



Consolidated Financial Statements  
December 31, 2022 and 2021

**United Way of Abilene, Inc.**

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## Independent Auditor's Report

To the Board of Directors  
United Way of Abilene, Inc.  
Abilene, Texas

### Report on the Audit of the Financial Statements

#### *Opinion*

We have audited the consolidated financial statements of United Way of Abilene, Inc., which comprise the consolidated statements of financial position as of December 31, 2022 and 2021, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of United Way of Abilene, Inc. as of December 31, 2022 and 2021, 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 (GAAS). 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 Abilene, 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.

#### *Change in Accounting Principle*

As discussed in Note 2 to the consolidated financial statements, United Way of Abilene, Inc. has adopted the provisions of FASB Accounting Standards Codification Topic 842, *Leases*, as of January 1, 2022 using the modified retrospective approach with an adjustment at the beginning of the adoption period. Our opinion is not modified with respect to this matter.

#### *Responsibilities of Management for the Financial Statements*

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated 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 Abilene, Inc.'s ability to continue as a going concern for one year after the date that the consolidated 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 consolidated 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 GAAS 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 consolidated financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 Abilene, 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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about United Way of Abilene, 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.

### ***Supplementary Information***

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying supplementary information on pages 36 through 40 are presented for purposes of additional analysis and are not a required part of the consolidated 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 consolidated financial statements.

The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements as a whole.

*Eide Bailly LLP*

Abilene, Texas

July 25, 2023

United Way of Abilene, Inc.  
Consolidated Statements of Financial Position  
December 31, 2022 and 2021

	2022	2021
<b>Assets</b>		
Cash and cash equivalents	\$ 1,015,699	\$ 1,798,879
Contract revenue receivable	103,445	92,805
Receivables - other	166,110	207,807
Campaign promises to give, net	842,458	943,915
Prepaid expenses	19,269	14,714
Endowment promises to give	203,000	398,371
Investments	5,502,370	4,936,653
Cash surrender value of life insurance	186,263	170,091
Beneficial interest in assets held by others	61,300	69,247
Property and equipment, net	578,042	303,088
Operating lease right of use asset	125,661	-
	<u>\$ 8,803,617</u>	<u>\$ 8,935,570</u>
<b>Liabilities and net assets</b>		
<b>Liabilities</b>		
Accounts payable	\$ 235,009	\$ 261,958
Deferred revenue	25,415	33,909
Payroll and benefits payable	84,501	52,857
Community funds commitment	1,447,864	1,426,443
Operating lease liability	125,661	-
Total liabilities	<u>1,918,450</u>	<u>1,775,167</u>
<b>Net assets</b>		
Without donor restrictions (Note 10)	2,488,229	2,608,311
With donor restrictions (Note 11)	4,396,938	4,552,092
Total net assets	<u>6,885,167</u>	<u>7,160,403</u>
Total liabilities and net assets	<u>\$ 8,803,617</u>	<u>\$ 8,935,570</u>

	2022		
	Without Donor Restriction	With Donor Restriction	Total
<b>OPERATING REVENUES</b>			
Public support from annual campaigns			
2022 - 2023 Campaign	\$ -	\$ 1,818,683	\$ 1,818,683
2021 - 2022 Campaign	-	447,080	447,080
2020 - 2021 Campaign	-	-	-
2019 - 2020 Campaign	-	-	-
Less donor designations	-	(500)	(500)
Federal and state employee campaigns	-	199	199
Foundation contributions, net of discount	-	309,018	309,018
Net assets released from restrictions			
Satisfaction of program or period restriction (Note 12)	2,363,108	(2,363,108)	-
Total public support from annual campaigns	<u>2,363,108</u>	<u>211,372</u>	<u>2,574,480</u>
Other public support and revenues			
Abilene United disaster relief contributions	-	3,025	3,025
TXU Energy Aid Program	-	87,339	87,339
First Responders Emergency and Disaster Aid	-	3,600	3,600
Community network - state contracts	380,509	-	380,509
Community network - other	62,743	75,646	138,389
Special events			
Gross revenue from special events	714,252	-	714,252
In-kind contributions	138,099	-	138,099
Less cost of direct benefits to donors	(56,314)	-	(56,314)
Net revenue from special events	<u>796,037</u>	<u>-</u>	<u>796,037</u>
Sponsorships	33,554	-	33,554
Investment return, net	(69,350)	(302,737)	(372,087)
Other revenue	14,582	-	14,582
Net assets released from restrictions			
Satisfaction of program or period restriction (Note 12)	225,452	(225,452)	-
Total other public support and revenues	<u>1,443,527</u>	<u>(358,579)</u>	<u>1,084,948</u>
Total operating revenues	<u>3,806,635</u>	<u>(147,207)</u>	<u>3,659,428</u>
<b>OPERATING EXPENSES</b>			
Program services	2,795,270	-	2,795,270
Supporting services	1,131,447	-	1,131,447
Total operating expenses	<u>3,926,717</u>	<u>-</u>	<u>3,926,717</u>
OPERATING EXCESS (LOSS)	(120,082)	(147,207)	(267,289)
Change in beneficial interest in assets held by others	-	(7,947)	(7,947)
Change in net assets	(120,082)	(155,154)	(275,236)
Net assets at beginning of year	2,608,311	4,552,092	7,160,403
Net assets at end of year	<u>\$ 2,488,229</u>	<u>\$ 4,396,938</u>	<u>\$ 6,885,167</u>

See Notes to Consolidated Financial Statements

United Way of Abilene, Inc.  
Consolidated Statements of Activities  
Years Ended December 31, 2022 and 2021

2021		
Without Donor Restriction	With Donor Restriction	Total
\$ -	\$ 30,000	\$ 30,000
-	1,849,988	1,849,988
-	121,350	121,350
-	237	237
-	-	-
-	1,394	1,394
-	111,237	111,237
<u>2,027,790</u>	<u>(2,027,790)</u>	<u>-</u>
<u>2,027,790</u>	<u>86,416</u>	<u>2,114,206</u>
-	312,331	312,331
-	54,453	54,453
-	5,600	5,600
511,968	-	511,968
965,495	92,524	1,058,019
-	-	-
904,711	-	904,711
95,167	-	95,167
<u>(60,358)</u>	<u>-</u>	<u>(60,358)</u>
939,520	-	939,520
25,359	-	25,359
98,102	323,147	421,249
13,830	-	13,830
<u>538,887</u>	<u>(538,887)</u>	<u>-</u>
<u>3,093,161</u>	<u>249,168</u>	<u>3,342,329</u>
<u>5,120,951</u>	<u>335,584</u>	<u>5,456,535</u>
3,900,139	-	3,900,139
1,044,628	-	1,044,628
<u>4,944,767</u>	<u>-</u>	<u>4,944,767</u>
176,184	335,584	511,768
-	8,465	8,465
176,184	344,049	520,233
<u>2,432,127</u>	<u>4,208,043</u>	<u>6,640,170</u>
<u>\$ 2,608,311</u>	<u>\$ 4,552,092</u>	<u>\$ 7,160,403</u>



	2022			
	Program Services			Total Program Services
	Allocations and Grants	Community Impact	Community Investment	
Allocations and direct assistance				
Allocations and grants	\$ 1,935,100	\$ 13,000	\$ -	\$ 1,948,100
Disaster relief and other assistance	-	153,853	-	153,853
Total allocations and direct assistance	<u>1,935,100</u>	<u>166,853</u>	<u>-</u>	<u>2,101,953</u>
Personnel expenses				
Salaries and wages	-	419,699	10,553	430,252
Payroll taxes	-	31,360	806	32,166
Retirement	-	11,983	-	11,983
Health insurance	-	47,879	-	47,879
Workers compensation insurance	-	446	-	446
Staff development	-	1,339	-	1,339
Contract services	-	25,114	-	25,114
Total personnel expenses	<u>-</u>	<u>537,820</u>	<u>11,359</u>	<u>549,179</u>
Other expenses				
Membership investment - Texas	-	-	-	-
Membership investment - UWA	-	-	-	-
Occupancy	-	-	-	-
Telephone	-	6,261	-	6,261
Office supplies	-	168	-	168
Postage	-	132	-	132
In-kind expense	-	16,865	-	16,865
Operating lease expense	-	17,248	-	17,248
Equipment repairs and maintenance	-	-	-	-
Office equipment	-	1,748	-	1,748
Information system expense	-	1,082	-	1,082
IT consulting - tech support	-	4,369	-	4,369
Community events	-	46,022	568	46,590
Travel	-	1,261	-	1,261
Dues/memberships	-	1,343	-	1,343
Professional fees	-	786	-	786
Printing	-	1,423	-	1,423
Insurance expense	-	-	-	-
Bank, credit card, and trust fees	-	-	-	-
Marketing and advertising	-	40	-	40
Event and meeting expense	-	-	-	-
Volunteer appreciation and awards	-	54	-	54
Special event expense	-	-	-	-
Cost of direct benefits to donors	-	-	-	-
Property/liability insurance	-	1,849	-	1,849
Directors/officers insurance	-	1,189	-	1,189
Indirect cost allocation	-	37,931	-	37,931
Total other expenses before depreciation	<u>-</u>	<u>139,771</u>	<u>568</u>	<u>140,339</u>
Depreciation	<u>-</u>	<u>3,799</u>	<u>-</u>	<u>3,799</u>
Less expenses included with revenues on the statement of activities				
Cost of direct benefits to donors	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenses	<u>\$ 1,935,100</u>	<u>\$ 848,243</u>	<u>\$ 11,927</u>	<u>\$ 2,795,270</u>

See Notes to Consolidated Financial Statements

United Way of Abilene, Inc.  
Consolidated Statements of Functional Expenses  
Years Ended December 31, 2022 and 2021

2022			
Supporting Services			
General and Administrative	Fundraising	Total Supporting Services	Total
\$ -	\$ -	\$ -	\$ 1,948,100
-	-	-	153,853
-	-	-	2,101,953
165,050	142,246	307,296	737,548
11,878	10,111	21,989	54,155
7,109	14,367	21,476	33,459
23,669	5,859	29,528	77,407
446	-	446	892
1,718	-	1,718	3,057
1,000	-	1,000	26,114
210,870	172,583	383,453	932,632
-	5,595	5,595	5,595
-	52,702	52,702	52,702
2,750	-	2,750	2,750
4,555	-	4,555	10,816
5,998	3,722	9,720	9,888
4,872	-	4,872	5,004
-	22,421	22,421	39,286
19,616	-	19,616	36,864
6,929	-	6,929	6,929
2,509	-	2,509	4,257
2,023	2,404	4,427	5,509
5,160	-	5,160	9,529
6,340	9,824	16,164	62,754
10	234	244	1,505
536	-	536	1,879
82,526	-	82,526	83,312
3,775	6,358	10,133	11,556
17,155	-	17,155	17,155
1,632	2,862	4,494	4,494
-	18,401	18,401	18,441
1,657	-	1,657	1,657
522	-	522	576
-	406,700	406,700	406,700
-	56,314	56,314	56,314
1,949	-	1,949	3,798
1,190	-	1,190	2,379
(37,860)	-	(37,860)	71
133,844	587,537	721,381	861,720
9,022	73,905	82,927	86,726
-	(56,314)	(56,314)	(56,314)
\$ 353,736	\$ 777,711	\$ 1,131,447	\$ 3,926,717

	2021			
	Program Services			Total
	Allocations and Grants	Community Impact	Community Investment	
Allocations and direct assistance				
Allocations and grants	\$ 1,700,443	\$ 19,924	\$ -	\$ 1,720,367
Disaster relief and other assistance	-	1,190,153	-	1,190,153
Total allocations and direct assistance	<u>1,700,443</u>	<u>1,210,077</u>	<u>-</u>	<u>2,910,520</u>
Personnel expenses				
Salaries and wages	-	421,675	10,420	432,095
Payroll taxes	-	33,027	841	33,868
Retirement	-	13,682	-	13,682
Health insurance	-	52,925	-	52,925
Workers compensation insurance	-	326	-	326
Staff development	-	1,459	-	1,459
Contract services	-	91,214	-	91,214
Total personnel expenses	<u>-</u>	<u>614,308</u>	<u>11,261</u>	<u>625,569</u>
Other expenses				
Membership investment - Texas	-	-	-	-
Membership investment - UWA	-	-	-	-
Occupancy	-	16,683	-	16,683
Telephone	-	6,307	-	6,307
Office supplies	-	2,746	-	2,746
Postage	-	147	-	147
In-kind expense	-	11,351	-	11,351
Equipment repairs, maintenance, and lease	-	2,567	-	2,567
Office equipment	-	10,206	-	10,206
Information system expense	-	49,186	-	49,186
IT consulting - tech support	-	3,668	-	3,668
Community events	-	73,812	1,041	74,853
Travel	-	57	-	57
Dues/memberships	-	6,958	-	6,958
Professional fees	-	8,149	-	8,149
Printing	-	2,464	-	2,464
Insurance expense	-	675	-	675
Bank, credit card, and trust fees	-	-	-	-
Marketing and advertising	-	30	-	30
Event and meeting expense	-	-	-	-
Special event expense	-	-	-	-
Cost of direct benefits to donors	-	-	-	-
Indirect cost allocation	-	164,204	-	164,204
Total other expenses before depreciation	<u>-</u>	<u>359,210</u>	<u>1,041</u>	<u>360,251</u>
Depreciation	<u>-</u>	<u>3,799</u>	<u>-</u>	<u>3,799</u>
Less expenses included with revenues on the statement of activities				
Cost of direct benefits to donors	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenses	<u>\$ 1,700,443</u>	<u>\$ 2,187,394</u>	<u>\$ 12,302</u>	<u>\$ 3,900,139</u>

See Notes to Consolidated Financial Statements

United Way of Abilene, Inc.  
Consolidated Statements of Functional Expenses  
Years Ended December 31, 2022 and 2021

2021			
Supporting Services			
General and Administrative	Fundraising	Total Supporting Services	Total
\$ -	\$ -	\$ -	\$ 1,720,367
-	-	-	1,190,153
-	-	-	2,910,520
173,826	114,986	288,812	720,907
14,019	8,572	22,591	56,459
7,578	11,458	19,036	32,718
26,425	7,611	34,036	86,961
326	-	326	652
1,696	-	1,696	3,155
14,036	-	14,036	105,250
237,906	142,627	380,533	1,006,102
-	5,595	5,595	5,595
-	31,530	31,530	31,530
17,155	-	17,155	33,838
3,653	-	3,653	9,960
6,167	1,914	8,081	10,827
5,712	-	5,712	5,859
-	61,816	61,816	73,167
4,548	-	4,548	7,115
1,773	-	1,773	11,979
20,104	2,096	22,200	71,386
1,643	45	1,688	5,356
3,927	7,386	11,313	86,166
82	49	131	188
943	-	943	7,901
31,313	-	31,313	39,462
5,415	6,598	12,013	14,477
30,388	-	30,388	31,063
2,120	2,513	4,633	4,633
-	20,309	20,309	20,339
221	-	221	221
-	493,023	493,023	493,023
-	60,358	60,358	60,358
(164,204)	-	(164,204)	-
(29,040)	693,232	664,192	1,024,443
8,715	51,546	60,261	64,060
-	(60,358)	(60,358)	(60,358)
\$ 217,581	\$ 827,047	\$ 1,044,628	\$ 4,944,767

United Way of Abilene, Inc.  
Consolidated Statements of Cash Flows  
Years Ended December 31, 2022 and 2021

	2022	2021
Operating activities		
Change in net assets	\$ (275,236)	\$ 520,233
Adjustments to reconcile change in net assets to net cash from operating activities		
Net (gain) loss on investments	478,359	(349,393)
Change in beneficial interest in assets held with CFA	7,947	(8,465)
Depreciation	86,726	64,060
Loss on disposition of property and equipment	-	481
Contributions restricted for endowment	(264,599)	(45,316)
Change in cash value of life insurance	(16,172)	(75,606)
Noncash contributions of property and equipment	(98,813)	(22,000)
Changes in assets and liabilities		
Contract revenue receivable	(10,640)	(7,655)
Receivables - other	41,697	33,403
Campaign promises to give, net	101,457	183,407
Prepaid expenses	(4,555)	(1,574)
Accounts payable	(26,949)	36,679
Deferred revenue	(8,494)	(7,905)
Payroll and benefits payable	31,644	5,158
Community funds commitment	21,421	51,441
Net cash from operating activities	63,793	376,948
Investing activities		
Purchase of investments	(1,292,288)	(348,722)
Proceeds from sale of investments	248,212	285,680
Acquisition of property and equipment	(262,867)	(21,989)
Net cash used for investing activities	(1,306,943)	(85,031)
Financing activities		
Principal payments on finance leases	-	(10,629)
Collections of contributions restricted for long-term investment	459,970	233,724
Net cash from financing activities	459,970	223,095
Net change in cash and cash equivalents	(783,180)	515,012
Cash and cash equivalents at beginning of year	1,798,879	1,283,867
Cash and cash equivalents at end of year	\$ 1,015,699	\$ 1,798,879
Supplemental disclosure of non-cash investing activity		
Donated property and equipment	\$ 98,813	\$ 22,000

## **Note 1 - Organization and Nature of Activities**

The accompanying consolidated financial statements include the financial position, activities, functional expenses, and cash flows of United Way of Abilene, Inc. (United Way of Abilene) and its subsidiary, United Way Foundation of Abilene (the Foundation). All significant interrelated accounts and transactions have been eliminated in the consolidated financial statements.

### **About United Way of Abilene**

United Way of Abilene, a not-for-profit organization, improves lives by leveraging the intellectual, organizational, institutional, financial, faith-based, and personal resources of its local communities to promote the health, education, and financial stability of every person in West Central Texas. United Way of Abilene's volunteer Community Investment Review Team identifies the greatest needs of local citizens in areas of health, education, and financial stability and recommends investment funding allocations for locally evaluated programs that address those needs.

### **About the Foundation**

The Foundation, a not-for-profit organization, exists to build a permanent, sustainable avenue of support for the future of Abilene and West Central Texas. Through gifts, bequests, and planned giving, the Foundation generates a stable source of income to ensure continued funding for the network of agencies and programs supported by United Way of Abilene. Giving to the Foundation's endowment creates an enduring legacy that benefits the donor's local community for future generations.

### **Other Activities**

United Way of Abilene serves as the fiscal agent for the Big Country Volunteer Organization Active in Disaster (BC VOAD), 2-1-1 A Call for Help (2-1-1 TX ACFH), TXU Energy Aid Program (TXU), and First Responders Emergency and Disaster Assistance (FREDA) program.

## **Note 2 - Summary of Significant Accounting Policies**

A summary of United Way of Abilene's significant accounting policies consistently applied in the preparation of the accompanying consolidated financial statements follows:

### **Basis of Presentation**

The accompanying consolidated financial statements have been prepared using the accrual basis of accounting in accordance with generally accepted accounting principles. Accordingly, the consolidated financial statements are presented based on the existence or absence of donor-imposed restrictions. Net assets and changes in net assets are classified and reported according to two types of net assets: net assets without donor restrictions and net assets with donor restrictions.

*Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor-imposed restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and other various items.

*Net Assets With Donor Restrictions* – Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. The entity reports contributions as restricted support if they are received with donor stipulations that limit the use of the donated assets. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. These releases result in reclassifications from net assets with donor restrictions to net assets without donor restrictions.

Revenues are reported as increases in net assets without donor restriction unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restriction unless their use is restricted by explicit donor stipulation or by law. Expirations of time or purpose restrictions on net assets are reported as reclassifications between the applicable classes of net assets. Contributions received with donor-imposed restrictions that are met in the same year as received are reported as revenues of the net assets with restrictions class, and reclassification to net assets without donor restrictions is made to reflect the expiration of such restrictions.

### **Contributions**

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Contributions to be received after one year are discounted at an appropriate discount rate commensurate with the risks involved. An allowance for uncollectible contributions receivable is provided based upon management's judgment including such factors as prior collection history, type of contribution, and nature of fund-raising activity.

### **Annual Campaign Revenue and Promises to Give**

Annual campaigns for United Way of Abilene, the Combined Federal Campaign (CFC), and the State Employee Charitable Campaign (SECC) are conducted to raise support for program funding, allocations to participating agencies, and services to the community. A promise to give receivable is recorded and contribution revenue is recognized when a pledge is received. An allowance is provided for amounts estimated to be uncollectible based on prior collection history. Allowances for uncollectible promises to give receivable at December 31, 2022 and 2021, were \$311,669 (for campaign years 2023, 2022 and 2021) and \$238,421 (for campaign years 2022, 2021 and 2020), respectively, which are considered adequate to cover uncollected pledges. Pledges are unsecured and primarily from donors in the West Central Texas area and are generally due within one year, with the exception of one pledge to the Foundation. Campaign contributions that have not been appropriated for expenditure have a donor-imposed time restriction and, accordingly, are reported as net assets with donor restrictions.

### **Contract Revenues and Other Receivables**

Contract revenues and other receivables are recorded at the contractual amounts owed by state and local governments and other parties. These receivables are unsecured and considered past due based on contractual terms. Management evaluates the collectability of these receivables and has determined that all amounts are collectable.

### **Community Funds Commitment**

United Way of Abilene recognizes a liability for the allocations committed to be paid to participating agencies from the current year campaign. The commitment is normally paid as allocations to the recipient agencies over the subsequent 12-month allocation cycle. The community funds commitments of \$1,447,864 and \$1,426,443 are reflected as an expense and accrued at December 31, 2022 and 2021, respectively.

### **Cash and Cash Equivalents**

For the purpose of the consolidated statements of cash flows, United Way of Abilene considers all cash investments with original maturities of three months or less to be cash equivalents. Cash and highly liquid financial instruments restricted to permanent endowment or other long-term purposes are excluded from this definition.

### **Investments**

Investment purchases are recorded at cost or, if donated, at fair value on the date of donation. Thereafter, investments are reported at fair value in the consolidated statements of financial position. Investment earnings are reported net of investment expenses of \$16,593 and \$16,406 for the years ended December 31, 2022 and 2021, respectively, and are recorded in the consolidated statements of activities.

### **Property and Equipment**

Furniture and equipment are stated at cost. Donated fixed assets are capitalized at estimated fair value and recorded as contributions in the year received. Maintenance, repairs, and renewals are expensed as incurred, while long-lived additions and improvements are capitalized. Depreciation is provided in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives of three to fifteen years on a straight-line basis.

United Way of Abilene reviews the carrying values of property and equipment for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent carrying value exceeds the fair value of the asset. There were no indicators of asset impairment during the years ended December 31, 2022 and 2021.



### **Compensated Absences**

Eligible employees are entitled to paid time off. Depending upon the length of employment, an employee can earn from 144 to 224 hours of paid time off annually. If unused at year end, up to one-half of the applicable annual allotment of hours may be accrued and carried forward. United Way of Abilene's liability for compensated absences at December 31, 2022 and 2021 was \$13,515 and \$18,888, respectively, and is accrued with payroll and other benefits payable.

### **Fair Value Measurements**

Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 820 Fair Value Measurements and Disclosures (ASC 820) provides a framework for measuring the fair value of assets and liabilities and illustrates key considerations in determining the fair value of a financial asset when the market for that financial asset is not active. The standard establishes a hierarchy that prioritizes the inputs to fair value measurements based on the extent to which inputs to valuation techniques are observable in the marketplace. United Way of Abilene has implemented this standard with respect to the valuation of its financial assets and liabilities and their corresponding designations within the fair value hierarchy described in Note 17.

### **Marketing and Advertising Costs**

Marketing and advertising costs are expensed as incurred and totaled \$18,441 and \$20,339 for the years ended December 31, 2022 and 2021, respectively.

### **Donated Services and In-Kind Contributions**

Volunteers contribute significant amounts of time to programs and fundraising campaigns; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. Contributed goods are recorded at fair value at the date of donation. Donated professional services are recorded at the respective fair values of the services received. Refer to Note 20 for in-kind contributions.

### **Functional Allocation of Expenses**

United Way of Abilene's expenses are reported by direct cost and other costs allocated across the program and supporting services categories in the statements of functional expenses. Personnel expenses and certain other allocations to the program and supporting services are based on an analysis of personnel time charged to the specific services. Allocations to program services are made in three different categories. *Allocations and Grants* are the direct dollar allocations through various funding streams made to program providers. *Community Impact* includes the expenses for all programs and activities that directly affect the citizens of West Central Texas. Included in this category are 2-1-1 TX ACFH (see Note 13), TXU Energy Aid, disaster relief, and other impact programs. The expenses reflected in the *Community Investment* category are those directly associated with the request for proposals and volunteer review process to evaluate programs that will move the community toward attaining the Community Vision Goals; monitoring and ongoing evaluations of programs; and determining the dollar investments to programs and collaborations.

### **Use of Estimates**

The preparation of consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from these estimates.

### **Income Tax Status**

United Way of Abilene and United Way Foundation of Abilene are organized as Texas nonprofit corporations and have been recognized by the IRS as exempt from federal income taxes under IRC Section 501(a) as organizations described in IRC section 501(c)(3), qualify for the charitable contribution deduction, and have been determined not to be private foundations under IRC Sections 509(a)(1) and (3), respectively. Each entity is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, the entities are subject to income tax on net income that is derived from business activities that are unrelated to their exempt purposes.

### **Beneficial Interest in Assets Held by the Community Foundation**

During 1993, United Way of Abilene established an endowment fund that is perpetual in nature (the fund) under the Community Foundation of Abilene (CFA) and named United Way of Abilene as beneficiary. The agreement established an endowment fund at CFA to which donors could contribute at any time. The endowment fund is designated to support the charitable purposes of United Way of Abilene. The beneficiary cannot be changed, and if the fund is terminated, remaining funds will be distributed to United Way of Abilene. The fund is held and invested by CFA for the benefit of United Way of Abilene's benefit and is reported at net asset value (NAV) per share, or its equivalent, such as member units or an ownership interest in partners' capital, as a practical expedient to estimate the fair value in the statements of financial position, with distributions and changes in fair value recognized in the statements of activities.

### **Adoption of Accounting Standards Codification Topic 842**

Effective January 1, 2022, United Way of Abilene adopted the new lease accounting guidance in Accounting Standards Update No. 2016-02, *Leases* (Topic 842). United Way of Abilene elected to apply the guidance as of January 1, 2022, the beginning of the adoption period. The comparative financial information and disclosures presented are in accordance with the legacy standard, ASC 840. The standard requires the recognition of right-of-use assets and lease liabilities for lease contracts with terms greater than 12 months. Operating lease costs are recognized in the income statement as a single lease cost and finance lease costs are recognized in two components, interest expense and amortization expense. United Way of Abilene has elected the package of practical expedients permitted in ASC Topic 842.

Accordingly, the United Way of Abilene accounted for its existing leases as either finance or operating lease under the new guidance, without reassessing (a) whether the contract contains a lease under ASC Topic 842, (b) whether classification of the operating lease would be different in accordance with ASC Topic 842, or (c) whether the unamortized initial direct costs before transition adjustments would have met the definition of initial direct costs in ASC Topic 842 at lease commencement.

As a result of the adoption of the new lease accounting guidance, United Way of Abilene recognized on January 1, 2022, the beginning of the adoption period, no cumulative effect adjustment to net assets, an operating lease liability of \$159,880, and an operating right-of-use asset of \$159,880. The adoption of the new standard did not materially impact United Way of Abilene's Statements of Activities or Statements of Cash Flows. See Note 8 for further disclosure of the United Way of Abilene's lease contracts.

### Change in Accounting Policy

As of January 1, 2022, United Way of Abilene adopted the provisions of Accounting Standards Update (ASU) 2020-07, *Not-for-Profit Entities (Topic 958) Presentation and Disclosure by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The standard requires enhanced presentation and disclosure of contributed nonfinancial assets. Management has adopted the amendments of this update on a retrospective basis, because it provides increased and more transparent disclosure around contributed nonfinancial assets. The implementation of this standard did not have a significant impact on United Way of Abilene's financial statements.

### Note 3 - Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statements of financial position, comprise the following:

	2022	2021
Cash and cash equivalents	\$ 1,015,699	\$ 1,798,879
Accounts receivable	269,555	300,612
Campaign promises to give, net	842,458	943,915
Endowment promises to give due within one year	203,000	203,097
Investments	5,502,370	4,936,653
Total financial assets available within one year	7,833,082	8,183,156
Less:		
Amounts unavailable for general expenditures within one year due to:		
Donor restrictions as to purpose	(1,341,450)	(1,753,257)
Donor restrictions in perpetuity	(2,994,186)	(2,534,313)
Amounts unavailable to management without board approval:		
Board-designated for quasi-endowment (Notes 10, 19)	(922,054)	(1,027,468)
Board-designated as to purpose (Note 10)	(356,498)	(362,598)
Total financial assets available to management for general expenditure within one year	\$ 2,218,894	\$ 2,505,520

Endowment funds consist of donor-restricted endowments and funds designated by the board as endowments. Income from donor-restricted endowments is restricted for specific purposes, with the exception of the amounts available for general use. Donor-restricted endowment funds are not available for general expenditure.

A board-designated quasi-endowment of \$922,054 and \$1,027,468 at December 31, 2022 and 2021, respectively, is subject to a spending policy as described in Note 19. Although the Organization does not intend to spend from this board-designated quasi-endowment (other than amounts appropriated for general expenditure as part of the Board's annual budget approval and appropriation), these amounts could be made available if necessary.

As part of a liquidity management plan, cash in excess of daily requirements is invested in short-term investments and money market funds. Occasionally, the Board designates a portion of any operating surplus to its operating reserve, which was \$345,000 as of December 31, 2022 and 2021.

#### **Note 4 - Contract Revenue Receivable**

United Way of Abilene has contracted with the Texas Health and Human Services Commission (HHSC) Texas Information and Referral Network (TIRN) to provide health and human services information and referrals. These contracts provide funding for 2-1-1 TX ACFH. The amounts receivable under these contracts as of December 31, 2022 and 2021 were \$102,095 and \$91,705, respectively. At December 31, 2022 and 2021, \$1,350 and \$1,100, respectively, were receivable on a contract to provide educational and community building services at the Villages at Westlake Community in Abilene.

#### **Note 5 - Property and Equipment**

Property and equipment at December 31, 2022 and 2021, consisted of the following:

	2022	2021
Furniture and equipment	\$ 108,291	\$ 238,251
Software	55,140	55,140
Leasehold improvements	639,624	309,584
Construction in progress	27,010	-
Accumulated depreciation	(252,023)	(299,887)
Property and equipment, net	\$ 578,042	\$ 303,088

Depreciation expense totaled \$86,726 and \$64,060 for the years ended December 31, 2022 and 2021, respectively.

**Note 6 - Campaign Promises to Give**

Campaign promises to give receivable includes United Way of Abilene's pledges and pledges designated to United Way of Abilene from the CFC and the SECC. All campaign pledges are expected to be collected within the next year. A summary of the annual campaign promises to give receivable and the allowance for uncollectible promises to give as of December 31, 2022 and 2021, is as follows:

	2022	2021
Promises to Give Receivable		
United Way 2022-2023 campaign	\$ 848,107	\$ -
United Way 2021-2022 campaign	157,549	948,467
United Way 2020-2021 campaign	78,555	163,317
United Way 2019-2020 campaign	69,395	69,633
Combined Federal 2020-2021 campaign	521	621
Combined Federal 2019-2020 campaign	-	298
Total promises to give receivable	1,154,127	\$1,182,336
Allowance for Uncollectible Promises to Give		
United Way 2022-2023 campaign	(84,000)	-
United Way 2021-2022 campaign	(79,198)	(90,000)
United Way 2020-2021 campaign	(78,555)	(78,555)
United Way 2019-2020 campaign	(69,395)	(69,395)
Combined Federal 2020-2021 campaign	(521)	(173)
Combined Federal 2019-2020 campaign	-	(298)
Total allowance for uncollectible promises to give	(311,669)	(238,421)
Net promises to give receivable	\$ 842,458	\$ 943,915

There were \$133,063 and \$168,198 in related party promises to give receivable recorded as of December 31, 2022 and 2021, respectively.

**Note 7 - Endowment Promises to Give**

Endowment promises to give receivable are as follows at December 31, 2022 and 2021:

	2022	2021
Unconditional promises expected to be collected		
Less than one year	\$ 203,000	\$ 203,097
One year to five years	-	200,000
	203,000	403,097
Less: Discount on promises to give	-	4,726
Total Endowment promises to give, net	\$ 203,000	\$ 398,371

The Foundation's endowment promises to give receivable has been discounted at a rate of 2.42%. The pledges are primarily from a single donor. There were \$203,000 and \$398,371 in related party endowment promises to give receivable as of December 31, 2022 and 2021, respectively.

**Note 8 - Lease Commitments**

United Way of Abilene leases certain office facilities and equipment for various terms under long-term, non-cancelable operating lease agreements. The leases expire at various dates through 2026, and one lease has a two year renewal option. United Way of Abilene included in the determination of the right-of-use assets and lease liabilities any renewal options when the options are reasonably certain to be exercised. Also, the agreements generally require United Way of Abilene to pay insurance and repairs.

The weighted-average discount rate is based on the discount rate implicit in the lease. United Way of Abilene has elected the option to use the risk-free rate determined using a period comparable to the lease terms, as the discount rate for leases where the implicit rate is not readily determinable. United Way of Abilene has applied the risk-free rate option to the building and office equipment classes of assets.

United Way of Abilene has elected the short-term lease exemption for all leases with a term of 12 months or less for both existing and ongoing operating leases to not recognize the asset and liability for these leases. Lease payments for short-term leases are recognized on straight-line basis.

Total lease costs for the year ended December 31, 2022 were as follows:

Operating lease cost	2022
	\$ 36,864

The following table summarizes the supplemental cash flow information for the year ended December 31, 2022.

	2022
Cash paid for amounts included in the measurement of lease liabilities	
Operating cash flows from operating leases	\$ 34,219

The following summarizes the weighted-average remaining lease term and weighted-average discount rate:

	2022	
Weighted-average remaining lease term:	2.61	Years
Operating leases		
Weighted-average discount rate:		
Operating leases	2.00%	

The future minimum lease payments under noncancelable operating leases with terms greater than one year are listed below as of December 2022.

<u>Year Ending December 31,</u>	<u>Operating</u>
2023	\$ 35,740
2024	33,531
2025	31,378
2026	32,500
Total lease payments	133,149
Less interest	(7,488)
Present value of lease liabilities	\$ 125,661

Total lease expense under noncancelable leases was \$36,864 for the year ended December 31, 2021. Future minimum payments determined under the guidance in Topic 840 are listed below as of December 31, 2021.

<u>Year Ending December 31,</u>	
2022	\$ 55,779
2023	53,880
2024	52,756
2025	31,378
2026	30,000
Total minimum lease payments	\$ 223,793

**Note 9 - Allocations and Grants**

United Way of Abilene has committed to pay agency allocations to the following agencies during the years ended December 31, 2022 and 2021:

	Commitment at 12/31/22	Allocations Paid in 2022	Commitment at 12/31/21	Allocations Paid in 2021
Agency Allocations				
Abilene Christian University	\$ -	\$ -	\$ -	\$ 700
Abilene Hope Haven	120,000	166,985	120,000	125,169
Abilene ISD	-	-	-	899
Abilene Taylor Public Health District	50,000	65,209	50,000	57,593
Abilene Zoological Society	-	4,300	-	-
Adult Protective Services Partners	-	18,743	10,000	15,542
Alliance for Women and Children	-	37,848	24,000	28,610
Alzheimer's Association, North Central TX	27,000	33,702	27,000	28,627
American Red Cross	15,000	28,848	15,000	29,915
Baird ISD	-	-	-	638
Be Seen Be Safe	-	1,350	-	-
Beltway Park	-	8,000	-	-
Ben Richey Boys Ranch	-	-	-	24,000
Betty Hardwick Center	40,000	49,424	40,000	20,000
Big Brothers Big Sisters - Lone Star	72,779	90,606	72,779	147,830
Big Country CASA	80,000	112,398	80,000	97,728
Boys and Girls Club of Abilene	118,200	108,814	84,860	91,641
Cancer Services Network	63,000	82,751	63,000	68,152
Center for Contemporary Arts	10,000	-	-	-
Christian Service Center of Abilene	72,500	93,668	72,500	80,153
City Square Abilene	-	35,000	-	-
Communities in Schools of the Big Country	104,500	115,285	104,500	109,653
Day Nursery of Abilene	176,000	187,176	162,779	175,254
Dyess Youth Center	5,000	19,411	2,500	9,551
Faith Works of Abilene	40,000	50,063	40,000	48,737
Girl Scouts of the Texas Oklahoma Plains	4,500	40,809	4,500	12,635
Interested Citizens of Abilene North ICAN	-	-	-	2,500
Jim Ned ISD	-	-	-	7,606
Merkel ISD	-	-	-	625
NCCIL	-	2,000	-	-
New Beginnings Big Country	33,835	56,282	32,224	40,902
Noah Project	129,000	150,450	129,000	137,797
Presbyterian Medical Care Mission	63,000	74,126	63,000	62,712
Regional Victims Crisis Center	82,000	97,550	82,000	85,686
ResourceCare	64,000	81,932	64,000	66,712
Rusted and Weathered	-	1,000	-	-
Scouts BSA - Texas Trails Council	27,550	42,934	27,550	40,601
St. Vincent de Paul	-	5,000	-	-
Strength for Life Foundation	-	-	-	4,068
The Salvation Army	50,000	31,000	26,000	5,000
Trent ISD	-	-	-	619
Wylie ISD	-	-	-	8,837
YMCA of Abilene	-	34,015	29,251	32,234
Community Funds Commitment	<u>\$ 1,447,864</u>	<u>\$ 1,926,679</u>	<u>\$ 1,426,443</u>	<u>\$ 1,668,926</u>



United Way of Abilene records its allocations and grants on an accrual basis, whereby all funds raised from the annual campaign that have been committed to be paid out in the form of allocations and grants to participating agencies are accrued at year end.

In 2022 and 2021, United Way of Abilene made special distributions to certain charities in addition to its Community Funds Commitments at December 31, 2022 and 2021, respectively. Below is a reconciliation of the Community Funds Commitments to total allocations per the consolidated statements of functional expenses (SOFE):

Reconciliation to Statements of Functional Expense		
Community Funds Commitment	\$ 1,447,864	\$ 1,426,443
Catalyst grants	50,000	50,000
Special allocations	<u>450,236</u>	<u>243,924</u>
 Total Allocations per SOFE	 <u>\$ 1,948,100</u>	 <u>\$ 1,720,367</u>

**Note 10 - Net Assets Without Donor Restriction**

The following comprises net assets without donor restriction at December 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Designated		
Emergency assistance	\$ 11,498	\$ 11,498
United Way Life	-	6,100
Operating reserve	345,000	345,000
Quasi-endowment	<u>922,054</u>	<u>1,027,468</u>
Total designated net assets without donor restriction	<u>1,278,552</u>	<u>1,390,066</u>
Undesignated net assets	<u>1,209,677</u>	<u>1,218,245</u>
 Total net assets without donor restriction	 <u>\$ 2,488,229</u>	 <u>\$ 2,608,311</u>

**Note 11 - Net Assets With Donor Restriction**

The following comprises net assets with donor restriction at December 31, 2022 and 2021:

	2022	2021
Subject to Expenditure for Specified Purpose		
Campaign Pledges	\$ 400,318	\$ 453,545
TRIAD Military Assistance Grant	441	441
Homeless Needs Assessment	5,040	5,040
K-Ready Kids	2,798	4,893
First Responders Emergency and Disaster Assistance	4,156	5,109
Senior Meals Program	1,442	1,441
Beat The Heat Program	194	155
Disaster Response	990	1,500
Military Support	-	50
Foundation Grant	158,000	158,000
Abilene United Fund	154,690	195,644
Volunteer Coordination	-	11,320
	728,069	837,138
Endowments		
Subject to endowment spending policy and appropriation	3,607,569	3,645,707
Not subject to spending policy or appropriation		
Beneficial interest in assets held by Community Foundation	61,300	69,247
Total net assets with donor restriction	\$ 4,396,938	\$ 4,552,092

**Note 12 - Net Assets Released from Restrictions**

The sources of net assets released from temporary donor restrictions by incurring expenses satisfying the restricted purposes were as follows for the years ended December 31, 2022 and 2021:

	2022	2021
Expiration of time restrictions		
2021 Campaign revenue	\$ -	\$ 534,032
2022 Campaign revenue	870,625	-
	870,625	534,032
Satisfaction of purpose restrictions		
2022 Campaign revenue	-	1,426,443
2023 Campaign revenue	1,447,865	-
Federal and state employee campaigns	199	1,394
TXU Energy Assistance	87,339	54,453
2-1-1 A Call for Help	5,557	500
Basic Needs Network - Texas Coalition for the Homeless	-	27,562
West Texas Homeless Network	7,991	16,619
K-Ready Kids	4,893	-
Department of Defense Health Workers Event	-	2,500
First Responders Emergency and Disaster Assistance	4,553	2,199
Beat The Heat Program	6,093	5,947
Heat Our Homes Program	3,959	-
Disaster Response	509	-
VSA Catalyst Grant	49,208	38,795
Military Support	50	-
Abilene United Fund	43,979	377,353
Volunteer Coordination	11,321	12,959
	1,673,516	1,966,724
Restricted-purpose spending-rate distributions and appropriations		
Endowment contributions	44,419	65,921
Total net assets released from restriction	\$ 2,588,560	\$ 2,566,677

**Note 13 - 2-1-1 Texas A Call for Help**

Since June 2002, 2-1-1 Texas A Call for Help (2-1-1 TX ACFH) information and referral services has been administered by United Way of Abilene. 2-1-1 TX ACFH has implemented technology to coordinate services across the entire community of West Central Texas, in the area of emergency provision of basic needs such as food, clothing, shelter, rent, utility assistance, child care, senior services, disaster relief, and other programs. The intent of the coordination of services is to minimize duplications of services and to maximize the participating organization's financial assistance and services to those in need.

Since its formation, 2-1-1 TX ACFH has provided information and referral services for individuals seeking assistance and for organizations seeking to provide assistance in the 19 counties of West Central Texas as well as additional counties outside of the West Central Texas area. United Way of Abilene directs and manages the following additional programs and services through 2-1-1 TX ACFH:

- 1) *A Call-For Help Abilene*- United Way of Abilene administers the City of Abilene (the City) contract for the provision of information and referral services to the citizens of Abilene. The agreement is subject to annual review and approval through the budgeting process of the City. The City provides personnel assistance, salary, and benefits for one City of Abilene employee who receives work direction from United Way of Abilene. In addition, the City provides funding support for the compensation of information and referral specialists and other 2-1-1 TX ACFH operating costs. The City of Abilene contract provided \$40,000 for the years ended December 31, 2022 and 2021, respectively, for the operations of 2-1-1 TX ACFH.
- 2) *BigCountry Volunteer Organizations Active in Disaster (BCVOAD)*- United Way of Abilene serves as the fiscal agent for BCVOAD and convenes with other BCVOAD member agencies to assist area residents and agencies in planning, training, and preparing for disasters. When flooding, tornadoes, or other disasters occur, the BCVOAD coordinates the recovery efforts with agencies and works in cooperation with the emergency management divisions of the counties of West Central Texas to coordinate the delivery of relief assistance to disaster victims.
- 3) *Basic Needs Network (BNN)* - United Way of Abilene is the lead agency of a collaborative of West Central Texas organizations that use VisionLink's Community OS web-based software as an information and referral resource and a case management tool. These organizations include United Way agencies, other nonprofit organizations, and faith-based organizations. This collaborative had 97 and 64 active Community OS users at 35 and 26 agencies at December 31, 2022 and 2021, respectively.
- 4) *First Responders Emergency and Disaster Assistance (FREDA) Program* - The FREDA program was created during 2009 as a collaborative effort of the Abilene Police Department, Abilene Fire Department, the Abilene Association of Congregations, the Taylor County Sheriff's Office, and United Way of Abilene. The FREDA program was formed to provide a simple and comprehensive process that addressed the need for helping people who have a catastrophic emergency need for food, gasoline, or lodging during hours that no community-based basic needs program is available or as a result of a fire or natural disaster. This project covers only Taylor County. United Way of Abilene is the fiscal agent for the FREDA collaboration. United Way of Abilene disbursed \$4,553 and \$2,199 for the FREDA program during the years ended December 31, 2022 and 2021, respectively.

- 5) *TXU Energy Aid Program* - United Way of Abilene receives funding from TXU Energy to provide electric utility assistance for eligible individuals and families who need temporary assistance in making electric utility bill payments.

Along with oversight from the United Way of Abilene board of directors, there is a 30 member 2-1-1 TX ACFH advisory council.

#### **Note 14 - Texas Information and Referral Network Contracts (Unaudited)**

In 2004, 2-1-1 TX ACFH was designated by the State of Texas Health and Human Services Commission's (HHSC) 2-1-1 Texas Information and Referral Network (TIRN) as the Area Information Center (AIC) for the 19 counties of West Central Texas. As part of the requirements for the designation, 2-1-1 TX ACFH achieved accreditation by the Alliance of Information and Referral System (AIRS). The AIRS international standards of excellence for the provision of information and referral services are the baseline for the scope of work for this contract.

2-1-1 is the nationally designated phone number for information and referral assistance across the United States. 2-1-1 TX ACFH is part of the 2-1-1 Texas statewide telephone and content resource management system (CRM) to better connect citizens to health and human services. During times of emergencies, 2-1-1 TX ACFH can call upon outside resources to ensure that citizens in the West Central Texas region are able to get resources and answers to important questions. The Texas Information and Referral Network (TIRN), authorized by the Texas legislature, is tasked with development, coordination, and implementation of a statewide information and referral network. The Network is administered by the Texas Health and Human Services Commission.

The performance period of the current HHSC contracts are from September 2022 through August 2023. The current contracts allow for an annual aggregate cost reimbursement for the provision of Information and Referral Services in West Central Texas. All 2-1-1 TX ACFH work is reported monthly and annually to TIRN and must remain within standards set forth in the contract's scope of work to qualify for payment.

In addition to a general operations contract for information and referral services, United Way of Abilene's 2-1-1 TX ACFH contracts with HHSC to provide the additional services described below:

- 1) *TIRN Disaster Warm Center* - 2-1-1 TX ACFH serves as one of three 2-1-1 Warm Centers in Texas. As a Warm Center, ACFH is equipped with hardware and skills to respond, with very short notice, to state-level emergency events. Being ready or "warm" and ready to stand-up, the Warm Center, when called on by TIRN, includes the ability to staff-up with an additional 20 call specialists who are trained temporary staff and/or volunteers and to extend work hours for the Center to provide for high volume call with capacity to operate 24/7. All AICs must have appropriate information for call handling. Warm Center Resource Managers are available to assist with Disaster/Event Resource Management and are responsible for certain statewide Database functions during disaster events.
- 2) *State of Texas Emergency Assistance Registry (STEAR)* - 2-1-1 TX ACFH facilitates registry in an all-hazards tool for local emergency managers. Texans with special needs are encouraged to dial 2-1-1 option 4 to register if they need help getting out of harm's way in the event of a disaster or emergency.
- 3) *TIRN Child Care Information and Referral Services* - 2-1-1 TX ACFH provides childcare resources and referral services to the West Central Texas area. The program connects those with childcare needs to licensed and registered organizations that provide childcare services.

2-1-1 TX ACFH reported revenue of \$308,508 and \$511,968 in 2022 and 2021, respectively, from the HHSC TIRN contracts.

Program highlights include 44,234 and 56,146 calls handled by 2-1-1 TX ACFH call specialists for 2022 and 2021, respectively, summarized by counties served and by caller need categories.

	2022	2021
Number of calls by County		
Brown County	1,049	897
Callahan County	411	361
Coleman County	201	202
Comanche County	261	215
Eastland County	409	407
Fisher County	228	215
Haskell County	109	104
Jones County	405	353
Kent County	143	132
Knox County	70	75
Mitchell County	277	248
Nolan County	433	447
Runnels County	223	164
Scurry County	349	291
Shackelford County	61	67
Stephens County	271	718
Stonewall County	21	18
Taylor County	12,333	11,552
Throckmorton County	17	15
Out of Area Counties	26,936	39,069
Refused/Unknown	27	596
	44,234	56,146
Total information and referral calls		

	2022	2021
Caller data classified by the AIRS-defined need categories		
Art, culture and recreation	22	24
Clothing/personal/household needs	552	525
Disaster services	313	555
Education	68	81
Employment	131	98
Food/meals	20,109	24,761
Health care	6,720	13,324
Housing	7,334	8,029
Income/Financial support and assistance	1,137	1,593
Individual, family, and community support	1,612	2,175
Information services	504	406
Legal, consumer and public safety	663	900
Mental health and additions	749	1,147
Other government/economic services	54	76
Transportation	737	884
Utilities assistance	6,680	6,833
Volunteers and donations	43	26
Veterans/military	288	227
Early Childhood Education	11	10
Suicide hotlines, threat reporting, response	17	19
Health insurance information, assistance, and programs	270	412
Human trafficking victim assistance, prevention, etc.	4	-
	<u>48,018</u>	<u>62,105</u>
Total needs identified during information and referral calls	<u>48,018</u>	<u>62,105</u>

#### Note 15 - Retirement Plan

United Way of Abilene has adopted a 401(k) Plan for all eligible employees. Full-time employees who are at least 21 years of age and have completed one year of service are eligible to participate in employer contributions to the Plan. Completing one year of service is defined as having worked at least 1,000 hours. For each contribution period, a participant may withhold an elective deferral of compensation up to the maximum amount that will not cause the Plan to violate the actual deferral percentage (ADP) test of the Plan Year. United Way of Abilene may make a matching contribution of up to 5% of the participating employee's annual compensation. For eligible employees, United Way of Abilene may also contribute up to 3% of the employee's annual compensation to the Plan. For the years ended December 31, 2022 and 2021, United Way contributed \$33,459 and \$32,717, respectively, to the Plan.



### **Note 16 - Concentrations of Credit Risk**

The bank balances of United Way of Abilene's demand deposits with financial institutions totaled \$1,028,823 and \$1,891,239 at December 31, 2022 and 2021, respectively. These are secured by FDIC coverage and securities held by the pledging financial institution's agent bank in United Way of Abilene's name.

The majority of the contributions received by United Way of Abilene come from local and regional donors. Local and regional economic conditions have a direct impact on the ability of these donors to make contributions.

Diversification of the workplace and individual donors helps to mitigate the effect of an economic downturn or upturn in a particular sector of the local and regional economy.

Investments are made by diversified investment managers whose performance is monitored by United Way of Abilene and the Board of Directors. Although the fair values of investments are subject to fluctuation on a year-to-year basis, United Way of Abilene and its Board of Directors believe that the investment policies and guidelines are prudent for the long-term welfare of the organization.

### **Note 17 - Fair Value Measurement**

Authoritative standards establish a fair value hierarchy that distinguishes between assumptions based on market data (observable inputs) and management's assumptions (unobservable inputs). Determining where an asset falls within that hierarchy depends on the lowest level input that is significant to the fair value measurement as a whole. An adjustment to the pricing method used within either Level 1 or Level 2 inputs could generate a fair value measurement that effectively falls in a lower level in the hierarchy. The hierarchy consists of the three broad levels as follows:

Level 1 – Quoted market prices (unadjusted) in active markets for identical assets and liabilities. Level 1 assets include publicly traded securities and mutual funds. Valuations of these instruments do not require a high degree of judgment, as valuations are based on quoted prices in readily available, active markets.

Level 2 – Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities that are not active; and inputs other than quoted prices that are observable, such as models or other valuation methodologies. Assets in this category generally include real estate, life insurance, certain debt securities, hedge funds, and other equity instruments.

Level 3 – Unobservable inputs developed using management's and/or third-party estimates and assumptions, which reflect those that market participants would use. These inputs require significant management judgment or estimation. Assets in this category generally include certain hedge funds, private equity funds, privately held stock, and debenture bonds. These financial instruments have inputs that cannot be validated by readily determinable market data and generally involve considerable judgment by management.

The determination of where an asset or liability falls within the hierarchy requires significant judgment. United Way of Abilene evaluates its hierarchy disclosures periodically and based on various factors, it is possible that an asset or liability may be classified differently from period to period. However, United Way of Abilene expects that changes in classifications between different levels will be rare.

United Way uses net asset value (NAV) per share, or its equivalent, such as member units or an ownership interest in partners' capital, as a practical expedient to estimate the fair values of certain hedge funds, private equity funds, funds of funds, and limited partnerships, which do not have a readily determinable fair value. Investments that are measured at fair value using NAV per share as a practical expedient are not classified in the fair value hierarchy.

The following tables summarize assets measured at fair value on a recurring basis, except those measured at cost or by using NAV per share as a practical expedient, segregated by the level of the valuation inputs within the fair value hierarchy utilized to measure fair value:

	Fair Value Measurements at December 31, 2022 Using			
	December 31, 2022	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Financial assets				
Mutual funds				
Domestic stock	\$ 50,044	\$ 50,044	\$ -	\$ -
International Stock	56,129	56,129	-	-
Equity securities				
Large Core	545,946	545,946	-	-
Large Blend	461,986	461,986	-	-
Large Value	514,735	514,735	-	-
Large Growth	154,948	154,948	-	-
Mid Core	38,764	38,764	-	-
Mid-Cap Blend	228,344	228,344	-	-
Mid-Blend	15,004	15,004	-	-
Small Blend	211,899	211,899	-	-
Debt securities				
Corporate bonds	461,037	-	461,037	-
Municipal bonds	191,957	-	191,957	-
Agency securities				
Mortgage-backed	848,600	-	848,600	-
CSV Life Insurance	186,263	-	186,263	-
	<u>\$ 3,965,656</u>	<u>\$ 2,277,799</u>	<u>\$ 1,687,857</u>	<u>\$ -</u>

	Fair Value Measurements at December 31, 2021 Using			
	December 31, 2021	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Financial assets				
Mutual funds				
Domestic stock	\$ 61,077	\$ 61,077	\$ -	\$ -
International Stock	60,528	60,528	-	-
Equity securities				
Large Core	648,957	648,957	-	-
Large Blend	490,609	490,609	-	-
Large Value	488,931	488,931	-	-
Large Growth	255,380	255,380	-	-
Mid Core	35,158	35,158	-	-
Mid-Cap Blend	251,942	251,942	-	-
Small Blend	253,045	253,045	-	-
Debt securities				
Corporate bonds	598,447	-	598,447	-
Municipal bonds	114,338	-	114,338	-
Agency securities				
Mortgage-backed	535,509	-	535,509	-
CSV Life Insurance	170,091	-	170,091	-
	<u>\$ 3,964,012</u>	<u>\$ 2,545,627</u>	<u>\$ 1,418,385</u>	<u>\$ -</u>

For certain types of investments that calculate net asset value per share but are not publicly traded, additional disclosure is required to assist in understanding the nature and risk of these investments by major categories.

The table below summarizes the fair value and other pertinent liquidity information of investments in major categories held in beneficial interest in assets held at CFA at December 31, 2022 and 2021:

	Fair Value 12/31/22	Unfunded Commitments 12/31/22	Redemption Frequency 12/31/22	Redemption Notice Period 12/31/22
Beneficial interest held at CFA				
Fixed income/absolute return funds (a)	<u>\$ 61,300</u>	<u>\$ -</u>	Daily	None
	Fair Value 12/31/21	Unfunded Commitments 12/31/21	Redemption Frequency 12/31/21	Redemption Notice Period 12/31/21
Beneficial interest held at CFA				
Fixed income/absolute return funds (a)	<u>\$ 69,247</u>	<u>\$ -</u>	Daily	None

- (a) This category includes investment funds that invest in a diversified portfolio of primarily U.S. based fixed income securities including: corporate bonds, treasury, agency, MBS, futures, options, and swaps. The management of the fund has discretion to allocate among the various asset groups within a risk management structure that imposes percentage allocation maximums to individual classes of securities based on rating, risk, and other criteria. Allocation to various asset types and selection of securities are influenced by economic growth, monetary policy, fiscal policy, dollar policy, commodity prices, and relative valuations. The fair value of the investments in this category has been established using the net asset value per share of the investments as provided by the fund managers.

The following is a reconciliation presented in the three-tier fair value hierarchy and the statements of financial position:

	2022	2021
Carried at fair value		
Investments	\$ 3,779,393	\$ 3,793,921
Cash surrender value (CSV) of life insurance	186,263	170,091
Total investments carried at fair value	3,965,656	3,964,012
Carried at amortized cost		
Cash and cash equivalents	1,722,977	1,142,732
Total investments and CSV of life insurance included in Statement of Financial Position	\$ 5,688,633	\$ 5,106,744
Carried at NAV per share		
Beneficial interest in assets held at CFA	\$ 61,300	\$ 69,247

#### Description of Valuation Techniques

The following methods and assumptions were used to estimate the fair value of each class of financial instrument:

- Mutual Funds and Equity Securities - Fair value is based on quoted market prices.
- Debt and Agency Securities - Fair value based on quoted market prices of similar assets and other observable inputs.
- Cash Surrender Value of Life Insurance - The fair values of these assets are estimated based on current realizable value after surrender charges.

**Note 18 - Investment Income**

United Way of Abilene’s outside managed investments primarily include stocks, bonds, mutual funds, and other assets. Investment income, as presented on the Statement of Activities, consists of the following for the years ended December 31, 2022 and 2021:

	2022	2021
Interest and dividend income	\$ 122,865	\$ 88,262
Net realized and unrealized gains (losses)	(478,359)	349,393
External investment expenses	(16,593)	(16,406)
Total investment income (loss)	\$ (372,087)	\$ 421,249

**Note 19 - Endowment**

Authoritative standards prescribe disclosures on the net asset classification of donor restricted endowment funds for a not-for-profit organization that is subject to an enacted version of Uniform Prudent Management of Institutional Funds Act (UPMIFA) and required disclosures about endowment funds. United Way of Abilene’s endowment consists of the investment assets held by United Way Foundation of Abilene (see Note 1).

**Interpretation of Relevant Law**

United Way of Abilene, relying on information and advice from legal counsel and appointed officers, has interpreted UPMIFA to require the preservation of the historic dollar value of donor-restricted endowment funds, absent explicit donor direction to the contrary. As a result of this interpretation, for financial reporting purposes, United Way of Abilene classifies as net assets with donor restrictions the historic dollar value of assets held as donor-restricted endowment, including any subsequent gifts and any accumulations to donor-restricted endowments made in accordance with the instructions of the applicable gift instruments.

Endowment net assets consist of the following at December 31, 2022:

	Without Donor Restriction	With Donor Restriction	Total
Board designated	\$ 922,054	\$ -	\$ 922,054
Donor restricted	-	3,607,569	3,607,569
Total endowment net assets	\$ 922,054	\$ 3,607,569	\$ 4,529,623

United Way of Abilene, Inc.  
Notes to Consolidated Financial Statements  
December 31, 2022 and 2021

Endowment net assets consist of the following at December 31, 2021:

	Without Donor Restriction	With Donor Restriction	Total
Board designated	\$ 1,027,468	\$ -	\$ 1,027,468
Donor restricted	-	3,645,707	3,645,707
 Total endowment net assets	 <u>\$ 1,027,468</u>	 <u>\$ 3,645,707</u>	 <u>\$ 4,673,175</u>

Changes in endowment net assets for the year ended December 31, 2022 are as follows:

	Without Donor Restriction	With Donor Restriction	Total
Endowment net assets, January 1	\$ 1,027,468	\$ 3,645,707	\$ 4,673,175
Investment return, net			
Investment return held by others	(88,527)	(302,737)	(391,264)
Contribution to endowment, net of discount	44,419	264,599	309,018
Withdrawals and distributions	(67,160)	-	(67,160)
Contribution from United Way of Abilene	5,854	-	5,854
Endowment net assets, December 31	<u>\$ 922,054</u>	<u>\$ 3,607,569</u>	<u>\$ 4,529,623</u>

Changes in endowment net assets for the year ended December 31, 2021 are as follows:

	Without Donor Restriction	With Donor Restriction	Total
Endowment net assets, January 1	\$ 858,040	\$ 3,277,244	\$ 4,135,284
Investment return, net			
Investment return held by others	96,364	323,147	419,511
Contribution to endowment, net of discount	65,921	45,316	111,237
Withdrawals and distributions	(27,684)	-	(27,684)
Contribution from United Way of Abilene	34,827	-	34,827
Endowment net assets, December 31	<u>\$ 1,027,468</u>	<u>\$ 3,645,707</u>	<u>\$ 4,673,175</u>

### **Underwater Endowments**

From time to time, the fair value of assets associated with individual donor-restricted endowment accounts may fall below the level that the donor or UPMIFA requires United Way of Abilene to retain for perpetuity. A deficiency of this nature would be reported as reductions to net assets with donor restriction. At December 31, 2022, one fund with an original gift value of \$500,000, fair value of \$496,336, and deficiency of \$3,664 was reported in net assets with donor restrictions. United Way of Abilene had no deficiencies of this nature at December 31, 2021.

### **Return Objectives and Risk Parameters**

United Way of Abilene has adopted investment and spending policies that attempt to provide a predictable stream of funding for maintenance supported by endowment while seeking to maintain the real purchasing power of the endowment. Endowment assets are invested to yield a level of return to meet the objectives of the fund while adhering to a prudent level of risk.

### **Strategies Employed for Achieving Objectives**

To satisfy its long-term rate-of-return objectives, United Way of Abilene relies on a total return strategy in which investment returns are achieved through capital appreciation and current yield.

### **Spending Policy and How Investment Objectives Relate to Spending Policy**

In accordance with UPMIFA, United Way of Abilene considers the following factors in determining spending policy:

1. The duration and preservation of the endowment fund
2. The purposes of the organization and the donor-restricted endowment fund
3. General economic conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and the appreciation of investments
6. Other resources of the organization
7. The investment policies of the organization

The spending policy of United Way of Abilene will be reviewed periodically using the seven factors above and approved by the Board of Directors in conjunction with the annual budget. Any subsequent modifications to the spending policy will be approved by the Board of Directors. Due to approved distribution rates by the board of the Community Foundation of Abilene and United Way of Abilene Foundation, distributions may vary from year to year. United Way of Abilene appropriates funds for expenditure as they are utilized for its charitable purposes.

**Note 20 - In-Kind Contributions**

For the years ended December 31, 2022 and 2021, in-kind contributions recognized within the statements of activities as in-kind contributions and related expense included the following:

	2022	2021
National donated airtime	\$ 16,865	\$ 11,351
Leasehold improvements	98,813	44,002
Tablets	5,111	-
Supplies	17,310	39,814
	\$ 138,099	\$ 95,167

Contributed advertising, tablets, and supplies are valued using estimated U.S. wholesale prices (principal market) of identical or similar products using pricing data under a “like-kind” methodology considering the goods’ condition and utility for use at the time of the contribution. Contributed supplies are used in program services and contributed advertising is used for fundraising.

Contributed construction services for leasehold improvements were used in program services and were recognized at fair value based on current rates for similar construction services.

All gifts-in-kind received during the years ended December 31, 2022 and 2021 were unrestricted.

**Note 21 - Related Parties**

During the years ending December 31, 2022 and 2021, United Way of Abilene employees, management, and board members were involved within the community and held board positions with various nonprofits and granting agencies related to the organization. Individuals related to the above-mentioned organizations are not permitted to vote on proposed grants to entities for which they serve as officers or directors. Total related party revenue was \$798,677 and \$516,444 for the years ending December 31, 2022 and 2021, respectively. Total related party expenses were \$20,772 and \$57,590 for the years ending December 31, 2022 and 2021, respectively.

**Note 22 - Subsequent Events**

United Way of Abilene has evaluated subsequent events through July 25, 2023, the date the consolidated financial statements were available to be issued.





Supplementary Information  
December 31, 2022

**United Way of Abilene, Inc.**

United Way of Abilene, Inc.  
Consolidating Statement of Financial Position  
December 31, 2022

	Total	Eliminations	United Way of Abilene, Inc.	United Way Foundation of Abilene
<b>Assets</b>				
Cash and cash equivalents	\$ 1,015,699	\$ -	\$ 969,861	\$ 45,838
Contract revenue receivable	103,445	-	103,445	-
Receivables - other	166,110	(503)	166,613	-
Campaign promises to give, net	842,458	-	842,458	-
Prepaid expenses	19,269	-	19,269	-
Endowment promises to give	203,000	-	-	203,000
Investments	5,502,370	-	1,431,506	4,070,864
Cash surrender value of life insurance	186,263	-	-	186,263
Beneficial interest in assets held by others	61,300	-	61,300	-
Property and equipment, net	578,042	-	551,032	27,010
Operating lease right of use asset	125,661	-	125,661	-
<b>Total assets</b>	<b>\$ 8,803,617</b>	<b>\$ (503)</b>	<b>\$ 4,271,145</b>	<b>\$ 4,532,975</b>
<b>Liabilities</b>				
Accounts payable	\$ 235,009	\$ (503)	\$ 232,160	\$ 3,352
Deferred revenue	25,415	-	25,415	-
Payroll and benefits payable	84,501	-	84,501	-
Community funds commitment	1,447,864	-	1,447,864	-
Operating lease liability	125,661	-	125,661	-
<b>Total liabilities</b>	<b>1,918,450</b>	<b>(503)</b>	<b>1,915,601</b>	<b>3,352</b>
<b>Net assets</b>				
Without donor restriction				
Undesignated	1,209,677	-	1,209,677	-
Board designated	1,278,552	-	356,498	922,054
With donor restriction	4,396,938	-	789,369	3,607,569
<b>Total net assets</b>	<b>6,885,167</b>	<b>-</b>	<b>2,355,544</b>	<b>4,529,623</b>
<b>Total liabilities and net assets</b>	<b>\$ 8,803,617</b>	<b>\$ (503)</b>	<b>\$ 4,271,145</b>	<b>\$ 4,532,975</b>

	Total		
	Without Donor Restriction	With Donor Restriction	
<b>OPERATING REVENUES</b>			
Public support from annual campaigns			
2022 - 2023 Campaign	\$ -	\$ 1,818,683	\$ 1,818,683
2021 - 2022 Campaign	-	447,080	447,080
Less donor designations	-	(500)	(500)
Federal and state employee campaigns	-	199	199
Foundation contributions, net of discount	-	309,018	309,018
Net assets released from restrictions			
Satisfaction of program or period restriction (Note 12)	2,363,108	(2,363,108)	-
Total public support from annual campaigns	<u>2,363,108</u>	<u>211,372</u>	<u>2,574,480</u>
Other public support and revenues			
Abilene United disaster relief contributions	-	3,025	3,025
TXU Energy Aid Program	-	87,339	87,339
First Responders Emergency and Disaster Aid	-	3,600	3,600
Community network - state contracts	380,509	-	380,509
Community network - other funding	62,743	75,646	138,389
Special events			
Gross revenue from special events	714,252	-	714,252
In-kind contributions	138,099	-	138,099
Less cost of direct benefits to donors	(56,314)	-	(56,314)
Net revenue from special events	<u>796,037</u>	<u>-</u>	<u>796,037</u>
Sponsorships	33,554	-	33,554
Investment return, net	(69,350)	(302,737)	(372,087)
Other revenue	14,582	-	14,582
Net assets released from restrictions			
Satisfaction of program or period restriction (Note 12)	225,452	(225,452)	-
Total other public support and revenues	<u>1,443,527</u>	<u>(358,579)</u>	<u>1,084,948</u>
Total operating revenues	<u>3,806,635</u>	<u>(147,207)</u>	<u>3,659,428</u>
<b>OPERATING EXPENSES</b>			
Program services	2,795,270	-	2,795,270
Supporting services	<u>1,131,447</u>	<u>-</u>	<u>1,131,447</u>
Total operating expenses	<u>3,926,717</u>	<u>-</u>	<u>3,926,717</u>
<b>OPERATING LOSS</b>	(120,082)	(147,207)	(267,289)
Contributions from UWA to UW Foundation	-	-	-
Change in beneficial interest in assets held by others	<u>-</u>	<u>(7,947)</u>	<u>(7,947)</u>
Change in net assets	(120,082)	(155,154)	(275,236)
Net assets at beginning of year	<u>2,608,311</u>	<u>4,552,092</u>	<u>7,160,403</u>
Net assets at end of year	<u>\$ 2,488,229</u>	<u>\$ 4,396,938</u>	<u>\$ 6,885,167</u>

United Way of Abilene, Inc.  
Consolidating Statement of Activities  
Year Ended December 31, 2022

United Way of Abilene, Inc.			United Way Foundation of Abilene		
Without Donor Restriction	With Donor Restriction	Total	Without Donor Restriction	With Donor Restriction	Total
\$ -	\$ 1,818,683	\$ 1,818,683	\$ -	\$ -	\$ -
-	447,080	447,080	-	-	-
-	(500)	(500)	-	-	-
-	199	199	-	-	-
-	-	-	-	309,018	309,018
<u>2,318,689</u>	<u>(2,318,689)</u>	<u>-</u>	<u>44,419</u>	<u>(44,419)</u>	<u>-</u>
<u>2,318,689</u>	<u>(53,227)</u>	<u>2,265,462</u>	<u>44,419</u>	<u>264,599</u>	<u>309,018</u>
-	3,025	3,025	-	-	-
-	87,339	87,339	-	-	-
-	3,600	3,600	-	-	-
380,509	-	380,509	-	-	-
62,743	75,646	138,389	-	-	-
714,252	-	714,252	-	-	-
138,099	-	138,099	-	-	-
<u>(56,314)</u>	<u>-</u>	<u>(56,314)</u>	<u>-</u>	<u>-</u>	<u>-</u>
796,037	-	796,037	-	-	-
33,554	-	33,554	-	-	-
19,177	-	19,177	(88,527)	(302,737)	(391,264)
14,582	-	14,582	-	-	-
<u>225,452</u>	<u>(225,452)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,532,054</u>	<u>(55,842)</u>	<u>1,476,212</u>	<u>(88,527)</u>	<u>(302,737)</u>	<u>(391,264)</u>
<u>3,850,743</u>	<u>(109,069)</u>	<u>3,741,674</u>	<u>(44,108)</u>	<u>(38,138)</u>	<u>(82,246)</u>
2,795,270	-	2,795,270	-	-	-
<u>1,064,287</u>	<u>-</u>	<u>1,064,287</u>	<u>67,160</u>	<u>-</u>	<u>67,160</u>
<u>3,859,557</u>	<u>-</u>	<u>3,859,557</u>	<u>67,160</u>	<u>-</u>	<u>67,160</u>
(8,814)	(109,069)	(117,883)	(111,268)	(38,138)	(149,406)
(5,854)	-	(5,854)	5,854	-	5,854
<u>-</u>	<u>(7,947)</u>	<u>(7,947)</u>	<u>-</u>	<u>-</u>	<u>-</u>
(14,668)	(117,016)	(131,684)	(105,414)	(38,138)	(143,552)
<u>1,580,843</u>	<u>906,385</u>	<u>2,487,228</u>	<u>1,027,468</u>	<u>3,645,707</u>	<u>4,673,175</u>
<u>\$ 1,566,175</u>	<u>\$ 789,369</u>	<u>\$ 2,355,544</u>	<u>\$ 922,054</u>	<u>\$ 3,607,569</u>	<u>\$ 4,529,623</u>

United Way of Abilene, Inc.  
Reconciliation of Total Campaign Pledges and Reported Revenues  
December 31, 2022 and 2021

	2022	2021
Pledges per campaign results:		
United Way (UWAb) 2022-2023 campaign	\$ 1,902,683	\$ 30,000
United Way (UWAb) 2021-2022 campaign	436,279	1,939,988
United Way (UWAb) 2020-2021 campaign	-	117,905
United Way (UWAb) 2019-2020 campaign	-	237
Less donor designations	(500)	-
Total campaign pledges	2,338,462	2,088,130
Plus:		
UWAb portion of CFC 2019-2020 campaign	-	(165)
UWAb portion of SECC 2022 and 2021 campaigns	546	-
UWAb portion of SECC 2020 and 2019 campaigns	(347)	1,559
Total Federal and State Campaigns	199	1,394
Net Campaign Results	2,338,661	2,089,524
Pledge loss allowance and changes in allowance estimates:		
2022-2023 campaigns	(84,000)	(90,000)
2021-2022 campaigns	10,801	3,445
Total pledge loss allowance	(73,199)	(86,555)
Plus:		
Foundation contributions, net of discount	309,018	111,237
Total Public Support from Annual Campaigns per Financial Statements	\$ 2,574,480	\$ 2,114,206

	Community Resources & Basic Needs Network	West Texas Homeless Network	2-1-1 Operations	COVID	Warm Center
<b>Disaster relief and other assistance</b>					
K-Ready Kids	\$ -	\$ -	\$ -	\$ -	\$ -
TXU Energy Assistance	-	-	-	-	-
TXU Beat the Heat & Cold Program	13,317	-	-	-	-
First Responders Emergency & Disaster Aid	-	-	-	-	-
Special Grants	-	-	-	-	-
Disaster Relief	-	-	-	-	-
Total disaster relief and other assistance	<u>13,317</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Personnel expenses</b>					
Salaries and Wages	-	-	242,917	3,523	53,570
Payroll Taxes	-	-	18,055	307	3,894
Retirement Contributions	-	-	5,423	-	3,292
Health Insurance	-	-	30,478	-	5,964
Workers Compensation Insurance	-	-	446	-	-
Staff Development	-	-	1,339	-	-
Contract Services	-	7,500	10,139	-	-
Total personnel expenses	<u>-</u>	<u>7,500</u>	<u>308,797</u>	<u>3,830</u>	<u>66,720</u>
<b>Other expenses</b>					
Travel	-	-	613	-	-
Annual Meeting	-	-	-	-	-
Community Events	3,594	-	245	-	-
Volunteer Appreciation/Awards	-	-	-	-	-
Professional Fees	-	-	783	-	-
Supplies	-	-	168	-	-
Telephone	-	491	5,770	-	-
Postage and Shipping	-	-	16	-	-
Office Equipment	-	-	1,122	-	626
Operating lease expense	-	-	17,248	-	-
Software	-	-	409	-	-
Maintenance Agreement - Software	-	-	672	-	-
IT Consulting - Tech Support	-	-	4,370	-	-
Printing	-	-	1,423	-	-
Advertising	-	-	-	-	-
Dues/Memberships	-	-	681	-	-
In-kind Expenses	-	-	-	-	-
Property/Liability Insurance	-	-	1,849	-	-
Directors/Officers Insurance	-	-	1,190	-	-
Depreciation	3,799	-	-	-	-
Indirect cost	-	-	25,492	426	7,473
Total other expenses	<u>7,393</u>	<u>491</u>	<u>62,051</u>	<u>426</u>	<u>8,099</u>
Total expenses	<u>\$ 20,710</u>	<u>\$ 7,991</u>	<u>\$ 370,848</u>	<u>\$ 4,256</u>	<u>\$ 74,819</u>

United Way of Abilene, Inc.  
Schedule of Community Impact Expenses  
For the Year Ended December 31, 2022

Abilene United Fund & Other Disaster Relief	STEAR	Child Care	Community Childcare Coalition	Villages at Westlake	Other Impact	TXU Energy Aid	First Responders Emergency Assistance	Total Community Impact
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,892	\$ -	\$ -	\$ 4,892
-	-	-	-	-	-	87,111	-	87,111
-	-	-	-	-	-	-	-	13,317
-	-	-	-	-	-	-	4,553	4,553
-	-	-	-	-	13,000	-	-	13,000
43,980	-	-	-	-	-	-	-	43,980
<u>43,980</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,892</u>	<u>87,111</u>	<u>4,553</u>	<u>166,853</u>
-	31,018	4,562	-	-	84,109	-	-	419,699
-	2,373	343	-	-	6,388	-	-	31,360
-	1,409	-	-	-	1,859	-	-	11,983
-	5,467	-	-	-	5,970	-	-	47,879
-	-	-	-	-	-	-	-	446
-	-	-	-	-	-	-	-	1,339
-	-	-	-	7,475	-	-	-	25,114
-	<u>40,267</u>	<u>4,905</u>	<u>-</u>	<u>7,475</u>	<u>98,326</u>	<u>-</u>	<u>-</u>	<u>537,820</u>
-	-	648	-	-	-	-	-	1,261
-	-	-	-	-	28,906	-	-	28,906
453	-	-	5,852	704	6,268	-	-	17,116
54	-	-	-	-	-	-	-	54
3	-	-	-	-	-	-	-	786
-	-	-	-	-	-	-	-	168
-	-	-	-	-	-	-	-	6,261
-	-	109	-	-	6	-	-	131
-	-	-	-	-	-	-	-	1,748
-	-	-	-	-	-	-	-	17,248
-	-	-	-	-	-	-	-	409
-	-	-	-	-	-	-	-	672
-	-	-	-	-	-	-	-	4,370
-	-	-	-	-	-	-	-	1,423
-	-	40	-	-	-	-	-	40
-	-	-	-	-	662	-	-	1,343
-	-	-	-	-	16,865	-	-	16,865
-	-	-	-	-	-	-	-	1,849
-	-	-	-	-	-	-	-	1,190
-	-	-	-	-	-	-	-	3,799
-	4,469	71	-	-	-	-	-	37,931
<u>510</u>	<u>4,469</u>	<u>868</u>	<u>5,852</u>	<u>704</u>	<u>52,707</u>	<u>-</u>	<u>-</u>	<u>143,570</u>
<u>\$ 44,490</u>	<u>\$ 44,736</u>	<u>\$ 5,773</u>	<u>\$ 5,852</u>	<u>\$ 8,179</u>	<u>\$ 168,925</u>	<u>\$ 87,111</u>	<u>\$ 4,553</u>	<u>\$ 848,243</u>

United Way of Abilene, Inc.  
Schedule of Agency Program Allocations  
December 31, 2022 and 2021

Agency	Program	Agency Program Allocation Commitments	
		12/31/22	12/31/21
Abilene Hope Haven	Hope Housing Services	\$ 60,000	\$ 60,000
	Bridge 2 Home	60,000	60,000
Abilene Taylor Public Health District	MERCY Health Care Center	50,000	50,000
Adult Protective Services Partners	Safety and Independence	-	10,000
Alliance for Women and Children	Alliance After School Care	-	24,000
Alzheimer's Association, North Central TX	Family Care	27,000	27,000
American Red Cross	Disaster Services	15,000	15,000
Betty Hardwick Center	Adaptive Recreation Services	40,000	40,000
Big Brothers Big Sisters - Lone Star	Mentoring	72,779	72,779
Big Country CASA	Court Appointed Special Advocates	80,000	80,000
Boys and Girls Club of Abilene	After School Care	108,000	74,860
	Teen Night	10,200	10,000
Cancer Services Network	Patient Assistance	63,000	63,000
Center for Contemporary Arts	ArtHEALS	10,000	-
Christian Service Center	Standing in the Gap	72,500	72,500
Communities in Schools of the Big Country	Student Success Coaching	104,500	104,500
Day Nursery of Abilene	Child Care Assistance	176,000	162,779
Dyess Youth Center	Dyess Youth Programs	5,000	2,500
Faith Works of Abilene	Life Skills Education	40,000	40,000
Girl Scouts	Girl Scout Leadership	4,500	4,500
New Beginnings Big Country	Program Director	33,835	32,224
Noah Project	Family Violence Intervention	129,000	129,000
Presbyterian Medical Care Mission	Medical Mission	63,000	64,000
Regional Victim Crisis Center	Comprehensive Services for Child Victims	45,000	45,000
	Primary Prevention	37,000	37,000
ResourceCare	ASPIRE	64,000	64,000
Scouts BSA - Texas Trails Council	Scout Reach	27,550	27,550
The Salvation Army	Self-Sufficiency	50,000	25,000
YMCA of Abilene	Phoenix	-	29,251
		<u>\$ 1,447,864</u>	<u>\$ 1,426,443</u>