

UNITED WAY OF WINDHAM COUNTY, INC.

FINANCIAL STATEMENTS

Years Ended June 30, 2017 and 2016

UNITED WAY OF WINDHAM COUNTY, INC.

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June 30, 2017 and 2016

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
United Way of Windham County, Inc.

We have audited the accompanying financial statements of United Way of Windham County, Inc. (a non-profit organization), which comprise the statements of financial position as of June 30, 2017 and 2016, 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 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 required 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 Windham County, Inc. as of June 30, 2017 and 2016, 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.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of Allocations and Initiatives on page 16 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 not 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.

Barre, Vermont
VT Registration No.: 92-0000340
January 4, 2018

UNITED WAY OF WINDHAM COUNTY, INC.

STATEMENTS OF FINANCIAL POSITION

June 30, 2017 and 2016

	2017	2016
ASSETS		
CURRENT ASSETS		
Cash		
Unrestricted	\$ 104,498	\$ 176,167
Restricted for agencies allocation	67,749	67,563
In trust for unrelated agencies	-	-
Board designated accounts (Note 14)	373,068	339,088
Total cash	545,315	582,818
Accounts receivable	458	235
Pledges receivable (net of \$20,000 and \$20,000)	136,579	128,840
Prepaid expenses	4,053	5,950
TOTAL CURRENT ASSETS	686,405	717,843
PROPERTY AND EQUIPMENT (Notes 1 and 2)		
Property and equipment	21,235	20,846
Less: accumulated depreciation	(14,212)	(11,487)
Total property and equipment	7,023	9,359
TOTAL ASSETS	\$ 693,428	\$ 727,202
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 1,508	\$ 12,725
Allocations Payable	13,713	10,750
Accrued wages	8,869	7,031
Deferred Revenue (Note 10)	38,391	47,393
TOTAL CURRENT LIABILITIES	62,481	77,899
NET ASSETS		
Unrestricted (Note 8)	(13,858)	346
Temporarily restricted (Note 9)	644,805	648,957
Permanently restricted	-	-
TOTAL NET ASSETS	630,947	649,303
TOTAL LIABILITIES AND NET ASSETS	\$ 693,428	\$ 727,202

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

UNITED WAY OF WINDHAM COUNTY, INC.

STATEMENTS OF ACTIVITIES
Years ended June 30, 2017 and 2016

	2017	2016
Unrestricted Net Assets:		
Unrestricted operating revenues and support:		
Temporarily restricted net assets released from restrictions due to satisfaction of terms	\$ 487,081	\$ 503,986
Interest	169	169
Special events	20,552	18,053
In kind revenue (Note 1)	28,016	24,473
	535,818	546,681
Allocations and functional expenses:		
Agency allocations and initiatives (See page 16)	174,182	147,618
Unallocated payments to national organization	-	7,502
	174,182	155,120
Functional expenses:		
Program services	217,277	254,068
Support services:		
Management and general	65,115	40,024
Fundraising	93,448	60,301
Total support services	158,563	100,325
Total functional expenses	375,840	354,393
Total allocations and functional expenses	550,022	509,513
Increase or (decrease) in unrestricted net assets from operations	(14,204)	37,168
Temporarily Restricted Net Assets:		
Contributions, current campaign	377,330	405,939
Recoveries of previous pledges not received	-	-
Less provision for pledges not received	(20,019)	(20,000)
Less donor designations	(15,338)	(13,613)
Grants, bequests and other revenue	140,956	123,452
Temporarily restricted net assets released from restrictions due to satisfaction of terms	(487,081)	(503,986)
Increase or (decrease) in temporarily restricted net assets	(4,152)	(8,208)
Increase or (decrease) in Net Assets	(18,356)	28,960
NET ASSETS, BEGINNING OF YEAR	649,303	620,343
NET ASSETS, END OF YEAR	\$ 630,947	\$ 649,303

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

UNITED WAY OF WINDHAM COUNTY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2017

	Program Services	Supporting Services		Total
		General and Administrative	Fundraising	
Salaries	\$ 136,910	\$ 24,471	\$ 48,386	\$ 72,857
Payroll taxes	15,435	2,337	5,267	7,604
Employee benefits	11,561	4,394	3,517	7,911
	<u>163,906</u>	<u>31,202</u>	<u>57,170</u>	<u>88,372</u>
Payroll service expense	393	209	200	409
Workers compensation insurance	161	161	54	215
Training and professional development	455	70	225	295
Rent (Note 5)	7,897	8,068	937	9,005
Telephone	830	689	208	897
Software	7,670	2,648	1,313	3,961
Campaign expenses	-	-	4,335	4,335
Office supplies	216	1,243	21	1,264
Postage and delivery	225	350	1,642	1,992
Printing	367	28	93	121
Publication and subscriptions	-	95	-	95
Dues - other	-	159	4,957	5,116
Marketing	1,834	1,129	4,065	5,194
Grant administrative cost	-	-	-	-
Travel	1,054	169	962	1,131
Meetings	752	566	191	757
Gifts given	-	-	-	-
Special events	5,924	2,430	305	2,735
Maintenance and repairs	-	407	844	1,251
Equipment service contracts	-	2,839	-	2,839
Audit/accounting services	-	4,500	-	4,500
Bookkeeping services	1,442	1,441	2,883	4,324
Consulting services	6,805	1,968	-	1,968
Bond insurance	156	83	79	162
Directors & officers liability insurance	-	1,461	-	1,461
Property/casualty insurance	588	520	173	693
Credit card fees	89	109	777	886
Bank fees	-	43	-	43
Miscellaneous expenses	314	-	-	-
In kind expense	14,864	1,820	11,332	13,152
	<u>215,942</u>	<u>64,407</u>	<u>92,766</u>	<u>157,173</u>
Depreciation expense	1,335	708	682	1,390
Total expenses	\$ 217,277	\$ 65,115	\$ 93,448	\$ 158,563
				<u>28,016</u>
				<u>373,115</u>
				<u>2,725</u>
				<u>\$ 375,840</u>

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

UNITED WAY OF WINDHAM COUNTY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2016

	Program Services	Supporting Services			Total
		General and Administrative	Fundraising	Supporting Services	
Salaries	\$ 146,517	\$ 18,574	\$ 26,929	\$ 45,503	\$ 192,020
Payroll taxes	13,148	1,575	2,428	4,003	17,151
Employee benefits	14,318	3,380	4,120	7,500	21,818
	<u>173,983</u>	<u>23,529</u>	<u>33,477</u>	<u>57,006</u>	<u>230,989</u>
Payroll service expense	245	134	155	289	534
Workers compensation insurance	1,061	108	212	320	1,381
Training and professional development	1,565	-	-	-	1,565
Rent (Note 5)	10,630	1,112	2,161	3,273	13,903
Telephone	1,126	105	193	298	1,424
Software	3,842	335	590	925	4,767
Campaign expenses	-	-	2,709	2,709	2,709
Office supplies	2,796	425	914	1,339	4,135
Postage and delivery	1,190	159	1,272	1,431	2,621
Printing	648	-	520	520	1,168
Publication and subscriptions	20	11	12	23	43
Dues - other	2,828	1,180	1,369	2,549	5,377
Marketing	5,926	2,659	6,085	8,744	14,670
Grant administrative cost	-	-	88	88	88
Travel	2,358	102	122	224	2,582
Meetings	794	71	82	153	947
Gifts given	132	-	-	-	132
Special events	6,408	-	-	-	6,408
Maintenance and repairs	5,455	799	1,327	2,126	7,581
Equipment service contracts	1,522	320	529	849	2,371
Audit/accounting services	-	4,300	-	4,300	4,300
Bookkeeping services	1,001	2,434	2,434	4,868	5,869
Consulting services	4,215	-	2,818	2,818	7,033
Bond insurance	-	318	-	318	318
Directors & officers liability insurance	-	1,461	-	1,461	1,461
Property/casualty insurance	702	381	442	823	1,525
Credit card fees	113	-	1,312	1,312	1,425
Bank fees	150	-	-	-	150
Miscellaneous expenses	1,412	-	-	-	1,412
In kind expense	23,153	-	-	-	23,153
	<u>253,275</u>	<u>39,943</u>	<u>60,143</u>	<u>100,086</u>	<u>353,361</u>
Depreciation expense	793	81	158	239	1,032
Total expenses	<u>\$ 254,068</u>	<u>\$ 40,024</u>	<u>\$ 60,301</u>	<u>\$ 100,325</u>	<u>\$ 354,393</u>

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

UNITED WAY OF WINDHAM COUNTY, INC.

STATEMENTS OF CASH FLOWS
Years Ended June 30, 2017 and 2016

	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (18,356)	\$ 28,960
Adjustments to reconcile change in net assets to net cash (used) or provided by operating activities:		
Depreciation	2,725	1,032
Accounts receivable	(223)	895
Pledges receivable	(7,739)	239
Prepaid expenses	1,897	6,303
Accounts payable	(11,217)	10,521
Allocations payable	2,963	(1,130)
Accrued expenses	1,838	2,309
Deferred revenue	(9,002)	7,552
Net cash (used) provided by operating activities	(37,114)	56,681
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of equipment and leasehold improvements	(389)	(5,820)
Net cash (used) provided by investing activities	(389)	(5,820)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from borrowing	-	-
Net cash (used) provided by financing activities	-	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(37,503)	50,861
CASH AND CASH EQUIVALENTS, BEGINNING	582,818	531,957
CASH AND CASH EQUIVALENTS, ENDING	\$ 545,315	\$ 582,818
SUPPLEMENTAL SCHEDULE OF CASH FLOW INFORMATION		
Cash paid during the year for interest	\$ -	\$ -
Cash paid during the year for income taxes	-	-
Non-cash transactions:		
In-kind revenue	\$ 28,016	\$ 24,473
In-kind expense	28,016	24,473

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

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017 and 2016

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of the United Way of Windham County, Inc. is presented to assist in understanding the United Way of Windham County, Inc.'s financial statements. The financial statements and notes are representations of the organization's management.

Nature of Activities:

United Way of Windham County, Inc. (the Organization) located in Brattleboro, Vermont, raises funds for allocation to other not-for-profit organizations in Windham County that meet the human service needs of the area. It facilitates community volunteers to annually review each applicant organization's funding request and then recommends to the United Way board of directors where the funds should responsibly be distributed. The Organization facilitates the greater human service community to work to bring together all available resources to solve current community problems in the most effective and efficient manner possible.

Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles 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 and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes:

The United Way of Windham County, Inc. is an organization which is not a private foundation within the meaning of section 509(a) of the Internal Revenue Code and qualifies for exemption from federal income tax under Section 501(c)(3) of the Code. Therefore, no provision for income taxes is made in the accompanying financial statements.

Allocations of Functional Expenses:

The Organization allocates direct expenses to its programs and supporting services on a specific identification basis. Indirect expenses are allocated based on an estimate of employee time spent in each functional area. These estimates may be revised during the year if the actual costs are found to be significantly different than anticipated.

Cash and Cash Equivalents:

For the purposes of the statement of cash flows, the Organization considers all short-term investments with an original maturity of three months or less to be cash equivalents.

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017 and 2016

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

In-Kind Contributions:

The Organization receives donations of products and services from various donors. These contributions are recorded at their estimated fair market value at their date of donation. The estimated fair value of such products and services received for fiscal years ended June 30, 2017 and 2016 was \$28,016 and \$24,473 respectively.

Contributions of services are recognized in the financial statements if the services enhance or created non-financial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Volunteer services are not recorded in the financial statements as these contributions do not meet the requirements to be recorded as revenue and expense. Donated goods and services consisted of the following:

<u>Item or Service</u>	2017	2016
	<u>Estimated Fair Market Value</u>	<u>Estimated Fair Market Value</u>
Administrative	\$ 1,820	\$ 2,575
CI	3,266	14,387
Volunteer	1,323	2,366
WB	6,550	400
Campaign	11,332	1,320
Dental	680	600
VITA	3,045	2,825
Total	<u>\$ 28,016</u>	<u>\$ 24,473</u>

Public support/revenue recognition:

The Organization conducts an annual fundraising campaign accounting for pledges received from July 1 through June 30 of each fiscal year. Pledges are recognized as revenue when the pledge is received by the Organization. Campaign contributions and pledges are reported as temporarily restricted net assets for use in the subsequent year unless specifically restricted by the donor. Campaign pledges recorded in the current fiscal year are paid out as allocations to agencies over the subsequent fiscal year, typically with a 12-month period. Donor designations are accounted for separately from annual campaign revenue.

Compensated Absences:

The Organization does not record leave time earned by employees. Management determined the impact on these financial statements is immaterial.

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017 and 2016

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributions and Net Assets:

United Way of Windham County, Inc. has adopted FASB ASC 958-605 (formerly Statement of Financial Accounting Standards No. 116, "Accounting for Contributions Received and Contributions Made"), (SFAS No. 116). In accordance with FASB ASC 958-605 contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending upon the existence or nature of donor restriction.

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restriction expires in the fiscal year in which the contributions are recognized. All other donor restricted contributions are reported as increases in temporarily or permanently restricted net assets depending upon the nature of the restrictions. When the restriction expires, temporarily restricted net assets are reclassified as unrestricted net assets.

United Way of Windham County, Inc. has also adopted FASB ASC 958-225-45-16 (formerly Statement of Financial Accounting Standards No. 117, "Financial Statements for Not-For-Profit Organization"), (SFAS No. 117).

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

Unrestricted Net Assets – Net assets that are not subject to donor-imposed stipulations.

Temporarily Restricted Net Assets – Net assets are subject to donor-imposed stipulations that may or will be met either by actions of the Organization and/or the passage of time.

Permanently Restricted Net Assets – Net assets that are subject to donor-imposed stipulations that they be maintained permanently by the Organization. Generally, the donors of these assets may or may not permit the Organization to use all or part of the income earned on related investments for general or specific purposes.

The Organization does not have any permanently restricted net assets at June 30, 2017 and 2016. The balance in temporarily restricted net assets at June 30, 2017 and 2016 was \$644,805 and \$648,957 respectively.

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017 and 2016

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Property and Equipment:

Equipment is stated at cost or at estimated fair value at the date of gift. All expenditures for equipment over \$750 are recorded at cost and are capitalized. Donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Depreciation is provided by the straight line method over the estimated useful lives of the assets, generally, as follows:

Asset Class	Estimated Lives
Equipment	5–7 years
Leasehold Improvements	39 years

Depreciation expense for the years ended June 30, 2017 and 2016 was \$2,725 and \$1,032 respectively.

Note 2. PROPERTY AND EQUIPMENT

At June 30, 2017, the costs and related accumulated depreciation of property and equipment consisted of the following:

	Cost	Accumulated Depreciation	Net
Equipment	\$ 21,235	\$ 14,212	\$ 7,023
Total 2017	\$ 21,235	\$ 14,212	\$ 7,023
Total 2016	\$ 20,846	\$ 11,487	\$ 9,359

Note 3. FUND RAISING AND ADMINISTRATIVE EXPENSE RATIO

The United Way of Windham County, Inc.'s overhead ratio for June 30, 2017 and 2016 is 30.4% and 18.9% respectively. The overhead ratio is calculated using the gross ratio as recommended by the United Way of America. This percentage is calculated by dividing the general and administrative and fundraising expenses by total revenue, as reported on form 990.

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017 and 2016

Note 4. PLEDGES RECEIVABLE

Pledges receivable consist of payroll deduction pledges to be received by United Way of Windham County, Inc. within the next fiscal year. Unconditional promises to give are recognized as receivables and as revenues in the period in which the Organization is notified by the donor of their commitment to make a contribution.

Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual receivables from pledges. For the years ending June 30, 2017 and 2016, actual bad debts on prior year pledges were \$20,000 and \$20,000 respectively. The amount of \$0 and \$0 were bad debts recoveries for the fiscal years ending June 30, 2017 and 2016 respectively.

Note 5. OFFICE LEASE

United Way of Windham County, Inc. leases its office space under a three year lease expiring March 1, 2019. The terms of the lease call for annual rent of:

Year ending June 30, 2017	\$ 15,276
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Prior to the execution of the written lease, the Organization had a verbal month-to-month arrangement. Annual rent expense was \$16,902 in 2017 and \$13,903 in 2016.

Note 6. DATE OF MANAGEMENT REVIEW

Management has evaluated subsequent events through October 30, 2017, the date of the audit report. Management is not aware of any subsequent events which require disclosure.

Note 7. RETIREMENT PLAN

The Organization sponsors a defined contribution retirement plan which qualifies for deferred tax treatment by the employee. The Organization matches employee contributions up to 3% of eligible compensation for qualified participants. Employees may contribute up to the maximum allowed by law. Contributions totaled \$5,885 and \$4,836 for the years ending June 30, 2017 and 2016.

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017 and 2016

Note 8. UNRESTRICTED NET ASSETS

The board of directors has designated a portion of the unrestricted net assets as an emergency reserve in the case of the loss of a major employer participant in the annual campaign. The net assets for this fund are as follows:

	<u>2017</u>	<u>2016</u>
Reserve Fund People's United-Designated	\$ 105,593	\$ 96,070
Undesignated	<u>(119,451)</u>	<u>(95,724)</u>
Total Unrestricted	<u>\$ (13,858)</u>	<u>\$ (346)</u>

Note 9. TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consisted of the following as of June 30, 2017 and 2016:

	<u>2017</u>	<u>2016</u>
Current campaign revenue to be distributed in the subsequent year	\$ 377,330	\$ 405,939
Bequest to establish an endowment Fund	<u>267,475</u>	<u>243,018</u>
Total temporarily restricted net assets	<u>\$ 644,805</u>	<u>\$ 648,957</u>

The bequest to establish an endowment fund is restricted. The policy restricts any use until a balance of \$300,000 is reached and then only income can be used.

Note 10. DEFERRED REVENUE

Deferred revenues are a result of grants and contracts received but unearned. Revenue is recognized only to the extent that related expenses have been incurred. Deferred revenue at June 30, 2016 and 2015 is as follows:

	<u>6/30/17</u>	<u>6/30/16</u>
Dental Clinic	\$ 9,448	\$ 9,300
FINRA Grant	-	17,556
Kids in Coats	28,457	20,537
Thomas Thompson Trust	486	-
Total	<u>\$ 38,391</u>	<u>\$ 47,393</u>

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017 and 2016

Note 11. ENDOWMENT FUND

The Merchant's Bank Trust investments consist of various investments which are presented at fair market value. Fair market value is based on price quotations on publicly traded securities. Fair value of the Endowment investments as of June 30, 2017 is as follows:

	Cost	Market Value	Unrealized Appreciation
Cash	\$ 3,753	\$ 3,753	\$ -
Equity Mutual Funds	114,683	162,817	4,813
Bond Mutual Funds	102,743	100,905	(1,838)
	<u>\$ 267,475</u>	<u>\$ 267,475</u>	<u>\$ 2,975</u>
Total 6/30/17			
	<u>\$ 214,391</u>	<u>\$ 243,018</u>	<u>\$ 28,627</u>
Total 6/30/16			

Investment income activity at year end consists of the following:

	2017	2016
Unrealized gain	\$ 25,319	\$ (6,916)
Realized gain	6,128	2,834
Interest	22	9
Dividends	6,480	4,359
Investment fees	(3,970)	(2,754)
	<u>\$ 33,979</u>	<u>\$ (2,468)</u>

Note 12. CONCENTRATION OF CREDIT RISK

The Organization places its cash accounts with four major financial institutions and, by policy, limits the amount of credit exposure to any one financial institution. No amounts exceeded the FDIC insurance levels at June 30, 2017 and 2016.

UNITED WAY OF WINDHAM COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017 and 2016

Note 13. UNCERTAINTY OF INCOME TAXES

Management has evaluated significant tax positions against the criteria established by generally accepted accounting principles and believes there are no such tax positions requiring accounting recognition in the financial statements. Management does not believe its evaluation of tax positions will significantly change within twelve months of June 30, 2017.

Any changes in tax positions will be recorded when the ultimate outcome becomes known. The Organization's tax returns are subject to examination by taxing authorities generally for the years ended June 30, 2015 through June 30, 2017. There were no income tax related interest or penalties incurred in 2017 or 2016.

Note 14. BOARD DESIGNATED ACCOUNTS

The balance in this account at year end consists of the following:

	<u>2017</u>	<u>2016</u>
Reserve Fund at People's United	\$ 105,593	\$ 96,070
Endowment Fund (Note 12)	267,475	243,018
	<u>\$ 373,068</u>	<u>\$ 339,088</u>

SUPPLEMENTARY INFORMATION

UNITED WAY OF WINDHAM COUNTY, INC.

SCHEDULE OF ALLOCATIONS AND INITIATIVES

June 30, 2017 and 2016

	2017	2016
AHS Direct Service Dollars	\$ 3,000	\$ 6,250
AIDS Project of Southern Vermont	2,500	2,500
Boys & Girls Club	7,500	2,500
Brattleboro Senior Meals	-	2,500
Center for Health and Learning	19,711	-
Green Mountain Camp for Girls	2,500	-
Groundworks Collaborative/Morningside Shelter	30,000	28,750
CI Venture/Spark Fund	6,650	22,800
Denture Fund	6,400	6,345
Miscellaneous	-	500
Parks Place Community Resource Center	10,000	7,000
Prevent Child Abuse Vermont	10,000	10,000
Vermont 211	5,547	5,270
VITA Tax Prep	1,325	203
Windham Child Care – Education Incentive	10,000	13,000
Windham Childcare Association	20,000	20,000
Youth Services	20,000	20,000
Kids in Coats	19,049	-
Total Allocations	<u>\$ 174,182</u>	<u>\$ 147,618</u>