

*UNITED WAY OF WILKES COUNTY, INC.*

*FINANCIAL STATEMENTS*

*DECEMBER 31, 2015 AND 2014*



SMITH MILLER & BUFF

CPA PA

**UNITED WAY OF WILKES COUNTY, INC.**

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
United Way of Wilkes County, Inc.  
North Wilkesboro, NC

We have audited the accompanying financial statements of United Way of Wilkes County, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2015, and the related statements of activities, functional expenses, and cash flows for the year then ended and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the organization's preparation and fair presentation of the financial statements 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 the organization's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of United Way of Wilkes County, Inc. as of December 31, 2015, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

### **Prior Period Financial Statements**

The financial statements of United Way of Wilkes County, Inc. as of December 31, 2014, were audited by other auditors whose report dated October 30, 2015, expressed an unmodified opinion on those statements.

### **Report on Summarized Comparative Information**

The summarized comparative information presented herein as of and for the year ended December 31, 2014 is derived from the financial statements referenced above which were audited by other auditors.

### **Report on Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The 2015 schedule of allocations and designations on page 12 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. The 2014 schedule of allocations and designations on page 12 was subjected to the auditing procedures applied in the 2014 audit of the basic financial statements by other auditors, whose report on such information stated that it was fairly stated in all material respects in relation to the 2014 financial statements as a whole.



Smith Miller & Buff, CPA, PA  
Morganton, NC

September 1, 2016

**UNITED WAY OF WILKES COUNTY, INC.**

**STATEMENT OF FINANCIAL POSITION**

**DECEMBER 31, 2015 AND 2014**

|  | <u>2015</u>         | <u>2014</u>         |
|--|---------------------|---------------------|
| <u>ASSETS</u>  |                     |                     |
| Current Assets:  |                     |                     |
| Cash and cash equivalents                                      | \$ 427,171          | \$ 401,925          |
| Short-term investments   | 198,904             | 200,802             |
| Pledges receivable, net of allowance for uncollectible pledges | 354,857             | 393,422             |
| Operating receivables  | 3,239               | 1,644               |
| Prepaid expenses and other current assets                      | <u>1,284</u>        | <u>1,267</u>        |
| Total Current Assets   | <u>985,455</u>      | <u>999,060</u>      |
| Property and Equipment   | 243,793             | 242,716             |
| Less accumulated depreciation                                  | <u>(166,858)</u>    | <u>(161,427)</u>    |
| Property and Equipment, Net                                    | <u>76,935</u>       | <u>81,289</u>       |
| Other Investments  | <u>11,471</u>       | <u>11,323</u>       |
| Total Assets   | <u>\$ 1,073,861</u> | <u>\$ 1,091,672</u> |
| <u>LIABILITIES AND NET ASSETS</u>                              |                     |                     |
| Current Liabilities:   |                     |                     |
| Allocations payable  | \$ 319,753          | \$ 311,295          |
| Designations payable   | 32,736              | 42,992              |
| Operating payables   | 50,861              | 47,516              |
| Accrued expenses   | 6,692               | 5,597               |
| Deferred revenue   | <u>336</u>          | <u>-</u>            |
| Total Current Liabilities                                      | <u>410,378</u>      | <u>407,400</u>      |
| Net Assets:  |                     |                     |
| Unrestricted   | 213,932             | 221,101             |
| Temporarily restricted   | <u>449,551</u>      | <u>463,171</u>      |
| Total Net Assets   | <u>663,483</u>      | <u>684,272</u>      |
| Total Liabilities and Net Assets                               | <u>\$ 1,073,861</u> | <u>\$ 1,091,672</u> |

See accompanying notes to financial statements

**UNITED WAY OF WILKES COUNTY, INC.**

**STATEMENT OF ACTIVITIES**

**YEARS ENDED DECEMBER 31, 2015 AND 2014**

|  | 2015              |                           |                   | 2014              |                           |                   |
|--|-------------------|---------------------------|-------------------|-------------------|---------------------------|-------------------|
|  | Unrestricted      | Temporarily<br>Restricted | Total             | Unrestricted      | Temporarily<br>Restricted | Total             |
| Support and Revenue:                           |                   |                           |                   |                   |                           |                   |
| Gross campaign results (current year)          | \$ -              | \$ 507,834                | \$ 507,834        | \$ -              | \$ 509,943                | \$ 509,943        |
| Gross campaign results (prior year)            | 8,824             | -                         | 8,824             | 7,024             | -                         | 7,024             |
| Donor designations                             | 89                | (51,454)                  | (51,365)          | -                 | (48,579)                  | (48,579)          |
| Provision for uncollectible pledges            | <u>(12,333)</u>   | <u>(16,872)</u>           | <u>(29,205)</u>   | <u>16,554</u>     | <u>(13,026)</u>           | <u>3,528</u>      |
| Net campaign revenues                          | <u>(3,420)</u>    | <u>439,508</u>            | <u>436,088</u>    | <u>23,578</u>     | <u>448,338</u>            | <u>471,916</u>    |
| Other Support and Revenue:                     |                   |                           |                   |                   |                           |                   |
| In-kind contributions                          | 4,207             | -                         | 4,207             | 5,505             | -                         | 5,505             |
| Special events and sponsorships                | 32,047            | -                         | 32,047            | 15,906            | -                         | 15,906            |
| Designations from other United Way agencies    | (3,070)           | 10,804                    | 7,734             | 4,185             | 17,610                    | 21,795            |
| Provision for uncollectible pledges            | 1,765             | (761)                     | 1,004             | (1,337)           | (2,777)                   | (4,114)           |
| Rental income                                  | 18,709            | -                         | 18,709            | 20,660            | -                         | 20,660            |
| Investment income                              | 2,441             | -                         | 2,441             | 2,826             | -                         | 2,826             |
| Net assets released from restriction           | <u>463,171</u>    | <u>(463,171)</u>          | <u>-</u>          | <u>128,456</u>    | <u>(128,456)</u>          | <u>-</u>          |
| Total other revenue                            | <u>519,270</u>    | <u>(453,128)</u>          | <u>66,142</u>     | <u>176,201</u>    | <u>(113,623)</u>          | <u>62,578</u>     |
| Total support and revenue                      | <u>515,850</u>    | <u>(13,620)</u>           | <u>502,230</u>    | <u>199,779</u>    | <u>334,715</u>            | <u>534,494</u>    |
| Program Services:                              |                   |                           |                   |                   |                           |                   |
| Allocations and related expenses               | 334,460           | -                         | 334,460           | 321,436           | -                         | 321,436           |
| Community services building                    | 14,756            | -                         | 14,756            | 17,244            | -                         | 17,244            |
| Community problem solving                      | <u>6,811</u>      | <u>-</u>                  | <u>6,811</u>      | <u>8,894</u>      | <u>-</u>                  | <u>8,894</u>      |
| Total program services                         | <u>356,027</u>    | <u>-</u>                  | <u>356,027</u>    | <u>347,574</u>    | <u>-</u>                  | <u>347,574</u>    |
| Supporting Services:                           |                   |                           |                   |                   |                           |                   |
| Organizational administration                  | 89,626            | -                         | 89,626            | 95,060            | -                         | 95,060            |
| Fundraising                                    | <u>77,366</u>     | <u>-</u>                  | <u>77,366</u>     | <u>73,426</u>     | <u>-</u>                  | <u>73,426</u>     |
| Total supporting services                      | <u>166,992</u>    | <u>-</u>                  | <u>166,992</u>    | <u>168,486</u>    | <u>-</u>                  | <u>168,486</u>    |
| Total program and supporting services expenses | <u>523,019</u>    | <u>-</u>                  | <u>523,019</u>    | <u>516,060</u>    | <u>-</u>                  | <u>516,060</u>    |
| Change in net assets                           | (7,169)           | (13,620)                  | (20,789)          | (316,281)         | 334,715                   | 18,434            |
| Net assets, beginning of year                  | <u>221,101</u>    | <u>463,171</u>            | <u>684,272</u>    | <u>537,382</u>    | <u>128,456</u>            | <u>665,838</u>    |
| Net assets, end of year                        | <u>\$ 213,932</u> | <u>\$ 449,551</u>         | <u>\$ 663,483</u> | <u>\$ 221,101</u> | <u>\$ 463,171</u>         | <u>\$ 684,272</u> |

See accompanying notes to financial statements

**UNITED WAY OF WILKES COUNTY, INC.**

**STATEMENT OF CASH FLOWS**

**YEARS ENDED DECEMBER 31, 2015 AND 2014**

|  | 2015        | 2014       |
|--|-------------|------------|
| Cash Flows From Operating Activities:  |             |            |
| Change in net assets   | \$ (20,789) | \$ 18,434  |
| Adjustments to reconcile change in net assets to net cash provided (used) by operating activities: |             |            |
| Depreciation expense   | 6,816       | 11,456     |
| Net unrealized investment gain   | (148)       | (629)      |
| (Increase) decrease in assets:   |             |            |
| Pledges receivable   | 38,565      | (50,924)   |
| Operating receivable   | (1,595)     | 1,292      |
| Prepaid expenses and other current assets  | (17)        | (130)      |
| Increase (decrease) in liabilities:  |             |            |
| Allocations payable  | 8,458       | (3,006)    |
| Designations payable   | (10,256)    | (4,532)    |
| Operating payables   | 3,345       | (4,059)    |
| Accrued expenses   | 1,095       | (74)       |
| Deferred revenue   | 336         | -          |
| Net Cash Provided (Used) by Operating Activities   | 25,810      | (32,172)   |
| Cash Flows From Investing Activities:  |             |            |
| Cash received from maturity of short-term investments  | 1,898       | -          |
| Cash paid for purchase of short-term investments   | -           | (802)      |
| Cash paid for purchases of fixed assets  | (2,462)     | -          |
| Net Cash Used by Investing Activities  | (564)       | (802)      |
| Net Increase (Decrease) in Cash  | 25,246      | (32,974)   |
| Cash at Beginning of Year  | 401,925     | 434,899    |
| Cash at End of Year  | \$ 427,171  | \$ 401,925 |

See accompanying notes to financial statements

**UNITED WAY OF WILKES COUNTY, INC.**

**STATEMENT OF FUNCTIONAL EXPENSES**

**YEAR ENDED DECEMBER 31, 2015 WITH COMPARATIVE TOTALS FOR 2014**

|                                   | Supporting Services           |                  |                           | Program Services                 |                             |                           | Total                  |                   |                   |
|-----------------------------------|-------------------------------|------------------|---------------------------|----------------------------------|-----------------------------|---------------------------|------------------------|-------------------|-------------------|
|                                   | Organizational Administration | Fundraising      | Total Supporting Services | Allocations and Related Expenses | Community Services Building | Community Problem Solving | Total Program Services | 2015              | 2014              |
| Funds distributed to agencies     | \$ -                          | \$ -             | \$ -                      | \$ 323,753                       | \$ -                        | \$ -                      | \$ 323,753             | \$ 323,753        | \$ 311,295        |
| Salaries                          | 46,391                        | 43,626           | 90,017                    | 7,578                            | -                           | 4,813                     | 12,391                 | 102,408           | 101,220           |
| Retirement plan contributions     | 3,120                         | 2,934            | 6,054                     | 510                              | -                           | 324                       | 834                    | 6,888             | 6,812             |
| Other employee benefits           | 2,482                         | 2,335            | 4,817                     | 406                              | -                           | 258                       | 664                    | 5,481             | 4,508             |
| Payroll taxes                     | 3,536                         | 3,325            | 6,861                     | 578                              | -                           | 367                       | 945                    | 7,806             | 7,753             |
| Contract services                 | -                             | 643              | 643                       | -                                | -                           | -                         | -                      | 643               | 545               |
| Accounting fees                   | 12,189                        | -                | 12,189                    | -                                | -                           | -                         | -                      | 12,189            | 14,468            |
| Supplies                          | 487                           | 1,904            | 2,391                     | 65                               | 508                         | 42                        | 615                    | 3,006             | 1,206             |
| Telephone                         | 1,313                         | 1,341            | 2,654                     | 210                              | -                           | 135                       | 345                    | 2,999             | 2,872             |
| Postage                           | 493                           | 3,545            | 4,038                     | 79                               | -                           | 51                        | 130                    | 4,168             | 5,433             |
| Occupancy                         | 1,475                         | 590              | 2,065                     | 90                               | 5,981                       | 57                        | 6,128                  | 8,193             | 8,731             |
| Building repairs and maintenance  | 489                           | 196              | 685                       | 30                               | 1,984                       | 19                        | 2,033                  | 2,718             | 2,192             |
| Equipment rental                  | 2,093                         | 2,135            | 4,228                     | 334                              | -                           | 215                       | 549                    | 4,777             | 4,890             |
| Printing                          | 96                            | 2,933            | 3,029                     | -                                | -                           | -                         | -                      | 3,029             | 2,685             |
| Travel                            | 453                           | 461              | 914                       | 73                               | -                           | 46                        | 119                    | 1,033             | 1,117             |
| Meetings and conferences          | 871                           | 888              | 1,759                     | 139                              | -                           | 89                        | 228                    | 1,987             | 1,702             |
| Insurance                         | 1,023                         | 690              | 1,713                     | 107                              | 2,310                       | 68                        | 2,485                  | 4,198             | 4,195             |
| Campaign expenses                 | -                             | 6,565            | 6,565                     | -                                | -                           | -                         | -                      | 6,565             | 6,645             |
| Computer and software maintenance | 1,448                         | 1,477            | 2,925                     | 231                              | -                           | 149                       | 380                    | 3,305             | 2,681             |
| United Way of America dues        | 5,080                         | -                | 5,080                     | -                                | -                           | -                         | -                      | 5,080             | 4,935             |
| United Way of NC dues             | 756                           | 772              | 1,528                     | 121                              | -                           | 78                        | 199                    | 1,727             | 1,689             |
| Miscellaneous                     | 4,250                         | -                | 4,250                     | -                                | -                           | -                         | -                      | 4,250             | 7,030             |
| Depreciation                      | 1,581                         | 1,006            | 2,587                     | 156                              | 3,973                       | 100                       | 4,229                  | 6,816             | 11,456            |
| <b>Total Expenses</b>             | <b>\$ 89,626</b>              | <b>\$ 77,366</b> | <b>\$ 166,992</b>         | <b>\$ 334,460</b>                | <b>\$ 14,756</b>            | <b>\$ 6,811</b>           | <b>\$ 356,027</b>      | <b>\$ 523,019</b> | <b>\$ 516,060</b> |

See accompanying notes to financial statements



**UNITED WAY OF WILKES COUNTY, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2015 AND 2014**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Nature of Activities - United Way of Wilkes County, Inc. (the Organization) was organized as a charitable corporation in 1953. The Organization's goal is to create long-lasting changes that solve problems and enhance the lives of all citizens of Wilkes County, North Carolina. The Organization is supported primarily through donor contributions.

Basis of Accounting - The financial statements of United Way of Wilkes County, Inc. have been prepared on the accrual basis of accounting.

Cash and Cash Equivalents - The Organization considers all short-term investments with an original maturity of three months or less to be cash equivalents.

Pledges Receivable – Pledges receivable consists of amounts due from various individuals and businesses primarily in Wilkes County, North Carolina for contributions that have been promised.

Contributions - Contributions are recognized when the donor makes a pledge to give to the Organization that is, in substance, unconditional. Contributions received are recorded as unrestricted or temporarily restricted depending on the existence or nature of any donor restrictions. If a restriction is fulfilled in the same period in which the contribution is received, the Organization reports the support as unrestricted. The Organization conducts an annual fund raising campaign for the following year's operations. Thus, campaign contributions are treated as temporarily restricted in the year of the campaign and are transferred to unrestricted the year following the campaign when the time restriction is expired and the campaign proceeds are used to fund agency allocations and the Organization's programs and supporting services. All other contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Donated materials and services of professionals are reflected as contributions at their estimated values at the date of receipt.

Short-term investments - Short-term investments are carried at cost, which approximates market value. These investments consist of certificates of deposit with a maturity of greater than three months.

Property and Equipment - The Organization capitalizes all property and equipment over \$500. In addition, certain equipment costing less than \$500 but having an estimated useful life of more than one year is capitalized in order to track the equipment. Equipment is recorded at cost for purchased items and fair market value as of the date of the donation for donated items. Depreciation is computed using the straight-line method.

Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates.

Reclassifications - Certain amounts in the prior-year financial statements have been reclassified in order to be comparable with the current year presentation.

UNITED WAY OF WILKES COUNTY, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2015 AND 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Events Occurring After Reporting Date - The Organization has evaluated events and transactions that occurred between December 31, 2015 and the report date, which is the date that the financial statements were available to be issued, for possible recognition or disclosure in the financial statements.

Basis of Presentation - Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) in its Accounting Standards Codification (ASC) 958, *Not-for-Profit Entities*. Under FASB ASC 958, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

NOTE 2 - PROPERTY AND EQUIPMENT:

Property and equipment at December 31, 2015 and 2014 consisted of the following:

|                                     | <u>2015</u>      | <u>2014</u>      | <u>Useful Lives</u> |
|-------------------------------------|------------------|------------------|---------------------|
| Land                                | \$ 12,500        | \$ 12,500        |                     |
| Building and improvements           | 190,472          | 190,472          | 10-40 Years         |
| Computers, furniture and equipment  | <u>40,821</u>    | <u>39,744</u>    | 3-5 Years           |
| Total                               | 243,793          | 242,716          |                     |
| Less accumulated depreciation       | <u>(166,858)</u> | <u>(161,427)</u> |                     |
| Property, plant and equipment - net | <u>\$ 76,935</u> | <u>\$ 81,289</u> |                     |

Depreciation expense on property and equipment amounted to \$6,816 and \$11,456 for the years ended December 31, 2015 and 2014, respectively.

NOTE 3 - OPERATING LEASES:

The Organization leases certain office equipment accounted for as operating leases. Rent expense related to office equipment amounted to \$4,777 and \$4,890 for the years ending December 31, 2015 and 2014, respectively. Minimum future lease payments to be paid under these leases in the future are:

Year ending December 31:

|       |                 |
|-------|-----------------|
| 2016  | \$ 5,153        |
| 2017  | 2,313           |
| 2018  | <u>669</u>      |
| Total | <u>\$ 8,135</u> |

**UNITED WAY OF WILKES COUNTY, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2015 AND 2014**

NOTE 4 - RETIREMENT PLAN:

The Organization provides a Simplified Employee Pension (SEP) Plan for full-time employees under which the Organization contributes 7% of the employees' gross wages. For the years ended December 31, 2015 and 2014, the Organization contributed \$6,888 and \$6,812.

NOTE 5 - FUNCTIONAL ALLOCATION OF EXPENSES:

The costs of providing the various program and supporting services have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated between the program and supporting services benefited.

Directly identifiable expenses are charged to the appropriate programs and supporting services. Expenses related to more than one function are charged to programs and supporting services on the basis of time and other estimates by management. Expenses related to the building were allocated based on square footage. Organizational administration expenses include those expenses that are not directly identifiable with any other specific function, but provide for the overall support and direction of the Organization.

NOTE 6 - CONCENTRATION OF CREDIT RISK:

The Organization maintains checking and savings accounts and certificates of deposit at local banks. Accounts at these institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At December 31, 2015, all balances were covered by FDIC insurance.

NOTE 7 - RESTRICTIONS ON NET ASSETS:

The Organization conducts an annual fund-raising campaign to allow it to continue funding the numerous programs and services it supports in the community. Contributions are recorded as temporarily restricted until the purpose restriction has been fulfilled. Temporarily restricted net assets at year-end are comprised of restricted contributions received by a support organization that are restricted by the donor.

**UNITED WAY OF WILKES COUNTY, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2015 AND 2014**

**NOTE 8 - PLEDGES RECEIVABLE:**

All pledges receivable are classified as current and consist of the following at December 31, 2015 and 2014:

|   | <u>2015</u>       | <u>2014</u>       |
|---|-------------------|-------------------|
| Pledge income from current year local campaign                                | \$ 507,834        | \$ 509,943        |
| Less pledges that will be received and paid out<br>by a third-party processor | (18,838)          | (7,132)           |
| Pledges from United Way campaigns in other counties                           | 10,804            | 17,610            |
| Pledges collected through December 31   | <u>(168,330)</u>  | <u>(165,945)</u>  |
| Total pledges receivable from current year campaign                           | 331,470           | 354,476           |
| Less allowance for uncollectible promises                                     | <u>(17,632)</u>   | <u>(15,803)</u>   |
| Net pledges receivable from current year campaign                             | 313,838           | 338,673           |
| Pledges receivable from prior year campaign                                   | 70,214            | 61,081            |
| Less allowance for uncollectible promises                                     | <u>(29,195)</u>   | <u>(6,332)</u>    |
| Total   | <u>\$ 354,857</u> | <u>\$ 393,422</u> |

The allowance for uncollectible promises is computed based upon a 3-year historical average, applied to gross campaign contributions, including donor designations. Because of the inherent uncertainties in estimating the allowance for uncollectible promises to give, it is at least reasonably possible that the estimates used will change within the near term. As of December 31, 2015 and 2014, the allowance for uncollectible promises totaled \$46,827 and \$22,135, respectively.

**NOTE 9 - BOARD DESIGNATIONS ON NET ASSETS:**

The Board of Directors has designated \$150,881 and \$151,804 of unrestricted net assets, to be set aside for specific purposes for the years ended December 31, 2015 and 2014, respectively. Of these totals, \$25,000 is designated for building repairs and the remaining \$125,881 and \$126,804, respectively is to cover allocations and operating expenses.

UNITED WAY OF WILKES COUNTY, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2015 AND 2014

NOTE 10 - OTHER INVESTMENTS:

The Organization has other investments which consist of a refundable advance used to establish an Endowment fund with the North Carolina Community Foundation and a life insurance policy which was donated to the Organization. The investments are recorded at fair value. Investments as of December 31, 2015 and 2014 are summarized as follows:

|                                     | <u>2015</u>      | <u>2014</u>      |
|-------------------------------------|------------------|------------------|
| Refundable advance                  | \$ 5,980         | \$ 6,272         |
| Cash value of life insurance policy | <u>5,491</u>     | <u>5,051</u>     |
| Total                               | <u>\$ 11,471</u> | <u>\$ 11,323</u> |

NOTE 11 - INCOME TAXES:

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization's Forms 990, *Return of Organization Exempt from Income Tax*, are subject to examination by the Internal Revenue Service, generally for three years after they are filed.

**SUPPLEMENTARY  
INFORMATION**

**UNITED WAY OF WILKES COUNTY, INC.**  
**SCHEDULES OF ALLOCATIONS AND DESIGNATIONS**  
**YEARS ENDED DECEMBER 31, 2015 AND 2014**

|  | 2015                 | 2014              |
|--|----------------------|-------------------|
|  | <u>To Be Paid In</u> |                   |
|  | 2016                 | 2015              |
| American Red Cross - Wilkes Alleghany Unit                           | \$ 21,000            | \$ 21,000         |
| Blue Ridge Opportunity Council (The CARE Connection)                 | 31,800               | 31,500            |
| CareNet Counseling of Wilkes (Formerly Pastoral Care and Counseling) | 5,500                | 5,500             |
| Catherine H. Barber Memorial Homeless Shelter                        | 5,000                | 4,500             |
| Child Abuse Prevention Team  | 24,320               | 25,600            |
| Communities in Schools   | 36,400               | 36,400            |
| Foster Grandparents Program  | 6,400                | 6,790             |
| MESH   | 8,000                | 8,000             |
| Mountain Valley Hospice and Palliative Care                          | 6,000                | -                 |
| Old Hickory Boy Scout Council  | -                    | 1,500             |
| Ruby Pardue Blackburn Adult Day Center                               | 5,900                | 5,500             |
| Salvation Army   | 3,000                | 3,000             |
| Samaritan Christian Ministry   | 16,200               | 15,800            |
| Senior Companions Program  | 7,900                | 7,700             |
| Sheltered Aide for Families in Emergencies (SAFE)                    | 28,000               | 26,450            |
| Smart Start  | 6,180                | 4,000             |
| Volunteers for Wilkes Literacy                                       | 10,000               | 10,000            |
| Wilkes Adult Development Activity Program (ADAP)                     | 24,700               | 24,560            |
| Wilkes Developmental Day School                                      | 28,000               | 26,000            |
| Wilkes Prison Ministry   | 8,500                | 8,500             |
| Wilkes Rescue Squad  | -                    | 20,000            |
| Wilkes Family YMCA   | 22,100               | 22,100            |
| Wilkes Circles of Care   | 6,000                | -                 |
| Wilkes Senior Resources  | 21,600               | 21,600            |
| Venture Grants   | 17,500               | 14,000            |
| Other Charities  | 4,000                | -                 |
| Out of County Designations   | 21,207               | 9,874             |
| Less Donor Designations  | <u>(51,454)</u>      | <u>(48,579)</u>   |
| Total of allocations and designations as of end of year              | <u>\$ 323,753</u>    | <u>\$ 311,295</u> |

See accompanying notes to financial statements