



**United Way
of Cascade County**

**FINANCIAL STATEMENTS
AS OF
JUNE 30, 2024 AND 2023**

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Douglas Wilson & Company, P.C.

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Since 1913

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United Way of Cascade County
Great Falls, Montana

INDEPENDENT AUDITOR'S REPORT

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of United Way of Cascade County (a nonprofit organization), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities, cash flows, and functional expenses for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of United Way of Cascade County as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (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 United Way of Cascade County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the 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 United Way of Cascade County's ability to continue as a going concern for one year after the date that the financial statements are issued.

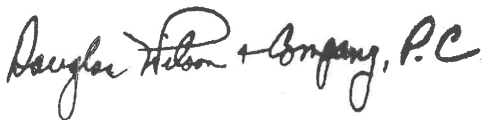
Auditor's Responsibilities for the Audit of the Financial Statements

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 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 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 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 United Way of Cascade County'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 United Way of Cascade County'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.



Great Falls, Montana
October 17, 2024

UNITED WAY OF CASCADE COUNTY

GREAT FALLS, MONTANA

**STATEMENTS OF FINANCIAL POSITION
AS OF JUNE 30, 2024 AND 2023**

	6/30/24	6/30/23
ASSETS		
Cash	\$ 143,148	\$ 73,212
Cash - Restricted	158,733	140,886
Certificates of Deposit	80,784	170,000
Grant Receivable	38,003	29,823
Pledges Receivable Less Allowance for Uncollectible Pledges of \$50,000	325,925	252,421
Beneficial Interest in Perpetual Trust	86,497	82,337
Cash Surrender Value of Life Insurance	109,305	96,503
Equipment, Net of Accumulated Depreciation of \$14,403 and \$13,934, Respectively	1,752	2,221
	\$ 944,147	\$ 847,403
Total Assets	\$ 944,147	\$ 847,403
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts Payable	\$ 6,596	\$ 9,497
Payroll Liabilities	4,963	6,784
Deferred Revenue	53,640	-
Allocations Payable to Service Providers	485,000	460,000
Due to Designated Service Providers	77,532	55,302
Accrued Employee Benefits	38,633	42,087
Total Liabilities	666,364	573,670
Net Assets:		
Without Donor Restriction:		
Undesignated	(157,751)	(184,873)
Designated by Board for Operating Reserve	200,000	200,000
Total Without Donor Restriction	42,249	15,127
With Donor Restriction:		
Perpetual in Nature	130,401	117,720
Purpose or Time Restricted	105,133	140,886
Total With Donor Restriction	235,534	258,606
Total Net Assets	277,783	273,733
Total Liabilities and Net Assets	\$ 944,147	\$ 847,403

See accompanying notes to the financial statements.

UNITED WAY OF CASCADE COUNTY

GREAT FALLS, MONTANA

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2024**

	Without Donor Restriction	With Donor Restriction	Total
Campaign Revenue:			
Gross Campaign Revenue - Current Period	\$ 1,259,311	\$ -	\$ 1,259,311
Less: Donor Designations	(243,016)	-	(243,016)
Less: Uncollectible Pledges	(28,498)	-	(28,498)
Net Campaign Revenue	<u>987,797</u>	<u>-</u>	<u>987,797</u>
Other Revenue:			
Grant Revenue	-	207,438	207,438
Gain (Loss) from Perpetual Trust	-	4,160	4,160
Change in Cash Surrender Value of Life Insurance	4,281	8,521	12,802
Interest and Investment Income	16,194	-	16,194
Donated Facilities and Services	111,600	-	111,600
Total Other Revenue	<u>132,075</u>	<u>220,119</u>	<u>352,194</u>
Total Revenue Before Releases from Restriction	1,119,872	220,119	1,339,991
Net Assets Released from Restriction	<u>243,191</u>	<u>(243,191)</u>	<u>-</u>
Total Revenue	<u>1,363,063</u>	<u>(23,072)</u>	<u>1,339,991</u>
Expenses:			
Program Services:			
Community Impact	735,752	-	735,752
Education and Technical Assistance	290,537	-	290,537
Service Provider Relations	83,674	-	83,674
Supporting Services:			
General and Administrative	64,567	-	64,567
Fundraising and Campaign	161,411	-	161,411
Total Expenses	<u>1,335,941</u>	<u>-</u>	<u>1,335,941</u>
Change in Net Assets	27,122	(23,072)	4,050
Net Assets, Beginning of Year	<u>15,127</u>	<u>258,606</u>	<u>273,733</u>
Net Assets, End of Year	<u>\$ 42,249</u>	<u>\$ 235,534</u>	<u>\$ 277,783</u>

See accompanying notes to the financial statements.

UNITED WAY OF CASCADE COUNTY

GREAT FALLS, MONTANA

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
Campaign Revenue:			
Gross Campaign Revenue - Current Period	\$ 1,159,590	\$ -	\$ 1,159,590
Less: Donor Designations	(244,668)	-	(244,668)
Less: Uncollectible Pledges	(61,584)	-	(61,584)
Net Campaign Revenue	<u>853,338</u>	<u>-</u>	<u>853,338</u>
Other Revenue:			
Grant Revenue	-	138,893	138,893
Gain (Loss) From Perpetual Trust	-	(441)	(441)
Change in Cash Surrender Value of Life Insurance	2,918	1,365	4,283
Interest and Investment Income	9,309	-	9,309
Donated Facilities and Services	133,260	-	133,260
Total Other Revenue	<u>145,487</u>	<u>139,817</u>	<u>285,304</u>
Total Revenue Before Releases From Restriction	998,825	139,817	1,138,642
Net Assets Released From Restriction	<u>186,918</u>	<u>(186,918)</u>	<u>-</u>
Total Revenue	<u>1,185,743</u>	<u>(47,101)</u>	<u>1,138,642</u>
Expenses:			
Program Services:			
Community Impact	712,002	-	712,002
Education and Technical Assistance	270,383	-	270,383
Service Provider Relations	77,100	-	77,100
Supporting Services:			
General and Administrative	60,084	-	60,084
Fundraising and Campaign	150,213	-	150,213
Total Expenses	<u>1,269,782</u>	<u>-</u>	<u>1,269,782</u>
Change in Net Assets	(84,039)	(47,101)	(131,140)
Net Assets, Beginning of Year	<u>99,166</u>	<u>305,707</u>	<u>404,873</u>
Net Assets, End of Year	<u>\$ 15,127</u>	<u>\$ 258,606</u>	<u>\$ 273,733</u>

See accompanying notes to the financial statements.

UNITED WAY OF CASCADE COUNTY

GREAT FALLS, MONTANA

**STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

	6/30/24	6/30/23
Cash Flows from Operating Activities:		
Change in Net Assets	\$ 4,050	\$ (131,140)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation Expense	469	127
(Gain) Loss on Investments in Perpetual Trust	(4,160)	441
(Gain) Loss on Cash Surrender Value of Life Insurance	(12,802)	(4,283)
(Increase) Decrease in Assets:		
Pledges and Designations Receivable	(73,504)	55,126
Grant Receivable	(8,180)	(7,282)
Increase (Decrease) in Liabilities:		
Accounts Payable	(2,901)	(1,558)
Payroll Taxes Payable	(1,821)	3,010
Deferred Revenue	53,640	
Accrued Vacation	(3,454)	1,116
Allocations and Designations Payable	47,230	4,469
Net Cash Provided (Used) by Operating Activities	(1,433)	(79,974)
Cash Flows from Investing Activities:		
Payments for Equipment	-	(2,348)
Net Cash Provided (Used) by Operating Activities	-	(2,348)
Net Increase (Decrease) in Cash	(1,433)	(82,322)
Cash at Beginning of Year	384,098	466,420
Cash at End of Year	\$ 382,665	\$ 384,098
Reconciliation of Cash at End of Year to Statements of Financial Position:		
Cash	\$ 143,148	\$ 73,212
Cash - Restricted	158,733	140,886
Certificates of Deposit	80,784	170,000
Total Cash and Cash Equivalents	\$ 382,665	\$ 384,098

See accompanying notes to the financial statements.

UNITED WAY OF CASCADE COUNTY

GREAT FALLS, MONTANA

STATEMENT OF FUNCTIONAL EXPENSES FOR THE YEAR ENDED JUNE 30, 2024

	Program Services				Supporting Services			
	Community Impact	Education & Technical Assistance	Service Provider Relations	Total Program Services	General & Admin.	Fund Raising & Campaign	Total Supporting Services	Total
Salaries	\$ 127,812	\$ 170,415	\$ 42,604	\$ 340,831	\$ 37,870	\$ 94,675	\$ 132,545	\$ 473,376
Payroll Taxes	9,719	12,959	3,240	25,918	2,880	7,199	10,079	35,997
Employee Benefits	17,009	22,680	5,670	45,359	5,040	12,600	17,640	62,999
Total Salaries and Related Expenses	<u>154,540</u>	<u>206,054</u>	<u>51,514</u>	<u>412,108</u>	<u>45,790</u>	<u>114,474</u>	<u>160,264</u>	<u>572,372</u>
Allocations to Service Providers	485,000	-	-	485,000	-	-	-	485,000
United Way of America Dues	-	-	11,040	11,040	-	-	-	11,040
Dues and Subscriptions	5,361	7,148	1,787	14,296	1,588	3,971	5,559	19,855
Insurance	970	1,293	323	2,586	287	718	1,005	3,591
Education Initiative	32,849	-	-	32,849	-	-	-	32,849
Transportation	3,427	4,570	1,143	9,140	1,016	2,539	3,555	12,695
Miscellaneous	29	39	10	78	9	22	31	109
Meeting Expense	1,465	1,953	488	3,906	434	1,085	1,519	5,425
Occupancy	7,310	9,747	2,437	19,494	2,166	5,415	7,581	27,075
Office Supplies	3,419	4,559	1,140	9,118	1,013	2,533	3,546	12,664
Postage	522	697	174	1,393	155	387	542	1,935
Professional Fees	5,892	7,856	1,964	15,712	1,746	4,365	6,111	21,823
Campaign Printing and Advertising	30,704	40,938	10,235	81,877	9,098	22,744	31,842	113,719
Equipment Repair and Maintenance	903	1,204	300	2,407	268	669	937	3,344
Telephone	1,548	2,064	515	4,127	459	1,147	1,606	5,733
Training	485	647	162	1,294	144	359	503	1,797
Volunteer Development	687	916	229	1,832	204	509	713	2,545
Bank Charges	514	684	171	1,369	152	380	532	1,901
Depreciation	127	168	42	337	38	94	132	469
Total Other Expenses	<u>581,212</u>	<u>84,483</u>	<u>32,160</u>	<u>697,855</u>	<u>18,777</u>	<u>46,937</u>	<u>65,714</u>	<u>763,569</u>
Total Functional Expenses	<u>\$ 735,752</u>	<u>\$ 290,537</u>	<u>\$ 83,674</u>	<u>\$ 1,109,963</u>	<u>\$ 64,567</u>	<u>\$ 161,411</u>	<u>\$ 225,978</u>	<u>\$ 1,335,941</u>

See accompanying notes to the financial statements.

UNITED WAY OF CASCADE COUNTY

GREAT FALLS, MONTANA

STATEMENT OF FUNCTIONAL EXPENSES FOR THE YEAR ENDED JUNE 30, 2023

	Program Services			Supporting Services				
	Community Impact	Education & Technical Assistance	Service Provider Relations	Total Program Services	General & Admin.	Fund Raising & Campaign	Total Supporting Services	Total
Salaries	\$ 116,434	\$ 155,246	\$ 38,812	\$ 310,492	\$ 34,499	\$ 86,248	\$ 120,747	\$ 431,239
Payroll Taxes	8,930	11,907	2,977	23,814	2,646	6,615	9,261	33,075
Employee Benefits	16,133	21,511	5,378	43,022	4,780	11,950	16,730	59,752
Total Salaries and Related Expenses	<u>141,497</u>	<u>188,664</u>	<u>47,167</u>	<u>377,328</u>	<u>41,925</u>	<u>104,813</u>	<u>146,738</u>	<u>524,066</u>
Allocations to Service Providers	460,000	-	-	460,000	-	-	-	460,000
United Way of America Dues	-	-	9,497	9,497	-	-	-	9,497
Dues and Subscriptions	3,734	4,979	1,245	9,958	1,106	2,766	3,872	13,830
Insurance	1,045	1,394	349	2,788	310	775	1,085	3,873
Education Initiative	49,217	-	-	49,217	-	-	-	49,217
Transportation	2,501	3,334	833	6,668	741	1,852	2,593	9,261
Miscellaneous	1,108	1,478	370	2,956	328	821	1,149	4,105
Meeting Expense	774	1,032	259	2,065	229	574	803	2,868
Occupancy	7,367	9,823	2,457	19,647	2,183	5,457	7,640	27,287
Office Supplies	1,697	2,263	567	4,527	503	1,257	1,760	6,287
Postage	258	343	86	687	76	191	267	954
Professional Fees	4,149	5,532	1,383	11,064	1,229	3,073	4,302	15,366
Campaign Printing and Advertising	34,004	45,338	11,335	90,677	10,075	25,188	35,263	125,940
Equipment Repair and Maintenance	2,473	3,298	824	6,595	733	1,832	2,565	9,160
Telephone	1,394	1,858	465	3,717	413	1,032	1,445	5,162
Training	220	295	74	589	66	164	230	819
Volunteer Development	177	236	59	472	52	131	183	655
Bank Charges	353	470	118	941	105	262	367	1,308
Depreciation	34	46	12	92	10	25	35	127
Total Other Expenses	<u>570,505</u>	<u>81,719</u>	<u>29,933</u>	<u>682,157</u>	<u>18,159</u>	<u>45,400</u>	<u>63,559</u>	<u>745,716</u>
Total Functional Expenses	<u>\$ 712,002</u>	<u>\$ 270,383</u>	<u>\$ 77,100</u>	<u>\$ 1,059,485</u>	<u>\$ 60,084</u>	<u>\$ 150,213</u>	<u>\$ 210,297</u>	<u>\$ 1,269,782</u>

See accompanying notes to the financial statements.

UNITED WAY OF CASCADE COUNTY

GREAT FALLS, MONTANA

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

- A. Nature of Activities** - United Way of Cascade County (UWCC) is a non-profit corporation whose purpose is to mobilize community resources to meet priority human service needs. UWCC establishes and fosters partnerships to impact and improve education, income, and health for the citizens of Great Falls and Cascade County. As one key strategy, UWCC funds programs through local organizations that demonstrate results aligning with these three community level issues. The resources and revenues raised are from individuals and businesses within Cascade County.
- B. Method of Accounting** - The financial statements of UWCC have been prepared utilizing the accrual basis of accounting.
- C. Financial Statement Presentation** - The classification of the UWCC's net assets, revenue and expenses is based on the existence or absence of donor-imposed restrictions.

In accordance with U.S. generally accepted accounting principles (U.S. GAAP), the UWCC reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restriction and net assets with donor restriction.

Without Donor Restriction - Net assets available for use in general operations and not subject to donor or grantor restrictions, including, if applicable, net assets that have been designated by the Board of Directors for expenditure on specific purposes or projects.

With Donor Restriction - Net assets subject to restrictions imposed by donors or grantors. 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. Donor-imposed restrictions are released when a restriction expires, that is, when time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

- D. Support and Revenue Recognition** - All cash contributions are considered to be without donor restriction use unless specifically restricted by the donor. Contributions of cash are reported as with donor restriction if they are received with donor or grantor stipulations that limit or specify the use of donated assets whether by time, period, or purpose. When a donor-stipulated time restriction ends or a purpose restriction is accomplished, then the net assets with donor restriction are reclassified to net assets without donor restriction and are reported in the statement of activities as net assets released from restrictions. If a restriction is fulfilled in the same time period in which the contribution is received, the contribution is reported as without donor restriction.

UWCC recognizes contributions as revenue when received or when money has been pledged to UWCC. U.S. GAAP requires non-profit organizations to record promises to give during the period in which the promise to give is made. Contributions are recognized when the donor make a promise to give that is in substance, unconditional. Non-cash contributions are reported as support at the estimated fair market value on the date of the gift. Revenue is

UNITED WAY OF CASCADE COUNTY

GREAT FALLS, MONTANA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

primary derived from contributions of cash. UWCC's grants are considered to be exchange transactions. Accordingly, revenue is recognized when earned and expenses are recognized as incurred. Investment income includes dividends and interest, which is recorded monthly from investment statements.

E. Promises to Give/Pledges - Unconditional promises to give that are expected to be collected within one year are recorded at their net realizable value. All unconditional promises to give are expected to be collected within one year. Conditional promises to give are not included as support until such time as the conditions are substantially met.

F. Furniture and Equipment - All expenditures for furniture and equipment and the fair value of donated items in excess of \$1,000 are capitalized. Purchased equipment is recorded at cost. Depreciation is computed by the straight-line method over the following estimated useful lives:

Furniture and Fixtures	5 - 10 Years
Equipment	3 - 5 Years

G. Fund Raising - UWCC conducts its annual campaign in September through December of each fiscal year. Non-designated support raised is allocated to participating service providers in that same year; however, payments of these allocations do not begin until July 1 of the next fiscal year. Pledges receivable are recorded in the balance sheet, and allowances are provided for amounts estimated to be uncollectible. Allocations are recorded as payables at the time UWCC informs the service providers of the amount they will receive. Designated support raised during the same campaign period is paid to service providers quarterly beginning April 1 of that year.

H. Use of Estimates - The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

I. Income Tax Status - UWCC qualified as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and therefore has no provision for federal and state income taxes.

J. Cash and Cash Equivalents - For the statement of financial position and statement of cash flows, cash and cash equivalents are defined as all monies in petty cash, checking, savings, money market accounts and certificates of deposit.

The UWCC maintains cash and cash equivalent accounts at financial institutions that are insured by the Federal Deposit Insurance Corporation ("FDIC") up to \$250,000. At June 30, 2024 and 2023, the UWCC's cash and cash equivalent accounts were fully insured.

K. Pledges Receivable - Pledges receivable are due from donors who have promised to give money to UWCC. The allowance for doubtful accounts balance is the maximum amount reasonably expected to be uncollectible. The allowance is based on experience and other circumstances, which may affect the ability of donors to meet their pledge obligations. Receivables are considered uncollectible after they have been outstanding for one year.

UNITED WAY OF CASCADE COUNTY

GREAT FALLS, MONTANA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

- L. **Compensated Absences** - Vacation time accumulates up to certain limits, at which time no additional vacation hours can be earned. Provided this hourly limit is not met, employees can continue to accumulate vacation hours and time can be carried over to future years. Accrued vacation time is recorded as accrued employee benefits on the statements of financial position.
- M. **Functional Allocation of Expenses** - The Statement of Activities reports expenses by both natural and functional classifications. Certain categories of expenses are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Costs are directly applied to the related program or supporting service category when identifiable and possible. General operating costs across all-natural categories are allocated on the basis of estimates of time and effort.
- N. **Advertising** - Advertising costs are expensed as incurred.
- O. **Reclassification** - Certain reclassifications have been made to prior year amounts to conform to the current year presentation. Such reclassifications have had no effect on change in net assets as previously reported.
- P. **Recently Adopted Accounting Standard** - On July 1, 2023, UWCC adopted the provisions of Accounting Standards Codification 326 (ASC 326), *Financial Instruments – Credit Losses*. This update modifies the measurement of expected credit losses of certain financial instruments. ASC 326 is effective for annual periods beginning after December 15, 2022, and interim periods within those annual periods. Adoption of the standard did not have any material impact on UWCC's beginning of the year asset or net asset balances.
- Q. **Subsequent Events** - UWCC has evaluated subsequent events through October 17, 2024, which is the date the financial statements were available to be issued.

NOTE 2: RESTRICTED CASH:

The following table provides a reconciliation of restricted cash as of June 30:

	<u>6/30/24</u>	<u>6/30/23</u>
Long-term Donor Restricted Pledge	\$ 50,248	\$ 60,248
Educational Grant Funds	107,860	22,327
Community Kitchen Grant	625	58,311
Total Restricted Cash	<u>\$ 158,733</u>	<u>\$ 140,886</u>

UNITED WAY OF CASCADE COUNTY

GREAT FALLS, MONTANA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

NOTE 3: CERTIFICATES OF DEPOSIT:

Certificates of deposit consist of the following:

<u>6/30/24</u>	<u>Maturity Date</u>	<u>Interest rate</u>	<u>Amount</u>
17 Month CD	07/09/24	5.05%	\$ 20,784
1 Year CD	08/07/24	5.30%	60,000
			<u>\$ 80,784</u>

<u>6/30/23</u>	<u>Maturity Date</u>	<u>Interest rate</u>	<u>Amount</u>
5 Month CD	07/14/23	4.55%	\$ 50,000
8 Month CD	10/16/23	4.60%	50,000
1 Year CD	02/15/24	4.75%	50,000
1 Year CD	02/09/24	4.00%	20,000
			<u>\$ 170,000</u>

NOTE 4: LIQUIDITY AND AVAILABILITY:

The UWCC's financial assets available within one year from June 30, 2024 and 2023 for general obligations are as follows:

	<u>6/30/24</u>	<u>6/30/23</u>
Total Financial Assets at Year-End:		
Cash	\$ 143,148	\$ 73,212
Cash - Restricted	158,733	140,886
Certificates of Deposit	80,784	170,000
Grant Receivable	38,003	29,823
Pledges Receivable, Net	<u>325,925</u>	<u>252,421</u>
Total Financial Assets at Year-End	746,593	666,342
Less Amounts Not Available to be Used Within One Year:		
Restricted Cash	(158,733)	(140,886)
Designed by Board for Operating Reserve	<u>(200,000)</u>	<u>(200,000)</u>
Financial Assets Available to Meet Cash Needs for General Expenditures Within One Year	<u>\$ 387,860</u>	<u>\$ 325,456</u>

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The UWCC receives contributions that are designated by donors, and considers contributions designated for program services which are central to its annual operations to be available to meet cash needs for general expenditures.

The UWCC manages its liquidity and reserves following three guiding principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintain sufficient reserves to provide reasonable assurance that long term obligations will be met. The UWCC operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures.

As of June 30, 2024 and 2023, UWCC had 61 and 70 days of cash on hand, respectively.

NOTE 5: SCHEDULE OF ALLOCATIONS PAYABLE TO SERVICE PROVIDERS:

	<u>6/30/24</u>	<u>6/30/23</u>
Service Provider Allocations:		
Alliance for Youth	\$ 56,000	\$ 50,500
Alluvion	-	21,000
Big Brothers and Big Sisters	4,900	3,900
Boys and Girls Club	21,900	19,400
CASA	20,000	11,600
Cascade County Law Clinic	12,000	10,000
Centerville Early Childhood Ed	6,200	-
Dandelion Foundation	19,000	11,600
Family Promise	10,500	6,500
Foster Grandparents	8,000	8,000
Get Fit Great Falls	13,000	8,500
Great Falls Children's Receiving Home	13,000	11,500
Great Falls Senior Center	-	3,500
Habitat for Humanity	-	8,000
Heisey Youth Center	-	7,500
Kairos Youth Services	24,000	24,000
Meals on Wheels	14,250	15,500
MT United Indian Association	8,000	5,000
NeighborWorks	18,000	21,000
Opportunities Inc.	33,000	32,900
Peace Place Respite Care	37,000	14,600
St. Vincent DePaul	87,500	77,700

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	<u>6/30/24</u>	<u>6/30/23</u>
Service Provider Allocations (Continued):		
Toby's House	12,000	9,600
Veterans and Adult Treatment Court	15,000	25,000
Voices of Hope	17,250	18,500
Young Parents' Education Center	20,000	19,200
YWCA Mercy Home	14,500	15,500
Total	<u>\$ 485,000</u>	<u>\$ 460,000</u>

NOTE 6: IN-KIND OPERATING LEASE:

The UWCC signed a lease for office space that expires November 1, 2024. Under this lease agreement the office space is provided to the UWCC as an in-kind contribution. Management estimates the value of the office space to be \$2,100 per month. For the years ended June 30, 2024 and 2023, \$25,200 and \$25,200 has been recorded as revenue in donated services and facilities and as an expense in occupancy.

NOTE 7: CONTRIBUTED NONFINANCIAL ASSETS:

For the years ended June 30, 2024 and 2023 contributed nonfinancial assets have been recorded on the statements of activities as donated facilities and services included:

	<u>6/30/24</u>	<u>6/30/23</u>
Campaign Media	\$ 83,900	\$ 105,860
Facilities	25,200	25,200
Professional Services	2,500	2,200
	<u>\$ 111,600</u>	<u>\$ 133,260</u>

Valuation Techniques and Inputs - Contributed campaign media, facilities, and professional services are valued and reported at management's estimated fair value based on current rates for similar services and facilities.

Donor Restrictions - No contributed nonfinancial asset was donor restricted.

NOTE 8: RETIREMENT PLAN:

UWCC provides an SEP-IRA plan for its employees. All employees aged 21 or older, earning \$450 or more per year with one year or more of service, are eligible to participate. Contributions are based on nine percent of the employees' salaries. Contributions totaled \$31,090 and \$32,994 for the years ended June 30, 2024 and 2023, respectively.

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NOTE 9: FAIR VALUE MEASUREMENT:

The UWCC applies the U.S. GAAP authoritative guidance for Fair Value Measurements and Disclosures, which defines fair value, establishes a framework for measuring fair value, and requires certain disclosures about fair value measurements. The standard describes three levels of inputs that may be used to measure fair value:

Level 1 - Quoted prices in active markets for identical assets or liabilities;

Level 2 - Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities, quoted prices in inactive markets, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities; or

Level 3 - Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

There have been no changes in the methodologies used at June 30, 2024 and 2023. The following tables present the assets that are measured at fair value on a recurring basis as of June 30 and are categorized using the three levels of the fair value hierarchy:

Fair Value as of June 30, 2024

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Beneficial Interest in Perpetual Trust	\$ -	\$ -	\$ 86,497	\$ 86,497
Cash Surrender Value of Life Insurance	-	-	109,305	109,305
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 195,802</u>	<u>\$ 195,802</u>

Fair Value as of June 30, 2023

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Beneficial Interest in Perpetual Trust	\$ -	\$ -	\$ 82,337	\$ 82,337
Cash Surrender Value of Life Insurance	-	-	96,503	96,503
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 178,840</u>	<u>\$ 178,840</u>

The fair value of the beneficial interest in a perpetual trust is determined based on the net asset value of the UWCC's interest in the trust. Net asset value of the trust is provided to the UWCC by the Montana Community Foundation management in the form of quarterly investment reports.

The fair value of the cash surrender value of life insurance is determined based on the stated cash surrender value on the quarterly statements received from the various insurance companies that manage the policies.

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NOTE 10: BENEFICIAL INTEREST IN PERPETUAL TRUST:

UWCC has an interest in endowed funds of the Montana Community Foundation. Donors can give directly to the Montana Community Foundation for the benefit of UWCC, or donors give to UWCC which transfers the assets to the Montana Community Foundation. There are three funds held at the Montana Community Foundation for the benefit of UWCC. The Montana Community Foundation has variance power over the assets of two of these funds and they are not recorded on the financial statements of UWCC. The third fund is an “agency” account held on behalf of UWCC and this fund is recorded on UWCC's statements of financial position as a “Beneficial Interest in Perpetual Trust.” The Montana Community Foundation does not have variance power over the assets in this fund.

The Montana Community Foundation periodically distributes funds to UWCC based on the earnings of the three endowments. These distributions are unrestricted and shown as investment income on the statements of activities. Distributions to UWCC were \$9,096 and \$8,768 for the years ended June 30, 2024 and 2023, respectively.

Following is the activity for the Montana Community Foundation funds:

	MCF Agency Endowment Fund Recorded on the Statement of Net Position	MCF Endowment Funds Not Recorded on the Statement of Net Position
	<u> </u>	<u> </u>
Balance, June 30, 2023	\$ 82,337	\$ 115,208
Net Investment Income (Loss)	9,083	12,714
Distributions to UWCC	(3,890)	(5,354)
MCF Administrative Fees	<u>(1,033)</u>	<u>(1,446)</u>
Balance, June 30, 2024	<u>\$ 86,497</u>	<u>\$ 121,122</u>

	MCF Agency Endowment Fund Recorded on the Statement of Net Position	MCF Endowment Funds Not Recorded on the Statement of Net Position
	<u> </u>	<u> </u>
Balance, June 30, 2022	\$ 82,778	\$ 114,639
Net Investment Income (Loss)	4,421	7,214
Distributions to UWCC	(3,852)	(5,244)
MCF Administrative Fees	<u>(1,010)</u>	<u>(1,401)</u>
Balance, June 30, 2023	<u>\$ 82,337</u>	<u>\$ 115,208</u>

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NOTE 11: DESIGNATED BY BOARD FOR OPERATING RESERVE:

UWCC's policy is to maintain a minimum of three months or 25% of the Central Services Budget (CSB) up to a maximum of six months or 50% of the Central Services Budget.

UWCC has designated \$200,000 (approximately 30% of CSB) for 2024 and 2023, to be held in reserve when adverse economic conditions occur and contributions fall to the point that the most essential needs of the community are in danger. An example would be a disaster occurring which is beyond the capability of the funded services to absorb within their regular budgets and local funds are not available for use to meet a pressing community need.

Per UWCC policy, the procedure to approve use of the operating reserve is as follows:

- Request submitted to the Executive Committee
- Action taken by Executive Committee
- Recommendation to Board of Directors by Executive Committee
- Action taken by the Board of Directors

NOTE 12: NET ASSETS WITH DONOR RESTRICTION:

Net assets with donor restriction are available for the following purposes at June 30, 2024 and 2023:

	<u>6/30/24</u>	<u>6/30/23</u>
Subject to be Held in Perpetuity	\$ 130,401	\$ 117,720
Time Restricted	50,248	60,248
Purpose Restricted	54,885	80,638
	<u>\$ 235,534</u>	<u>\$ 258,606</u>

NOTE 13: NET ASSETS RELEASED FROM DONOR RESTRICTION:

During the years ended June 30, 2024 and 2023, net assets with donor restriction were released for the following purposes:

	<u>6/30/24</u>	<u>6/30/23</u>
Satisfaction of Program or Time Restrictions:		
Time Restriction Completed	\$ 10,000	\$ 10,000
RSVP Grant Expenditures	107,968	98,943
Educational Grant Expenditures	67,537	38,879
Community Kitchen Expenditures	57,686	39,096
Total	<u>\$ 243,191</u>	<u>\$ 186,918</u>