



UNITED WAY OF WHATCOM COUNTY

**Financial Statements
And Independent Auditors' Report**

June 30, 2022 and 2021

UNITED WAY OF WHATCOM COUNTY

Table of Contents

	<u>Page</u>
INDEPENDENT AUDITORS' REPORT	1-2
FINANCIAL STATEMENTS	
Statements of Financial Position	3
Statements of Activities	4
Statements of Functional Expenses	5
Statements of Cash Flows.....	6
Notes to Financial Statements.....	7-13
SUPPLEMENTAL INFORMATION	
Schedules of Agency Grants	14



Certified Public Accountants

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
United Way of Whatcom County

We have audited the accompanying financial statements of United Way of Whatcom County (the Agency), a nonprofit 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.

Auditors' 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 require 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 auditors' 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 Agency'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 Agency'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.

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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of United Way of Whatcom County as of June 30, 2022 and 2021, 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.

Report on Supplemental Information

The supplemental information on page 14 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 supplemental information is fairly stated in all material respects in relation to the financial statements as a whole.

VSH PLLC

Bellingham, Washington
April 18, 2023

**UNITED WAY OF WHATCOM COUNTY
STATEMENTS OF FINANCIAL POSITION**

June 30, 2022 and 2021

ASSETS	<u>2022</u>	<u>2021</u>
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,110,435	\$ 1,429,798
Marketable securities	999,197	1,113,026
Pledges receivable, net	473,219	245,739
Prepaid expenses	12,164	12,480
Total current assets	<u>2,595,015</u>	<u>2,801,043</u>
PROPERTY AND EQUIPMENT, NET	<u>40,050</u>	<u>52,978</u>
TOTAL ASSETS	<u><u>\$ 2,635,065</u></u>	<u><u>\$ 2,854,021</u></u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 54,508	\$ 17,413
Accrued expenses	16,303	36,288
Designations payable	64,813	64,710
Deferred revenues	-	12,771
Total current liabilities	<u>135,624</u>	<u>131,182</u>
PAYCHECK PROTECTION PROGRAM LOAN	<u>-</u>	<u>78,933</u>
TOTAL LIABILITIES	<u>135,624</u>	<u>210,115</u>
NET ASSETS		
Without donor restriction	1,388,502	1,361,284
With donor restriction	<u>1,110,939</u>	<u>1,282,622</u>
Total net assets	<u>2,499,441</u>	<u>2,643,906</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 2,635,065</u></u>	<u><u>\$ 2,854,021</u></u>

See independent auditors' report and accompanying notes to the financial statements

UNITED WAY OF WHATCOM COUNTY
STATEMENTS OF ACTIVITIES
For the Year Ended June 30, 2022
(With Comparative Totals for 2021)

	Without Donor Restriction	With Donor Restriction	Total	2021 Total
SUPPORT AND REVENUE				
Campaign related net assets released from restriction:				
Campaign for the current period				
Contributions received in prior periods	\$ 1,536,898	\$ (1,536,898)	\$ -	-
Less: donor designations	(50,724)	50,724	-	-
Provision for uncollectible pledges	(115,267)	115,267	-	-
Total campaign for the current period	<u>1,370,907</u>	<u>(1,370,907)</u>	<u>-</u>	<u>-</u>
Campaign revenue for the next allocation period:				
Campaign revenue received for next year	-	1,327,561	1,327,561	1,405,875
Less: donor designations	-	(34,321)	(34,321)	(44,196)
Designation recovery fee	-	(4,984)	(4,984)	(6,527)
Less: provision for uncollectible pledges	-	(88,947)	(88,947)	(115,267)
Total campaign revenues for next allocation period	<u>-</u>	<u>1,199,309</u>	<u>1,199,309</u>	<u>1,239,885</u>
Other support and revenue				
Gain on extinguishment of Paycheck Protection Program loan	78,933	-	78,933	30,449
Recovery of prior year uncollectible pledges	63,125	-	63,125	7,171
Other income	62,497	-	62,497	32,927
Child care grant	-	43,600	43,600	77,534
Designation recovery	32,872	-	32,872	58,511
Interest income	27,009	-	27,009	23,897
Contributions received from other United Ways	21,125	-	21,125	6,878
Other grants, relief fund donations	10,000	-	10,000	26,023
Dolly Parton Imagination Library donation	7,409	-	7,409	-
Unrealized (losses) gains on investments	(134,422)	-	(134,422)	116,423
Total other support and revenue	<u>168,548</u>	<u>43,600</u>	<u>212,148</u>	<u>379,813</u>
Satisfaction of restrictions by expenditures	<u>43,685</u>	<u>(43,685)</u>	<u>-</u>	<u>-</u>
Total support and revenue	<u>1,583,140</u>	<u>(171,683)</u>	<u>1,411,457</u>	<u>1,619,698</u>
AGENCY GRANTS				
Gross funds awarded	893,329	-	893,329	714,043
Less: allocations funded through donor designations	(14,462)	-	(14,462)	(19,618)
Total grant allocations	<u>878,867</u>	<u>-</u>	<u>878,867</u>	<u>694,425</u>
OTHER GRANTS				
Relief fund	41,000	-	41,000	52,000
Other grant	28,015	-	28,015	14,584
Community agency assistance	20,631	-	20,631	26,467
Dolly Parton Imagination Library	15,158	-	15,158	-
Project homeless connect	12,771	-	12,771	5,853
Technical and community initiative	5,858	-	5,858	20,153
Child care grant	1,060	-	1,060	77,534
Total other grants	<u>124,493</u>	<u>-</u>	<u>124,493</u>	<u>196,591</u>
EXPENSES				
Planning and allocations	191,337	-	191,337	335,358
Fundraising	186,379	-	186,379	218,150
Administration	174,846	-	174,846	197,653
Total expenses	<u>552,562</u>	<u>-</u>	<u>552,562</u>	<u>751,161</u>
INCREASE (DECREASE) IN NET ASSETS	27,218	(171,683)	(144,465)	(22,479)
NET ASSETS , beginning of year	<u>1,361,284</u>	<u>1,282,622</u>	<u>2,643,906</u>	<u>2,666,385</u>
NET ASSETS , end of year	<u>\$ 1,388,502</u>	<u>\$ 1,110,939</u>	<u>\$ 2,499,441</u>	<u>\$ 2,643,906</u>

See independent auditors' report and accompanying notes to the financial statements

UNITED WAY OF WHATCOM COUNTY
STATEMENTS OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2022
(With Comparative Totals for 2021)

	Program Services	Supporting Services		Total	2021 Total
	Planning and Allocations	Administration	Fundraising		
Wages, payroll taxes and employee benefits	\$ 132,025	\$ 109,207	\$ 132,369	\$ 373,601	\$ 587,491
Repairs and maintenance	11,253	9,522	8,079	28,855	29,616
Dues paid to affiliate	9,583	8,109	6,880	24,573	23,748
Professional fees	2,730	16,610	1,960	21,300	10,863
Depreciation	6,755	5,716	4,850	17,320	16,590
Advertising	5,821	4,926	4,179	14,926	17,186
Bank service charges	4,802	4,063	3,448	12,313	11,295
Rent	4,649	3,934	3,338	11,921	11,574
In-kind services:					
Rent	3,971	3,360	2,851	10,181	9,879
Professional services	214	181	153	548	500
Campaign events	-	-	8,121	8,121	673
Insurance	2,783	2,355	1,998	7,135	6,850
Occupancy	2,381	2,014	1,709	6,104	2,503
Campaign supplies	-	-	3,000	3,000	2,278
Telephone and internet	878	743	631	2,252	2,618
Travel and mileage	869	735	624	2,227	2,190
Miscellaneous	848	718	609	2,175	-
Office supplies	787	666	565	2,018	3,038
Postage	501	424	360	1,284	1,560
Membership dues	-	1,152	-	1,152	816
Staff and volunteer development	143	121	408	672	7,481
Printing and publication	223	189	160	573	1,782
Conferences and meetings	121	103	87	311	630
Total functional expenses	\$ 191,337	\$ 174,846	\$ 186,379	\$ 552,562	\$ 751,161

See independent auditors' report and accompanying notes to the financial statements

UNITED WAY OF WHATCOM COUNTY
STATEMENTS OF CASH FLOWS
For the Years Ended June 30, 2021 and 2020

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Decrease in net assets	\$ (144,465)	\$ (22,479)
<i>Adjustments to reconcile increase (decrease) in net assets to net cash and cash equivalents provided by operating activities:</i>		
Depreciation expense	17,320	16,590
Unrealized losses (gains) on marketable securities	134,422	(116,423)
Gain on extinguishment of Paycheck Protection Program loan	(78,933)	(30,449)
Changes in operating assets and liabilities:		
Pledges receivable	(227,480)	257,105
Prepaid expenses	316	(92)
Accounts payable	37,095	3,515
Accrued expenses	(19,985)	8,071
Designations payable	103	(70,273)
Deferred revenues	(12,771)	(15,514)
Net cash and cash equivalents provided by operating activities	(294,378)	30,051
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(4,392)	(4,493)
Purchases and reinvesting of marketable securities, net	(20,593)	(17,900)
Net cash and cash equivalents used for investing activities	(24,985)	(22,393)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from the Paycheck Protection Program loan	-	78,933
Net cash and cash equivalents provided by financing activities	-	78,933
NET CHANGE IN CASH AND CASH EQUIVALENTS	(319,363)	86,591
CASH AND CASH EQUIVALENTS, beginning of year	1,429,798	1,343,207
CASH AND CASH EQUIVALENTS, end of year	\$ 1,110,435	\$ 1,429,798

See independent auditors' report and accompanying notes to the financial statements

**UNITED WAY OF WHATCOM COUNTY
NOTES TO FINANCIAL STATEMENTS**

June 30, 2022 and 2021

NOTE 1. NATURE OF AGENCY

United Way of Whatcom County (the Agency) is organized to solicit and receive contributions and, through member agencies, provide services to the community of Whatcom County in the promotion of the health and welfare of its members.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of the significant accounting policies of the Agency is presented to assist the reader in evaluating the Agency's financial statements. The financial statements and notes are representations of the Agency's management, who is responsible for their integrity and objectivity. These accounting policies conform to accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statements.

Basis of presentation – The accompanying financial statements have been prepared on the accrual basis and follow the requirements of the Financial Accounting Standards Board in its Accounting Standards Codification ASC 958. Under ASC 958, the Agency is required to report information regarding its financial position and activities according to two classes of net assets:

Without donor restriction consists of net assets available for current operations and expenditures for current programs. These assets have no donor-imposed stipulations. The Board of Directors designates funds for specific purposes.

Unrestricted net assets (deficit) consist of the following as of June 30:

	<u>2022</u>	<u>2021</u>
Contingency – Three month operating and allocation reserve	\$ 572,277	\$ 678,976
Undesignated	198,816	(97,318)
Community impact – Assist agencies with new services	148,688	175,759
Equipment – Future purchases of capital	146,763	78,269
Capacity building – Fundraising; community engagement	115,087	142,185
Unrestricted – General	100,376	-
Early learning – Fundraising	100,000	-
Relief – Assist agencies with unforeseen emergencies	3,023	100,000
Variable compensation – Employee performance bonuses	3,472	17,714
Quasi-endowment – Principal to be invested in perpetuity	-	165,699
Agency – Support to increase capacity of agencies	-	100,000
	<u>\$ 1,388,502</u>	<u>\$ 1,361,284</u>
Total unrestricted net assets		

**UNITED WAY OF WHATCOM COUNTY
NOTES TO FINANCIAL STATEMENTS**

June 30, 2022 and 2021

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

With donor restriction consists of net assets resulting from contributions and other inflows of assets whose use by the Agency is limited by donor-imposed stipulations.

Donor-restricted net assets consist of the following as of June 30:

	2022	2021
Temporary restrictions on campaign revenues for next allocation period	\$ 1,027,626	\$ 1,199,309
Permanently restricted endowment	83,313	83,313
Total donor restricted net assets	\$ 1,110,939	\$ 1,282,622

Cash and cash equivalents – The Agency considers all short-term, highly-liquid investments with original maturities of three months or less to be cash equivalents. The Agency maintains its cash in several bank accounts which, at times, may exceed federally insured limits. The Agency has not experienced any losses in such accounts.

Pledges receivable – Pledges receivable are stated net of allowances for uncollectible pledges. The Agency estimated the allowances based on its historical experience of the relationship between actual uncollectible pledges and net amounts pledged. The allowances for uncollectible pledges totaled \$88,947 and \$115,267 as of June 30, 2022 and 2021, respectively. The Agency expects all pledges receivable to be collected within one year of the date of the statement of financial position.

Investments – Investments in marketable securities are reported at their fair values based on quoted prices in active markets. Unrealized gains and losses are included in the increase (decrease) in net assets in the accompanying statements of activities. Investment income or losses that were restricted by a donor are reported as increases or decreases in unrestricted net assets if the restrictions expire (either by passage of time or by use) in the year in which the investment income or losses are recognized.

Property and equipment – Property and equipment are capitalized at cost. Donations of property and equipment are recorded at their estimated fair value. Property and equipment are depreciated using the straight-line method over their estimated useful lives ranging from three to five years. The Agency's policy is to capitalize property and equipment with a cost of \$500 or greater.

Contributions – Contributions are recognized at fair value on the earlier of receipt of cash or when the donor makes a promise to give to the Agency that is, in substance, unconditional. All contributions are considered available for the Agency's general programs unless specifically restricted by the donor. Contributions that were restricted by a donor are reported as increases in unrestricted net assets if the restrictions expire in the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

UNITED WAY OF WHATCOM COUNTY
NOTES TO FINANCIAL STATEMENTS

June 30, 2022 and 2021

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Contributed services – Contributed services are recorded as contributions in-kind in the accompanying statements of activities at their estimated fair values at date of receipt. FASB ASC 958-605 requires services contributed by professionals and craftsmen that require specialized skills to be recognized as in-kind income and expense. Contributed services that do not require specialized skills are not recognized. The Agency receives many hours of volunteer services each year which do not meet the criteria for being recorded as contribution revenue.

Allocation of expenses – Costs of providing programs and activities are summarized by functional category in the statements of activities and functional expenses. Costs are directly allocated where possible. Certain expenses not directly related to a particular function are allocated based on the percentage of time devoted to the functions benefited and also based on allocation percentages recommended by United Way Worldwide.

Advertising – Advertising costs are expensed in the period incurred and totaled \$14,926 and \$17,186 for the years ended June 30, 2022 and 2021, respectively.

Federal income taxes – The Agency is a not-for-profit organization that is exempt from federal income taxes under Internal Revenue Code Section 501(c)(3) on income related to its organizational purpose. The Agency evaluates its income tax positions on a regular basis and believes it has taken no significant uncertain tax positions. The Agency has not recognized any interest or penalties associated with uncertain tax positions.

Use of 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. Such estimates and assumptions may affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and may affect the reported amounts of support, revenue, and expenses during the reporting period. Actual results could differ from those estimates.

Going concern – The Agency adheres to the provisions of the Financial Accounting Standards Board Accounting Standards Codification 205, subtopic 40, which extends the responsibility for performing the going concern evaluation to management based on relevant conditions and events that are known and reasonably knowable at the time the financial statements are available to be issued. Management has assessed the Agency's ability to continue as a going concern for the period of one year from April 18, 2023, and does not believe any existing conditions or events raise substantial doubt about the Agency's ability to continue as a going concern.

Subsequent events – Subsequent events have been evaluated through April 18, 2023, which is the date the financial statements were available to be issued.

**UNITED WAY OF WHATCOM COUNTY
NOTES TO FINANCIAL STATEMENTS**

June 30, 2022 and 2021

NOTE 3. PROPERTY AND EQUIPMENT

Property and equipment consisted of the following as of June 30:

	2022	2021
Leasehold improvements	\$ 118,434	\$ 118,434
Equipment and furniture	65,219	81,064
	183,653	199,498
Less accumulated depreciation	(143,603)	(146,520)
Property and equipment, net	\$ 40,050	\$ 52,978

Depreciation expense totaled \$17,320 and \$16,590 for the years ended June 30, 2022 and 2021, respectively.

NOTE 4. ENDOWMENTS

The Agency has established an endowment program to offer contributors a wide range of giving options. It is the practice of the Agency that all unrestricted legacies and memorial gifts are accounted for as endowment gifts by the Agency as Board designated quasi-endowments. An endowment allows donors to make contributions whereby the principal remains invested, while the income is distributed in support of community services or the operations of the Agency.

As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Investment policy – The philosophy governing the investments of the Agency is one of prudent growth of principal with the understanding that values will fluctuate within the capital markets over shorter time periods. Within this philosophical framework, the investment policy seeks to preserve the original capital and provide a competitive return consistent with historical capital market conditions. The Agency’s finance committee reviews the endowment quarterly reports and oversees investment practice.

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

	Without Donor Restriction	With Donor Restriction	Total
<u>Endowment Funds</u>			
Donor-restricted endowment	\$ -	\$ 83,313	\$ 83,313
Board-restricted quasi-endowment	165,699	-	165,699
Total endowment net assets	\$ 165,699	\$ 83,313	\$ 249,012

UNITED WAY OF WHATCOM COUNTY
NOTES TO FINANCIAL STATEMENTS

June 30, 2022 and 2021

NOTE 4. ENDOWMENTS, (continued)

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

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
Donor-restricted endowment	\$ -	\$ 83,313	\$ 83,313
Board-restricted quasi-endowment	<u>165,699</u>	<u>-</u>	<u>165,699</u>
Total endowment net assets	<u>\$ 165,699</u>	<u>\$ 83,313</u>	<u>\$ 249,012</u>

The Agency follows the Washington State Uniform Management of Institutional Funds Act (UMIFA) and its own governing documents. UMIFA requires the historical dollar amount of donor-restricted endowment funds to be preserved. In the absence of donor restrictions, the net appreciation on a donor-restricted endowment fund is spendable under UMIFA. The Agency’s donors have not placed restrictions on the use of the investment income or net appreciation earned from donor-restricted endowment funds.

NOTE 5. FAIR VALUE MEASUREMENTS

ASC Subtopic 820, *Fair Value Measurements and Disclosures*, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurement) and the lowest priority to unobservable inputs (Level 3 measurement). The three levels of the fair value hierarchy under ASC Subtopic 820 are described as follows:

- Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Agency has the ability to access.
- Level 2 Inputs to the valuation methodology include:
 - Quoted prices for similar assets or liabilities in active markets
 - Quoted prices for identical or similar assets or liabilities in inactive markets
 - Inputs other than quoted prices that are observable for the asset or liability
 - Inputs that are derived principally from or corroborated by observable market data by correlation or other means
- Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability’s fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

**UNITED WAY OF WHATCOM COUNTY
NOTES TO FINANCIAL STATEMENTS**

June 30, 2022 and 2021

NOTE 5. FAIR VALUE MEASUREMENTS, (continued)

The following tables set forth by level, within the fair value hierarchy, the Agency's marketable securities at cost and fair value as of June 30:

	2022			
	Cost	Level 1	Level 2	Level 3
Mutual funds	<u>\$ 1,076,563</u>	<u>\$ 999,197</u>	<u>\$ -</u>	<u>\$ -</u>
	2021			
	Cost	Level 1	Level 2	Level 3
Mutual funds	<u>\$ 1,005,496</u>	<u>\$ 1,113,026</u>	<u>\$ -</u>	<u>\$ -</u>

Returns on the mutual funds consist of interest, dividends, less fees, plus unrealized gains and losses. These returns are shown on the statements of activities.

NOTE 6. IN-KIND CONTRIBUTIONS

Donated professional fees are recorded at their estimated fair market value when received. In-kind contributions are included in other income on the statements of activities and consisted of the following as of June 30:

	2022	2021
In-kind rent	\$ 10,181	\$ 9,879
In-kind professional services	548	500
Total in-kind contributions	<u>\$ 10,729</u>	<u>\$ 10,379</u>

NOTE 7. PAYCHECK PROTECTION PROGRAM LOAN

The Agency received two rounds of funding from the Paycheck Protection Program. The Agency received \$30,449 in May 2020 and \$78,933 in April 2021. The Agency met requirements for loan forgiveness and recognized the \$30,449 gain on extinguishment of the loan during the year ended June 30, 2021. The Agency also received loan forgiveness in August 2021 and recognized a gain on extinguishment of the loan of \$78,933 during the year ended June 30, 2022.

NOTE 8. ECONOMIC DEPENDENCY

The Agency depended on donation, grants and fundraising for 100% of its support and revenue for the years ended June 30, 2022 and 2021.

See independent auditors' report

**UNITED WAY OF WHATCOM COUNTY
NOTES TO FINANCIAL STATEMENTS**

June 30, 2022 and 2021

NOTE 9. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Board of Directors designates a minimum of a three month reserve for operational and allocation requirements in a contingency fund. Financial assets available for general expenditure, that is, without donor restrictions limiting their use within one year of the statements of financial position dates consist of the following as of June 30:

	2022	2021
Cash and cash equivalents	\$ 1,110,435	\$ 1,429,798
Pledges receivable	473,219	245,739
Investments	999,197	1,113,026
Total financial assets	\$ 2,582,851	\$ 2,788,563

NOTE 10. OPERATING LEASES

The Agency leases office space from Washington Federal. A co-tenant of the building provides an in-kind contribution of rent. The Agency's lease obligation ranges from \$1,036 to \$1,067 monthly and expires in May 2024.

Rent expense totaled \$11,921 and \$11,574 for the years ended June 30, 2022 and 2021, respectively.

Estimated future minimum rental payments, net of in-kind rent contributions, for the years ending June 30 are as follows:

2023	\$12,450
2024	\$12,800

NOTE 11. RETIREMENT PLAN

The Agency maintains an SEP IRA plan covering all employees who satisfy certain requirements. The Agency matches contributions up to 8% of individual participants' compensation. The Agency made contributions totaling \$15,421 and \$24,728 for the years ended June 30, 2022 and 2021, respectively.

SUPPLEMENTAL INFORMATION

UNITED WAY OF WHATCOM COUNTY
SCHEDULES OF AGENCY GRANTS
For the Year Ended June 30, 2022
(With Comparative Totals for 2021)

	<u>Donor Designation</u>	<u>United Way Allocation</u>	<u>Total</u>	<u>2021 Total</u>
Domestic Violence and Sexual Assault				
Services of Whatcom County	\$ 1,162	\$ 70,000	\$ 71,162	\$ 61,495
Opportunity Council	840	67,000	67,840	49,220
Northwest Youth Services	3,366	63,500	66,866	66,237
Lydia Place	1,612	60,000	61,612	53,880
Brigid Collins	1,075	60,000	61,075	62,495
Bellingham Food Bank	1,411	50,000	51,411	30,324
Whatcom Center for Early Learning	223	50,000	50,223	37,098
Whatcom Family YMCA	15	50,000	50,015	48,643
Compass Health	-	40,367	40,367	33,095
Whatcom Council on Aging	252	40,000	40,252	25,372
Bellingham Childcare & Learning Center	165	40,000	40,165	27,117
Sun Community Services	-	36,000	36,000	23,690
Bellingham Public School Foundation	-	34,000	34,000	29,975
Whatcom Literacy Council	521	30,000	30,521	29,166
Interfaith Coalition	2,413	24,000	26,413	18,274
Max Higbee Community Recreation Center	1,049	25,000	26,049	18,942
Futures NW	-	25,000	25,000	15,561
Mercy Housing Northwest	-	25,000	25,000	19,510
Seattle Goodwill Industries	-	25,000	25,000	18,900
Work Opportunities	97	24,000	24,097	12,906
The ARC of Whatcom County	261	20,000	20,261	16,123
Communities in Schools	-	20,000	20,000	-
Whatcom Early Learning Alliance	-	-	-	16,020
	<u>\$ 14,462</u>	<u>\$ 878,867</u>	<u>\$ 893,329</u>	<u>\$ 714,043</u>

See independent auditors' report