

**UNITED WAY OF THE
CHATTAHOOCHEE VALLEY, INC.
COLUMBUS, GEORGIA
FINANCIAL STATEMENTS
JUNE 30, 2026 AND 2025**

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Independent Auditor's Report

The Board of Directors
United Way of the Chattahoochee Valley, Inc.
Columbus, Georgia

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of United Way of the Chattahoochee Valley, Inc. (the "Organization"), a non-profit organization, which comprise the Statements of Financial Position as of June 30, 2026 and 2025, and the related Statements of Activities, Functional Expenses and Cash Flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 2026 and 2025, 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 ("GAAP").

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with GAAP, 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 the Organization's ability to continue as a going concern for one year after the date the financial statements are issued.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 the Organization'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.

Robinson, Grimes + Company, P.C.

Certified Public Accountants
Columbus, Georgia

October 9, 2026

UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
COLUMBUS, GEORGIA
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2026 AND 2025

<u>ASSETS</u>			
	<u>2026</u>		<u>2025</u>
Cash and cash equivalents	\$ 6,684,151	\$	5,132,705
Pledges receivable, net	4,947,968		3,788,633
Accounts receivable	91,211		496,652
Other assets	73,053		70,955
Investments	2,796,074		2,384,893
Receivable from charitable trust	6,654,218		0
Split interest agreement	0		1,714,310
Operating lease right-of-use asset	1,272,897		1,478,059
Fixed assets, net of accumulated depreciation	<u>78,237</u>		<u>188,110</u>
 Total assets	 \$ <u>22,597,809</u>	 \$	 <u>15,254,317</u>
 <u>LIABILITIES AND NET ASSETS</u>			
<u>LIABILITIES</u>			
Allocations payable	\$ 3,245,000	\$	3,545,500
Donor designations payable	20,459		39,641
Accounts payable	32,816		51,626
Accrued expenses	250,802		201,515
Operating lease liability	<u>609,487</u>		<u>702,524</u>
 Total liabilities	 <u>4,158,564</u>		 <u>4,540,806</u>
 <u>NET ASSETS</u>			
NET ASSETS (*)			
Without donor restrictions	12,825,274		5,236,238
With donor restrictions	<u>5,613,971</u>		<u>5,477,273</u>
 Total net assets	 <u>18,439,245</u>		 <u>10,713,511</u>
 Total liabilities and net assets	 \$ <u>22,597,809</u>	 \$	 <u>15,254,317</u>

* See Note 16 - Restatement.

See Notes to Financial Statements.

UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
COLUMBUS, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2026

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
PUBLIC SUPPORT & REVENUE			
Gross campaign results (25-26 campaign)	\$ 5,257,456	\$ 0	\$ 5,257,456
Release of 25-26 campaign from restriction	602,603	(602,603)	0
Less donor designations	(20,459)	0	(20,459)
Less provision for uncollectible	(182,329)	0	(182,329)
Net campaign results (25-26 campaign)	5,657,271	(602,603)	5,054,668
Gross campaign results (26-27 campaign)	0	440,841	440,841
Contributions	0	1,080,372	1,080,372
Net investment income	482,122	82,236	564,358
Community schools	0	2,062,861	2,062,861
Women's initiative	0	6,720	6,720
Homeless grant	0	686,138	686,138
Other grants	0	618,860	618,860
Chips4Chips	0	127,639	127,639
Youth Opportunity	0	200,000	200,000
Change in value of split-interest agreement	0	4,939,908	4,939,908
Other income	458,233	5,000	463,233
Loss on disposal of fixed assets	(46,786)	0	(46,786)
Net assets released from restrictions	9,511,274	(9,511,274)	0
Other public support & revenue	10,404,843	298,460	10,703,303
Total public support & revenue	16,062,114	136,698	16,198,812
EXPENSES			
Program services			
Gross funds awarded/distributed	3,454,389	0	3,454,389
Less donor designations	(20,459)	0	(20,459)
Net funds distributed	3,433,930	0	3,433,930
Other program services			
United Way programs	3,369,909	0	3,369,909
Total program services	6,803,839	0	6,803,839
Supporting services	1,669,239	0	1,669,239
Total expenses	8,473,078	0	8,473,078
Change in net assets	7,589,036	136,698	7,725,734
Net assets, beginning (*)	5,236,238	5,477,273	10,713,511
Net assets, ending	\$ 12,825,274	\$ 5,613,971	\$ 18,439,245

* See Note 16 - Restatement.

UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
COLUMBUS, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
PUBLIC SUPPORT & REVENUE			
Gross campaign results (24-25 campaign)	\$ 6,138,214	\$ 0	\$ 6,138,214
Release of 24-25 campaign from restriction	223,986	(223,986)	0
Less donor designations	(44,022)	0	(44,022)
Less provision for uncollectible	<u>(395,947)</u>	<u>0</u>	<u>(395,947)</u>
Net campaign results (24-25 campaign)	<u>5,922,231</u>	<u>(223,986)</u>	<u>5,698,245</u>
Gross campaign results (25-26 campaign)	<u>0</u>	<u>602,603</u>	<u>602,603</u>
Contributions	562,813	800,000	1,362,813
Net investment income	324,401	51,197	375,598
Community schools	0	649,125	649,125
Women's initiative	0	33,888	33,888
Homeless grant	0	890,712	890,712
Other grants	0	909,266	909,266
Chips4Chips	0	334,502	334,502
Change in value of split-interest agreement	0	114,448	114,448
Other income	272,150	21,664	293,814
Net assets released from restrictions	<u>3,036,065</u>	<u>(3,036,065)</u>	<u>0</u>
Other public support & revenue	<u>4,195,429</u>	<u>768,737</u>	<u>4,964,166</u>
Total public support & revenue	<u>10,117,660</u>	<u>1,147,354</u>	<u>11,265,014</u>
EXPENSES			
Program services			
Gross funds awarded/distributed	3,879,686	0	3,879,686
Less donor designations	<u>(44,022)</u>	<u>0</u>	<u>(44,022)</u>
Net funds distributed	3,835,664	0	3,835,664
Other program services			
United Way programs	<u>3,753,137</u>	<u>0</u>	<u>3,753,137</u>
Total program services	7,588,801	0	7,588,801
Supporting services	<u>1,884,700</u>	<u>0</u>	<u>1,884,700</u>
Total expenses	<u>9,473,501</u>	<u>0</u>	<u>9,473,501</u>
Change in net assets	644,159	1,147,354	1,791,513
Net assets, beginning, as restated (*)	<u>4,592,079</u>	<u>4,329,919</u>	<u>8,921,998</u>
Net assets, ending	<u>\$ 5,236,238</u>	<u>\$ 5,477,273</u>	<u>\$ 10,713,511</u>

* See Note 16 - Restatement.

UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2026

	Program Services			Supporting Services		
	Allocation Services	United Way Programs	Total	Organizational Administration	Fundraising	Total
EXPENSES						
Community investments	\$ 3,245,000	\$ 0	\$ 3,245,000	\$ 0	\$ 0	\$ 0
Salaries	125,636	1,558,314	1,683,950	413,032	493,936	906,968
Payroll taxes	10,249	106,353	116,602	35,618	35,041	70,659
Employee benefits	14,811	256,361	271,172	78,189	81,691	159,880
Subtotal	150,696	1,921,028	2,071,724	526,839	610,668	1,137,507
Marketing	192	4,265	4,457	0	9,482	9,482
Bank charges	0	869	869	14,028	0	14,028
Supplies	670	16,035	16,705	1,800	4,493	6,293
Printing and copying	0	889	889	8,489	2,984	11,473
Postage and shipping	373	3,732	4,105	1,679	933	2,612
Telephone and networks	2,671	23,362	26,033	4,729	5,938	10,667
Occupancy	12,451	137,564	150,015	56,031	31,129	87,160
Travel and entertainment	846	39,064	39,910	6,354	47,290	53,644
Insurance	815	24,648	25,463	3,668	16,377	20,045
Dues and subscriptions	330	1,417	1,747	7,779	3,174	10,953
Depreciation	3,505	35,049	38,554	15,772	8,762	24,534
Legal and professional	3,940	608,176	612,116	35,909	132,078	167,987
Other direct program expenses	0	378,946	378,946	0	7,348	7,348
Maintenance	5,275	100,018	105,293	23,735	28,249	51,984
Training	0	3,189	3,189	1,818	1,543	3,361
United Way of America dues	7,166	71,658	78,824	32,246	17,915	50,161
Subtotal	38,234	1,448,881	1,487,115	214,037	317,695	531,732
Total Functional Expenses	\$ 3,433,930	\$ 3,369,909	\$ 6,803,839	\$ 740,876	\$ 928,363	\$ 1,669,239

See Notes to Financial Statements.

UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2025

	Program Services			Supporting Services		
	Allocation Services	United Way Programs	Total	Organizational Administration	Fundraising	Total
EXPENSES						
Community investments	\$ 3,553,500	\$ 0	\$ 3,553,500	\$ 0	\$ 0	\$ 0
Salaries	193,313	1,815,633	2,008,946	438,755	524,374	963,129
Payroll taxes	13,739	124,973	138,712	36,530	41,827	78,357
Employee benefits	35,130	241,587	276,717	66,608	77,101	143,709
Subtotal	242,182	2,182,193	2,424,375	541,893	643,302	1,185,195
Marketing	40	20,169	20,209	6,530	67,465	73,995
Bank charges	0	0	0	22,824	0	22,824
Supplies	1,040	23,718	24,758	3,462	8,315	11,777
Printing and copying	236	4,575	4,811	0	7,937	7,937
Postage and shipping	554	5,551	6,105	2,492	1,384	3,876
Telephone and networks	2,655	27,906	30,561	5,844	7,012	12,856
Occupancy	12,454	148,542	160,996	56,044	31,136	87,180
Travel and entertainment	1,222	42,764	43,986	8,267	66,657	74,924
Insurance	566	20,174	20,740	2,546	1,413	3,959
Dues and subscriptions	0	2,268	2,268	5,804	255	6,059
Depreciation	3,963	55,227	59,190	17,834	9,909	27,743
Legal and professional	3,729	541,710	545,439	86,237	150,868	237,105
Other direct program expenses	0	489,266	489,266	0	6,771	6,771
Maintenance	6,662	108,511	115,173	29,978	35,365	65,343
Training	575	6,250	6,825	8,163	4,991	13,154
Vehicle expenses	0	11,453	11,453	0	0	0
United Way of America dues	6,286	62,860	69,146	28,287	15,715	44,002
Subtotal	39,982	1,570,944	1,610,926	284,312	415,193	699,505
Total Functional Expenses	\$ 3,835,664	\$ 3,753,137	\$ 7,588,801	\$ 826,205	\$ 1,058,495	\$ 1,884,700

See Notes to Financial Statements.

UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
COLUMBUS, GEORGIA
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

	<u>2026</u>	<u>2025</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	<u>\$ 7,725,734</u>	<u>\$ 1,791,513</u>
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	63,088	86,933
Loss on disposition of fixed assets, net	46,786	0
Gain on investments, net	(371,137)	(207,356)
Lease non-cash adjustment	112,125	112,126
Changes in:		
Pledges receivable, less allowance for uncollectible	(1,159,335)	(680,756)
Accounts receivable	405,441	888,383
Other assets	(2,098)	19,459
Split interest agreement	1,714,310	(114,448)
Receivable from charitable trust	(6,654,218)	0
Accounts payable and accrued expenses	30,477	(272,942)
Allocations and donor designations payable	<u>(319,682)</u>	<u>(742,577)</u>
Total adjustments	<u>(6,134,243)</u>	<u>(911,178)</u>
Net cash provided by operating activities	<u>1,591,491</u>	<u>880,335</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale or maturities of investments	1,242,480	644,186
Purchase of investments	<u>(1,282,525)</u>	<u>(680,625)</u>
Net cash used in investing activities	<u>(40,045)</u>	<u>(36,439)</u>
Net increase in cash and cash equivalents	1,551,446	843,896
Cash and cash equivalents, beginning	<u>5,132,705</u>	<u>4,288,809</u>
Cash and cash equivalents, ending	<u>\$ 6,684,151</u>	<u>\$ 5,132,705</u>

See Notes to Financial Statements.

UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
COLUMBUS, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 1: Nature of Operations

United Way of the Chattahoochee Valley, Inc. ("Organization") is a Georgia nonprofit organization founded in 1952 and incorporated under its current name on August 29, 1995. Its purpose is to help reduce poverty and increase the organized capacity of people to care for one another by providing, with its member agencies, need and effective health, rehabilitation, social adjustment and character building programs.

NOTE 2: Summary of Significant Accounting Policies

Basis of Accounting - The Organization's financial statements have been prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Basis of Presentation - The Organization follows all applicable standards under accounting principles generally accepted in the United States of America ("GAAP"). Under those standards, the Organization is required to report information regarding its financial position and activities according to two classes of net assets:

Net assets without donor restrictions: Net assets not subject to donor-imposed stipulations.

Net assets with donor restrictions: Net assets subject to donor-imposed stipulations that are to be either (1) maintained in perpetuity by the Organization, or (2) maintained until the Organization satisfies certain purpose or time restrictions.

Cash and Cash Equivalents - For purposes of the Statement of Cash Flows, cash includes all monies in banks and on hand.

Accounts Receivable - Accounts receivable primarily consists of amounts due under cost reimbursement grants from the federal and state government. Due to the nature of these receivables, no allowance is deemed necessary.

Revenue Recognition - Contributions received are recorded as support, with or without donor restrictions, depending on the existence of any donor restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statements of Activities as net assets released from restrictions. The Organization reports any donor-restricted contributions whose restrictions are met in the same accounting period as net assets without donor restrictions.

UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
COLUMBUS, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 2: Summary of Significant Accounting Policies (Continued)

The Organization receives certain goods and services as in-kind gifts. These gifts are recorded at management's estimate of fair value on the date received. Many individuals volunteer their time and perform a variety of tasks that assist the Organization, but these services do not meet the criteria for recognition as contributed services under GAAP.

Functional Expenses - Salaries and payroll related costs are allocated to the various supporting and program services of the Organization based on estimates of time incurred for the services by full-time equivalent staff. All other program costs not specifically identified are allocated based on estimates by management. These allocations are reviewed annually and changed as applicable to reflect changes in the activities of the Organization and its personnel.

Payments and Designations - Donors may designate their gifts to specific nonprofit agencies. The nonprofit agencies are required to provide the Organization with documentation of their tax-exempt status. The collection of these contributions and distribution to donor-specified agencies are transactions in which the Organization is acting as an agent. These transactions are not reported on the Statements of Activities as revenue and expenses, but are included in total campaign results. Amounts collected and held at year end are reported as agency funds payable. The Organization honors all designations made to each member organization, but retains variance power.

Donated Property, Equipment and Supplies - Donations of property, equipment and supplies are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in net assets without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as contributions with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies those net assets with donor restrictions to net assets without donor restrictions at that time.

Estimates - The preparation of financial statements requires management to make estimates and assumptions that affect certain 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.

UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
COLUMBUS, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 2: Summary of Significant Accounting Policies (Continued)

Investments - Investments are stated at fair value. Net appreciation or depreciation of the fair value of investments consists of the unrealized appreciation or depreciation of investments held during the year, as well as the realized gain or loss on sale of investments which represents the difference between net sales proceeds and cost or previous fair value of the investments sold. The net realized and unrealized gains and losses on investments are reflected in the Statements of Activities.

Fair Value Measurements - GAAP establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described below:

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

Level 2 Inputs to the valuation methodology include:

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

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

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

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used maximize the use of observable inputs and minimize the use of unobservable inputs. See Note 4 relating to assets for which fair value measurements apply.

UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
COLUMBUS, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 2: Summary of Significant Accounting Policies (Continued)

Fixed Assets and Depreciation - Assets are recorded at cost, if purchased, or estimated fair value, if donated, on the date contributed. Major additions and improvements of \$1,000 or greater are capitalized while replacements, maintenance and repairs, which do not improve or extend the life of the respective assets are expensed as incurred. When fixed assets are sold or otherwise disposed of, the asset account and accumulated depreciation are relieved and any resulting gain or loss is included in operations. Depreciation is computed on the straight-line method over the estimated useful life of the asset.

The useful lives of fixed assets for the purposes of computing depreciation are:

Furniture and fixtures	5 - 10 years
Equipment	3 - 10 years
Vehicles	5 years

Leases - Contractual arrangements are reviewed to determine if they represent a lease contract, or include a lease contract at inception. In accordance with ASC 842, Right of Use ("ROU") assets and liabilities are recognized based on the present value of future minimum lease payments over the lease term at the commencement date. ROU assets represent the right to use an underlying asset for the lease term and lease liabilities represent the Organization's obligation to make payments arising from the lease.

ROU assets resulting from operating leases are presented on the Statements of Financial Position. Operating lease expense is recognized on a straight-line basis over the lease term and included in general and administrative expenses on the Statements of Activities.

The Organization also elected the following practical expedients:

- The Organization will not recognize ROU assets and lease liabilities related to leases with an original term of twelve months or less.
- For real estate leases, the Organization elected to combine lease and non-lease components.
- When known, the Organization will use the rate implicit in the lease. Otherwise, the Organization will use their incremental borrowing rate.

Income Taxes - The Organization is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code and, therefore, has made no provision for federal or state income taxes in the accompanying financial statements. In addition, the Organization has been classified, by the Internal Revenue Service, as an organization that is not a "private foundation" within the meaning of section 509(a)(2) of the Internal Revenue Code.

UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
COLUMBUS, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 2: Summary of Significant Accounting Policies (Continued)

GAAP requires recognition of a liability for the benefit resulting from any uncertain tax positions taken by the Organization. The tax returns of the Organization are subject to examination by the Internal Revenue Service ("IRS") and state taxing authorities. There are currently no audits for any tax periods in progress. Based on evaluation of the Organization's tax positions, management believes all positions would be upheld under an examination. Therefore, no provision for the effect of uncertain tax positions has been recorded for the year ended June 30, 2026.

Subsequent Events - The Organization has evaluated all transactions that may qualify for subsequent event disclosure through October 9, 2026, which is the date the financial statements were available to be issued. There were no transactions discovered that were required to be disclosed under the aforementioned professional guidance.

Reclassification - Certain items in the 2025 financial statements have been reclassified in order to be in conformity with the 2026 statement presentation.

NOTE 3: Pledges Receivable

Unconditional promises to give (pledges) that are expected to be collected within one year are recorded at net realizable value. Contributions expected to be realized in more than one year have been discounted to net present value at an applicable interest rate.

There are no conditional promises to give for the years ended June 30, 2026 and 2025.

The discount rate used to determine the net present value is the 5-year treasury note yield at the date of the multi-year pledge (4.19% and 3.79% as of June 30, 2026 and 2025, respectively).

UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
COLUMBUS, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 3: Pledges Receivable (Continued)

Pledges receivable, net are summarized as follows at June 30, 2026:

	<u>25-26 Campaign</u>	<u>Multi-year Pledges</u>	<u>Total</u>
Less than one year	\$ 3,081,663	\$ 1,324,218	\$ 4,405,881
One to five years	<u>0</u>	<u>1,290,985</u>	<u>1,290,985</u>
Total pledges receivable	3,081,663	2,615,203	5,696,866
Less: discount	0	(107,406)	(107,406)
Less: allowance for uncollectible	<u>(641,492)</u>	<u>0</u>	<u>(641,492)</u>
Pledges receivable - net	<u>\$ 2,440,171</u>	<u>\$ 2,507,797</u>	<u>\$ 4,947,968</u>

Pledges receivable, net are summarized as follows at June 30, 2025:

	<u>24-25 Campaign</u>	<u>Multi-year Pledges</u>	<u>Total</u>
Less than one year	\$ 3,761,532	\$ 200,000	\$ 3,961,532
One to five years	<u>0</u>	<u>600,000</u>	<u>600,000</u>
Total pledges receivable	3,761,532	800,000	4,561,532
Less: discount	0	(42,762)	(42,762)
Less: allowance for uncollectible	<u>(730,137)</u>	<u>0</u>	<u>(730,137)</u>
Pledges receivable - net	<u>\$ 3,031,395</u>	<u>\$ 757,238</u>	<u>\$ 3,788,633</u>

Allowance for uncollectible pledges receivable is estimated based on management's best knowledge of past and current events and assumptions about future events.

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NOTE 4: Investments

The following summarizes investments, and the related unrealized gain in total for the years ended June 30, 2026 and 2025:

	2026		
	COST	FAIR VALUE	UNREALIZED GAIN (LOSS)
Level 1 investments:			
Money market funds	\$ 82,019	\$ 82,019	\$ 0
Marketable equity securities	1,370,703	2,015,301	644,598
Fixed income funds	716,680	698,754	(17,926)
Total level 1 investments	<u>\$ 2,169,402</u>	<u>\$ 2,796,074</u>	<u>\$ 626,672</u>
	2025		
	COST	FAIR VALUE	UNREALIZED GAIN (LOSS)
Level 1 investments:			
Money market funds	\$ 123,035	\$ 123,035	\$ 0
Marketable equity securities	965,137	1,709,564	744,427
Fixed income funds	562,034	552,294	(9,740)
Total level 1 investments	<u>\$ 1,650,206</u>	<u>\$ 2,384,893</u>	<u>\$ 734,687</u>

UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
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NOTE 4: Investments (Continued)

The following summarizes investment income for the years ended June 30, 2026 and 2025:

	<u>2026</u>	<u>2025</u>
Investment earnings	\$ 209,891	\$ 182,823
Net realized gain on sales of investments	479,152	29,763
Net unrealized gain (loss) on investments	<u>(108,015)</u>	<u>177,593</u>
Investment income	581,028	390,179
Investment fees	<u>(16,670)</u>	<u>(14,581)</u>
Total net investment income	<u>\$ 564,358</u>	<u>\$ 375,598</u>

NOTE 5: Split Interest Agreement

Split interest agreement consists of the Organization's share, as a remainder beneficiary, of a charitable trust receivable recorded at estimated fair value. The income beneficiary passed away during the year ended June 30, 2026, thereby terminating the split-interest agreement. At June 30, 2026, the Organization recorded a receivable from the charitable trust representing its estimated distributable share of the trust's net assets, net of estimated final trust expenses and other obligations. The receivable is not subject to a present-value discount because the measuring life ended before year-end. At June 30, 2025, the Organization reported a beneficial interest in the charitable trust estimated using U.S. Treasury Department AFR mid-term interest rate on an annual basis to discount the Organization's share of remaining assets to present value. This valuation method is classified as a level 2 input within the fair value hierarchy as described in Note 2.

The receivable from charitable trust and split interest agreement values as of June 30, 2026 and 2025, based on terms of the agreement and the applicable discount rate, are as follows:

	<u>2026</u>	<u>2025</u>
Receivable from charitable trust	\$ 6,654,218	\$ 0
Level 2 investments:		
Split interest agreement	\$ 0	\$ 1,714,310

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NOTE 6: Fixed Assets and Accumulated Depreciation

Fixed assets and accumulated depreciation at June 30, 2026 and 2025, respectively, are summarized as follows:

	<u>2026</u>	<u>2025</u>
Furniture and fixtures	\$ 243,274	\$ 243,274
Equipment	141,409	141,409
Vehicles	<u>0</u>	<u>77,976</u>
Total fixed assets	384,683	462,659
Less: accumulated depreciation	<u>(306,446)</u>	<u>(274,549)</u>
Fixed assets - net	<u>\$ 78,237</u>	<u>\$ 188,110</u>

NOTE 7: Donor Designations Payable

United Way of the Chattahoochee Valley, Inc. included amounts designated by donors for specific non-partner organizations as a portion of gross campaign results on the Statements of Activities for the campaign year. These are considered agency transactions rather than contributions, and are reflected as liabilities on the Statements of Financial Position. The Statements of Activities show a reduction of net campaign revenue for these pledges and a reduction of gross funds awarded/distributed.

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NOTE 8: Net Assets

Net assets with donor restrictions are summarized as follows:

	<u>2026</u>	<u>2025</u>
Subject to expenditure for a specified purpose:		
Women's Initiative	\$ 0	\$ 22,027
Community schools	2,372,458	865,620
Home for Good	65,356	68,043
Youth Opportunity	200,000	0
Resilient program	0	30,037
Chips4Chips	23,084	286,565
Poverty reduction	349,968	593,168
Other programs	<u>5,260</u>	<u>8,357</u>
Total subject to expenditure for specified purpose	<u>3,016,126</u>	<u>1,873,817</u>
Subject to the passage of time:		
Multi-year pledges	1,607,797	800,000
Future campaign years	440,841	602,603
Split interest agreement	<u>0</u>	<u>1,714,310</u>
Total subject to the passage of time	<u>2,048,638</u>	<u>3,116,913</u>
Restricted in perpetuity	<u>549,207</u>	<u>486,543</u>
 Total net assets with donor restrictions	 <u><u>\$ 5,613,971</u></u>	 <u><u>\$ 5,477,273</u></u>

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NOTE 8: Net Assets (Continued)

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by the passage of time or occurrence of other events specified by donors.

Purpose restrictions accomplished:

Women's Initiative	\$ 28,747	\$ 35,964
Community schools	556,023	493,670
The Basics	0	28,412
Resilient program	257,036	253,110
Chips4Chips	391,120	596,362
Poverty reduction	383,056	280,636
Other programs	260,103	345,377
Home for Good Program	<u>688,825</u>	<u>983,694</u>
Total purpose restrictions accomplished	2,564,910	3,017,225
 Time restrictions expired	 <u>7,548,967</u>	 <u>242,826</u>
Total restrictions released	<u>\$ 10,113,877</u>	<u>\$ 3,260,051</u>

NOTE 9: Endowment

The Organization's endowment fund was established on August 15, 2008 as a discretionary fund solely for the purpose of benefitting, supporting, and providing financial assistance to the Organization and its member agencies. The endowment fund balance was \$2,796,074 and \$2,384,893 as of June 30, 2026 and 2025, respectively. As required by GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law. The Board of Trustees of the Organization has interpreted the Uniform Prudent Management of Institutional Funds Act ("UPMIFA") as requiring the preservation of the fair value of the original gift as of the date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary.

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NOTE 9: Endowment (Continued)

As a result of this interpretation, when reviewing its donor-restricted endowment fund, the Organization considers a fund to be underwater if the fair value of the fund is less than the sum of (a) the original value and initial and subsequent gift amounts donated to the fund and (b) any accumulations to the fund that are required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instrument. The Organization has interpreted UPMIFA to permit spending from underwater funds in accordance with the prudent measures required under law. Additionally, in accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the fund, (2) the purpose of the donor-restricted endowment fund, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and appreciation of investments, (6) other resources of the Organization, and (7) the Organization investment policies.

Investment Return Objectives, Risk Parameters and Strategies. The Organization has adopted an investment policy for the endowment assets where the general investment objective is for a disciplined long-term strategy that will accommodate relevant, reasonable, or probable events. Careful management of the assets is designed to ensure a total return necessary to preserve and enhance the principal of the fund and at the same time, provides a dependable source of support for current operations and programs. To satisfy its long-term rate of return objectives, the Organization relies on returns achieved through capital appreciation (realized and unrealized gains). The Organization targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints. The Trustee shall have the authority to determine the mix of assets in the endowment fund in accordance with the Organization's investment policy.

Spending Policy. In accordance with the Endowment Fund Agreement, the Organization shall annually appropriate for distribution an amount not exceeding 5% of the endowment fund's average net fair market value as of December 31 of the preceding four years. Distributions are made from income and, if necessary, principal. Any income exceeding the annual distribution is added to principal.

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NOTES TO FINANCIAL STATEMENTS
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NOTE 9: Endowment (Continued)

Changes in the endowment for the years ended June 30, 2026 and 2025 are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets as of July 1, 2025	\$ 1,898,350	\$ 486,543	\$ 2,384,893
Investment income	42,003	14,711	56,714
Realized gains	382,611	96,541	479,152
Unrealized losses	(85,701)	(22,314)	(108,015)
Investment fees	(13,336)	(3,334)	(16,670)
Releases	22,940	(22,940)	0
Endowment net assets as of June 30, 2026	<u>\$ 2,246,867</u>	<u>\$ 549,207</u>	<u>\$ 2,796,074</u>

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets as of July 1, 2024	\$ 1,686,912	\$ 454,186	\$ 2,141,098
Investment income	36,432	14,588	51,020
Realized gains	24,876	4,887	29,763
Unrealized gains	138,935	38,658	177,593
Investment fees	(11,519)	(3,062)	(14,581)
Releases	22,714	(22,714)	0
Endowment net assets as of June 30, 2025	<u>\$ 1,898,350</u>	<u>\$ 486,543</u>	<u>\$ 2,384,893</u>

NOTE 10: Leases

During 2022, the Organization sold its building and entered into a ten year non-cancelable operating lease for office space. The Organization pre-paid \$1,200,000 in rent at lease inception, June 1, 2022. The lease requires the Organization to pay an additional \$3,000 per month over the lease term. The lease was amended on January 31, 2023 to include additional office space with additional rent of \$6,333 per month, effective on June 1, 2023.

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NOTE 10: Leases (Continued)

The components of lease expense included in the Statements of Activities were as follows:

Year ended June 30,	<u>2026</u>	<u>2025</u>
Operating lease cost	\$ 224,125	\$ 224,125

Supplemental cash flow information related to leases was as follows:

Cash paid for amounts included in the measurement of lease liabilities:

Year ended June 30,	<u>2026</u>	<u>2025</u>
Operating cash flows used in operating leases	\$ 112,000	\$ 112,000

During the year ended June 30, 2022, the Organization made prepaid rental payments totaling \$1,200,000 in accordance with the 10 year lease agreement. As a result, annual lease payments in subsequent years are reduced by \$120,000. Therefore, annual operating cash flows are significantly less than operating lease cost incurred.

Supplemental balance sheet information related to leases was as follows:

Year ended June 30,	<u>2026</u>	<u>2025</u>
Operating leases		
Operating lease right-of-use assets	<u>\$ 1,272,897</u>	<u>\$ 1,478,059</u>
Current portion of operating lease liabilities	\$ 95,784	\$ 93,036
Long-term portion of operating lease liabilities	<u>513,703</u>	<u>609,488</u>
Total operating lease liabilities	<u>\$ 609,487</u>	<u>\$ 702,524</u>

Weighted average remaining lease term (years)

Operating lease	5.92	6.92
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Weighted average discount rate

Operating lease	2.91%	2.91%
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UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
COLUMBUS, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 10: Leases (Continued)

The following table outlines maturities of the Organization's lease liabilities:

Year ending June 30,	<u>Operating</u>
2027	\$ 112,000
2028	112,000
2029	112,000
2030	112,000
2031	112,000
Thereafter	<u>102,667</u>
	662,667
Less imputed interest	<u>(53,180)</u>
	<u><u>\$ 609,487</u></u>

The Organization leases certain office space on a month-to-month basis. Rent expense under these agreements totaled approximately \$24,000 for both the years ended June 30, 2026 and 2025, and is included as occupancy expense in the Statements of Functional Expenses.

NOTE 11: Availability of Financial Assets

The following reflects the Organization's financial assets reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of June 30, 2026 and June 30, 2025.

	<u>2026</u>	<u>2025</u>
Financial assets, at June 30:	\$ 21,173,622	\$ 13,517,193
Less those unavailable for general expenditures due within one year due to:		
Contractual or donor-imposed restrictions:		
Restricted by donor with time or purpose restrictions	(5,064,764)	(3,276,420)
Restricted - split-interest agreement	0	(1,714,310)
Restricted in perpetuity	<u>(549,207)</u>	<u>(486,543)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 15,559,651</u>	<u>\$ 8,039,920</u>

UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
COLUMBUS, GEORGIA
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FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 11: Availability of Financial Assets (Continued)

The Organization is substantially supported by contributions and grant awards. The Organization believes it has sufficient financial assets to meet expected cash needs for its general expenditures within one year, but plans to fund those cash needs with its cash on hand, collection of accounts receivable and revenue received within the following year. As part of the Organization's cash management, the Organization funds operations through current year revenues and structures its financial assets to be available as its general expenditures, liabilities and other obligations come due. The financial assets noted above are available to be drawn upon in the event of financial distress or an immediate liquidity need resulting from events outside the typical operating cycle.

NOTE 12: Description of Program and Supporting Services

The following program and supporting services are included in the accompanying financial statements:

Community Investments: Includes the functions of fund distribution to organizations supported by the United Way of the Chattahoochee Valley, Inc.

UW Volunteer Center: Assists the Organization by promoting volunteering programs needed in the community.

Community Schools: Provides a neighborhood-based initiative led by the Organization aimed at transforming schools into centers for creating neighborhoods where the strategy, schools, students, families, and community thrive as a unit to achieve student success. This transformation is achieved through robust family and community engagement, complemented by the integration of essential social services. Community Schools United currently serves Dorothy Height, Martin Luther King, Jr., and Brewer Early Innovation Academy in Muscogee County, GA, and Phenix City Elementary School in Russell County, AL. These schools are each supported with a full-time Community School Coordinator, through an Organizational employee.

Home for Good: In cooperation with the City of Columbus, Home for Good: The Alliance to End Homelessness is charged with implementing the 10-Year Plan to End Homelessness. The 10-Year Plan provides the framework for advancing the community from a model of managing the immediate needs of homelessness to ending homelessness through long-term planning and key strategies.

UNITED WAY OF THE CHATTAHOOCHEE VALLEY, INC.
COLUMBUS, GEORGIA
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NOTE 12: Description of Program and Supporting Services (Continued)

211 United Way Chattahoochee Valley: Provides a single point of entry for all residents of the community to access assistance with online and telephone access 24 hours a day, 7 days a week. Individuals will receive access to emergency assistance, self-help and quality of life services, childcare and many other health and social services. The program will serve 8 counties and connect people to the assistance they need to address challenges of everyday living as well as those that develop during times of disasters and emergencies.

C4C/CHIPS: This initiative was created to take advantage of economic development opportunities presented by the \$280 billion CHIPS (Creating Helpful Incentives to Produce Semiconductors) and Science Act and it operates under the umbrella of the United Way of the Chattahoochee Valley in Columbus, Georgia.

The C4C effort began in September of 2022 when the first stakeholders were engaged in the concept of creating a regional technology hub for semiconductor and other advanced manufacturing in the Chattahoochee Valley as a part of the United Way's Poverty Reduction initiative to reduce by half the regions' 20% poverty rate within 10 years by job creation. Through extensive outreach, research, evaluation, and expert confirmation, the opportunity has been developed and validated. The C4C coalition now includes over 200 individuals representing over 60 public and private organizations across the region and state and a formal board of directors. C4C has also established a strong partnership with Georgia Tech and other higher education institutions in support of this effort.

Collaboration with federal, state, and local officials, as well as consulting assets and potential private industry manufacturing partners, has positioned the region to apply for CHIPS Act funding and other complementary funding opportunities. C4C is currently engaged in the submission of proposals and establishing an economic development pipeline of semiconductor manufacturing industries and its related supply chain.

Organizational Administration: Includes the functions necessary to maintain an equitable employment program; ensure an adequate working environment; provide coordination and articulation of the Organization's program strategy through the Office of the President; secure proper administrative functioning of the Board of Directors; and manage the financial and budgetary responsibilities of the Organization.

Fundraising: Provides the structure to encourage and secure private financial support from individuals, foundations and corporations.

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NOTE 13: Defined Contribution Plan

During 1996, the Organization adopted a defined contribution plan covering all employees if they are at least 21 years of age and have completed one year of employment. The monthly employer contribution on behalf of a participant shall be 7% of the participant's compensation.

On January 1, 2008, the Organization changed its defined contribution plan to a 401K plan ("Plan"). The Plan has no age restrictions and the Organization continues to contribute up to 7% of the employee's salary. During 2010, the Organization amended the Plan to include a safe-harbor provision.

It is the Organization's policy to expense contributions and any administrative costs each year and to fund such costs. The amount contributed to the Plan for the years ended June 30, 2026 and 2025 was approximately \$165,000 and \$141,000, respectively.

NOTE 14: Supplemental Cash Flow Information

During the years ended June 30, 2026 and 2025, the Organization received contributions and payments on prior pledges in the form of stock totaling approximately \$1,117,000 and \$1,215,000, respectively.

NOTE 15: Concentrations of Credit Risk

The Organization maintains its cash at various financial institutions. The Organization has exposure to credit risk to the extent that its total cash exceeds amounts covered by federal deposit insurance. At June 30, 2026 the uninsured amount was approximately \$6,276,000.

NOTE 16: Restatement

During the year ended June 30, 2026, the Organization determined that certain net assets in its previously issued financial statements as of and for the year ended June 30, 2024, had been classified as net assets without donor restrictions rather than net assets with donor restrictions. The affected amounts related to a donor-restricted endowment fund and certain donor restricted contributions and grants.

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NOTE 16: Restatement (Continued)

Donor-restricted endowment fund: During the year ended June 30, 2008, the Organization received an endowment gift from the United Way of the Chattahoochee Valley Foundation, Inc. (the “Foundation”). Under the terms of the gift instrument, the original gift is required to be maintained in perpetuity. The Organization has restated beginning net assets as of June 30, 2025 to classify the applicable endowment fund balances as net assets with donor restrictions.

There was no impact on total assets, total liabilities, or total net assets from the restatement.

The effects of the restatement on the Organization’s net assets as previously reported as of June 30, 2024 are summarized below:

	Without Donor Restrictions	With Donor Restrictions
Net assets, as previously reported	\$ 5,257,289	\$ 3,664,709
Endowment	(454,186)	454,186
Purpose restricted donor contributions & grants	(211,024)	211,024
Net assets, as restated	<u>\$ 4,592,079</u>	<u>\$ 4,329,919</u>