

UNITED WAY OF WILL COUNTY

**FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

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To the Board of Directors of
United Way of Will County
Joliet, Illinois

Independent Auditor's Report

Report on Audit of the Financial Statements

Opinion

We have audited the financial statements of United Way of Will County, (an Illinois nonprofit organization), which comprise the statements of financial position as of June 30, 2021 and 2020, and the related statements of activities, functional expenses and cash flows for the years then ended and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of United Way of Will County as of June 30, 2021 and 2020, 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 Will County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other Matter

The financial statements of United Way of Will County for the year ended June 30, 2020 were audited by another auditor who expressed an unmodified opinion on those statements on January 26, 2021.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about United Way of Will County's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 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 financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of United Way of Will County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about United Way of Will County'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 audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information 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.

Wormer, Rogers, Doran & Arzon, L.L.C.

December 2, 2021

FINANCIAL STATEMENTS

Report for the period ended 31/12/2020

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UNITED WAY OF WILL COUNTY

Statements of Financial Position June 30,

ASSETS

	<u>2021</u>	<u>2020</u>
Current Assets		
Cash and Cash Equivalents	\$ 709,400	\$ 949,359
Investments Held to Maturity	700,000	650,000
Accounts Receivable	-	1,505
Interest Receivable	281	5,681
Pledge Receivable (Net of Allowance of \$53,186 in 2021 and \$82,000 in 2020)	<u>833,239</u>	<u>920,166</u>
Total Current Assets	<u>2,242,920</u>	<u>2,526,711</u>
Noncurrent Assets		
Equipment, Net	<u>22,073</u>	<u>-</u>
Other Assets		
Restricted Cash	<u>113,609</u>	<u>33,112</u>
Total Assets	<u>\$ 2,378,602</u>	<u>\$ 2,559,823</u>

LIABILITIES AND NET ASSETS

Current Liabilities		
Accounts Payable	\$ 20,718	\$ 15,081
Accrued Compensation	<u>14,670</u>	<u>48,049</u>
Total Current Liabilities	<u>35,388</u>	<u>63,130</u>
Net Assets		
Without donor restrictions	1,977,728	2,230,818
With donor restrictions	<u>365,486</u>	<u>265,875</u>
Total Net Assets	<u>2,343,214</u>	<u>2,496,693</u>
Total Liabilities and Net Assets	<u>\$ 2,378,602</u>	<u>\$ 2,559,823</u>

The accompanying notes are an integral part of these statements.

UNITED WAY OF WILL COUNTY

Statements of Activities For the Year Ended June 30, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
Operating Activities			
Revenue:			
Campaign Contributions	1,975,589	\$ -	\$ 1,975,589
Less: Direct Donor Designations	(364,472)	-	(364,472)
Covid-19 Program Revenue	-	80,318	80,318
Community Impact Activities	-	181,001	181,001
In-Kind Donations	32,096	-	32,096
Net Special Event Revenue	2,424	-	2,424
Total Revenue Before Releases	<u>1,645,637</u>	<u>261,319</u>	<u>1,906,956</u>
Net Assets Released from Restrictions	<u>161,708</u>	(161,708)	-
Total Revenue	<u>1,807,345</u>	<u>99,611</u>	<u>1,906,956</u>
Expenses:			
Agency Program Grants/Investments	1,554,987	-	1,554,987
Less: Direct Donor Expenses	(364,472)	-	(364,472)
Covid-19 Program Expenses	17,330	-	17,330
Designations to Other Agencies	59,768	-	59,768
Designations by United Way	8,703	-	8,703
United Way Dues	52,231	-	52,231
Program Services	545,173	-	545,173
Management and General	84,762	-	84,762
Fundraising	105,352	-	105,352
Total Expenses	<u>2,063,834</u>	<u>-</u>	<u>2,063,834</u>
Change in Net Assets From Operating Activities	(256,489)	99,611	(156,878)
Non-Operating Activities			
Investment Income, Net Fees	<u>3,399</u>	<u>-</u>	<u>3,399</u>
Change in Net Assets	(253,090)	99,611	(153,479)
Net Assets - Beginning of Year	<u>2,230,818</u>	<u>265,875</u>	<u>2,496,693</u>
Net Assets - End of Year	<u>\$ 1,977,728</u>	<u>\$ 365,486</u>	<u>\$ 2,343,214</u>

The accompanying notes are an integral part of these statements.

UNITED WAY OF WILL COUNTY

Statement of Activities For the Year Ended June 30, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
Operating Activities			
Revenue:			
Campaign Contributions	\$ 2,645,790	\$ -	\$ 2,645,790
Less: Direct Donor Designations	(395,014)	-	(395,014)
Grant - Payroll Protection Loan Forgiveness	-	76,385	76,385
Covid-19 Program Revenue	-	321,890	321,890
Illinois Covid-19 Response Fund	-	650,000	650,000
Designations to Other Agencies	-	31,517	31,517
Community Impact Activities	-	194,180	194,180
In-Kind Donations	192,290	-	192,290
Net Special Event Revenue	3,166	-	3,166
Total Revenue Before Releases	<u>2,446,232</u>	<u>1,273,972</u>	<u>3,720,204</u>
Net Assets Released from Restrictions	<u>1,128,370</u>	(<u>1,128,370</u>)	<u>-</u>
Total Revenue	<u>3,574,602</u>	<u>145,602</u>	<u>3,720,204</u>
Expenses:			
Agency Program Grants/Investments	2,128,550	-	2,128,550
Less: Direct Donor Expenses	(395,014)	-	(395,014)
Covid-19 Program Expenses	862,370	-	862,370
Designations to Other Agencies	31,517	-	31,517
United Way Dues	37,824	-	37,824
Program Services	719,192	-	719,192
Management and General	76,161	-	76,161
Fundraising	164,312	-	164,312
Total Expenses	<u>3,624,912</u>	<u>-</u>	<u>3,624,912</u>
Change in Net Assets From Operating Activities	(50,310)	145,602	95,292
Non-Operating Activities			
Investment Income, Net Fees	<u>18,235</u>	<u>-</u>	<u>18,235</u>
Change in Net Assets	(32,075)	145,602	113,527
Net Assets - Beginning of Year	<u>2,262,893</u>	<u>120,273</u>	<u>2,383,166</u>
Net Assets - End of Year	<u>\$ 2,230,818</u>	<u>\$ 265,875</u>	<u>\$ 2,496,693</u>

The accompanying notes are an integral part of these statements.

UNITED WAY OF WILL COUNTY

Statement of Functional Expenses For the Year Ended June 30, 2021

	Program Services	Management and General	Fundraising	Total
Direct Program Expenses				
Agency Program Grants/Investments	\$ 1,554,987	\$ -	\$ -	\$ 1,554,987
Less: Direct Donor Designations	(364,472)	-	-	(364,472)
Covid-19 Program	17,330	-	-	17,330
Designations to Other Agencies	59,768	-	-	59,768
Designations by United Way	8,703	-	-	8,703
United Way Dues	52,231	-	-	52,231
Total Direct Program Expenses	<u>1,328,547</u>	<u>-</u>	<u>-</u>	<u>1,328,547</u>
Other Program Expenses				
Compensation	187,635	45,407	56,437	289,479
Employee Benefits	54,939	13,295	16,525	84,759
Payroll Taxes	14,836	3,590	4,462	22,888
Donated Goods and Labor	32,096	-	-	32,096
Professional Fees and Consultants	39,501	9,559	11,881	60,941
Occupancy	21,521	5,208	6,473	33,202
Consumable Supplies	13,714	3,319	4,125	21,158
Insurance	5,134	1,242	1,544	7,920
Travel and Meetings	3,441	833	1,035	5,309
Dues	9,542	2,309	2,870	14,721
Community Impact Activities	162,814	-	-	162,814
Total Other Program Expenses	<u>545,173</u>	<u>84,762</u>	<u>105,352</u>	<u>735,287</u>
Total Expenses	<u>\$ 1,873,720</u>	<u>\$ 84,762</u>	<u>\$ 105,352</u>	<u>\$ 2,063,834</u>

The accompanying notes are an integral part of these statements.

UNITED WAY OF WILL COUNTY

Statement of Functional Expenses For the Year Ended June 30, 2020

	Program Services	Management and General	Fundraising	Total
Direct Program Expenses				
Agency Program Grants/Investments	\$ 2,128,550	\$ -	\$ -	\$ 2,128,550
Less: Direct Donor Designations	(395,014)	-	-	(395,014)
Covid-19 Program	862,370	-	-	862,370
Designations to Other Agencies	31,517	-	-	31,517
United Way Dues	37,824	-	-	37,824
Total Direct Program Expenses	<u>2,665,247</u>	<u>-</u>	<u>-</u>	<u>2,665,247</u>
Other Program Expenses				
Compensation	276,678	49,407	69,170	\$ 395,255
Employee Benefits	57,930	10,345	14,483	82,758
Payroll Taxes	19,966	3,566	4,992	28,524
Donated Goods and Labor	134,603	-	57,687	192,290
Professional Fees and Consultants	25,115	4,485	6,279	35,879
Occupancy	21,932	3,916	5,483	31,331
Consumable Supplies	10,324	1,844	2,581	14,749
Insurance	3,560	636	890	5,086
Travel and Meetings	9,752	1,741	2,438	13,931
Dues	1,234	221	309	1,764
Community Impact Activities	158,098	-	-	158,098
Miscellaneous	-	-	-	-
Total Other Program Expenses	<u>719,192</u>	<u>76,161</u>	<u>164,312</u>	<u>959,665</u>
Total Expenses	<u>\$ 3,384,439</u>	<u>\$ 76,161</u>	<u>\$ 164,312</u>	<u>\$ 3,624,912</u>

The accompanying notes are an integral part of these statements.

UNITED WAY OF WILL COUNTY

Statements of Cash Flows For the Years Ended June 30,

	<u>2021</u>	<u>2020</u>
Cash Flows from Operating Activities		
Change in Net Assets	(\$ 153,479)	\$ 113,527
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by (Used in) Operating Activities:		
Depreciation	339	-
Reserve for Uncollectible Pledges	(28,814)	(18,000)
Changes in Assets and Liabilities:		
Accounts Receivable	1,505	(1,015)
Interest Receivable	5,400	451
Pledges Receivable	115,741	173,451
Restricted Cash	(80,497)	(1,119)
Accounts Payable and Accrued Expenses	5,637	14,421
Accrued Compensation	(33,379)	13,584
Pass-through Contributions Payable	-	(38,660)
Total Adjustments	(14,407)	143,113
Net Cash Provided by (Used in) Operating Activities	(167,547)	256,640
Cash Flows from Investing Activities		
Purchase of Equipment	(22,412)	-
Purchase of Investments	(50,000)	-
Sale of Investments	-	151,059
Net Cash Provided By (Used in) Investing Activities	(72,412)	151,059
Increase (Decrease) in Cash and Cash Equivalents	(239,959)	407,699
Cash and Cash Equivalents, Beginning of Year	<u>949,359</u>	<u>541,660</u>
Cash and Cash Equivalents, End of Year	<u>\$ 709,400</u>	<u>\$ 949,359</u>

The accompanying notes are an integral part of these statements.

UNITED WAY OF WILL COUNTY

Notes to the Basic Financial Statements June 30, 2021 and 2020

1. Organization and Summary of Significant Accounting Policies

Summary of Operations

United Way of Will County is an Illinois not-for-profit corporation, which is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

United Way of Will County's main goal is to fight for the self-sufficiency, health, safety and education of every person in Will County. United Way of Will County works with an extensive network of corporate partnerships, community members and funded partners to address the complex challenges facing the community through a comprehensive and strategic approach including community investments, engagement, programs, and advocacy. These collective efforts have resulted in the direct aid to 1 in 3 community members. The mission, to unite Will County communities and resources to empower people and create positive, sustainable change, is deeply rooted in United Way of Will County's history beginning in 1936. To learn more about United Way of Will County's community impact, visit www.uwwill.org.

Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting in which expenses are recognized when incurred and revenue is recognized when earned, generally when allowable expenditures are made. Donor revenues specifically restricted by donor agreements are included as net assets with donor restrictions until requirements have been met.

Basis of Presentation

United Way of Will County is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. As of June 30, 2021, and 2020, United Way of Will County had net assets with donor restrictions of \$365,486 and \$265,875, respectively.

Net Assets Without Donor Restrictions – Net assets which are available for fulfillment of United Way of Will County's mission and which may be expended at the discretion of management and the Board of Directors.

Net Assets With Donor Restrictions – Net assets which are subject to donor-imposed restrictions. Some restrictions could be temporary in nature, such as those that will be met by the actions of United Way of Will County or the passage of time, while some restrictions could be perpetual in nature, in that a donor has stipulated the funds be maintained in perpetuity.

Contributions

Contributions receivable are recognized upon notification of a donor's unconditional promise to give to United Way of Will County. Unconditional promises to give that are expected to be collected in less than one year are measured at net realizable value because that amount results in a reasonable estimate of fair value in accordance with the Contributions Received section of the FASB ASC. United Way of Will County receives pledges designated to specific partner agencies. United Way of Will County has designations that are paid directly to designated charitable organizations by the donor organization. It is the policy of United Way of Will County to honor these designations.

UNITED WAY OF WILL COUNTY

Notes to the Basic Financial Statements
June 30, 2021 and 2020

1. Organization and Summary of Significant Accounting Policies

Cash and Cash Equivalents

For the purposes of the Statement of Cash Flows, United Way of Will County defines its cash equivalents to include only demand deposit accounts and certificates of deposit.

Pledges Receivable and Allowance

Pledges receivable consists of corporate, employee, and individual contribution commitments that are estimated to be realized primarily within the next fiscal period. The reserve for uncollectible pledges was \$53,186 and \$82,000 at June 30, 2021 and 2020, respectively. The reserves have been established based upon historical collection experiences with the donors during the past three campaigns, adjusted for specific changes in the donor's payment patterns in the current fiscal year. These estimates may change as pledges are collected or additional information is received by management.

United Way of Will County receives a substantial number of pledges from employees of local business entities that sometimes provide for a corporate match of amounts contributed by employees.

Restricted Cash

Restricted Cash is segregated into one fund. Current year balance is as follows:

Funds held for Other Agencies	\$113,609
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Equipment

Equipment is recorded at cost or at fair value if donated. Maintenance and repairs are charged to expense as incurred; major renewals and betterments are capitalized. Depreciation is provided using the straight-line method. The estimated useful lives by asset class are as follows:

<u>Assets</u>	<u>Life</u>
Furniture and Equipment	5-7 Years
Vehicles	7 Years

Income Taxes

United Way of Will County is a nonprofit corporation and claims exemption from Federal and State income taxes under Section 501(c)(3) of the Internal Revenue Code and similar provisions of State tax codes. In addition, United Way of Will County qualifies for the charitable contribution deduction under section 170(b)(1)(A) and has been classified as an organization not a private foundation under Section 509 (a)(2). United Way of Will County believes all tax positions are fully supportable by existing Federal law and related interpretations and there are no uncertain tax positions to consider.

UNITED WAY OF WILL COUNTY

Notes to the Basic Financial Statements June 30, 2021 and 2020

1. Organization and Summary of Significant Accounting Policies

Accounting principles generally accepted in the United States of America requires accounting for uncertainty in income taxes, which provides guidance on how to measure and account for various tax positions. As of June 30, 2021, United Way of Will County had no amounts related to unrecognized income tax benefits and no amounts related to accrued interest and penalties. United Way of Will County does not anticipate any significant changes to unrecognized income tax benefits over the next year.

Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses and disclosures of these items. Accordingly, actual results could differ from those estimates.

Fair Value of Financial Instruments

The carrying amounts of financial instruments, including cash, certificates of deposit, mutual funds, accounts receivable, pledges receivable, accounts payable, accrued liabilities, and short-term borrowings, approximate fair value due to the short maturities of these instruments. The fair values of certificates of deposit are valued at the face value of the instrument.

Donated Materials and Services

United Way of Will County receives donated services from a variety of unpaid volunteers. During the fiscal years ended June 30, 2021 and 2020, United Way of Will County reported \$32,096 and \$148,041, respectively, of donated services as in-kind donations income in the Statement of Activities and as donated labor in the Schedule of Functional Expenses.

During the fiscal years ended June 30, 2021 and 2020, United Way of Will County received raffle prizes and golf outing supplies valued at \$ - and \$44,249, respectively. These amounts were reported as in-kind donations income in the Statement of Activities and as donated goods in the Schedule of Functional Expenses.

Measure of Operations

The statements of activities report all changes in net assets, including changes in net assets from operating and non-operating activities. Operating activities consist of those items attributable to United Way of Will County's ongoing activities. Non-operating activities are limited to resources that generate return from investments, endowment contributions, financing costs, and other activities considered to be of a unusual or nonrecurring nature.

UNITED WAY OF WILL COUNTY

Notes to the Basic Financial Statements June 30, 2021 and 2020

1. Summary of Significant Accounting Policies

Functional Allocation of Expenses

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include depreciation, office, and occupancy, which are allocated on a square-footage basis as well as salaries and benefits, which are allocated on the basis of estimates of time and effort. Expenses that are specifically identifiable with a program are charged to that program.

New Pronouncements

In February 2016, FASB issued ASU No. 2016-02, Leases (Topic 842), to increase the transparency and comparability about leases among entities. The new guidance requires lessees to recognize a lease liability and a corresponding lease asset for virtually all lease contracts. It also requires additional disclosures about leasing arrangements. ASU No. 2016-02, as amended by ASU No. 2020-05, is effective for nonpublic entities for fiscal years beginning after December 15, 2021 and interim periods within fiscal years beginning after December 15, 2022. ASU No. 2016-02 originally specified a modified retrospective transition method which requires the entity to initially apply the new leases standard at the beginning of the earliest period presented in the financial statements. In July 2018, FASB issued ASU No. 2018-11, Leases (Topic 842): Targeted Improvements, providing a second, optional transition method which allows the entity to apply the new standard at the adoption date and recognize a cumulative-effect adjustment to the opening balance of retained earnings in the period of adoption. United Way of Will County is currently assessing the impact of this new standard, including the two optional transition methods.

Adoption of New Accounting Pronouncements

In May 2014, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2014-09, *Revenue from Contracts with Customers*, as amended by ASU No. 2015-14, which supersedes or replaces nearly all US GAAP revenue recognition guidance. This standard establishes a new contract and control-based revenue recognition model, changes the basis for deciding when revenue is recognized over time or at a point in time, and will expand disclosures about revenue. ASU No. 2014-09, as amended by ASU 2020-05, is effective for nonpublic companies for annual reporting periods beginning after December 15, 2019 and interim periods within the annual period beginning after December 15, 2020. United Way of Will County implemented this standard retrospectively for the year ended June 30, 2021.

2. Held to Maturity Investments

Held to maturity investments consists of seven certificates of deposit totaling \$500,000, as of June 30, 2021. The investments have been made with local banks and bear interest at rates ranging from 0.45% to 1.98%. Mutual fund investments totaling \$200,000 are also included in held to maturity investments. It is United Way of Will County's policy to make investments in a manner that provides the security of the \$250,000 of insurance protection provided by the Federal Deposit Insurance Corporation.

UNITED WAY OF WILL COUNTY

Notes to the Basic Financial Statements June 30, 2021 and 2020

3. Fair Value Measurements

Accounting principles generally accepted in the United States of America provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques to measure fair value. There were no changes in the valuations techniques during the current year. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under US GAAP are described as follows:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the plan has the ability to access.

Level 2 - Inputs to the valuation methodology include

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in active markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

In many cases, a valuation technique used to measure fair value includes inputs from multiple levels of the fair value hierarchy. The lowest level of significant input determines the placement of the entire fair value measurement in the hierarchy.

The following descriptions of the valuation methods and assumptions used by United Way of Will County to estimate the fair values of investments apply to investments held directly by United Way of Will County.

Certificates of Deposit: The carrying amount is a reasonable estimate of fair value.

Mutual Funds: Valued at the net asset value of shares held by United Way of Will County at year-end.

UNITED WAY OF WILL COUNTY

Notes to the Basic Financial Statements
June 30, 2021 and 2020

3. Fair Value Measurements

The table below presents the recorded amount of assets measured at fair value on a recurring basis in the consolidated financial statement of financial position:

June 30, 2021			
	Level 1	Level 2	Level 3
			Fair Value Total
Certificates of Deposit	\$ 500,000	\$ -	\$ -
Mutual Funds	200,000	-	-
Total Investments	<u>\$ 700,000</u>	<u>\$ -</u>	<u>\$ -</u>

June 30, 2020			
	Level 1	Level 2	Level 3
			Value Total
Certificates of Deposit	\$ 650,000	-	-
Total Investments	<u>\$ 650,000</u>	<u>\$ -</u>	<u>\$ -</u>

4. Fundraising and Special Events

United Way of Will County conducts fundraising and various special events during the year to raise unrestricted funds. Events raise funds along with create awareness of United Way of Will County's significance in serving the community.

Special Events generate revenue for United Way of Will County as well as raise awareness about United Way of Will County's mission. Some events are annual, and some are incidental to United Way of Will County's central activities and do not happen regularly. Incidental events are recorded net in the accompanying Statement of Activities.

United Way of Will County held multiple incidental special events:

	June 30, 2021	June 30, 2020
Revenues:		
Special event revenue	\$ 50,662	\$ 137,431
Less: Costs of direct benefits to donor	(48,238)	(134,265)
Net revenues form special events	<u>2,424</u>	<u>3,166</u>
Increases in net assets without donor restrictions	<u>\$ 2,424</u>	<u>\$ 3,166</u>

UNITED WAY OF WILL COUNTY

Notes to the Basic Financial Statements
June 30, 2021 and 2020

5. Leases

United Way of Will County leases office space under a monthly lease. Rental payments are currently \$2,017 per month. Rent expense for the years ended June 30, 2021 and 2020 was \$24,204 in each year. The Organization has not made a provision for any contingencies in regards to office space.

6. Liquidity and Availability

United Way of Will County has not formally adopted a liquidity policy. Excess funds are maintained in its cash accounts until needed.

Assets available to meet cash needs for general expenditures within one year, without contractual or donor restrictions, consist of the following:

Cash	\$ 709,400	\$ 949,359
Held to Maturity Investments	700,000	650,000
Accounts Receivable	-	1,505
Accrued Interest	281	5,681
Pledges Receivable, net	<u>833,239</u>	<u>920,166</u>
Total	<u>\$ 2,242,920</u>	<u>\$ 2,526,711</u>

7. Net Assets With Donor Restrictions

Donor restricted net assets are presented on the Schedule of Community Empowerment & Capacity Development Activities. This includes \$172,508 in COVID-19 relief funds.

8. Employee Benefit Plan

United Way of Will County has a 401K plan which it offers to its employees. Eligible employees participate on a voluntary basis. United Way of Will County has the option to match employee contributions up to 7% of compensation. United Way of Will County matched employee contributions in the amount of \$22,211 and \$24,926 for the fiscal years ending June 30, 2021 and 2020, respectively.

9. COVID-19 Relief Funds

United Way of Will County had a balance of \$109,520 at June 30, 2020 from donors for their Covid-19 assistance program. This program provided individuals in need with shelter, food, and utility support throughout the pandemic. United Way of Will County received an additional \$80,318 and spent \$17,330 of the Covid-19 funds during year ending June 30, 2021. The remaining \$172,508 is included in restricted donations as of June 30, 2021. United Way of Will County anticipates the funds will be released in the subsequent year as need of assistance continues.

UNITED WAY OF WILL COUNTY

Notes to the Basic Financial Statements
June 30, 2021 and 2020

10. Subsequent Events

United Way of Will County's management evaluated subsequent events through December 2, 2021, the date these financial statements were available to be issued, no material events have occurred which require recognition or disclosure in the financial statements.

11. Risk and Uncertainties

Due to the COVID-19 pandemic, there are economic uncertainties that could have a negative financial impact on United Way of Will County. Management is examining the situation in order to best assess United Way of Will County's current and future financial progress.

SUPPLEMENTAL FINANCIAL INFORMATION

UNITED WAY OF WILL COUNTY

Schedules of Agency Program Grants/Investments For the Years Ended June 30,

	2021	2020
Agape Missions	\$ 19,800	\$ 30,000
American Red Cross	35,000	40,000
Bags of Hope	15,000	10,000
Big Brothers/Big Sisters	35,000	48,500
Boy Scouts of America	15,000	52,000
Boys' and Girls' Club	107,600	152,000
Bridges to a New Day	6,000	7,500
Cancer Support Center	5,000	7,000
CASA of Will County	20,000	20,000
Catholic Charities/RSVP/Daybreak	89,100	196,300
Center for Correctional Concerns	-	5,000
Center for Disability Services	44,300	62,100
Child Care Resource and Referral	417	5,000
Community Service Council of Northern Will County	19,000	30,000
Cornerstone Services	25,200	40,000
Crisis Line of Will County	12,610	66,400
Easter Seals	40,000	47,000
Ford Heights Community Service Organization, Inc.	17,600	28,000
Girl Scouts of Chicago & Northwest Indiana	10,000	32,000
Guardian Angel Community Services	83,250	62,500
Hill Memorial Center	-	576
Lightways	25,500	26,660
Kankakee County Community Services	-	20,000
Meals on Wheels	12,600	-
National Alliance for Mental Illness	7,600	9,600
Northern Illinois Food Bank	5,000	10,000
Prairie State Legal Assistance	21,000	15,000
Salvation Army	9,400	9,400
Senior Services Center of Will County, Inc.	48,300	84,700
Seratomia Speech & Hearing Center	417	5,000
Shady Oaks	5,300	10,000
South Suburban Council on Alcoholism & Substance Abuse	32,000	33,600
South Suburban Family Shelter	5,000	5,000
Spanish Community Center	60,500	77,600
Stepping Stones	68,000	74,500
Trinity Services & Family Services	75,000	78,100
University of Illinois Co-op Extension Service	7,904	16,200
Vilaseca Day Care	20,000	30,000
Warren Sharpe Community Center	50,300	76,700
Will County Children's Advocacy Center	15,000	30,000
Will County Community Health Center	417	5,000
Will/Grundy Center for Independent Living	20,800	20,000
Will/Grundy Medical Clinic	22,000	25,000
YMCA	78,600	129,600
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Total Grants to Agencies	1,190,515	1,733,536
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Direct Donor Designations	364,472	395,014
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Gross Funds Awarded	\$ 1,554,987	\$ 2,128,550

UNITED WAY OF WILL COUNTY

Schedules of Community Empowerment and Capacity Development Activities For the Year Ended June 30,

	2021				2020			
	Beginning Balance	Income	Expenses	Ending Balance	Beginning Balance	Income	Expenses	Ending Balance
Joliet Alliance For Youth	\$ 3,374	\$ 1,690	\$ 1,000	\$ 4,064	\$ 1,859	\$ 3,765	\$ 2,250	\$ 3,374
MAPP Project	44,033	43,000	56,431	30,602	50,139	43,000	49,106	44,033
Sharefest	7,026	22,896	29,922	-	5,807	15,356	14,137	7,026
Southwest Suburban Philanthropic Network	22,596	2,276	525	24,347	23,696	645	1,745	22,596
At Risk Kids	3,317	165	3,482	-	2,578	739	-	3,317
Covid-19 Program	109,520	80,318	17,330	172,508	-	971,890	862,370	109,520
Will County Sheriff -								
Substance Abuse Prevention	40,483	-	1,551	38,932	44,179	-	3,696	40,483
Public Safety	8,113	-	2,517	5,596	12,060	-	3,947	8,113
Elderly Services	1,000	-	-	1,000	1,000	-	-	1,000
Youth Services	400	-	-	400	3,500	-	3,100	400
Canine Operations and Care	(70)	70	-	-	635	-	705	(70)
Explorer Post 911	6,258	410	-	6,668	5,637	621	-	6,258
SWAT	-	2,000	-	2,000				
Other Community Impact	19,825	154,389	94,845	79,369	(30,817)	130,054	79,412	19,825
	<u>\$ 265,875</u>	<u>\$ 307,214</u>	<u>\$ 207,603</u>	<u>\$ 365,486</u>	<u>\$ 120,273</u>	<u>\$ 1,166,070</u>	<u>\$ 1,020,468</u>	<u>\$ 265,875</u>

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