

**UNITED WAY OF COASTAL GEORGIA, INC.**

**Audited Financial Statements**

**For the Years Ended  
December 31, 2015 and 2014**

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**Audited Financial Statements**  
**For the Years Ended December 31, 2015 and 2014**

**Table of Contents**

	<b>Page</b>
Independent Auditors' Report	1
Statements of Financial Position	2 - 3
Statements of Activities	4
Statements of Functional Expenses	5 - 6
Statements of Cash Flows	7
Notes to Financial Statements	8 - 15

**BARRS, COINER & LUMPKIN, LLC**  
Certified Public Accountants

*Members of the  
American Institute of  
Certified Public  
Accountants*

*Members of the  
Georgia Society of  
Certified Public  
Accountants*

**INDEPENDENT AUDITORS' REPORT**

To the Board of Directors of United Way of Coastal Georgia, Inc.:

**Report on the Financial Statements**

We have audited the accompanying financial statements of United Way of Coastal Georgia, Inc. (a nonprofit Organization), which comprise the statements of financial position as of December 31, 2015 and 2014, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and the 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 from 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 auditors' 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 auditors consider internal control relevant to the entity'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 entity'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 Coastal Georgia, Inc. as of December 31, 2015 and 2014, 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.

**Restatement**

The financial statements as of and for the year ended December 31, 2014, originally issued September 23, 2015, were restated as of August 24, 2016 due to a prior period adjustment (see Note 8).

Brunswick, Georgia  
August 24, 2016

**BARRS, COINER & LUMPKIN, LLC**

*Barrs, Coiner - Lumpkin, LLC*

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**December 31, 2015 and 2014**

	<b>ASSETS</b>	
	<u>2015</u>	<u>Restated 2014</u>
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 1,042,993	\$ 1,018,751
Contributions receivable, net	291,111	569,443
Grant receivable	-	30,000
Contributions receivable - in-kind rent	42,897	42,947
Prepaid expenses	<u>3,093</u>	<u>2,879</u>
Total current assets	1,380,094	1,664,020
<b>ENDOWMENT INVESTMENTS - RESTRICTED</b>		
Cash and cash equivalents	68,386	68,386
<b>OTHER ASSETS</b>		
Contributions receivable - in-kind rent	114,391	157,290
<b>PROPERTY AND EQUIPMENT</b>		
Office furniture and equipment	24,293	24,293
Leasehold improvements	22,769	22,769
Software	<u>6,162</u>	<u>6,162</u>
	53,224	53,224
Less accumulated depreciation	<u>(45,123)</u>	<u>(42,702)</u>
Net property and equipment	<u>8,101</u>	<u>10,522</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 1,570,972</u></u>	<u><u>\$ 1,900,218</u></u>

**LIABILITIES AND NET ASSETS**

	<u>2015</u>	<u>Restated 2014</u>
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 4,667	\$ 65,987
Accrued compensation and related expenses	5,148	8,439
Designations and allocations payable	<u>263,530</u>	<u>209,941</u>
 Total current liabilities	 273,345	 284,367
 <b>NET ASSETS</b>		
Unrestricted	1,071,953	1,347,228
Temporarily restricted	157,288	200,237
Permanently restricted	<u>68,386</u>	<u>68,386</u>
 Total net assets	 <u>1,297,627</u>	 <u>1,615,851</u>
 <b>TOTAL LIABILITIES AND NET ASSETS</b>	 <u>\$ 1,570,972</u>	 <u>\$ 1,900,218</u>

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**STATEMENTS OF ACTIVITIES**  
**For the Years Ended December 31, 2015 and 2014**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total 2015</u>	<u>Restated Total 2014</u>
<b>SUPPORT AND REVENUE</b>					
Campaign promises to give:					
2015-2016 Campaign	\$ 490,119	\$ -	\$ -	\$ 490,119	\$ -
2014-2015 Campaign	325,200	-	-	325,200	812,254
2013-2014 Campaign	-	-	-	-	622,188
Gross campaign promises to give	<u>815,319</u>	<u>-</u>	<u>-</u>	<u>815,319</u>	<u>1,434,442</u>
Less: Donor designations	(85,627)	-	-	(85,627)	(105,513)
Less: Provision for uncollectible promises to give	-	-	-	-	-
	<u>(107,588)</u>	<u>-</u>	<u>-</u>	<u>(107,588)</u>	<u>(93,160)</u>
	<u>(193,215)</u>	<u>-</u>	<u>-</u>	<u>(193,215)</u>	<u>(198,673)</u>
Campaign revenue, net	622,104	-	-	622,104	1,235,769
Special events, net	(533)	-	-	(533)	(3,783)
Grant income	-	24,000	-	24,000	-
Blueprint program	-	47,360	-	47,360	89,905
Interest income	3,213	-	-	3,213	3,250
In-kind gifts revenue	-	-	-	-	214,554
Total support and revenue	<u>624,784</u>	<u>71,360</u>	<u>-</u>	<u>696,144</u>	<u>1,539,695</u>
Net assets released from restrictions:					
Donor-imposed restrictions	71,360	(71,360)	-	-	-
Expiration of time restriction	42,949	(42,949)	-	-	-
Total net assets released from restrictions	<u>114,309</u>	<u>(114,309)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total support, revenue and net assets released from restrictions	<u>739,093</u>	<u>(42,949)</u>	<u>-</u>	<u>696,144</u>	<u>1,539,695</u>
<b>EXPENSES</b>					
Program services	789,465	-	-	789,465	878,715
Supporting services:					
General and administrative	111,306	-	-	111,306	101,189
Fundraising	113,597	-	-	113,597	143,938
Total supporting services	<u>224,903</u>	<u>-</u>	<u>-</u>	<u>224,903</u>	<u>245,127</u>
Total expenses	<u>1,014,368</u>	<u>-</u>	<u>-</u>	<u>1,014,368</u>	<u>1,123,842</u>
<b>CHANGE IN NET ASSETS</b>	<u>(275,275)</u>	<u>(42,949)</u>	<u>-</u>	<u>(318,224)</u>	<u>415,853</u>
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>1,347,228</u>	<u>200,237</u>	<u>68,386</u>	<u>1,615,851</u>	<u>1,199,998</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 1,071,953</u>	<u>\$ 157,288</u>	<u>\$ 68,386</u>	<u>\$ 1,297,627</u>	<u>\$ 1,615,851</u>

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**STATEMENTS OF FUNCTIONAL EXPENSES**  
**For the Years Ended December 31, 2015 and 2014**

	2015				
	Total Program Services	Supporting Services			Total 2015
		General and Administrative	Fundraising	Total Supporting Services	
Advertising	\$ 2,747	\$ -	\$ 8,241	\$ 8,241	\$ 10,988
Allocations to agencies	557,408	-	-	-	557,408
Bank, registration, and other fees	690	346	346	692	1,382
Conferences and meetings	4,409	2,205	2,205	4,410	8,819
Contracted services	-	763	-	763	763
Dues and subscriptions	479	240	240	480	959
Health insurance	370	246	616	862	1,232
High School Graduation Blueprint	73,167	-	-	-	73,167
Insurance	2,419	2,419	-	2,419	4,838
Marketing materials	6,164	-	9,246	9,246	15,410
Office expense	18,099	9,164	-	9,164	27,263
Other allocations	5,000	-	-	-	5,000
Payroll service fees	1,583	1,143	1,671	2,814	4,397
Payroll taxes	6,469	5,462	5,624	11,086	17,555
Pension expense	445	297	741	1,038	1,483
Postage	937	942	-	942	1,879
Professional fees	-	-	-	-	-
Rent (Note 1)	17,180	11,596	14,173	25,769	42,949
Salaries	68,728	51,105	64,511	115,616	184,344
Software consultant	-	19,491	-	19,491	19,491
Telecommunications and internet	3,705	1,852	1,852	3,704	7,409
Travel expense	780	390	389	779	1,559
United Way Worldwide	11,784	-	-	-	11,784
Utilities	5,934	2,967	2,967	5,934	11,868
<b>Total expenses before depreciation</b>	<b>788,497</b>	<b>110,628</b>	<b>112,822</b>	<b>223,450</b>	<b>1,011,947</b>
Depreciation	968	678	775	1,453	2,421
<b>TOTAL EXPENSES</b>	<b>\$ 789,465</b>	<b>\$ 111,306</b>	<b>\$ 113,597</b>	<b>\$ 224,903</b>	<b>\$ 1,014,368</b>

See accompanying notes to financial statements.

**Restated  
2014**

	<b>Total Program Services</b>	<b>Supporting Services</b>		<b>Total Supporting Services</b>	<b>Restated Total 2014</b>
		<b>General and Administrative</b>	<b>Fundraising</b>		
Advertising	\$ 3,916	\$ -	\$ 11,747	\$ 11,747	\$ 15,663
Allocations to agencies	497,203	-	-	-	497,203
Bank, registration, and other fees	1,234	617	617	1,234	2,468
Conferences and meetings	3,545	1,773	1,772	3,545	7,090
Contracted services	-	2,250	-	2,250	2,250
Dues and subscriptions	1,774	887	887	1,774	3,548
Health insurance	2,354	1,362	3,405	4,767	7,121
High School Graduation Blueprint	212,366	-	-	-	212,366
Insurance	2,225	2,225	-	2,225	4,450
Marketing materials	6,650	-	9,976	9,976	16,626
Office expense	10,324	5,446	-	5,446	15,770
Other allocations	-	-	-	-	-
Payroll service fees	1,748	1,263	1,845	3,108	4,856
Payroll taxes	6,753	5,006	6,487	11,493	18,246
Pension expense	1,244	831	2,077	2,908	4,152
Postage	967	966	-	966	1,933
Professional fees	4,372	2,623	3,935	6,558	10,930
Rent (Note 1)	17,078	11,528	14,090	25,618	42,696
Salaries	78,723	56,898	79,336	136,234	214,957
Software consultant	-	-	-	-	-
Telecommunications and internet	5,508	2,754	2,754	5,508	11,016
Travel expense	845	423	422	845	1,690
United Way - America dues	12,213	-	-	-	12,213
Utilities	5,170	2,585	2,585	5,170	10,340
<b>Total expenses before depreciation</b>	<b>876,212</b>	<b>99,437</b>	<b>141,935</b>	<b>241,372</b>	<b>1,117,584</b>
<b>Depreciation</b>	<b>2,503</b>	<b>1,752</b>	<b>2,003</b>	<b>3,755</b>	<b>6,258</b>
<b>TOTAL EXPENSES</b>	<b>\$ 878,715</b>	<b>\$ 101,189</b>	<b>\$ 143,938</b>	<b>\$ 245,127</b>	<b>\$ 1,123,842</b>



**UNITED WAY OF COASTAL GEORGIA, INC.**  
**STATEMENTS OF CASH FLOWS**  
**For the Years Ended December 31, 2015 and 2014**

	<b>2015</b>	<b>Restated 2014</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ (318,224)	\$ 415,853
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	2,421	6,258
(Increase) decrease in assets and increase (decrease) in liabilities:		
Contributions receivable, net	321,287	(369,886)
Grant receivable	30,000	(30,000)
Prepaid expenses	(214)	(455)
Accounts payable	(61,322)	53,547
Accrued compensation and related expenses	(3,291)	2,687
Designations and allocations payable	53,589	25,717
Net cash flows from operating activities	24,246	103,721
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property and equipment	-	(11,568)
Net cash flows from investing activities	-	(11,568)
<b>NET CHANGE IN CASH</b>	24,242	92,153
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	1,087,137	994,984
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	\$ 1,111,379	\$ 1,087,137

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**For the Years Ended December 31, 2015 and 2014**

**1. Significant Accounting Policies**

A. Nature of Activities

The United Way of Coastal Georgia, Inc. (the “United Way” or “Organization”) is a non-profit organization whose primary mission is to improve lives by mobilizing the caring power of communities to advance the common good. The United Way accomplishes this mission by conducting annual fundraising campaigns and then allocating a significant portion of these contributions to various non-profit human service agencies whose programs support the most critical needs identified in the community.

United Way of Coastal Georgia is a member of United Way World Wide. The Organization supports twenty-six programs within Glynn and McIntosh Counties that focus on education, income, and health. The Organization partners with local schools, government policy makers, businesses, and other groups to address the most critical issues facing the community and to mobilize resources beyond dollars that are pledged through their fundraising and leadership efforts.

The Organization’s program services and initiatives include:

*Allocations to agencies*—The United Way helps to fund many health and human service programs, designated as partner agencies, through annual funding allocations. Agencies are determined by the Organization’s Community Investment Committee, which consists of a group of experienced volunteers. Agency recommendations are based on factors such as the need for the service in the community, how efficiently the agency will use the funds, documented financial strength and governance of the organization, as well as community support for the agency services.

*The Volunteer Center of Coastal Georgia* – The Volunteer Center of Coastal Georgia (VCCG), a program of United Way of Coastal Georgia, Inc., promotes volunteer services and civic engagement that addresses the multifaceted needs of Coastal Georgia through a variety of service projects. Thirteen agencies fall into education focused initiatives. Five agencies support income related issues and eight agencies support the health focused initiative of the United Way.

VCCG brings together individuals, families, businesses, and community groups with flexible, inspiring volunteer opportunities in Glynn and McIntosh Counties. Individuals can browse for courses and projects of interests and time availability and sign up for those courses or projects online; Partner Agencies can list, manage and sign up volunteers for all of their volunteer opportunities with just a few simple steps; and Corporations can use the Corporate Events area of the site to sign up for events that are specifically related to their organization. VCCG is an affiliate of Hands on

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**For the Years Ended December 31, 2015 and 2014**

Network, Points of Light Foundation and the Volunteer Center National Network, The Foundation Center, Family Connection Partnership, and United Way of Coastal Georgia.

*The Foundation Center* – In 2005, the United Way became a part of the nationwide network of The Foundation Center, a national non-profit service organization recognized as the nation’s leading authority on organized philanthropy, which connects non-profits and grantmakers by supporting them with tools they can use and information they can trust. United Way staff provides assistance on how to use these resources at no charge.

*2-1-1 Referral Line* – The United Way sponsors the 2-1-1 call line which is a resource for fast, efficient health and human service information and referrals for Glynn County and McIntosh County residents. Residents can dial 2-1-1 from a landline phone within Glynn and McIntosh Counties to be connected with a caring information specialist 24 hours a day.

*High School Graduation Blueprint* – Beginning in 2011, as part of the Organization’s commitment to implementing Community Impact Strategies, the Organization began developing the creation of a High School Graduation Blueprint. The High School Graduation Blueprint was developed and implemented by the United Way of Coastal Georgia as a way to invest community resources intended to make long term, tangible and sustainable change to facilitate a higher on-time high school graduation rate. Through multidimensional strategies, the Blueprint lays out the plan to strengthen strategic partnerships and community vision; builds on assets; and addresses gaps in services to bolster graduation rates.

**B. Basis of Accounting**

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

**C. Basis of Presentation**

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.

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**For the Years Ended December 31, 2015 and 2014**

D. Contributions

Contributions are recognized as revenue at the time the contribution or unconditional promise to give is received, net of estimated uncollectible amounts. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Contributions are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. All donor restricted support is reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restriction. When a stipulated time restriction ends or purpose restriction is accomplished, restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

E. Donor Designations and Agency Allocations

Donors have the option to designate all or part of their contribution to a specific organization, referred to as designated contributions. The collection of these contributions and distribution to donor specified agencies are transactions in which the United Way is acting as an agent or intermediary. Agency transactions are not reported in the statement of activities as revenue and expenses, but are included in the total campaign contributions, then are deducted as amounts designated to other organizations to arrive at net campaign revenue. Amounts deducted are carried as liabilities until paid to the designated organization.

Amounts ultimately allocated to agencies for the year are subject to the results attained in the campaign. The United Way first applies all donor designated amounts to the specified agency. The remaining balance of funds to be distributed is then allocated to arrive at the total amount to be awarded to each partner agency.

F. Cash and Cash Equivalents

The Organization considers certificates of deposit to be cash equivalents. Endowment investments are also included in cash and cash equivalents. Cash and cash equivalents at December 31 are as follows:

	<u>2015</u>	<u>Restated</u> <u>2014</u>
Cash and cash equivalents - current assets	\$ 1,042,993	\$ 1,018,751
Cash and cash equivalents - endowment investments	68,386	68,386
	<u>\$ 1,111,379</u>	<u>\$ 1,087,137</u>

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**For the Years Ended December 31, 2015 and 2014**

G. Contributions Receivable

Campaign

Campaigns are conducted each year to raise funds for various qualified non-profit organizations in the community. The United Way operates a single campaign each year. Most campaign promises to give that contribute to the campaign are received by December 31 of each year, but are generally collected ratably over the subsequent calendar year. Campaign promises to give are expected to be collected within one year and therefore are recorded at their net realizable value when received. This value is the gross amount of the promises to give net of an allowance of uncollectible amounts.

The provision for uncollectible pledges is computed using a historical average of actual results. The calculation is applied to gross campaign revenue including donor designations. The allowance for uncollectible promises to give was established at \$226,208 and \$118,621 at December 31, 2015 and 2014, respectively.

Donated Rent on Office Space Over Multi Year Lease

Contributions receivable at December 31, 2015 and 2014 includes contributed office space rental agreement with Glynn Brunswick Memorial Hospital Authority at an annual rate of one dollar. This is a fixed-term lease with annual lease payments below market value. The fair value of the lease agreement at December 31, 2015 and 2014 is as follows:

The original lease agreement expired September 2014. The lease agreement was extended until September 13, 2019.

	<u>2015</u>	<b>Restated</b> <u>2014</u>
Due in:		
Less than one year	\$ 42,897	\$ 42,947
One to five years	114,752	157,476
Less discount to present value	<u>(361)</u>	<u>(186)</u>
Receivables - noncurrent, net	<u>114,391</u>	<u>157,290</u>
Total contributions receivable, net	<u>\$ 157,288</u>	<u>\$ 200,237</u>

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**For the Years Ended December 31, 2015 and 2014**

H. Allocations and Commitment to Agency Programs

Allocations result from contributions by donors that are not specifically directed to individual organizations and agencies. These funds are allocated for distribution to various partner agencies and programs based on need and other criteria deemed appropriate by the Board of Directors.

The annual fundraising campaign years overlap the calendar years. Some undesignated contributions are recognized as revenue in the current calendar year but will not be disbursed to the charities until the following calendar year. The United Way's total campaign allocations are accrued at the conclusion of each annual fundraising campaign after approval by the Board of Directors in the following year; therefore, no expense or corresponding liability is reported at December 31, 2015 and 2014 for these allocations.

I. Property and Equipment

Property and equipment are stated at cost for purchased assets and at estimated market value on the date of the gift for donated assets. Depreciation is provided using the straight-line method over the estimated useful lives of the assets. Estimated useful lives of assets are as follows:

<u>Type of Property</u>	<u>Estimated Useful Life</u>
Office furniture, equipment, and software	3 to 5 years
Leasehold improvements	Remaining length of lease term

Maintenance, repairs, and minor equipment purchases are expensed when incurred. Major leasehold improvements are capitalized and depreciated at the applicable straight-line rates.

J. Contributed Services, Equipment, and Facilities

Donated services are reported as contributions when they meet certain criteria, including when (1) the services create or enhance non-financial assets, or (2) the services would be purchased if they had not been provided by contribution, require specialized skills, and are provided by individuals possessing those skills. Donated equipment, materials, or facilities, if significant, are included in support and revenue at fair value.

The United Way receives donated services from unpaid volunteers who assist in carrying out the purpose of the Organization. No amounts have been recognized in the statement of activities because the criteria for recognition have not been satisfied.

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**For the Years Ended December 31, 2015 and 2014**

Donated facilities consist of a five year lease of office space rented to the United Way at an annual rate below market value. Donated office space of \$214,554 has been reflected at fair value as in-kind gifts revenue on the statement of activities for the year ended December 31, 2014.

**K. Functional Allocation of Expenses**

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

**L. Income Taxes**

The United Way of Coastal Georgia, Inc. is non-profit Georgia Corporation exempt from Federal and State income taxes under Section 501(c)(3) of the Internal Revenue Code of 1986 and is classified as other than a private foundation. Accordingly, no provision for income taxes has been computed.

**M. Use of Estimates**

The preparation of financial statements in conformity with general accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**2. PENSION**

The Organization has established a retirement plan, which is available to all employees who meet the eligibility requirements. The plan includes an employer match of the employee's contribution of 100% of the first 6% in 2015 and 2014. In 2015 and 2014 there was a pension expense of \$1,483 and \$4,152, respectively.

**3. FUNDS HELD FOR OTHERS**

Under contractual arrangements, the United Way periodically acts as the fiscal agent for various local programs. Through the United Way, donors give to these programs and their gift is distributed by the United Way accordingly. The United Way acts as an agent for these programs; it does not recognize contribution revenue or allocation expense on the statement of activities. At December 31, 2015 and 2014 there were no funds held for others.

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**For the Years Ended December 31, 2015 and 2014**

**4. CERTIFICATES OF DEPOSIT**

Certificates of deposit are included in cash and cash equivalents in the accompanying financial statements. The certificates of deposit held at December 31 are summarized below:

	<u>2015</u>	<u>Restated</u> <u>2014</u>
Endowment Investments:		
Certificate of Deposit - J. Dugald White	\$ 68,386	\$ 68,386

**5. RESTRICTIONS ON NET ASSETS**

Temporarily restricted net assets totaling \$157,288 and \$200,237 at December 31, 2015 and 2014, respectively, consist of an in-kind donation of office space referred to in Note 1.

Permanently restricted net assets totaling \$68,386 at December 31, 2015 and 2014 represent monies held in the J. Dugald White Endowment Trust Fund. The donor directed that the principal remain intact and the interest income is to be transferred to the campaign operating fund.

Net assets released by donor-imposed restrictions represent funds utilized for the specific purpose. Net assets released by expiration of time restrictions represent amortized donated office space referred to in Note 1.

Donor designated campaign contributions received during 2015 and 2014 were used for their designated purposes during the year the contributions were received therefore recognized as unrestricted net assets.

**6. CONCENTRATIONS OF CREDIT RISK**

The United Way of Coastal Georgia, Inc. maintains its cash balances in several financial institutions in Brunswick and St. Simons Island, Georgia. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000. At December 31, 2015 and 2014 there were no balances in excess of that limit.



**UNITED WAY OF COASTAL GEORGIA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**For the Years Ended December 31, 2015 and 2014**

**7. RECLASSIFICATIONS**

Certain reclassifications may have been made to the prior period's financial statements to be in conformity with the classifications used for the current period.

**8. PRIOR PERIOD ADJUSTMENT**

At December 31, 2014 the High School Graduation Blueprint incurred expenses in the amount of \$80,897 in excess of the temporarily restricted revenue related to this program. As originally reported, this excess balance was treated as a decrease in temporarily restricted net assets. The excess expenses should have been reported as a decrease in unrestricted net assets. Therefore, the unrestricted net assets balance at December 31, 2014 has been decreased by \$80,897 and the temporarily restricted net assets balance at December 31, 2014 has been increased by \$80,897.

**9. SUBSEQUENT EVENTS**

During 2014 the Organization received a donor restricted grant award of \$50,000 for the High School Graduation Blueprint program. The Organization re-evaluated the High School Graduation Blueprint program and chose not to pursue the purpose of the aforementioned grant, and as such, in 2015 returned the funds totaling \$48,482 which was included in accounts payable on the 2014 statement of financial position.

Management has evaluated subsequent events through August 24, 2016, the date the financial statements were available to be issued, and have determined that there are no additional adjustments and/or disclosures required other than as stated above.