# UNITED WAY OF THE TANANA VALLEY, INC.

Financial Statements
(With Independent Auditor's Report Thereon)

Years Ended June 30, 2024 and 2023

Altman, Rogers & Co.
CERTIFIED PUBLIC ACCOUNTANTS

**UNITED WAY OF THE TANANA VALLEY, INC.**

Financial Statements
(With Independent Auditor's Report Thereon)

Years Ended June 30, 2024 and 2023

**UNITED WAY OF THE TANANA VALLEY, INC.**

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## Independent Auditor's Report

Members of the Board of Directors
United Way of the Tanana Valley, Inc.
Fairbanks, Alaska

**Opinion**

We have audited the accompanying financial statements of United Way of Tanana Valley, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2024 and 2023, 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 financial statements referred to above present fairly, in all material respects, the financial position of United Way of Tanana Valley, Inc. as of June 30, 2024 and 2023, 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. 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 Tanana Valley, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**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 Tanana Valley, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.


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*Offices in Juneau and Soldotna A Professional Corporation*

Members of the Board of Directors
United Way of the Tanana Valley, Inc.

**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 generally accepted auditing standards 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 generally accepted auditing standards, 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 Tanana Valley, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about United Way of Tanana Valley, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Altman, Rogers & Co.

Anchorage, Alaska
May 18, 2026

# FINANCIAL STATEMENTS

**UNITED WAY OF THE TANANA VALLEY, INC.**

Statements of Financial Position

June 30, 2024 and 2023

| Assets | | 2024 | 2023 |
|---|---|---|---|
| Current assets: | | | |
| Cash and cash equivalents | $ | 150,033 | 64,034 |
| Certificates of deposit | | 80,040 | 155,828 |
| Pledges receivable, net of allowance | | 66,324 | 137,917 |
| Grants receivable | | 106,131 | - |
| Other assets | | 128 | - |
| Total current assets | | 402,656 | 357,779 |
| Property and equipment, net of accumulated depreciation | | - | - |
| Total assets | $ | 402,656 | 357,779 |
| Liabilities and Net Assets | | | |
| Current liabilities: | | | |
| Accounts payable and accrued payroll liabilities | $ | 78,077 | 33,992 |
| Member agency payable | | 12,953 | 96,463 |
| Donor designations payable - campaign | | 30,106 | 60,769 |
| Total current liabilities | | 121,136 | 191,224 |
| Net assets: | | | |
| Without donor restrictions: | | | |
| Undesignated | | 131,520 | 16,555 |
| Designated for current operations | | 150,000 | 150,000 |
| Total net assets | | 281,520 | 166,555 |
| Total liabilities and net assets | $ | 402,656 | 357,779 |

See accompanying notes to financial statements.

**UNITED WAY OF THE TANANA VALLEY, INC.**

Statements of Activities

Years Ended June 30, 2024 and 2023

| | | 2024 | 2023 |
|---|---|---|---|
| Net assets without donor restriction: | | | |
| Public support and revenues: | | | |
| Campaign results: | | | |
| Gross campaign results | $ | 513,889 | 531,989 |
| Less donor designations | | (27,074) | (71,961) |
| Less uncollectible pledges | | (119,624) | (57,647) |
| Net campaign results | | 367,191 | 402,381 |
| Processing fees | | 6,353 | 13,337 |
| Interest income | | 1,916 | 412 |
| Special events | | 37,771 | 72,862 |
| Grant revenue | | 344,812 | - |
| Other revenue | | 7,535 | 3,756 |
| Total public support and revenues | | 765,578 | 492,748 |
| Expenses: | | | |
| Program services - community development | | 352,372 | 155,563 |
| Supporting services: | | | |
| General and administration | | 159,830 | 157,570 |
| Fundraising | | 138,411 | 182,671 |
| Total expenses | | 650,613 | 495,804 |
| Change in net assets | | 114,965 | (3,056) |
| Net assets at beginning of year | | 166,555 | 169,611 |
| Net assets at end of year | $ | 281,520 | 166,555 |

See accompanying notes to financial statements.

**UNITED WAY OF THE TANANA VALLEY, INC.**

Statements of Functional Expenses

Years Ended June 30, 2024 and 2023

| | 2024 | | | | |
|---|---|---|---|---|---|
| | Program Services | Supporting Services | | | |
| | Community Development | General and Administration | Fundraising | Total Supporting Services | Total |
| Employee compensation: | | | | | |
| Salaries | $ 82,955 | 83,707 | 59,652 | 143,359 | 226,314 |
| Payroll taxes | 6,932 | 7,062 | 5,033 | 12,095 | 19,027 |
| Employee benefits | 1,194 | 2,455 | 1,750 | 4,205 | 5,399 |
| Total employee compensation | 91,081 | 93,224 | 66,435 | 159,659 | 250,740 |
| Office supplies | 17,814 | 12,290 | 8,760 | 21,050 | 38,864 |
| Bank fees | - | - | 672 | 672 | 672 |
| United Way Worldwide dues | - | 1,977 | - | 1,977 | 1,977 |
| Professional fees | 14,803 | 30,447 | 21,701 | 52,148 | 66,951 |
| Occupancy | 4,032 | 9,541 | 6,800 | 16,341 | 20,373 |
| Membership dues | 223 | 460 | 328 | 788 | 1,011 |
| Communications | 2,072 | 418 | 298 | 716 | 2,788 |
| Insurance | 727 | 1,495 | 1,066 | 2,561 | 3,288 |
| Advertising | 38,260 | - | 9,507 | 9,507 | 47,767 |
| Conferences and meetings | 14,798 | 4,546 | - | 4,546 | 19,344 |
| Event expense | 105,322 | - | 20,073 | 20,073 | 125,395 |
| Travel | 15,351 | 1,285 | - | 1,285 | 16,636 |
| Grant administration | 45,553 | 258 | - | 258 | 45,811 |
| Other | 2,336 | 3,889 | 2,771 | 6,660 | 8,996 |
| Expenses before board-directed community investment allocations | 352,372 | 159,830 | 138,411 | 298,241 | 650,613 |
| Board-directed community investment allocations | - | - | - | - | - |
| Total expenses | $ 352,372 | 159,830 | 138,411 | 298,241 | 650,613 |

(continued)

**UNITED WAY OF THE TANANA VALLEY, INC.**

Statements of Functional Expenses, Continued

| | 2023 | | | | |
|---|---|---|---|---|---|
| | Program Services | Supporting Services | | | |
| | Community Development | General and Administration | Fundraising | Total Supporting Services | Total |
| Employee compensation: | | | | | |
| Salaries | $ 44,535 | 91,598 | 65,287 | 156,885 | 201,420 |
| Payroll taxes | 3,718 | 7,647 | 5,450 | 13,097 | 16,815 |
| Employee benefits | 3,495 | 7,188 | 5,122 | 12,310 | 15,805 |
| Total employee compensation | 51,748 | 106,433 | 75,859 | 182,292 | 234,040 |
| Office supplies | 2,231 | 4,588 | 3,271 | 7,859 | 10,090 |
| Bank fees | - | - | 1,174 | 1,174 | 1,174 |
| United Way Worldwide dues | - | 2,668 | - | 2,668 | 2,668 |
| Professional fees | 12,992 | 26,722 | 19,047 | 45,769 | 58,761 |
| Occupancy | 4,046 | 8,321 | 5,931 | 14,252 | 18,298 |
| Membership dues | 258 | 531 | 379 | 910 | 1,168 |
| Communications | 494 | 1,017 | 725 | 1,742 | 2,236 |
| Depreciation | - | 423 | - | 423 | 423 |
| Insurance | 794 | 1,632 | 1,164 | 2,796 | 3,590 |
| Advertising | - | - | 19,990 | 19,990 | 19,990 |
| Conferences and meetings | - | 5,235 | - | 5,235 | 5,235 |
| Event expense | - | - | 55,131 | 55,131 | 55,131 |
| Expenses before board-directed community investment allocations | 72,563 | 157,570 | 182,671 | 340,241 | 412,804 |
| Board-directed community investment allocations | 83,000 | - | - | - | 83,000 |
| Total expenses | $ 155,563 | 157,570 | 182,671 | 340,241 | 495,804 |

See accompanying notes to financial statements.

**UNITED WAY OF THE TANANA VALLEY, INC.**

Statements of Cash Flows

Years Ended June 30, 2024 and 2023

| | | 2024 | 2023 |
|---|---|---|---|
| Cash flows provided (used) by operating activities: | | | |
| Cash received from contributions | $ | 472,211 | 529,383 |
| Cash received from other activities | | 283,987 | 76,618 |
| Cash paid to participating agencies | | (83,510) | (436,537) |
| Donor designations paid | | (57,737) | (81,839) |
| Cash paid to employees and suppliers | | (606,656) | (399,256) |
| Cash received from interest | | 1,916 | 412 |
| Net cash provided (used) by operating activities | | 10,211 | (311,219) |
| Cash flows provided (used) by investing activities: | | | |
| Purchases of certificates of deposit | | (80,040) | (155,828) |
| Proceeds from matured certificates of deposit | | 155,828 | 205,828 |
| Net cash provided by investing activities | | 75,788 | 50,000 |
| Change in cash and cash equivalents | | 85,999 | (261,219) |
| Cash and cash equivalents at beginning of year | | 64,034 | 325,253 |
| Cash and cash equivalents at end of year | $ | 150,033 | 64,034 |
| Reconciliation of change in net assets to cash provided by operating activities: | | | |
| Change in net assets | $ | 114,965 | (3,056) |
| Adjustments to reconcile change in net assets to net cash provided (used) by operating activities: | | | |
| Depreciation | | - | 423 |
| Uncollectible pledge expense | | 119,624 | 57,647 |
| (Increase) decrease in assets: | | | |
| Pledges receivable | | (48,031) | (15,943) |
| Grants receivable | | (106,131) | - |
| Other assets | | (128) | - |
| Increase (decrease) in liabilities: | | | |
| Accounts payable and accrued liabilities | | 44,085 | 13,125 |
| Member agency payable | | (83,510) | (353,537) |
| Donor designations payable | | (30,663) | (9,878) |
| Net cash provided (used) by operating activities | $ | 10,211 | (311,219) |

See accompanying notes to financial statements.

## (1) Nature of Operations

United Way of the Tanana Valley, Inc. (United Way) is a nonprofit fundraising, fund distribution, and community services organization. United Way receives pledges from individuals and business in the Tanana Valley area for the benefit of its member agencies and other designated agencies. United Way provides community service through the Community Development and Volunteer Action Center. Community Development is a program through the United Way of the Tanana Valley, Inc. that provides resources to member agencies and other local nonprofit organizations and services that involve community building. Volunteer Action Center is a service of United Way that promotes volunteerism and the recognition of volunteers. The Center also provides training, recruitment and referral services, technical assistance and facilitation.

In 2024, United Way became a fiscal sponsor for a grant awarded to Fairbanks Wellness Coalition and the financial statements include this activity, accordingly.

## (2) Summary of Significant Accounting Policies

### *(a) Use of Estimates*

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, gains, support, and expenses during the reporting period. Actual results could differ from those estimates.

### *(b) Basis of Presentation*

The accompanying financial statements of United Way are presented on the accrual basis of accounting.

Net assets, revenues, expenses, gains, and losses of United Way are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of United Way and changes therein are reported as follows:

*Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve. The balance in net assets without donor restrictions: designated for current operations is $150,000 and $150,000 as of June 30, 2024 and 2023, respectively.

*Net Assets With Donor Restrictions* – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. United Way to use all or part of the income earned on any related investments for general or specific purposes. United Way has $0 of net assets with donor restriction as of June 30, 2024 and 2023.

**(c)** ***Revenue Recognition from Grants, Contributions, and Service Contracts***

United Way of Tanana Valley, Inc. has previously adopted Accounting Standards Update (ASU) No. 2014-09 – *Revenue from Contracts with Customers (Topic 606),* as amended, and ASU No. 2018-08 *Not-for-Profit Entities: Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made (Topic 605)* as management believes these standards improve the usefulness and understandability of the United Way's financial reporting.

Analysis of various provisions of these standards resulted in no significant changes in the way the United Way recognizes revenue, and therefore no changes to the previously issued audited financial statements were required on a retrospective basis. The presentation and disclosures of revenue have been enhanced in accordance with the standards.

Contract and grant revenues are recognized in proportion to the extent of allowable costs incurred. The grants and contracts include provisions for advances and billings for costs on a reimbursable basis. Revenues and receivables are generally recorded when reimbursable expenses are incurred to the extent of the contract or grant amount. Amounts receivable at year end include amounts relating to expenses incurred prior to year end, but not billed until after year end. Advances from funding agencies are considered liquidated when an expense is recorded. All fund receipts in excess of expenses for contracts are recorded as refundable advances.

***Promises to Give, Donor Designations and Revenue Recognition***

The Organization recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give - that is, those with a measurable performance or other barrier and a right of return - are not recognized until the conditions on which they depend have been met.

Contributions from campaigns are recorded as revenue when United Way is notified in writing of an unconditional pledge. Donor designations are recognized as a receivable and a payable at the time the pledge is made to United Way and are not included in net campaign results.

Annual campaigns are predominantly conducted in the fall. The total results from the annual campaign are reduced by promises to give collected on behalf of others (donor designations) and by a provision for amounts promised but not paid (uncollectible promises to give).

Differences between amounts provided for uncollectible promises to give in each campaign and actual losses are an accounting adjustment in the year following the campaign.

Campaign pledges less the allowance for credit losses are expected to be received within one year. The provision for uncollectible promises to give is an estimate based on management's evaluation of the collectability of existing promises to give. The provision is based on the prior campaign collection experience. Pledges are charged off when all collection efforts have been exhausted.

***Distribution of Donor Designations to Non-Profit Agencies***

Distribution of donor designated pledge receipts to agencies of the United Way of the Tanana Valley, Inc. federation are made in accordance with the donor intent and in compliance with each campaign's regulations. At minimum, distributions are made to each member organization by distributing a proportionate share of receipts based on donor designations to each agency.

***(d) Cash and Cash Equivalents***

Cash and cash equivalents consist of cash on hand, cash in checking and savings accounts, money market mutual funds, and all short-term highly liquid debt instruments purchased with an original maturity of three months or less. Certificates of deposit with maturities in excess of three months at the time of purchase are not considered cash equivalents.

United Way maintains its cash in major financial institutions, which are insured by the Federal Deposit Insurance Corporation (FDIC). The FDIC insurance coverage at June 30, 2024 and 2023 was $250,000 per depositor, per institution and per ownership category. United Way had no uninsured or uncollateralized balances as of June 30, 2024 and 2023. Management believes that credit risk related to these deposits is minimal.

***(e) Fair Value of Financial Instruments***

The fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whatever the price is directly observable or estimated using another valuation technique. Fair values are based on quoted market prices when available.

The following financial instruments are recorded at fair value or at amounts that approximate fair value: (1) cash and cash equivalents, (2) receivables, net, (3) certain other current assets, (4) accounts payable and (5) other current liabilities. The carrying amounts reported in the statements of financial position for the above financial instruments closely approximate their fair value due to the short-term nature of these assets and liabilities.

***(f) Property and Equipment***

Property and equipment are recorded at cost. United Way capitalizes all equipment and buildings with a cost or basis in excess of $1,000 with a useful life greater than one year. Depreciation is computed using the straight-line method over an estimated useful life of five years.

### *(g) Promises to Give and Donor Designations*

Contributions from campaigns are recorded as revenue when United Way is notified in writing of an unconditional pledge. Donor designations are recognized as a receivable and a payable at the time the pledge is made to United Way and are included in net campaign results.

Annual campaigns are predominantly conducted in the fall. The total results from the annual campaign are reduced by promises to give collected on behalf of others (donor designations) and by a provision for amounts promised but not paid (uncollectible promises to give).

Differences between amounts provided for uncollectible promises to give in each campaign and actual losses are an accounting adjustment in the year following the campaign.

### *(h) Provision for Uncollectible Pledges*

In June 2016, the FASB issued guidance (FASB ASC 326) which significantly changed how entities will measure credit losses for most financial assets and certain other instruments that aren't measured at fair value through net income. The most significant change in this standard is a shift from the incurred loss model to the expected loss model. Under the standard, disclosures are required to provide users of the financial statements with useful information in analyzing an entity's exposure to credit risk and the measurement of credit losses. Financial assets held by United Way that are subject to the guidance in FASB ASC 326 were pledges receivable.

Campaign pledges, less the allowance for credit losses, are expected to be received within one year. The provision for uncollectible pledges is an estimate based on management's evaluation of the collectability of existing pledges. The provision is based on the prior campaign collection experience and forward looking estimates based on supportable economic forecasts. Pledges are deemed uncollectible if they have not been received by March 31 of the year following the distribution year.

### *(i) Income Taxes*

United Way is a tax-exempt nonprofit organization under Section 501(c)(3) of the Internal Revenue Code. In addition, United Way qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2). Accordingly, no provision for income taxes is included in the financial statements. United Way has not recorded any tax liabilities or related accruals for interest and penalties for uncertain income tax positions. United Way's policy is to report interest and penalties associated with uncertain tax positions as income tax expense. As of June 30, 2024 and 2023 there were no uncertain tax positions, or unrecognized tax benefits for which management believes it is reasonably possible that the total amounts of tax contingencies will significantly increase or decrease within 12 months of the reporting date. With few exceptions, United Way is no longer subject to examinations by the federal and state authorities for the years before 2021.

*(j) Functional Allocation of Expenses*

The costs of providing Community Development and other activities have been summarized on a functional basis in the Statements of Activities and Statements of Functional Expenses. Certain costs have been allocated among the program and supporting services based on time and efforts estimates made by management.

Program services:

*Community Development* – provides resources to member agencies and other local nonprofit organizations and services that involve community building.

Supporting services:

*General and Administration* – accounts for all of the activities which are not directly identifiable within the other functions. These costs account for the activities associated with the management of the Organization and the other functional categories.

*Fundraising* – provides the structure necessary to encourage and secure financial support from individuals and businesses.

## (3) Certificates of Deposit

A summary of certificates of deposit at June 30 are as follows:

| | 2024 | | |
|---|---|---|---|
| **Institution** | **Maturity** | **Balance** | **Interest Rate** |
| As of June 30, 2024: | | | |
| Wells Fargo Bank, N.A. | 11/17/2024 | $ 80,040 | 2.47% |

| | 2023 | | |
|---|---|---|---|
| **Institution** | **Maturity** | **Balance** | **Interest Rate** |
| As of June 30, 2023: | | | |
| Wells Fargo Bank, N.A. | 01/17/2024 | $ 80,040 | 0.50% |
| First National Bank | 07/27/2023 | 75,788 | 1.00% |
| | | $ 155,828 | |

## (4) Receivables

A summary of campaign receivables at June 30 is as follows:

| | 2024 | 2023 |
|---|---|---|
| Pledges receivable - gross | $ 143,273 | 273,260 |
| Allowance for credit losses | (76,949) | (135,343) |
| Pledges receivable, net of allowance for credit losses | $ 66,324 | 137,917 |

At June 30, 2024 and 2023, United way had grants receivable of $106,131 and $0, respectively. Management has evaluated the balances in accordance with ASC 326 and determined the amounts to be fully collectible. Accordingly, no allowance has been recorded as of June 30, 2024 and 2023 related to grants receivable.

## (5) Property and Equipment

A summary of property and equipment at June 30 is as follows:

| | | 2024 | 2023 |
|---|---|---|---|
| Office equipment | $ | 1,336 | 1,336 |
| Accumulated depreciation | | (1,336) | (1,336) |
| Property and equipment, net of accumulated depreciation | $ | - | - |

Depreciation expense for the years ended June 30, 2024 was $0 and 2023 was $423.

## (6) Donor Designations Payable

A summary of donor designations payable at June 30 follows:

| | | 2024 | 2023 |
|---|---|---|---|
| 2021-22 Campaign donor designations payable | | - | 60,121 |
| 2022-23 Campaign donor designations payable | | 28,246 | - |
| SHARE donor designations payable | | 1,860 | 648 |
| | $ | 30,106 | 60,769 |

## (7) Operating Lease

United Way leases office space from the Fairbanks Daily News-Miner, LLC. The lease term of one year began September 1, 2023 and goes through August 31, 2024. Monthly lease payments under the agreement are $1,575.

## (8) Contingencies

Amounts received or receivable from grantors are subject to audit and adjustment. Any disallowed claims, including amounts already collected, would become a liability of United Way. However, management believes that such claims, if any, would not be significant.

## (9) Simplified Employee Pension (SEP) Plan

In 1989, United Way established a SEP Plan. United Way agrees to provide for discretionary contributions in each calendar year to Individual Retirement Accounts for all eligible employees who are at least 21 years old and have performed services for United Way at least one year of the immediately preceding five years. Contributions are made at a specified percentage of each eligible employee’s salary, with percentages set at the Board’s discretion up to a maximum of 15 percent. Contributions were $5,686 and $9,137 for the years ended June 30, 2024 and 2023, respectively.

## (10) Economic Dependency

During the years ended June 30, 2024 and 2023, United Way of Tanana Valley, Inc. received approximately 48% and 82%, respectively, of the funding for its activities from public support through campaign activities. A significant change in the economy of the region could have a negative effect on operations.

## (11) Liquidity and Availability

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

| | | |
|---|---|---|
| Cash and cash equivalents | $ | 150,033 |
| Certificates of deposit | | 80,040 |
| Pledges receivable, net of allowance | | 66,324 |
| Grants receivable | | 106,131 |
| | $ | 402,528 |

As part of United Way's liquidity management plan, it maintains adequate cash to meet operational demands, and monitors the age of accounts receivable balances to ensure collections occur in a timely manner.

## (12) Functional Expenses

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include employee compensation, travel, occupancy, office supplies, professional fees, membership dues, communications, insurance, advertising, event expense, conference and meetings, grant administration and other which are allocated on the basis of estimated time and effort.

## (13) Advertising Expenses

Advertising expenses are expensed when incurred. Advertising expenses for the years ended June 30, 2024 and 2023 were $47,767 and $19,990, respectively.

## (14) Subsequent Events

In connection with the preparation of the financial statements, United Way evaluated subsequent events after the Statement of Financial position date of June 30, 2024 through May 18, 2026, which was the date the financial statements were available to be issued. We did not identify any events requiring disclosure in accordance with generally accepted accounting principles.