

**SUSQUEHANNA VALLEY
UNITED WAY**

**COMPARATIVE
FINANCIAL STATEMENTS**

June 30, 2023 and 2022

SUSQUEHANNA VALLEY UNITED WAY

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Susquehanna Valley
United Way
228 Arch Street
Sunbury, PA 17801

Opinion

We have audited the accompanying financial statements of Susquehanna Valley United Way (a nonprofit organization), which comprise the statement of financial position as of June 30, 2023 and 2022, and the related statements of activities, statements of changes in net assets, statements of functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Susquehanna Valley United Way as of June 30, 2023 and 2022, 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. 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 Susquehanna Valley United Way and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Susquehanna Valley United Way'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 Susquehanna Valley United Way's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of program expenses on pages 15-16 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 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.



Sunbury, PA
July 29, 2024

SUSQUEHANNA VALLEY UNITED WAY
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2023 and 2022

	6/30/2023	6/30/2022
ASSETS		
Current Assets:		
Cash	\$ (47,395)	\$ 126,660
Cash - Board Designated (Note 4)	-	24,296
Cash - With Donor Restrictions	320,336	266,012
Total Cash	272,941	416,968
Contribution pledges receivable, net of \$22,854 and \$13,467 allowance for uncollectible pledges (Note 5)	160,057	84,798
Grants Receivable	158,709	-
Prepaid expense	13,878	6,546
Total current assets	605,585	508,312
Fixed Assets:		
Building	486,124	486,124
Equipment	167,417	167,417
	653,541	653,541
Less: accumulated depreciation	(216,553)	(202,320)
Total fixed assets	436,988	451,221
Other Assets:		
Investments - With Donor Restrictions (Note 3)	764,930	794,702
Total other assets	764,930	794,702
Total Assets	\$ 1,807,503	\$ 1,754,235
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts payable	\$ 50,474	\$ 27,531
Accrued payroll, taxes and withholdings	39,421	52,059
Line of Credit (Note 10)	99,006	59,740
Total current liabilities	188,901	139,330
Net Assets - Without Donor Restrictions - Operating	96,348	78,674
- investment in fixed assets	436,988	451,221
- board designated (Note 4)	-	24,296
- total without donor restrictions	533,336	554,191
- With donor restrictions (Note 8)	1,085,266	1,060,714
Total Net Assets	1,618,602	1,614,905
Total Liabilities and Net Assets	\$ 1,807,503	\$ 1,754,235

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

SUSQUEHANNA VALLEY UNITED WAY
STATEMENTS OF ACTIVITY
For the Years Ending June 30, 2023 and 2022

	Year Ended June 30, 2023			Year Ended June 30, 2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE						
PUBLIC SUPPORT:						
Contributions	\$ 700,018	\$ 78,169	\$ 778,187	\$ 689,862	\$ 23,292	\$ 713,154
Grants	868,669	279,091	1,147,760	1,110,687	160,000	1,270,687
Total Public Support	1,568,687	357,260	1,925,947	1,800,549	183,292	1,983,841
OTHER REVENUE:						
Rental income (Note 9)	4,900	-	4,900	18,350	-	18,350
Interest income	4,038	-	4,038	86	9	95
Dividend Income	-	17,362	17,362	-	15,723	15,723
Reimbursed expenses	81,269	-	81,269	30,226	-	30,226
Miscellaneous and reimbursed expenses	11,674	65,227	76,901	11,742	30,399	42,141
Total Other Revenue	101,881	82,589	184,470	60,404	46,131	106,535
TOTAL SUPPORT AND REVENUE	1,670,568	160,758	2,110,417	1,860,953	69,423	2,090,376
Net assets released from restrictions (Note 6)	625,910	(625,910)	-	177,787	(177,787)	-
TOTAL SUPPORT, REVENUE AND ASSETS RELEASED FROM RESTRICTIONS	\$ 2,296,478	\$ (186,061)	\$ 2,110,417	\$ 2,038,740	\$ 51,636	\$ 2,090,376
EXPENSES						
Affiliate Organizations	\$ 420,957	\$ -	\$ 420,957	\$ 281,699	\$ -	\$ 281,699
Other United Ways & unaffiliated organizations	53,677	-	53,677	90,944	-	90,944
Scholarships and Grants	1,171,822	-	1,171,822	785,919	-	785,919
Salaries and wages	356,563	-	356,563	502,789	-	502,789
Payroll taxes	24,583	-	24,583	38,102	-	38,102
Employee benefits	56,595	-	56,595	26,871	-	26,871
Professional fees/audit	45,476	-	45,476	33,773	-	33,773
Supplies	5,866	-	5,866	7,054	-	7,054
Program Materials	14,760	-	14,760	-	-	-
Local Vision	-	-	-	580	-	580
Promotional and advertising	3,497	-	3,497	1,812	-	1,812
Telephone	909	-	909	3,350	-	3,350
Postage	1,652	-	1,652	2,231	-	2,231
Building maintenance and cleaning	9,252	-	9,252	7,846	-	7,846
Utilities	12,313	-	12,313	5,072	-	5,072
Depreciation expense	14,232	-	14,232	15,681	-	15,681
Printing	76	-	76	-	-	-
Insurance	16,336	-	16,336	15,995	-	15,995
Membership dues	27,594	-	27,594	29,619	-	29,619
Travel/conferences	3,966	-	3,966	904	-	904
Special events / prizes	39,631	-	39,631	13,182	-	13,182
Fees /charges	6,509	-	6,509	5,401	-	5,401
Professional Development	9,778	-	9,778	1,555	-	1,555
Subcontractor	1,358	-	1,358	4,783	-	4,783
Covid 19	108	-	108	48,010	-	48,010
IT/Technology	16,671	-	16,671	21,389	-	21,389
Subscriptions	3,790	-	3,790	14,591	-	14,591
PFI Expenses	66,759	-	66,759	-	-	-
Equity Work	5,493	-	5,493	-	-	-
Miscellaneous	35,631	-	35,631	17,134	-	17,134
Community services	30,869	-	30,869	26,112	-	26,112
Women's Leadership	10,669	-	10,669	8,558	-	8,558
Revolving Car	3,089	-	3,089	10,000	-	10,000
Meals/mileage/meetings	2,775	-	2,775	1,979	-	1,979
Total Expenses	2,473,256	-	2,473,256	2,022,935	-	2,022,935
Increase (decrease) in net assets before other income	(176,778)	(186,061)	(362,839)	15,805	51,636	67,441
Other increases in net assets						
Realized Gain (Loss) on Investment	\$ -	\$ (28,293)	\$ (28,293)	\$ -	\$ 50,764	\$ 50,764
Unrealized Gain (Loss) on Investment	-	66,673	66,673	-	(133,349)	(133,349)
Investment Management Fees	-	(8,414)	(8,414)	-	(8,187)	(8,187)
Total other increases in net assets	-	29,966	29,966	-	(90,772)	(90,772)
Extraordinary Items						
Net assets received from merger (Note 11)	155,923	180,647	336,570	-	-	-
Increase (decrease) in net assets	\$ (20,855)	\$ 24,552	\$ 3,697	\$ 15,805	\$ (39,136)	\$ (23,331)

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

SUSQUEHANNA VALLEY UNITED WAY
 STATEMENTS OF CHANGES IN NET ASSETS
 For the Years Ending June 30, 2023 and 2022

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Net Assets, June 30, 2021	\$ 538,386	\$ 1,099,850	\$ 1,638,236
Increase (Decrease) in net assets	<u>\$ 15,805</u>	<u>\$ (39,136)</u>	<u>\$ (23,331)</u>
Net Assets, June 30, 2022	\$ 554,191	\$ 1,060,714	\$ 1,614,905
Increase (Decrease) in net assets	<u>\$ (20,855)</u>	<u>\$ 24,552</u>	<u>\$ 3,697</u>
Net Assets, June 30, 2023	<u><u>\$ 533,336</u></u>	<u><u>\$ 1,085,266</u></u>	<u><u>\$ 1,618,602</u></u>

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

SUSQUEHANNA VALLEY UNITED WAY
STATEMENTS OF CASH FLOWS
For the Years Ended June 30, 2023 and 2022

	<u>Year Ended June 30, 2023</u>	<u>Year Ended June 30, 2022</u>
<i>Cash Flows from Operating Activities:</i>		
Increase(Decrease) in net assets- Exhibit B	\$ 3,697	\$ (23,331)
Adjustments to reconcile change in net assets to cash provided in operations		
Depreciation	14,232	15,681
Unrealized (gain)/loss on investment	(66,673)	133,349
Changes caused by current assets and liabilities:		
(Increase)/Decrease in Receivables	(233,968)	115
(Increase)/Decrease in Prepaid Expenses	(7,332)	(840)
Increase/(Decrease) in Payables and accrued expenses	<u>10,305</u>	<u>21,897</u>
Net adjustments	<u>(283,436)</u>	<u>170,202</u>
Net Cash Provided by/(Used by) Operating Activities	<u>(279,739)</u>	<u>146,871</u>
<i>Cash Flows from Investing Activities:</i>		
Proceeds from sale of investments	486,585	525,343
Purchase of investments	(521,136)	(572,588)
Investments released from restrictions	148,359	116,934
Interest and dividends restricted for reinvestment	<u>(17,362)</u>	<u>(15,723)</u>
Net Cash Provided by/(Used by) Investing Activities	<u>96,446</u>	<u>53,966</u>
<i>Cash Flows from Financing Activities:</i>		
Proceeds, net of payments on line of credit	<u>39,266</u>	<u>(180)</u>
Net Cash Provided by/(Used by) Financing Activities	<u>39,266</u>	<u>(180)</u>
Net Increase/(Decrease) in cash	(144,027)	200,657
Cash, beginning of year	<u>416,968</u>	<u>216,311</u>
Cash, end of year	<u>\$ 272,941</u>	<u>\$ 416,968</u>

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

SUSQUEHANNA VALLEY UNITED WAY
STATEMENT OF FUNCTIONAL EXPENSES
June 30, 2023

	<u>Program</u>	<u>General & Administrative</u>	<u>Fundraising</u>	<u>Total Disbursements</u>
Affiliate Organizations	\$ 420,957	\$ -	\$ -	\$ 420,957
Other United Ways and unaffiliated organizations	53,677	-	-	53,677
Scholarships and Grants	1,171,822	-	-	1,171,822
Salaries and wages	253,160	67,747	35,656	356,563
Payroll taxes	16,962	4,917	2,704	24,583
Employee benefits	39,053	11,316	6,226	56,595
Professional fees / auditing	-	45,476	-	45,476
Supplies	4,046	1,115	705	5,866
Program Materials	14,760	-	-	14,760
Promotional and advertising	2,870	627	-	3,497
Telephone	709	137	63	909
Postage	446	247	959	1,652
Building maintenance and cleaning	5,737	1,388	2,127	9,252
Utilities	7,635	2,954	1,724	12,313
Depreciation - building	7,535	2,916	1,702	12,153
Depreciation - equipment	1,497	477	105	2,079
Printing	-	76	-	76
Insurance	9,802	4,084	2,450	16,336
Membership dues	-	27,594	-	27,594
Travel / conferences	3,725	241	-	3,966
Special events / prizes	23,778	2,381	13,472	39,631
Fees / charges	-	6,509	-	6,509
Professional Development	-	9,778	-	9,778
Subcontractor	-	1,358	-	1,358
Covid 19	108	-	-	108
IT/Technology	-	16,671	-	16,671
Subscriptions	-	3,790	-	3,790
Miscellaneous	-	35,631	-	35,631
PFI Expenses	66,759	-	-	66,759
Equity Work	5,493	-	-	5,493
Meals/Mileage/Meetings	1,499	638	638	2,775
Women's Leadership	10,669	-	-	10,669
Revolving Car Loan	3,089	-	-	3,089
Community Service	30,869	-	-	30,869
	<u>\$ 2,156,657</u>	<u>\$ 248,068</u>	<u>\$ 68,531</u>	<u>\$ 2,473,256</u>
Total Expenses	<u>\$ 2,156,657</u>	<u>\$ 248,068</u>	<u>\$ 68,531</u>	<u>\$ 2,473,256</u>
Percentage of expenses to total	87.2%	10.0%	2.8%	100%

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

SUSQUEHANNA VALLEY UNITED WAY
STATEMENT OF FUNCTIONAL EXPENSES
June 30, 2022

	<u>Program</u>	<u>General & Administrative</u>	<u>Fundraising</u>	<u>Total Disbursements</u>
Affiliate Organizations	\$ 281,699	\$ -	\$ -	\$ 281,699
Other United Ways and unaffiliated organizations	90,944	-	-	90,944
Scholarships and Grants	785,919	-	-	785,919
Salaries and wages	356,981	95,529	50,279	502,789
Payroll taxes	26,290	7,621	4,191	38,102
Employee benefits	18,542	5,373	2,956	26,871
Professional fees / auditing	-	33,773	-	33,773
Supplies	4,867	1,340	847	7,054
Local Vision	580	-	-	580
Promotional and advertising	1,487	325	-	1,812
Telephone	2,613	503	234	3,350
Postage	603	333	1,295	2,231
Building maintenance and cleaning	4,865	1,177	1,804	7,846
Utilities	3,145	1,217	710	5,072
Depreciation - building	7,535	2,916	1,702	12,153
Depreciation - equipment	2,540	810	178	3,528
Insurance	9,597	3,999	2,399	15,995
Membership dues	-	29,619	-	29,619
Travel / conferences	849	55	-	904
Special events / prizes	7,909	792	4,481	13,182
Fees / charges	-	5,401	-	5,401
Professional Development	-	1,555	-	1,555
Subcontractor	-	4,783	-	4,783
Covid 19	48,010	-	-	48,010
IT/Technology	-	21,389	-	21,389
Subscriptions	-	14,591	-	14,591
Miscellaneous	-	17,134	-	17,134
Meals/Mileage/Meetings	1,069	455	455	1,979
Women's Leadership	8,558	-	-	8,558
Revolving Car Loan	10,000	-	-	10,000
Community service:				
Clothing	22,258	-	-	22,258
Rent / housing	300	-	-	300
Utilities	489	-	-	489
Other	3,065	-	-	3,065
Total Expenses	<u>\$ 1,700,714</u>	<u>\$ 250,690</u>	<u>\$ 71,531</u>	<u>\$ 2,022,935</u>
Percentage of expenses to total	84.1%	12.4%	3.5%	100%

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

SUSQUEHANNA VALLEY UNITED WAY
NOTES TO FINANCIAL STATEMENTS
June 30, 2023 and 2022

NOTE 1 - ORGANIZATION

The organization was incorporated on June 28, 1961. The purpose of the organization is doing what matters for our community; to serve as a catalyst, leader and/or partner for community efforts to develop solutions, reduce need, and have a positive measurable impact on identified areas of concern; to improve the quality of life for residents of the community by providing support for programs, projects, organizations and/or agencies that positively impact health, welfare, and character-building needs. The organization accomplishes this by creating, administering and allocating resources gathered cooperatively through voluntary contributions of time, talent and money.

Effective July 1, 2018, the Lower Anthracite United Way merged with the Greater Susquehanna Valley United Way. The former entities combined resources to operate in a more efficient manner as one entity. Effective July 1, 2018, all assets of the Lower Anthracite United Way were transferred to the Greater Susquehanna Valley United Way.

Effective September 1, 2022, the United Way of Columbia and Montour County merged with the Greater Susquehanna Valley United Way. The former entities combined resources to operate in a more efficient manner as one entity. Due to the merger, the Greater Susquehanna Valley United Way changed its name to Susquehanna Valley United Way. Effective September 1, 2022, all assets of the United Way of Columbia and Montour County were transferred to the Susquehanna Valley United Way.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

Basis of Accounting

The financial statements of the organization have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. Under such method, revenues are recognized when earned, with contribution revenues being recognized when pledged. Expenses are recognized when incurred.

Basis of Presentation

As required by the Accounting Standards Codification, the United Way is required to report information regarding their financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

Financial Statement Presentation

The financial statements of the Organization have been prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America. The financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958 dated August 2016, and the provisions of the American Institute of Certified Public Accountants (AICPA) "Audit and Accounting Guide for Not-for-Profit Organizations" and (the "Guide"). (ASC) 958-205 was effective January 1, 2018.

Under the provisions of the Guide, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified as follows:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. The Organization's board may designate assets without restrictions for specific operational purposes from time to time.

SUSQUEHANNA VALLEY UNITED WAY
NOTES TO FINANCIAL STATEMENTS
June 30, 2023 and 2022
(Continued)

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (Continued)

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Non-Profit Organization or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Fair Value

The organization follows the Codification's guidance on Fair Value Measurements which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets.

Fair Value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. U.S. generally accepted accounting principles (US GAAP) establish the 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 three levels of the fair value hierarchy are as follows:

- ✓ Level 1 inputs have the highest reliability and are related to quoted prices (unadjusted) in active markets for identical assets or liabilities that a reporting entity has the ability to access at the measurement date.
- ✓ Level 2 inputs relate to assets or liability with other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- ✓ Level 3 inputs are unobservable inputs for the asset or liability.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

The most significant estimates required by management for the financial statements are recognition of the allowance for uncollectible contribution pledges receivable, accrued liabilities to funded agencies, and estimated useful lives of fixed assets for depreciation purposes.

Pledges

Contribution pledge revenue is recognized as support when pledged by the donor. Uncollectible pledge expense is recognized using the allowance method.

Fixed Assets and Depreciation

Building acquisition/renovation costs and equipment purchases are recorded at cost. Depreciation of fixed assets is provided using the straight-line method over the estimated useful lives of assets.

The allocations are based on various staff activity records and expense reports applied to the individual expense categories.

SUSQUEHANNA VALLEY UNITED WAY
NOTES TO FINANCIAL STATEMENTS
June 30, 2023 and 2022
(Continued)

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (Continued)

Allocation of Expenses to Functional Classification

The United Way is a voluntary health and welfare organization. As such, it is required to split expenses among functional classifications such as program services, management services, general expenses, and fund-raising costs.

Income Taxes

The organization is a qualified non-profit corporation under Section 501(c) (3) of the Internal Revenue Code. As such, the corporation is not required to pay income taxes, and therefore, no corporate tax provision is presented in the financial statements.

The organization is subject to routine examination by taxing jurisdictions. However, currently no examinations of any tax periods are in process. Management believes the organization is no longer subject to income tax examinations for years prior to June 30, 2020.

Subsequent Events

Management has evaluated subsequent events through July 29, 2024, the date on which the financial statements were available to be issued.

Accounting Pronouncement

On August 18, 2016, FASB issued ASU 2016-14, Not-for-Profit Entities (Topic 958) – Presentation of Financial Statements of Not-for-Profit Entities. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. Susquehanna Valley United Way has adjusted the presentation of these statements accordingly. The ASU has been applied retrospectively to all periods presented.

In February 2016, the Financial Accounting Standards Board (FASB) issued guidance (Accounting Standards Codification [ASC] 842, *Leases*) to increase transparency and comparability among organizations by requiring the recognition of right-of-use (ROU) assets and lease liabilities on the balance sheet. Most prominent among the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases. The organization did not have any lease agreements in place during the year.

NOTE 3 - CASH AND INVESTMENTS

Cash

Cash includes checking accounts and variable rate and fixed rate certificates of deposit at local banks. All cash accounts are insured up to \$250,000 per depository. Amounts in excess of \$250,000 are not insured. At June 30, 2023 and 2022, there was \$0 and \$36,317 respectively, on deposit in excess of the FDIC insurance limit.

SUSQUEHANNA VALLEY UNITED WAY
NOTES TO FINANCIAL STATEMENTS
June 30, 2023 and 2022
(Continued)

NOTE 3 - CASH AND INVESTMENTS (Continued)

Investments

At June 30, 2023 all investments of the organization were Level 1 in the fair value hierarchy. Long-term investments are recorded at market value and are comprised of the following at June 30, 2023 and 2022:

Assets at Fair Value as of June 30, 2023

	Level 1	Level 2	Level 3
Mutual Funds	255,018	-0-	-0-
Equities – Common Stock	252,309	-0-	-0-
Fixed Income Securities	<u>257,603</u>	<u>-0-</u>	<u>-0-</u>
Total assets at fair value	<u>\$ 764,930</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

Assets at Fair Value as of June 30, 2022

	Level 1	Level 2	Level 3
Mutual Funds	260,132	-0-	-0-
Equities – Common Stock	261,025	-0-	-0-
Fixed Income Securities	<u>273,545</u>	<u>-0-</u>	<u>-0-</u>
Total assets at fair value	<u>\$ 794,702</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

NOTE 4 - BOARD DESIGNATED NET ASSETS

The board designates net assets amounts. The net revenues generated by the building operating account and the operating reserve are for the continued maintenance of the building.

The fund consists of equities, fixed income securities and cash. At June 30, 2023 and 2022 the organization had \$0 and \$13,213 respectively designated for the continued maintenance of the building.

At June 30, 2023 and 2022 the organization had \$0 and \$11,083 set aside as an operating reserve. The money was placed in an interest bearing checking account for this purpose.

The total board designated net assets at June 30, 2023 and 2022 were \$0 and \$24,296 respectively.

NOTE 5 - CONTRIBUTION PLEDGES RECEIVABLE

As of June 30, 2023 and 2022, the organization has unconditional contributions receivable as follows:

	<u>6/30/23</u>	<u>6/30/22</u>
Due within one year	\$182,911	\$98,265
less: allowance for doubtful accounts	<u>(22,854)</u>	<u>(13,467)</u>
Net contributions receivable	<u>\$160,057</u>	<u>\$84,798</u>

SUSQUEHANNA VALLEY UNITED WAY
NOTES TO FINANCIAL STATEMENTS
June 30, 2023 and 2022
(Continued)

NOTE 6 - PENSION

The organization has a "SIMPLE" retirement plan as described in the Internal Revenue Code. Under the Plan, the United Way makes a matching contribution of up to 3% for eligible employees. Pension costs were \$8,966 and \$3,503 respectively for the years ending June 30, 2023 and 2022, and are included in employee benefits on Exhibit B.

NOTE 7 - RENTAL AGREEMENTS

Rental Income

The organization has a rental agreement with other nonprofit agencies to rent space in its building. The lease terms are month to month and required monthly rental income of \$250 and \$400 for the fiscal year ending June 30, 2023. The total rental income received during the year was \$4,900.

NOTE 8 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions released from restriction were as follows:

	<u>6/30/23</u>	<u>6/30/22</u>
Community Service	\$ 30,869	\$ 25,295
Benefit of residents in Lewisburg Area	148,359	116,934
1994 Charles Degenstein Foundation	235,602	17,000
Revolving Car Loan	18,089	10,000
Women's Leadership	3,275	8,558
SAMHSA	8,846	-0-
Equity and Inclusion	10,150	-0-
Columbia Montour Emergency Shelter	81	-0-
Columbia/Montour	170,639	-0-
Total Assets Released From Restrictions	<u>\$ 625,910</u>	<u>\$ 177,787</u>

Net assets with donor restrictions are available for the following purposes:

	<u>6/30/23</u>	<u>6/30/22</u>
Community Service	\$ 87,634	\$ 57,336
Benefit of residents in Lewisburg Area	768,180	834,282
1994 Charles Degenstein Foundation	86,489	128,000
Community Giving	-0-	15,000
Revolving Car Loan	22,032	23,121
Women's Leadership	-0-	2,975
SAMHSA	51,154	-0-
Equity and Inclusion	9,850	-0-
SUN Emergency Shelter	15,000	-0-
DJ Choices	30,000	-0-
Columbia Montour Emergency Shelter	4,918	-0-
Day of Action	26	-0-
Special Projects	200	-0-
Revolving Car Loan – Columbia/Montour	4,914	-0-
United in Recovery	2,860	-0-
CGF Danville	1,500	-0-
VITA Program	509	-0-
Total With Donor Restrictions Net Assets	<u>\$1,085,266</u>	<u>\$1,060,714</u>

SUSQUEHANNA VALLEY UNITED WAY
NOTES TO FINANCIAL STATEMENTS
June 30, 2023 and 2022
(Continued)

NOTE 9 - CONCENTRATIONS

The organization receives the majority of its annual support from its annual fundraising drive, with the support being received primarily from businesses and individuals in the greater Susquehanna Valley.

NOTE 10 - LINE OF CREDIT

The organization was approved a line of credit through the Mifflinburg Bank & Trust up to \$100,000 to be used for improvements on the new building. The interest rate is 5.50%. The balance at 6/30/23 and 6/30/22 was \$99,006 and \$59,740 respectively.

NOTE 11 - MERGER

Effective September 1, 2022, the organization merged with the United Way of Columbia and Montour County (a nonprofit corporation). The two former entities combined resources to operate in a more efficient manner as one entity. Effective September 1, 2022, all assets of the United Way of Columbia and Montour County were transferred to the Susquehanna Valley United Way. The net assets transferred were \$336,570. The financial statements disclose the actual merger transaction on the effective date and do not include activity of the United Way of Columbia and Montour County prior to the date of the merger.

Supplementary Information

SUSQUEHANNA VALLEY UNITED WAY
STATEMENT OF PROGRAM EXPENSES
June 30, 2023

	Funded Programs	Alliance Fund	Early Childhood Coalition	Women's Leadership	Total Program Expenses
Affiliate Organizations	\$ 420,957	\$ -	\$ -	\$ -	\$ 420,957
Other United Ways and affiliated organizations	53,677	-	-	-	53,677
Scholarships and Grants	1,171,822	-	-	-	1,171,822
Salaries and wages	144,302	15,188	93,670	-	253,160
Payroll taxes	12,043	1,357	3,562	-	16,962
Employee benefits	27,730	3,124	8,199	-	39,053
Supplies	323	40	3,683	-	4,046
Program Materials	14,760	-	-	-	14,760
Promotional and advertising	-	-	2,870	-	2,870
Telephone	496	57	156	-	709
Postage	31	49	366	-	446
Building maintenance and cleaning	5,163	574	-	-	5,737
Utilities	6,873	762	-	-	7,635
Depreciation - building	6,782	753	-	-	7,535
Depreciation - equipment	1,346	151	-	-	1,497
Insurance	8,823	979	-	-	9,802
Travel / conferences	596	75	3,054	-	3,725
Special events/prizes	229	21	23,528	-	23,778
Covid 19	108	-	-	-	108
PFI Expenses	66,759	-	-	-	66,759
Equity Work	5,493	-	-	-	5,493
Meals/Mileage/Meetings	540	60	899	-	1,499
Women's Leadership	-	-	-	10,669	10,669
Revolving Car Loan	3,089	-	-	-	3,089
Community Service	30,869	-	-	-	30,869
Total Expenses	<u>\$ 1,982,811</u>	<u>\$ 23,190</u>	<u>\$ 139,987</u>	<u>\$ 10,669</u>	<u>\$ 2,156,657</u>
Percentage of expenses to total	91.9%	1.1%	6.5%	0.5%	100%

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

SUSQUEHANNA VALLEY UNITED WAY
STATEMENT OF PROGRAM EXPENSES
June 30, 2022

	Funded Programs	Alliance Fund	Early Childhood Coalition	Women's Leadership	Total Program Expenses
Affiliate Organizations	\$ 281,699	\$ -	\$ -	\$ -	\$ 281,699
Other United Ways and affiliated organizations	90,944	-	-	-	90,944
Scholarships and Grants	785,919	-	-	-	785,919
Salaries and wages	203,480	21,417	132,084	-	356,981
Payroll taxes	18,666	2,103	5,521	-	26,290
Employee benefits	13,166	1,483	3,893	-	18,542
Supplies	389	48	4,430	-	4,867
Local Vision	-	580	-	-	580
Promotional and advertising	-	-	1,487	-	1,487
Telephone	1,829	209	575	-	2,613
Postage	42	66	495	-	603
Building maintenance and cleaning	4,378	487	-	-	4,865
Utilities	2,831	314	-	-	3,145
Depreciation - building	6,782	753	-	-	7,535
Depreciation - equipment	2,284	256	-	-	2,540
Insurance	8,638	959	-	-	9,597
Travel / conferences	136	17	696	-	849
Special events/prizes	76	7	7,826	-	7,909
Covid 19	48,010	-	-	-	48,010
Meals/Mileage/Meetings	385	43	641	-	1,069
Women's Leadership	-	-	-	8,558	8,558
Revolving Car Loan	10,000	-	-	-	10,000
Community service:					
Clothing	-	22,258	-	-	22,258
Rent / Housing	-	300	-	-	300
Utilities	-	489	-	-	489
Other	-	3,065	-	-	3,065
Total Expenses	\$ 1,479,654	\$ 54,854	\$ 157,648	\$ 8,558	\$ 1,700,714
Percentage of expenses to total	87.0%	3.2%	9.3%	0.5%	100%

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

SUSQUEHANNA VALLEY UNITED WAY
NOTES TO ADDITIONAL INFORMATION
June 30, 2023 and 2022

DESCRIPTION OF PROGRAMS:

Community Partner Programs – Support for programs administered by affiliated agencies of the Susquehanna Valley United Way; regular training and meetings regarding United Way activities, expected standards and outcomes; and opportunities for networking with other nonprofit organizations. Collaborative efforts among or with community partner agencies, and ongoing dialogue with agencies as needed (includes raising awareness for their initiatives).

Alliance Fund – Resources dedicated to helping eligible individuals and families with emergency needs.

Early Childhood Coalition – Focused awareness efforts on the importance of quality early childcare by creating a network of advocates, providing education and volunteer resources to quality childcare initiatives and inspiring legislative advocacy among the business community of Northumberland, Snyder and Union Counties; providing continuing education opportunities for childcare providers and administering programs targeted at improving the quality of care for all children in Northumberland, Snyder and Union Counties as well as creating more successful transitions to school for children entering kindergarten.

Women's Leadership – Resources specially earmarked for projects and/or programs, as identified by the Women's Leadership Council, and approved by the Susquehanna River Region United Ways, which address identified needs of the region served by funded United Ways.