

UNITED WAY OF BARTOW COUNTY, INC.
ANNUAL FINANCIAL REPORT
YEAR ENDED DECEMBER 31, 2023

UNITED WAY OF BARTOW COUNTY, INC.

Annual Financial Report

December 31, 2023

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LLOYD WILLIAMSON
CHRISTIAN HATCH

INDEPENDENT AUDITOR'S REPORT

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

Opinion

We have audited the accompanying financial statements of United Way of Bartow County, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of United Way of Bartow County, Inc. as of December 31, 2023, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of United Way of Bartow County, Inc. 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 United Way of Bartow County, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

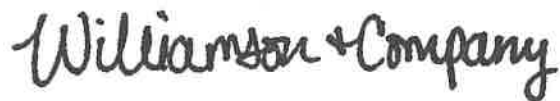
Auditor's Responsibilities for the Audit of the Financial Statements

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 United Way of Bartow County Inc.'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 Bartow County, Inc.'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.

The image shows a handwritten signature in black ink that reads "Williamson & Company". The script is cursive and fluid, with the ampersand being a simple cross symbol.

Williamson & Company
Certified Public Accountants
Cartersville, Georgia
May 3, 2024

UNITED WAY OF BARTOW COUNTY, INC.
Statement of Financial Position
December 31, 2023

	2023
Assets	
Current Assets	
Cash	\$ 708,268
Contributions Receivable	95,341
Prepaid Payroll	4,421
Total Current Assets	808,030
Noncurrent Assets	
Equipment	13,161
Less: Accumulated Depreciation	(10,112)
Total Noncurrent Assets	3,049
Total Assets	\$ 811,079
 Liabilities and Net Assets	
Current Liabilities	
Accounts Payable	\$ 27,803
Payroll Liabilities	1,963
Total Current Liabilities	29,766
Net Assets	
Without Donor Restrictions	722,313
With Donor Restrictions	59,000
Total Net Assets	781,313
Total Liabilities and Net Assets	\$ 811,079

The accompanying notes are an integral part of these statements.

UNITED WAY OF BARTOW COUNTY, INC.

Statement of Activities

For the Year Ended December 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and Other Support			
Contributions	\$ 620,178	\$ 59,000	\$ 679,178
Interest Income	1,984	-	1,984
Net Assets Released From Restriction			
Expiration of Time Restrictions	62,000	(62,000)	-
Total Support	<u>684,162</u>	<u>(3,000)</u>	<u>681,162</u>
Expenses:			
Program Services	346,773	-	346,773
Management and General	120,105	-	120,105
Fund Raising	87,614	-	87,614
Total Expenses	<u>554,492</u>	<u>-</u>	<u>554,492</u>
Change in Net Assets	129,670	(3,000)	126,670
Net Assets at Beginning of Year	592,643	62,000	654,643
Net Assets at End of Year	<u>\$ 722,313</u>	<u>\$ 59,000</u>	<u>\$ 781,313</u>

The accompanying notes are an integral part of these statements.

UNITED WAY OF BARTOW COUNTY, INC.
Statement of Functional Expenses
Year Ended December 31, 2023
With Summarized information for the year ended December 31, 2022

	Program Service	Management & General	Fundraising	Total	2022
<u>Personnel Expenses</u>					
Salaries and Wages	\$ -	\$ 101,126	\$ -	\$ 101,126	\$ 107,869
Employee Benefits	-	4,785	-	4,785	12,805
Total Employee Compensation	<u>-</u>	<u>105,911</u>	<u>-</u>	<u>105,911</u>	<u>120,674</u>
<u>Operating Expenses</u>					
Allocations to Member Agencies	344,773	-	-	344,773	345,431
Bank Charges	-	352	-	352	605
Campaign	-	-	7,883	7,883	12,090
Depreciation	-	-	-	-	206
Donations/Programs	2,000	-	-	2,000	-
Dues and Subscriptions	-	1,575	-	1,575	15,515
Insurance	-	500	-	500	500
Miscellaneous	-	421	-	421	1,114
Office Supplies	-	-	-	-	339
Postage	-	210	-	210	198
Professional Fees	-	7,601	-	7,601	6,582
Special Events	-	-	79,731	79,731	59,185
Technology	-	1,373	-	1,373	974
Telephone	-	2,025	-	2,025	2,250
Travel	-	137	-	137	-
Total Operating Expenses	<u>346,773</u>	<u>14,194</u>	<u>87,614</u>	<u>448,581</u>	<u>444,989</u>
Total Functional Expenses	<u>\$ 346,773</u>	<u>\$ 120,105</u>	<u>\$ 87,614</u>	<u>\$ 554,492</u>	<u>\$ 565,663</u>

The accompanying notes are an integral part of these statements.

UNITED WAY OF BARTOW COUNTY, INC.

Statement of Cash Flows

Year Ended December 31, 2023

	<u>2023</u>
Cash Flows from Operating Activities	
Change in Net Assets	\$ 126,670
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation	-
(Increase) Decrease in:	
Contributions Receivable	20,246
Prepaid Exepenses	(4,421)
(Decrease) Increase in:	
Accounts Payable and Other Current Liabilities	<u>(19,453)</u>
Net Cash Provided/(Used) by Operating Activities	123,042
Cash Flows from Investing Activities:	
Acquisition of Equipment	<u>(3,049)</u>
Net Cash Provided By Investing Activities	<u>(3,049)</u>
Cash Flows from Financing Activities:	
No Financing Activities	<u>-</u>
Net Cash Provided By Financing Activities	<u>-</u>
Net Change in Cash	119,993
Cash at Beginning of Year	<u>588,275</u>
Cash at End of Year	<u>\$ 708,268</u>

The accompanying notes are an integral part of these statements.

UNITED WAY OF BARTOW COUNTY, INC.

Notes to Financial Statements

December 31, 2023

Note 1: Summary of Significant Accounting Policies

Nature of Business

United Way of Bartow County, Inc., is an organization created for the purpose of alleviating the social problems of the local community through fundraising and equitable disbursement of funds to local charitable organizations. The Organization seeks donations from the public through various fundraising activities and is fully dependent upon those donations for its revenue.

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting. Accordingly, they reflect all significant receivables, payables, and other liabilities.

Basis of Presentation

Financial statement presentation follows the guidelines set forth by *Accounting Standards Update 2016-14, Not for Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*. Under this update, the Organization is required to classify information regarding its net assets and changes therein as follows: Without Donor Restrictions or With Donor Restrictions.

Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

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.

Promises to Give

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

The Organization uses the allowance method to determine uncollectible promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made.

Restricted and Unrestricted Revenue and Support

The Organization elected to adopt Accounting Standards Codification (ASC 958) formerly SFAS 116. In accordance with ASC 958, contributions received are recorded as without donor restrictions or with donor restrictions depending on the existence and/or nature of any donor restrictions.

Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with restrictions. When a restriction expires (this is, when a stipulated

UNITED WAY OF BARTOW COUNTY, INC.

Notes to Financial Statements

December 31, 2023

time restriction ends or purpose restriction is accomplished), net assets with restrictions are reclassified to net assets without restrictions and reported in the Statements of Activities as net assets released from restrictions.

Annual Campaigns

Annual campaigns are conducted during each calendar year to raise support for allocation to member agencies in the subsequent calendar year. Campaign production (contributions collected or receivable) and campaign expenses for annual campaigns are deferred to the year of allocation to participating agencies. Contributions are recorded in the Statement of Financial Position as receivables and an allowance is provided for amounts estimated to be uncollectible. All current contributions receivable are to be received within one year.

Property and Equipment

Acquisitions of property and equipment in excess of \$200 with a service life of more than 12 months are capitalized. Property and equipment are recorded at cost, or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over estimated useful lives of three to seven years. Depreciation expense for the year ended December 31, 2023, was \$0.

Public Support

Support from the public includes the dollar value at December 31, 2023, of all pledges received or receivable as a result of the 2024 fund raising campaign which was conducted in 2023.

Functional Expenses

Functional expense disclosure involves informing statement users of the different types of expenses incurred for the major types of functions that the Organization conducts. ASC 958 requires all not-for-profits to report expenditures by functional classification. Supporting activities are divided into three categories: Program services, Management and General, and Fund Raising.

Compensated Absences

Full time employees are eligible to accrue paid time off as follows:

<u>Service Length</u>	<u>Annual Paid Time Off</u>
6 months-1 year	10 days
1-5 years	15 days
5-10 years	20 days
10-15 years	25 days

The Organization's policy is to recognize the cost of compensated absences when actually paid to employees. Therefore, no liability is recorded in the financial statements. The effect of this accounting method is not material to the financial statements.

Contributed Services

A number of volunteers contributed services to the Organization during the fiscal period. The value of these services is not recognized as revenue in the financial statements because they do not meet the recognition criteria of FASB Statement No. 116, Accounting for Contributions Received and Contributions Made.

UNITED WAY OF BARTOW COUNTY, INC.

Notes to Financial Statements

December 31, 2023

Tax Exempt Status

The Organization qualifies as a tax-exempt organization under 501(c)(3) of the Internal Revenue Code as a charitable organization. Gifts to the Organization are therefore tax deductible.

Income Taxes

The Organization does not believe there are any material uncertain tax positions and, accordingly, it will not recognize any liability for unrecognized tax benefits.

Recently Adopted Accounting Pronouncement

The FASB issues ASU No. 2016-02 Leases (Topic 842). Effective January 1, 2022, the Organization adopted FASB ASC 842, *Leases*. The new standard establishes a right-of-use model that requires a lessee to record a right-of-use asset, which represents the right to use a respective asset for the lease term, and a lease liability on the statement of financial position at the present value of the remaining future payments due under the lease. As of December 31, 2023, no assets or liabilities were recognized in connection with the adoption of FASB ASC 842. The implementation of the standard did not have a material impact on the Organization's operating results and cash flows.

Note 2: Cash

The Organization maintains its cash balances at two local banks located in Bartow County, Georgia. Accounts at these institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. As of December 31, 2023, the Organization's uninsured cash balances totaled \$489,777.

Note 3: Promises to Give

Unconditional promises to give at December 31, 2023 were as follows:

Receivable in less than one year	\$ 95,341
Allowance for uncollectible promises receivable	<u> -</u>
Total net unconditional promises to give December 31, 2023	<u>\$ 95,341</u>

Note 4: Capital Assets

The following is a summary of equipment, less accumulated depreciation at December 31, 2023:

Office Equipment	\$ 13,161
Accumulated Depreciation	<u>(10,112)</u>
Total	<u>\$ 3,049</u>

Note 5: Restrictions on Net Assets

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

Support of 2024 Programs	<u>\$56,000</u>
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UNITED WAY OF BARTOW COUNTY, INC.

Notes to Financial Statements

December 31, 2023

Note 6: Retirement Plan

The Organization has a SIMPLE IRA covering substantially all employees. The contribution match for the Organization is 3% of earnings. In 2023, employer contributions totaled \$2,418.

Note 7: Donated Facilities

The Organization receives donated office space and utilities from Bartow County. The value of this donation is not considered material to the financial statements.

Note 8: Liquidity and Availability of Resources

The Organization had \$803,609 of financial assets available as of the end of the fiscal year to meet cash needs for general expenditures consisting of substantially cash of \$708,268, and receivables of \$95,341. None of the financial assets listed are subject to donor or other contractual restrictions that make them unavailable for general expenditures within one year of the statement of financial position. The Organization has a goal to maintain financial assets, which consist of cash and accounts receivable on hand to meet 60 days of normal operating expenses, which are on average, approximately \$92,415. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

Note 9: Subsequent Events

Subsequent events have been evaluated by the Organization through the date that the financial statements were available to be issued, May 3, 2024.