

UNITED WAY OF RANDOLPH COUNTY, INC.

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2022

JOHN W. GILLUM, CPA, LLC
CERTIFIED PUBLIC ACCOUNTANT
KIRKSVILLE, MISSOURI

TABLE OF CONTENTS

Independent Auditor's Report	1-2
------------------------------	-----

FINANCIAL STATEMENTS

Statement of Assets, Liabilities and Net Assets—Modified Cash Basis	3
Statement of Support, Revenue and Expenses—Modified Cash Basis	4
Statement of Functional Expenses—Modified Cash Basis	5
Notes to Financial Statements	6-9

JOHN W. GILLUM, CPA, LLC

CERTIFIED PUBLIC ACCOUNTANT

Member:
Missouri Society of
Certified Public Accountants
American Institute of
Certified Public Accountants
AICPA Private Companies Practice
Section (PCPS)

310 S. Elson Street
P.O. Box 1068
Kirksville, Missouri 63501
Telephone (660) 627-1259
Toll Free 800-397-3630
Fax (660) 627-1250
email johngillumcpa@yahoo.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
United Way of Randolph County, Inc.
Moberly, Missouri

Opinion

We have audited the accompanying financial statements of United Way of Randolph County, Inc. (a nonprofit organization), which comprise the statement of assets, liabilities and net assets—modified cash basis as of December 31, 2022, and the related statements of support, revenue, and expenses and functional expenses—modified cash basis 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, assets, liabilities, and net assets of United Way of Randolph County, Inc. as of December 31, 2022, and its support, revenues, and expenses for the year then ended in accordance with the modified cash basis of accounting as described in Note A.

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 Randolph 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.

Basis of Accounting

We draw attention to Note A of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting described in Note A, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

FINANCIAL STATEMENTS

United Way of Randolph County, Inc.
Statement of Assets, Liabilities and Net Assets—Modified Cash Basis
December 31, 2022

ASSETS

Cash and cash equivalents	\$ 113,639
Investments	<u>200,000</u>
TOTAL ASSETS	\$ <u>313,639</u>

LIABILITIES AND NET ASSETS

Liabilities

Payroll liabilities	\$ <u>529</u>
---------------------	---------------

Net Assets

Without donor restrictions	269,425
Designated by board for restriction	<u>43,685</u>

Total Net Assets	<u>313,110</u>
------------------	----------------

TOTAL LIABILITIES AND NET ASSETS	\$ <u>313,639</u>
---	--------------------------

See Accompanying Notes to Financial Statements

United Way of Randolph County, Missouri
Statement of Support, Revenue and Expenses—Modified Cash Basis
For the Year Ended December 31, 2022

	<u>Without Donor Restrictions</u>	<u>Board Restricted</u>	<u>Total</u>
<u>REVENUES</u>			
Campaign Revenue			
2023 drive	\$ -	\$ 43,685	\$ 43,685
2022 drive	94,170	-	94,170
2021 drive	14,725	-	14,725
2020 drive	93	-	93
Investment income	3,360	-	3,360
Special events, net	(3,147)	-	(3,147)
Miscellaneous income	387	-	387
<u>Net Assets Released From (Transferred To) Restrictions</u>			
Current year drive collected in prior year	<u>45,547</u>	<u>(45,547)</u>	<u>-</u>
Total Revenues	155,135	(1,862)	153,273
<u>EXPENSES</u>			
Program Services			
Agency Payments	119,279	-	119,279
Allocation Services	<u>27,405</u>	<u>-</u>	<u>27,405</u>
Total Program Services	146,684	-	146,684
Support Services			
Organizational Administration	9,539	-	9,539
United Way of America Dues	<u>2,428</u>	<u>-</u>	<u>2,428</u>
Total Support Services	11,967	-	11,967
Fundraising	<u>10,384</u>	<u>-</u>	<u>10,384</u>
Total Expenses	<u>169,035</u>	<u>-</u>	<u>169,035</u>
Change in Net Assets	(13,900)	(1,862)	(15,762)
Net Assets—Beginning of Year	<u>283,325</u>	<u>45,547</u>	<u>328,872</u>
Net Assets—End of Year	<u>\$ 269,425</u>	<u>\$ 43,685</u>	<u>\$ 313,110</u>

See Accompanying Notes to Financial Statements

United Way of Randolph County, Inc.
Statement of Functional Expenses—Modified Cash Basis
For the Year Ended December 31, 2022

<u>EXPENSES</u>	<u>Program Services</u>	<u>Management & General</u>	<u>Fundraising</u>	<u>Total</u>
Agency Payments	\$ 119,279	\$ -	\$ -	\$ 119,279
United Way Worldwide Dues	-	2,428	-	2,428
Payroll Expenses	16,037	6,657	7,564	30,258
Legal & Accounting	1,725	716	814	3,255
Campaign	5,389	-	-	5,389
Insurance	1,286	534	606	2,426
Telephone & Internet	925	384	436	1,745
Utilities	836	347	395	1,578
Travel	116	48	55	219
Repairs & Maintenance	371	154	175	700
Computer	252	105	118	475
Supplies	172	71	81	324
Postage	148	61	70	279
Dues & Subscriptions	148	62	70	280
Miscellaneous	<u>-</u>	<u>400</u>	<u>-</u>	<u>400</u>
Total Expenses	<u>\$ 146,684</u>	<u>\$ 11,967</u>	<u>\$ 10,384</u>	<u>\$ 169,035</u>

See Accompanying Notes to Financial Statements

United Way of Randolph County, Inc.
Notes to Financial Statements
December 31, 2022

A. Summary of Significant Accounting Policies

Nature of Activities

United Way of Randolph County, Inc., a general not-for-profit corporation of the State of Missouri, provides financial assistance to various charitable and other non-profit organizations in Moberly and Randolph County, Missouri. Recipient agencies apply for and consideration is given based on need and other factors.

The Board of Directors serve on a volunteer basis and are charged with the responsibility of general custodial administration as well as exercising discretionary authority with respect to those who apply for agency payments or grants.

Basis of Accounting

The Organization uses the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP). Revenue and support are recognized when received rather than when earned or designated; expenses are recognized when paid, rather than when the obligation is incurred. This practice has been consistently followed in past years.

The modified cash basis of accounting differs from GAAP primarily because certain assets and their related revenues (such as contributions receivable) and certain liabilities and their related expenditures (such as accounts payable and expenditures for goods and services received but not yet paid and other accrued expenses and liabilities) are not recorded in these financial statements.

Property and Equipment

Property and equipment purchased with agency funds or donated are not recorded as an asset of the agency. Due to the agency's use of the modified cash basis of accounting, such equipment items were recorded as expenditures in the year of acquisition or not recorded in the case of donated items.

United Way of Randolph County, Inc.
Notes to Financial Statements
December 31, 2022

A. Significant Accounting Policies (Continued)

Net Assets

The Organization classifies net assets into three categories according to either action of the Board of Directors or externally (donor) imposed restrictions. A description of the three net asset categories follows:

Without Donor Restrictions—Net assets that are not subject to board or donor-imposed stipulations.

With Donor Restrictions—Net assets subject to donor-imposed stipulations that may or will be met either by the actions of the Organization and/or the passage of time. The Organization did not have net assets with donor restrictions for the year ended December 31, 2022.

Designated by Board for Restriction—Net assets subject to board-imposed stipulations.

Support and Revenue Recognition

Support is recognized when received. Restricted contributions are recognized as revenue in the same manner as unrestricted contributions when restrictions are met in the year in which amounts are received. The restrictions on board temporarily restricted revenues are removed prior to the expenditure of those contributions. Gifts of cash and other assets are reported as restricted support if they are received with donor stipulations that limit the use of donated assets.

United Way of America Dues

The Organization pays national dues to the United Way of America each year based on the pledge drive results. The amount expensed for national dues was \$2,769 for the year ended December 31, 2022.

Functional Expenses

All expenses are charged to functions based on the nature of the expense

United Way of Randolph County, Inc.
Notes to Financial Statements
December 31, 2022

A. Significant Accounting Policies (Continued)

Income Taxes

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation.

The Organization's Federal Forms 990, *Return of Organization Exempt from Income Tax*, are subject to examination by the IRS, generally for three years after they were filed.

B. Liquidity and Availability of Financial Assets

All of the Organization's financial assets as of the balance sheet date are considered available to meet cash needs for general expenditures within one year, because none of the Organization's financial assets have contractual or donor-imposed restrictions in place.

C. Investments

The Organization's investments consist of certificates of deposit with maturities in excess of three months, as follows:

Certificate of deposit	<u>\$ 200,000</u>
------------------------	-------------------

D. Restrictions on Net Assets

Designated by Board for Restriction

Designated by Board for Restriction are those assets classified as a reserve to meet funding needs as determined by the Board of Directors. These funds are considered as an additional source, in the event current year campaign funds do not meet funding requirements. In addition, subsequent year funds collected and the related fund-raising costs are designated by the board as restricted until the following year.

The Organization's net assets designated by the board for restriction at December 31, 2022, were \$43,685.

United Way of Randolph County, Inc.
Notes to Financial Statements
December 31, 2022

E. Evaluation of Subsequent Events

Management has evaluated subsequent events through October 21, 2024, the date on which the financial statements were available to be issued.

F. Program Services

The organization supports various agencies in Randolph County. During 2022 the Organization provided funding to the following agencies:

<u>Agency</u>	<u>Funding</u>
Community Childcare Learning Center	\$ 20,000
Senior American Multipurpose Center	20,000
Safe Passage	15,000
Food Bank for Central & NE Missouri	15,000
Christos Center	10,000
Higbee Senior Citizens	9,250
Randolph County Ministerial Alliance	9,000
Mid MO Productivity & Packaging	8,000
Randolph County 4-H Council	7,000
Salvation Army	3,000
St. Vincent De Paul	1,818
Randolph County Primary Care	1,023
National Child Safety	<u>188</u>
Total Agency Payments	<u>\$ 119,279</u>