u>	<u>\$ 295,107</u>	<u>\$ 69,371</u>

Investment income activity at year end consists of the following:

	2022	2021
Unrealized gain	\$ (86,062)	\$ 55,560
Realized gain	1,121	6,045
Interest	9	9
Dividends	5,277	4,401
Investment fees	(3,285)	(2,861)
	<u>\$ (82,940)</u>	<u>\$ 63,154</u>

Note 12. CONCENTRATION OF CREDIT RISK

The Organization places its cash accounts with four major financial institutions and, by policy, limits the amount of credit exposure to any one financial institution. No amounts exceeded the FDIC insurance levels at June 30, 2022 and 2021.

Note 13. ACCOUNTING STANDARD FOR TAX BENEFITS

In accordance with ASC 740, Income taxes, the Organization must record the tax benefit associated with tax deductions taken for tax return purposes when it is more likely than not the position will not be sustained. This standard had no impact on the Organization's financial statements for the year ending June 30, 2022. The Organization does not believe there are any material uncertain tax positions and, according, it has not recognized any liability for unrecognized tax benefits. For the year ended June 30, 2022, there were no interest or penalties recorded or included in the financial statements.

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022 and 2021

Note 14. BOARD DESIGNATED ACCOUNTS

The balance in this account at year end consists of the following:

	<u>2022</u>	<u>2021</u>
Reserve Fund at People's United	121,479	137,534
Endowment Fund (Note 11)	260,657	295,107
ESG-IMA	<u>59,704</u>	<u>70,597</u>
	<u>441,840</u>	<u>503,238</u>

Note 15. LIQUIDITY

The Organization has the following financial assets available within one year of the statement of financial positions to meet cash needs for general expenditures. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditures within one year of the statement of financial position.

Cash	\$ 126,811
Pledges receivable	<u>64,950</u>
Total	<u>\$ 191,761</u>

Note 16. PROIR PERIOD ADJUSTMENT

The Organization transferred a number of assets, liability and equity accounts to Windham County Dental Center which became its own Organization. This resulted in a net decrease of \$245,488 to net assets, beginning of year.

SUPPLEMENTARY INFORMATION

UNITED WAY OF WINDHAM COUNTY, INC.

SCHEDULE OF ALLOCATIONS AND INITIATIVES
June 30, 2022 and 2021

	2022	2021
Brattleboro Mutual Aid Assoc.	1,400	-
Denture Fund	21,887	10,058
Elnu Abenaki, Inc.	5,000	-
Out in the open	5,000	-
Winston Prouty	500	500
Turning Point of Windham, Co.	2,500	-
Kids in Coats	10,500	18,001
Total Allocations	\$ 46,787	\$ 28,559