

*United Way of Central
Louisiana, Inc.*

Alexandria, Louisiana

December 31, 2022

United Way of Central Louisiana, Inc.

December 31, 2022

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PAYNE, MOORE & HERRINGTON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

Established 1946

Independent Auditor's Report

To the Board of Directors of
United Way of Central Louisiana, Inc.

Opinion

We have audited the accompanying financial statements of United Way of Central Louisiana, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, 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 Central Louisiana, Inc. as of December 31, 2022, 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 Central Louisiana, 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.





PAYNE, MOORE & HERRINGTON, LLP

To the Board of Directors of
United Way of Central Louisiana, Inc.

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 Central Louisiana, 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 Central Louisiana, 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 Central Louisiana, Inc.'s ability to continue as a going concern for a reasonable period of time.



PAYNE, MOORE & HERRINGTON, LLP

To the Board of Directors of
United Way of Central Louisiana, Inc.

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 supplementary information in Schedules 1 through 4 on pages 18 through 22 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.

Payne, Moore & Herrington, LLP

Certified Public Accountants
Alexandria, Louisiana

June 12, 2023

United Way of Central Louisiana, Inc.
Statement of Financial Position
December 31, 2022

Exhibit A

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Assets			
Current Assets			
Cash and cash equivalents	\$ 691,561	\$ 182,562	\$ 874,123
Certificates of deposit	278,345	-	278,345
Pledges receivable (net of estimated allowance for uncollectibles of \$47,859)	-	86,538	86,538
Grants receivable	-	7,615	7,615
Total Current Assets	<u>969,906</u>	<u>276,715</u>	<u>1,246,621</u>
 Furniture, Fixtures, and Equipment - Net of Depreciation	 <u>16,666</u>	 <u>-</u>	 <u>16,666</u>
 Total Assets	 <u><u>\$ 986,572</u></u>	 <u><u>\$ 276,715</u></u>	 <u><u>\$ 1,263,287</u></u>
Liabilities and Net Assets			
Current Liabilities			
Accounts payable	\$ 3,726	\$ -	\$ 3,726
Accrued compensated absences	1,579	-	1,579
Deposits held on behalf of others	3,092	-	3,092
Total Current Liabilities	<u>8,397</u>	<u>-</u>	<u>8,397</u>
 Net Assets			
Without donor restrictions	978,175	-	978,175
With donor restrictions	<u>-</u>	<u>276,715</u>	<u>276,715</u>
Total Net Assets	<u>978,175</u>	<u>276,715</u>	<u>1,254,890</u>
 Total Liabilities and Net Assets	 <u><u>\$ 986,572</u></u>	 <u><u>\$ 276,715</u></u>	 <u><u>\$ 1,263,287</u></u>

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

United Way of Central Louisiana, Inc.
Statement of Activities
Year Ended December 31, 2022

Exhibit B

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Public Support and Revenue			
Public support			
Contributions of cash and other financial assets (net of current year write-offs of \$40,597)	\$ 832,928	\$ 107,000	\$ 939,928
Noncash contributions	21,916	-	21,916
Total Public Support	<u>854,844</u>	<u>107,000</u>	<u>961,844</u>
Revenue			
Grants	-	30,000	30,000
Administrative fees	6,262	-	6,262
Investment return, net	2,269	-	2,269
Gain (loss) on disposition of assets	(3,167)	-	(3,167)
Miscellaneous income	3,814	-	3,814
Total Revenue	<u>9,178</u>	<u>30,000</u>	<u>39,178</u>
Net assets released from restrictions			
Satisfaction of purpose and time restrictions	83,234	(83,234)	-
Total Public Support and Revenue	<u>947,256</u>	<u>53,766</u>	<u>1,001,022</u>
Allocations and Expenses			
Community investment grants	42,852	-	42,852
Other donor designations and sponsorships	4,796	-	4,796
Community services			
Financial stability	297,511	-	297,511
Education	40,514	-	40,514
Health	32,400	-	32,400
Basic needs	83,290	-	83,290
Total Community Services	<u>453,715</u>	<u>-</u>	<u>453,715</u>
Support services			
Management and general	104,272	-	104,272
Fundraising	81,894	-	81,894
Total Support Services	<u>186,166</u>	<u>-</u>	<u>186,166</u>
Total Allocations and Expenses	<u>687,529</u>	<u>-</u>	<u>687,529</u>
Change in Net Assets	259,727	53,766	313,493
Net Assets, Beginning of Year	<u>718,448</u>	<u>222,949</u>	<u>941,397</u>
Net Assets, End of Year	<u>\$ 978,175</u>	<u>\$ 276,715</u>	<u>\$ 1,254,890</u>

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

United Way of Central Louisiana, Inc.
Statement of Functional Expenses
Year Ended December 31, 2022

Exhibit C
(Continued)

	Community Services				Total Community Services
	Financial Stability	Education	Health	Basic Needs	
Salaries	\$ 65,888	\$ 22,628	\$ 22,616	\$ 34,680	\$ 145,812
Retirement and other employee benefits	5,873	5,872	5,869	7,260	24,874
Payroll taxes	1,989	1,807	1,806	1,874	7,476
Accounting and auditing fees	8,971	2,402	924	-	12,297
Advertising	853	300	115	286	1,554
Conferences and meetings	2,699	689	254	85	3,727
Contract labor	48,730	-	-	-	48,730
Depreciation	11,244	-	-	-	11,244
Dues and subscriptions	11,916	223	86	33,033	45,258
Equipment repairs and maintenance	4,767	124	48	-	4,939
Gifts and awards	-	-	-	-	-
Insurance	2,815	869	334	-	4,018
Miscellaneous	-	-	-	-	-
Postage	88	31	12	-	131
Printing and office supplies	1,956	264	76	1,120	3,416
Professional services	3,499	-	-	-	3,499
Rent	9,143	-	-	2,861	12,004
Special events	2,418	-	-	-	2,418
Storage	1,223	-	-	-	1,223
Supplies	3,239	4,552	-	196	7,987
Telephone and computer	7,753	676	260	1,331	10,020
Training	585	-	-	-	585
Travel-mileage	1,438	77	-	11	1,526
Unallocated payments to related organizations	-	-	-	-	-
Utilities and janitorial	2,523	-	-	553	3,076
Utility and other assistance	97,901	-	-	-	97,901
Total Functional Expenses	\$ 297,511	\$ 40,514	\$ 32,400	\$ 83,290	\$ 453,715

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

United Way of Central Louisiana, Inc.
Statement of Functional Expenses
Year Ended December 31, 2022

Exhibit C
(Concluded)

	Support Services		Total Support Services	Combined Total
	Management and General	Fundraising		
Salaries	\$ 47,424	\$ 37,646	\$ 85,070	\$ 230,882
Retirement and other employee benefits	12,305	9,769	22,074	46,948
Payroll taxes	3,785	3,006	6,791	14,267
Accounting and auditing fees	6,099	5,074	11,173	23,470
Advertising	760	445	1,205	2,759
Conferences and meetings	1,673	1,080	2,753	6,480
Contract labor	-	-	-	48,730
Depreciation	-	-	-	11,244
Dues and subscriptions	566	206	772	46,030
7 Equipment repairs and maintenance	314	114	428	5,367
Gifts and awards	162	11	173	173
Insurance	2,207	803	3,010	7,028
Miscellaneous	-	1,275	1,275	1,275
Postage	78	710	788	919
Printing and office supplies	500	3,628	4,128	7,544
Professional services	-	-	-	3,499
Rent	8,295	3,266	11,561	23,565
Special events	-	-	-	2,418
Storage	-	-	-	1,223
Supplies	-	8,692	8,692	16,679
Telephone and computer	1,717	4,948	6,665	16,685
Training	-	-	-	585
Travel-mileage	406	1,221	1,627	3,153
Unallocated payments to related organizations	15,517	-	15,517	15,517
Utilities and janitorial	2,464	-	2,464	5,540
Utility and other assistance	-	-	-	97,901
Total Functional Expenses	\$ 104,272	\$ 81,894	\$ 186,166	\$ 639,881

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

United Way of Central Louisiana, Inc.
Statement of Cash Flows
Year Ended December 31, 2022

Exhibit D

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Cash Flows from Operating Activities			
Change in net assets	\$ 259,727	\$ 53,766	\$ 313,493
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:			
Depreciation	11,244	-	11,244
(Gain) loss on disposition of assets	3,167	-	3,167
Changes in operating assets and liabilities:			
Pledges receivable, net	-	(50,001)	(50,001)
Grants receivable	-	(1,490)	(1,490)
Other receivables	173,926	-	173,926
Accounts payable	2,851	-	2,851
Accrued compensated absences	(7,922)	-	(7,922)
Deposits held on behalf of others	(788)	-	(788)
Net Cash Provided by (Used in) Operating Activities	<u>442,205</u>	<u>2,275</u>	<u>444,480</u>
Cash Flows from Investing Activities	-	-	-
Cash Flows from Financing Activities	-	-	-
Increase (Decrease) in Cash	442,205	2,275	444,480
Cash, Beginning of Year	<u>249,356</u>	<u>180,287</u>	<u>429,643</u>
Cash, End of Year	<u>\$ 691,561</u>	<u>\$ 182,562</u>	<u>\$ 874,123</u>

Additional Required Disclosures:

1. The Organization considers all highly liquid investments with a maturity of three months or less when acquired to be cash equivalents.
2. No interest was paid during 2022.
3. No income taxes were paid during 2022.
4. There were no material noncash financing transactions during 2022 that affected recognized assets or liabilities.

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

United Way of Central Louisiana, Inc.
December 31, 2022
Notes to Financial Statements

1. Nature of Activities and Significant Accounting Policies

Nature of Activities

United Way of Central Louisiana, Inc. (the Organization) is a nonprofit corporation located in Alexandria, Louisiana, whose mission is to link people and resources for a stronger community in central Louisiana by providing services, including support for member agencies. Member agencies are approved by the Organization's Board of Directors after completing prescribed application procedures. The Organization empowers members of the community through access to and improvement in education, health, financial stability, and basic needs.

The program goals and focus are as follows:

Financial Stability

The goal of these programs is to increase the financial mobility and socioeconomic status of individuals and families. The focus is on ALICE (Asset Limited, Income Constrained, Employed), Building Stronger Families, VITA (Volunteer Income Tax Assistance), and LAPRI (Louisiana Prisoner ReEntry Initiative).

Education

The goals of these programs are to increase the number of children that are ready to enter school and that are successful in primary grades and to increase the number of youth who gain knowledge, skills, and credentials to obtain family sustaining employment. The focus is on Read Across America and Summer of Service.

Health

The goal of this program is to increase access to healthcare and improve the health of individuals and families. The focus is on SingleCare.

Basic Needs

The goal of these programs is that families will be connected to and utilize local resources and programs. The focus is on 211 program, EFSP (Emergency, Food & Shelter Program), Disaster Preparedness, and Power to Care.

Basis of Accounting

The financial statements have been prepared on an accrual basis in accordance with accounting principles generally accepted in the United States of America (GAAP). Accordingly, the financial statements reflect all significant receivables, payables, and other liabilities.

Basis of Presentation

The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

United Way of Central Louisiana, Inc.
December 31, 2022
Notes to Financial Statements

Net Assets Without Donor Restrictions

Net assets without donor restrictions generally result from revenues generated by receiving contributions that have no donor-imposed restrictions, and from receiving interest from operating investments, less expenses incurred in providing program-related services, raising contributions, and performing administrative functions. Net assets without donor restrictions are available for use at the discretion of the Organization's Board of Directors and management for general operating purposes. The Board may designate a portion of these net assets for specific purposes which makes them unavailable for use at management's discretion.

See Note 5 for more information on the composition of net assets without donor restrictions.

Net Assets with Donor Restrictions

Net assets with donor restrictions result from gifts of cash and other assets that are received with donor stipulations that limit the use of the donated assets, either temporarily or permanently, until the donor restriction expires, that is until the stipulated time restriction ends or the purpose of the restriction is accomplished, the net assets are restricted. The Organization reports gifts of cash and other assets as revenue with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. Some net assets with donor restrictions include a stipulation that assets provided be maintained permanently (perpetual in nature) while permitting the Organization to expend the income generated by the assets in accordance with the provisions of additional donor-imposed stipulations or a Board approved spending policy. The Organization does not have any net assets with donor restrictions that are perpetual in nature.

See Note 6 for more information on the composition of net assets with donor restrictions.

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 that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

New Accounting Standard

The Financial Accounting Standards Board issued Accounting Standards Update No. 2020-07 – *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets* (ASU 2020-07) to improve transparency of contributed nonfinancial assets for not-for-profit entities through enhancements to presentation and disclosure. The ASU is applicable and was adopted by the Organization during the fiscal year ended December 31, 2022. The new standard requires that contributed nonfinancial assets be presented separately in the statement of activities. New disclosures are also required to disaggregate contributed nonfinancial assets by category type and other qualitative information about utilization, policies, and valuation techniques. Although the Organization does not have any contributed nonfinancial assets for the fiscal year ended December 31, 2022, they were required to rename gifts, donations, and fundraising as contributions of cash and other financial assets in the statement of activities to improve the transparency of the type of contributions received. These changes did not have a material effect on the financial statements.

United Way of Central Louisiana, Inc.
December 31, 2022
Notes to Financial Statements

Cash and Cash Equivalents

Cash and cash equivalents consist of checking, savings, and money market accounts in financial institutions.

Certificates of Deposit

Certificates of deposit with maturity dates greater than three months are stated at cost, which approximates market value. Certificates of deposit having a maturity date greater than one year from year-end are considered long-term assets.

Pledges Receivable

Pledges receivable are recognized as revenues in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. If the pledges receivable are conditional promises to give, such amounts are recognized when the conditions on which they depend are substantially met. An allowance for uncollectible pledges is set up for amounts considered uncollectible.

Furniture, Fixtures, and Equipment

United Way of Central Louisiana, Inc. follows the practice of capitalizing expenditures for furniture, fixtures, and equipment at cost. It is the Organization's policy to capitalize expenditures for these items in excess of \$1,000. Depreciation is provided for on the straight-line method over the estimated useful lives of the respective assets. The cost of maintenance and repairs is charged to expense as incurred; however, significant renewals and improvements are capitalized. Donated items, including property and equipment, are recorded at fair market value, if material and reasonably determinable, at the time of donation.

Deposits Held on Behalf of Others

Deposits held on behalf of others represent cash held in the name of United Way of Central Louisiana, Inc. in an agency capacity.

Revenue Recognition

The Organization reports public support contributions as support with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Support and revenue that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the reporting period in which the revenue is recognized.

The Organization reports gifts of land, buildings, and equipment as support without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as support with donor restrictions. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

United Way of Central Louisiana, Inc.
December 31, 2022
Notes to Financial Statements

Funds with donor restrictions are used to differentiate the resources whose use is restricted by donors or grantors from the resources on which donors or grantors have placed no restriction or the resources that arise as a result of the operations of the Organization for its stated purpose.

Donated Services

The Organization receives contributed services from its Board members and from numerous community volunteers who assist in fundraising and the member agency allocation process. No amounts have been reflected in the financial statements for donated services, since the services are not professional in nature and, as such, do not meet the criteria for recognition as donated services under generally accepted accounting principles. The Organization pays for most services requiring specific expertise.

Use of Facilities and Other Noncash Support

Payments made by United Way of Central Louisiana, Inc. to The Rapides Foundation are below the fair market value of comparable office facilities. Additional rent expense of \$14,756 has been included in the statement of activities. Other noncash support may be received by the Organization from various individuals and businesses. During the year ended December 31, 2022, United Way of Central Louisiana, Inc. received donations of advertising, a storage building, gift cards, and various other noncash items with a total fair value of \$7,160. The items received are recorded as noncash support and functional expenses in the statement of activities.

Designations

Through the United Way of Central Louisiana, Inc.'s annual employer campaigns, donors can direct their gifts to a member agency or any qualified organization in the United States over which the United Way of Central Louisiana, Inc. exercises no discretion as to use due to donor instruction. In order to qualify, an organization must meet the following three criteria: (1) fully tax exempt, (2) donations are 100% tax deductible, and (3) in full compliance with The Federal Patriot Act laws. As a member of United Way Worldwide, the Organization adheres to all membership criteria including the requirements for deducting administrative fees from donor-directed pledges.

Functional Allocation of Expenses

Costs incurred by the Organization from providing various community and support services have been presented on a functional basis in the statement of functional expenses. Accordingly, costs have been allocated on a reasonable and consistent basis among the functional areas benefited. Most expenses are charged directly to program or support services based on specific identification. Certain categories of expenses attributable to administrative support include rent, utilities and janitorial, depreciation, salaries and benefits, payroll taxes, professional services, office expenses, insurance, and others. These expenses are allocated based on estimates of time and effort. Expenses related to more than one function are charged to program or support services using management's estimate of the activities benefited. Although the methods of allocation used are considered appropriate, other methods could be used that would produce different amounts.

United Way of Central Louisiana, Inc.
December 31, 2022
Notes to Financial Statements

Fundraising and Management and General Rates

United Way Worldwide issues guidance to local United Ways under Standard M which defines the maximum allowable fundraising and management and general rates that a United Way agency should deduct from designated donor pledges. Standard M provides a calculation method which results in maximum allowable rates using a three-year average. The result of the fundraising expense formula based on United Way Worldwide's guidance for United Way of Central Louisiana, Inc. was 6% based on the three year period ending December 31, 2021. The rate for the year ended December 31, 2022, based on the audited financial statements and the statement of functional expenses was 8.5%. During 2022, United Way of Central Louisiana, Inc. assessed fundraising fees of 8.0% on donor designated gifts, up to a maximum cap of \$100 per gift.

The result of the management and general expense formula based on United Way Worldwide's guidance for United Way of Central Louisiana, Inc. was 8.2% based on the three year period ending December 31, 2021. The rate for the year ended December 31, 2022, based on the audited financial statements and the statement of functional expenses was 10.4%. During 2022, United Way of Central Louisiana, Inc. assessed management and general fees of 8.0% on donor designated gifts, up to a maximum cap of \$100 per gift.

Income Taxes

United Way of Central Louisiana, Inc. qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and comparable Louisiana law. The Organization is not classified as a private foundation. Since the Organization is exempt from federal and state income tax liability, no provision is made for current or deferred income tax expense.

For the year ended December 31, 2022, management of United Way of Central Louisiana, Inc. believes it has adequate support for all material tax positions, and that it is more likely than not, based on the technical merits, that the positions will be sustained upon examination.

All tax-exempt entities are subject to review and audit by federal, state and other applicable agencies. Such agencies may review the taxability of unrelated business income or the qualification of the tax-exempt entity under the Internal Revenue Code and applicable state statutes. With few exceptions, United Way of Central Louisiana, Inc. is no longer subject to U.S. federal tax examinations for the years before 2019.

Advertising Costs

Advertising costs are expensed when incurred. Advertising costs charged to expense for the year ended December 31, 2022, totaled \$2,759.

Subsequent Events

Management has evaluated subsequent events through June 12, 2023, the date which the financial statements were available for use. Management's evaluation revealed no subsequent events that require adjustment to or disclosure in the financial statements.

United Way of Central Louisiana, Inc.
December 31, 2022
Notes to Financial Statements

2. Certificates of Deposit

Certificates of deposit consist of several certificates located at various local financial institutions. All of the certificates are scheduled to mature within the next twelve months and earn interest at various rates.

3. Pledges Receivable and Campaign Summaries

Pledges receivable shown on the financial statements consist of the unpaid balance of pledges made for the 2021 and 2022 campaigns. Gross pledges receivable totaling \$134,397 is shown net of the allowance for uncollectibles of \$47,859. In the opinion of management, the allowance for uncollectibles at December 31, 2022, is considered adequate.

Campaign totals for the Fall 2022 campaign and each of the six preceding years are shown below together with the amounts uncollected/uncollectible and applicable percentages.

<u>Year</u>	<u>Total Campaign Pledges</u>	<u>Amount Uncollected/ Uncollectible</u>	<u>Percent</u>
Fall 2016 campaign	1,290,554	72,216	5.60
Fall 2017 campaign	1,304,291	77,660	5.95
Fall 2018 campaign	1,057,945	57,867	5.47
Fall 2019 campaign	784,216	52,526	6.70
Fall 2020 campaign	595,077	22,350	3.76
Fall 2021 campaign (in progress)	633,942	56,714	8.95
Fall 2022 campaign (in progress)	238,476	15,213	6.38

4. Furniture, Fixtures, and Equipment

	<u>Recorded Value</u>	<u>Accumulated Depreciation</u>	<u>Net</u>
Furniture, fixtures, and equipment	\$ 117,951	\$ 101,285	\$ 16,666

The depreciation provision amounted to \$11,244 for the current year.

5. Net Assets Without Donor Restrictions

The Organization's net assets without donor restrictions at the end of the year totaled \$978,175. Of this amount, \$100,000 was Board designated to be used for community investment in 2023. The remaining balance of \$878,175 represents undesignated net assets.

United Way of Central Louisiana, Inc.
December 31, 2022
Notes to Financial Statements

6. Net Assets With Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes or periods:

Purpose Restrictions	
Reading Rocks	\$ 32
Financial Success Center	9,766
Financial Stability Roundtable	814
Hope House Literacy Program	9,000
Strong Neighborhoods-Project/Building Stronger Families	16,962
Disaster and COVID Relief	73,259
Volunteer Income Tax Assistance Program (VITA)	53,211
Asset Limited, Income Constrained, Employed Program (ALICE)	11,698
Cleanup event	2,120
Louisiana Prisoner Reentry Initiative (LAPRI)	3,315
Venture Grant Program	10,000
Time Restrictions	
Campaign contributions pledged for future years	86,538
	<u>\$ 276,715</u>

7. Office Facilities

United Way of Central Louisiana, Inc. entered into an agreement with The Rapides Foundation for use of office facilities effective January 1, 2018, consisting of monthly payments for rental and janitorial expenses. There has been no written agreement since 2018 and the monthly payments have not changed. The monthly payments for the year ended December 31, 2022, were \$996. Total amount paid in 2022 was \$11,952.

8. Retirement Plan

United Way of Central Louisiana, Inc. has a non-contributory defined contribution retirement plan available to all eligible employees after two years of employment. The Organization contributes 6% of eligible participant compensation into a Flexible Annuity Plan. Upon eligibility, employees may also choose to contribute through payroll deduction into a separate but optional Tax-Deferred Annuity (TDA). Organizational contributions to the Flexible Annuity Plan for the year ended December 31, 2022, totaled \$9,987.

9. Commitments

United Way of Central Louisiana, Inc. conducts employer campaigns to raise support for community investment each year beginning in June and concluding by January of the following year. Campaign funds are distributed to participating agencies beginning on January 1 as final pledges are collected at the conclusion of the campaign. Allocations payable to agencies for the year ended December 31, 2023, based on the 2022 campaign are estimated to total \$100,000. The Organization considers allocations payable to be conditional promises to give. Accordingly, no amounts have been recognized on the accompanying statement of financial position or activities as of and for the year ended December 31, 2022.

United Way of Central Louisiana, Inc.
December 31, 2022
Notes to Financial Statements

10. Significant Concentrations

Credit Risk

Cash and certificates of deposit are deposited with financial institutions in the Central Louisiana area. Accounts at these institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per institution. Uninsured cash at December 31, 2022 totaled \$510,339.

The Organization does not maintain collateral for its receivables. Credit risk with respect to pledges receivable is subject to the inherent nature of such receivables, however, is limited due to the large number of donors comprising the Organization's donor base.

Support Risk

United Way of Central Louisiana, Inc. relies primarily on voluntarily contributed support from companies and individuals in the Central Louisiana area. Declines in the economic condition of the area could significantly affect the Organization's ability to reach campaign goals, provide community services, and to provide continued support to its member agencies.

11. Liquidity and Availability of Financial Assets

The following reflects United Way of Central Louisiana, Inc.'s financial assets as of December 31, 2022, reduced by amounts not available for general use within one year of the balance sheet date because of contractual or donor-imposed restrictions or internal designations.

	2022
Financial assets:	
Cash	\$ 874,123
Certificates of deposit	278,345
Pledges receivable, net, collected in less than one year	86,538
Grants receivable, net, collected in less than one year	7,615
Financial assets at year-end	1,246,621
Less those unavailable for general expenditure within one year, due to:	
Restricted by donors with purpose restrictions	(190,177)
Restricted by donors with time restrictions	(86,538)
Financial assets held for others	(3,092)
Total amount unavailable for general expenditure within one year	(279,807)
Amounts unavailable to management without Board's approval:	
Board designated for community investment	(100,000)
Total amount unavailable to management without Board's approval	(100,000)
Total financial assets available to meet cash needs for general expenditures within one year	\$ 866,814

United Way of Central Louisiana, Inc.
December 31, 2022
Notes to Financial Statements

The Organization must maintain sufficient resources to meet responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as general expenditures, liabilities, and other obligations come due. The Organization also has a policy to invest cash in excess of daily requirements in short term investments such as certificates of deposit and money market accounts. In addition, the Organization operates with a balanced budget and anticipates covering its general expenditures by collecting sufficient revenues, and by utilizing donor-restricted resources from current and prior years' campaign contributions and grant funds.

12. Related Party Transactions

United Way of Central Louisiana, Inc. pays affiliated dues to the United Way Worldwide and the Louisiana Association of United Ways. Total dues paid for the year ended December 31, 2022 were \$15,517 and are recorded as unallocated payments to related organizations.

Supplementary Information

**United Way of Central Louisiana, Inc.
Community Investment Grants
Year Ended December 31, 2022**

Schedule 1

<u>Agency/Program</u>	<u>Amount</u>
American Red Cross	\$ 3,571
Boy Scouts of America Louisiana Purchase Council	3,571
Central Louisiana AIDS Support Services	3,571
Central Louisiana Homeless Coalition	3,571
Children's Advocacy Network	3,571
Faith House	3,571
Family Justice Center of Central Louisiana	3,571
Girl Scouts of Louisiana Pines to the Gulf	3,571
Hope House of Central Louisiana	3,571
The Wellspring	3,571
Volunteers of America	3,571
YWCA of Alexandria-Pineville	3,571
Total Allocations and Designations to Partner Agencies	<u>\$ 42,852</u>

See independent auditor's report.

United Way of Central Louisiana, Inc.
Schedule of Grant Revenue
Year Ended December 31, 2022

		Schedule 2
Grantor	Program/Purpose	Amount
Louisiana Department of Public Safety and Corrections	Louisiana Prisoner Reentry Initiative (LAPRI)	30,000
Total Grant Revenue		\$ 30,000

See independent auditor's report.

**United Way of Central Louisiana, Inc.
 Projected Community Investment Grants
 Year Ended December 31, 2022**

Schedule 3

Pending a successful campaign and procurement of other funding, the year ending December 31, 2023, community investment grants will be as follows:

Agency/Program	Amount
American Red Cross	\$ 6,000
Boy Scouts of America Louisiana Purchase Council	15,000
Big Brothers Big Sisters of Southwest Louisiana	5,000
Central LA AIDS Support Services (CLASS)	5,000
Central Louisiana Homeless Coalition	3,000
Children's Advocacy Network	15,000
Faith House	6,000
Girl Scouts of Louisiana Pines to the Gulf	15,000
Hope House of Central Louisiana	15,000
Iberia Comprehensive Community Health Center, Inc.	15,000
Total Projected Community Investment Grants	\$ 100,000

See independent auditor's report.

**United Way of Central Louisiana, Inc.
Schedule of Compensation, Benefits and Other Payments
to Agency Head or Chief Executive Officer
Year Ended December 31, 2022**

Schedule 4

Agency Head Name: Michelle Purl

No public funds were used to make payments to agency head during the year ended December 31, 2022.

See independent auditor's report.