

**UNITED WAY OF COASTAL GEORGIA, INC.  
(A Nonprofit Georgia Corporation)**

**AUDITOR'S REPORT & FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017**

**Arline & Wiggins, CPAs, LLC  
Certified Public Accountant  
Brunswick, Georgia**

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

**TABLE OF CONTENTS**

**December 31, 2018 and 2017**

	<u>PAGE</u>
INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENTS	
STATEMENTS OF FINANCIAL POSITION	2-3
STATEMENTS OF ACTIVITIES	4-5
STATEMENTS OF CASH FLOWS	6
STATEMENTS OF FUNCTIONAL EXPENSES	7-8
NOTES TO FINANCIAL STATEMENTS	9-15



*Joel K. Arline, CPA + Jennifer S. Wiggins, CPA*

## INDEPENDENT AUDITOR'S 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, 2018 and 2017, 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.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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' judgement, 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 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, 2018 and 2017 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.

*Arline & Wiggins, CPAs, LLC*

Arline & Wiggins, CPAs, LLC

Brunswick, GA  
July 16, 2019

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

**STATEMENTS OF FINANCIAL POSITION**

**December 31, 2018 and 2017**

**ASSETS**

	<u>2018</u>	<u>2017</u>
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 727,761	\$ 932,268
Campaign promises to give, net	86,622	257,221
Contributions receivable - in-kind rent	28,598	42,897
Prepaid expenses	<u>4,050</u>	<u>3,594</u>
Total current assets	<u>847,031</u>	<u>1,235,980</u>
<b>ENDOWMENT INVESTMENTS - RESTRICTED</b>		
Cash and cash equivalents	<u>69,143</u>	<u>68,448</u>
<b>OTHER ASSETS</b>		
Contributions receivable - in-kind rent	<u>-</u>	<u>28,598</u>
<b>PROPERTY AND EQUIPMENT</b>		
Office furniture and equipment	22,665	23,694
Leasehold Improvements	19,379	22,769
Software	<u>4,750</u>	<u>6,162</u>
Total property and equipment	<u>46,794</u>	<u>52,625</u>
Less: accumulated depreciation	<u>(45,830)</u>	<u>(49,348)</u>
Net property and equipment	<u>964</u>	<u>3,277</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 917,138</u></b>	<b><u>\$ 1,336,303</u></b>

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

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

**STATEMENTS OF FINANCIAL POSITION - CONTINUED**

**December 31, 2018 and 2017**

**LIABILITIES AND NET ASSETS**

	<u>2018</u>	<u>2017</u>
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 9,470	\$ 2,990
Accrued compensation and related expenses	995	9,314
Designations and allocations payable	<u>183,851</u>	<u>258,598</u>
Total current liabilities	<u>194,316</u>	<u>270,902</u>
<b>NET ASSETS</b>		
Net assets without donor restrictions	625,839	925,521
Net assets with donor restrictions	<u>96,983</u>	<u>139,880</u>
Total net assets	<u>722,822</u>	<u>1,065,401</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 917,138</u></b>	<b><u>\$ 1,336,303</u></b>

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

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

**STATEMENTS OF ACTIVITIES**

**For the Years Ended December 31, 2018 and 2017**

	Without donor Restrictions	With donor Restrictions	Total 2018	Total 2017
<b>SUPPORT, REVENUE AND RECLASSIFICATIONS:</b>				
Campaign contributions				
2018-2019 Campaign	\$ 535,994	\$ -	\$ 535,994	\$ -
2017-2018 Campaign	270,151	-	270,151	536,511
2016-2017 Campaign	<u>-</u>	<u>-</u>	<u>-</u>	<u>282,960</u>
Gross campaign promises to give	806,145	-	806,145	819,471
Less: Donor designations	(234,220)	-	(234,220)	(115,127)
Less: Provision for uncollectible promises to give	<u>(43,415)</u>	<u>-</u>	<u>(43,415)</u>	<u>(47,046)</u>
Campaign contributions, net	<u>528,510</u>	<u>-</u>	<u>528,510</u>	<u>657,298</u>
Special events, net	-	-	-	(996)
Grant income	13,636	-	13,636	69,066
Interest income	3,547	-	3,547	2,980
In-kind gifts revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Support and Revenue</b>	<u>545,693</u>	<u>-</u>	<u>545,693</u>	<u>728,348</u>
Net assets released from restrictions:				
Donor-imposed restrictions	-	-	-	-
Expirations of time restrictions	<u>42,897</u>	<u>(42,897)</u>	<u>-</u>	<u>-</u>
Total net assets released from restrictions	<u>\$ 42,897</u>	<u>\$ (42,897)</u>	<u>\$ -</u>	<u>\$ -</u>

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

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

**STATEMENTS OF ACTIVITIES - Continued**

**For the Years Ended December 31, 2018 and 2017**

	Without donor Restrictions	With donor Restrictions	Total 2018	Total 2017
<b>EXPENSES:</b>				
Program services	\$ 629,015	\$ -	\$ 629,015	\$ 690,092
Supporting services:				
General and administrative	107,900	-	107,900	108,240
Fundraising	151,357	-	151,357	133,879
Total Supporting services	<u>259,257</u>	<u>-</u>	<u>259,257</u>	<u>242,119</u>
<b>Total Expenses</b>	<u>888,272</u>	<u>-</u>	<u>888,272</u>	<u>932,211</u>
<b>CHANGE IN NET ASSETS</b>	<u>(299,682)</u>	<u>(42,897)</u>	<u>(342,579)</u>	<u>(203,863)</u>
<b>NET ASSETS, beginning of year</b>	<u>925,521</u>	<u>139,880</u>	<u>1,065,401</u>	<u>1,269,264</u>
<b>NET ASSETS, end of year</b>	<u>\$ 625,839</u>	<u>\$ 96,983</u>	<u>\$ 722,822</u>	<u>\$ 1,065,401</u>

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

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

**STATEMENTS OF CASH FLOWS**

**For the Years Ended December 31, 2018 and 2017**

	2018	2017
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ (342,579)	\$ (203,863)
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities:		
Depreciation	2,313	2,403
(Increase) decrease in assets and increase (decrease) in liabilities:		
Contributions receivable, net	213,496	54,966
Prepaid expenses	(456)	133
Accounts payable	6,480	(1,625)
Accrued compensation and related expenses	(8,319)	679
Designations and allocations payable	(74,747)	(47,533)
Net cash flows used in operating activities	(203,812)	(194,840)
<b>NET CHANGE IN CASH</b>	(203,812)	(194,840)
<b>CASH AND CASH EQUIVALENTS, beginning of year</b>	1,000,716	1,195,556
<b>CASH AND CASH EQUIVALENTS, end of year</b>	\$ 796,904	\$ 1,000,716
<b>CASH AND CASH EQUIVALENTS:</b>		
Cash in bank - without donor restrictions	\$ 727,761	\$ 932,268
Cash in bank - with donor restrictions	69,143	68,448
	\$ 796,904	\$ 1,000,716
<b>SUPPLEMENTAL DATA:</b>		
Interest paid	\$ -	\$ -
Income taxes paid	\$ -	\$ -

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



**UNITED WAY OF COASTAL GEORGIA, INC.**  
**STATEMENTS OF FUNCTIONAL EXPENSES**  
**For the Years Ended December 31, 2018 and 2017**

	2018				TOTAL 2018
	TOTAL PROGRAM SERVICES	SUPPORTING SERVICES			
		GENERAL & ADMINIS- TRATIVE	FUND RAISING	TOTAL	
Advertising	\$ 9,134	\$ -	\$ 27,403	\$ 27,403	\$ 36,537
Allocations to agencies	395,000	-	-	-	395,000
Bank, registration, and other fees	2,214	1,107	1,107	2,214	4,428
Conferences and meetings	4,403	2,201	2,201	4,402	8,805
Dues and subscriptions	223	111	111	222	445
Health insurance	827	550	1,378	1,928	2,755
Insurance	2,636	2,635	-	2,635	5,271
Marketing materials	3,262	-	4,892	4,892	8,154
Office expense	17,190	9,186	-	9,186	26,376
Other allocations/grants to others	59,142	-	-	-	59,142
Payroll service fees	1,818	1,919	1,313	3,232	5,050
Payroll taxes	6,318	4,674	6,117	10,791	17,109
Pension expense	1,635	1,089	2,725	3,814	5,449
Postage	200	100	699	799	999
Professional fees	5,502	5,502	-	5,502	11,004
Rent	17,159	11,582	14,156	25,738	42,897
Salaries	82,582	56,725	82,665	139,390	221,972
Telecommunications and internet	3,556	1,778	1,778	3,556	7,112
Travel expense	96	48	48	96	192
United Way Worldwide	11,168	-	-	-	11,168
Utilities	4,024	8,046	4,024	12,070	16,094
Total Expenses					
Before Depreciation	628,089	107,253	150,617	257,870	885,959
Depreciation	926	647	740	1,387	2,313
Total Expenses	<u>\$ 629,015</u>	<u>\$ 107,900</u>	<u>\$ 151,357</u>	<u>\$ 259,257</u>	<u>\$ 888,272</u>

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

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**STATEMENTS OF FUNCTIONAL EXPENSES**  
**For the Years Ended December 31, 2018 and 2017**

	2017				TOTAL 2017
	TOTAL PROGRAM SERVICES	SUPPORTING SERVICES			
		GENERAL & ADMINIS- TRATIVE	FUND RAISING	TOTAL	
Advertising	\$ 4,204	\$ -	\$ 12,611	\$ 12,611	\$ 16,815
Allocations to agencies	494,000	-	-	-	494,000
Bank, registration, and other fees	1,637	819	819	1,638	3,275
Conferences and meetings	6,556	3,278	3,278	6,556	13,112
Dues and subscriptions	357	179	179	358	715
Health insurance	983	655	1,639	2,294	3,277
Insurance	2,567	2,566	-	2,566	5,133
Marketing materials	2,123	-	3,185	3,185	5,308
Office expense	18,698	9,785	-	9,785	28,483
Other allocations/grants to others	23,380	-	-	-	23,380
Payroll service fees	1,747	1,843	1,261	3,104	4,851
Payroll taxes	6,426	4,661	6,158	10,819	17,245
Pension expense	189	126	315	441	630
Postage	235	117	822	939	1,174
Professional fees	5,575	5,575	-	5,575	11,150
Rent	17,159	11,582	14,156	25,738	42,897
Salaries	82,347	56,160	82,667	138,827	221,174
Telecommunications and internet	3,453	1,726	1,726	3,452	6,905
Travel expense	188	94	94	188	376
United Way Worldwide	13,107	-	-	-	13,107
Utilities	4,200	8,401	4,200	12,601	16,801
Total Expenses					
Before Depreciation	689,131	107,567	133,110	240,677	929,808
Depreciation	961	673	769	1,442	2,403
Total Expenses	<u>\$ 690,092</u>	<u>\$ 108,240</u>	<u>\$ 133,879</u>	<u>\$ 242,119</u>	<u>\$ 932,211</u>

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

# UNITED WAY OF COASTAL GEORGIA, INC.

## NOTES TO FINANCIAL STATEMENTS

December 31, 2018 and 2017

### 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 Worldwide. The Organization supports thirty-two programs within Glynn and McIntosh Counties that focus on education (10), health (14) and income (8). 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 local 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.

VCCG brings together individuals, families, businesses, and community groups with flexible, inspiring volunteer opportunities in Glynn and McIntosh Counties.

*Information & Resource Line* – The United Way sponsors the 211 call line which is a resource for fast, efficient health and human services information and referrals for Glynn County and McIntosh County residents. Residents can dial 912-265-1850 to be connected with an United Way staff or volunteers during business hours.

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**NOTES TO FINANCIAL STATEMENTS - Continued**

**December 31, 2018 and 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES - Continued**

**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.

**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 depending on the existence or nature of any donor restrictions. All donor restricted support is reported as an increase in the 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.

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.

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**NOTES TO FINANCIAL STATEMENTS - Continued**

**December 31, 2018 and 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES – Continued**

F. Cash and Cash Equivalents

The Organization considered 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>2018</u>	<u>2017</u>
Cash and cash equivalents – current assets	\$ 727,761	\$ 932,268
Cash and cash equivalents – endowment investments	<u>69,143</u>	<u>68,448</u>
	<u>\$ 796,904</u>	<u>\$1,000,716</u>

G. Allocations and Commitment to Agency Programs

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, 2018 and 2017 for these allocations.

H. Contributions Receivable

Campaign

Campaigns are conducted each year to raise funds for various qualified non-profit organizations in the community. 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 \$80,114 and \$89,975 at December 31, 2018 and 2017, respectively.

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**NOTES TO FINANCIAL STATEMENTS - Continued**

**December 31, 2018 and 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES – Continued**

H. Contributions Receivable - Continued

Donated Rent on Office Space Over Multi Year Lease

Contributions receivable at December 31, 2018 and 2017 includes contributed office space rental agreement with Southeast Georgia Health Systems 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, 2018 and 2017 is as follows:

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

	<u>2018</u>	<u>2017</u>
Due in:		
Less than one year	\$ <u>28,598</u>	\$ <u>42,897</u>
One to five years	-	28,598
Less discount to present value	<u>-</u>	<u>-</u>
Receivables – noncurrent, net	<u>-</u>	<u>28,598</u>
Total contributions receivable, net	<u>\$ 28,598</u>	<u>\$ 71,495</u>

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 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 rate.

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**NOTES TO FINANCIAL STATEMENTS - Continued**

**December 31, 2018 and 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES – Continued**

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 be 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.

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 a nonprofit 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. RETIREMENT PLAN**

The Organization has established a 401(k) 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 2018 and 2017. In 2018 and 2017, retirement expense was \$5,449 and \$630, respectively.

The total employer contributions for 2018 and 2017 totaled \$7,009 and \$8,186, respectively; however, there was a former employee that voluntarily terminated their employment with the Organization before becoming fully vested in the retirement plan, resulting in forfeitures which decreased the retirement expenses.

**UNITED WAY OF COASTAL GEORGIA, INC.**  
**NOTES TO FINANCIAL STATEMENTS - Continued**

**December 31, 2018 and 2017**

**3. FUNDS HELD FOR OTHERS**

Under contractual agreements, 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, 2018 and 2017 there were no funds held for others.

**4. CERTIFICATES OF DEPOSIT**

Certificates of deposit are included in cash and cash equivalents in the accompanying financial statements. The certificates of deposit at December 31<sup>st</sup> are summarized below:

	<u>2018</u>	<u>2017</u>
Endowment Investments:		
Certificate of Deposit - J. Dugald White	\$ <u>69,143</u>	\$ <u>68,448</u>

**5. RESTRICTIONS ON NET ASSETS**

Net assets with donor restrictions totaling \$96,983 and \$139,880 at December 31, 2018 and 2017, respectively, consisted of an in-kind donation of office space and monies held in the J. Dugald White Endowment Trust Fund. The donor of the Trust Fund 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.

Donor designated campaign contributions received during 2018 and 2017 were used for their designated purposes during the year the contributions were received therefore recognized as net assets without donor restrictions.

**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. Occasionally, the Organization has excess cash deposits exceeding federally insured amounts. The Organization does not expect to incur any losses from its uninsured deposits.

**7. COMPENSATED ABSENCES**

The United Way of Coastal Georgia, Inc. has not accrued a liability for compensated absences because the amount cannot be reasonably estimated. The Organization's policy is to recognize these costs when actually paid.



**UNITED WAY OF COASTAL GEORGIA, INC.**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**December 31, 2018 and 2017**

**8. UNITED WAY WORLDWIDE GRANT INCOME**

The United Way Worldwide awarded the Organization with grants totaling \$11,036 in 2018 and \$67,500 in 2017 for hurricane relief. The funds were transferred to the Community Emergency Needs Fund that was established between the Communities of Coastal Georgia Foundation and the United Way of Coastal Georgia, Inc. The purpose of this joint fund was to support relief efforts of charitable agencies working and collaborating to address immediate community needs resulting from Hurricane Irma.

**9. SUBSEQUENT EVENTS**

Management has evaluated subsequent events through July 16, 2019, the date the financial statements were available to be issued, and have determined there are no additional adjustments and/or disclosures required other than as stated above.