

**FINANCIAL STATEMENTS OF
UNITED WAY OF TOMPKINS COUNTY, INC.
YEARS ENDED JUNE 30, 2018 AND 2017**

INDEPENDENT AUDITOR'S REPORT

Board of Directors
United Way of Tompkins County, Inc.
Ithaca, New York 14850

We have audited the accompanying financial statements of United Way of Tompkins County, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2018 and 2017, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 Tompkins County, Inc. as of June 30, 2018 and 2017, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matters

As discussed in Note O to the financial statements, overstatements of amounts previously reported for assets released from restrictions and unrestricted net assets and understatements for temporarily restricted net assets as of June 30, 2017, were discovered during the current year. Accordingly, amounts reported for assets released from restrictions, unrestricted net assets, and temporarily restricted net assets have been restated in the 2017 financial statements now presented. Our opinion is not modified with respect to that matter.



Sciarabba Walker & Co., LLP

Ithaca, New York
November 26, 2018

UNITED WAY OF TOMPKINS COUNTY, INC.
STATEMENTS OF FINANCIAL POSITION
June 30,

ASSETS

	2018	2017
CURRENT ASSETS:		
Cash and cash equivalents	\$ 491,586	\$ 665,903
Short-term investments	391,514	389,613
Unconditional promises to give, net of allowance for doubtful accounts of \$58,051	556,083	618,608
Other accounts receivable	21,155	16,449
Prepaid expenses	26,196	31,344
TOTAL CURRENT ASSETS	1,486,534	1,721,917
LONG-TERM INVESTMENTS	850,059	830,192
FUNDS HELD IN TRUST BY OTHERS	134,432	131,802
PROPERTY AND EQUIPMENT:		
Property and equipment, net of accumulated depreciation of \$269,360 and \$258,957, respectively	46,653	39,983
TOTAL ASSETS	\$ 2,517,678	\$ 2,723,894

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES:		
Accounts payable	\$ 21,204	\$ 56,280
Agency allocations payable	126,457	145,044
Deferred designations payable	239,573	258,325
TOTAL CURRENT LIABILITIES	387,234	459,649
NET ASSETS:		
Unrestricted - undesignated, as restated	330,227	407,034
Unrestricted - board designated, as restated	221,554	221,554
Temporarily restricted, as restated	1,461,514	1,518,508
Permanently restricted	117,149	117,149
TOTAL NET ASSETS	2,130,444	2,264,245
TOTAL LIABILITIES AND NET ASSETS	\$ 2,517,678	\$ 2,723,894

See accompanying notes.

UNITED WAY OF TOMPKINS COUNTY, INC.
STATEMENT OF ACTIVITIES
For the year ended June 30,

	2018			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
PUBLIC SUPPORT AND REVENUE:				
Contributions:	\$ -	\$ 1,448,825	\$ -	\$ 1,448,825
Less: collection loss	-	(54,761)	-	(54,761)
Investment income	27,373	-	-	27,373
Realized gain on investments	84,147	-	-	84,147
Unrealized loss on investments	(25,846)	-	-	(25,846)
Rental income	24,485	-	-	24,485
Other income	7,010	-	-	7,010
In-kind donations	168,468	-	-	168,468
Assets released from restrictions:				
Released from restrictions by time	1,451,058	(1,451,058)	-	-
TOTAL PUBLIC SUPPORT AND REVENUE	1,736,695	(56,994)	-	1,679,701
EXPENSES:				
Allocations	877,052	-	-	877,052
Special grants	67,770	-	-	67,770
Student engagement grants	49,424	-	-	49,424
Functional expenses:				
Fundraising	190,866	-	-	190,866
Fundraising - In-kind	168,468	-	-	168,468
Marketing and communication	30,766	-	-	30,766
Allocations and agency relations	98,942	-	-	98,942
Planning	48,306	-	-	48,306
Other program expenses	52,376	-	-	52,376
Management and general	186,570	-	-	186,570
Total functional expenses	776,294	-	-	776,294
Livermore operating expenses	42,962	-	-	42,962
TOTAL EXPENSES	1,813,502	-	-	1,813,502
CHANGE IN NET ASSETS	(76,807)	(56,994)	-	(133,801)
NET ASSETS, beginning of year, as restated	628,588	1,518,508	117,149	2,264,245
NET ASSETS, end of year	\$ 551,781	\$ 1,461,514	\$ 117,149	\$ 2,130,444

See accompanying notes.

UNITED WAY OF TOMPKINS COUNTY, INC.
STATEMENT OF ACTIVITIES
For the year ended June 30,

	2017			Total
	Unrestricted	Temporarily Restricted	Permanently Restricted	
PUBLIC SUPPORT AND REVENUE:				
Contributions:	\$ -	\$ 1,513,295	\$ -	\$ 1,513,295
Less: collection loss	-	(47,301)	-	(47,301)
Investment income	26,696	-	-	26,696
Realized gain on investments	17,308	-	-	17,308
Unrealized gain on investments	64,690	-	-	64,690
Rental income	24,539	-	-	24,539
Other income	4,841	-	-	4,841
In-kind donations	223,548	-	-	223,548
Assets released from restrictions:				
Released from restrictions by time as restated	1,543,317	(1,543,317)	-	-
TOTAL PUBLIC SUPPORT AND REVENUE	1,904,939	(77,323)	-	1,827,616
EXPENSES:				
Allocations	873,230	-	-	873,230
Special grants	108,590	-	-	108,590
Student engagement grants	48,608	-	-	48,608
Functional expenses:				
Fundraising	176,765	-	-	176,765
Fundraising - In-kind	223,548	-	-	223,548
Marketing and communication	51,821	-	-	51,821
Allocations and agency relations	118,374	-	-	118,374
Planning	50,040	-	-	50,040
Other program expenses	73,990	-	-	73,990
Management and general	200,862	-	-	200,862
Total functional expenses	895,400	-	-	895,400
Livermore operating expenses	34,454	-	-	34,454
TOTAL EXPENSES	1,960,282	-	-	1,960,282
CHANGE IN NET ASSETS	(55,343)	(77,323)	-	(132,666)
NET ASSETS, beginning of year, as restated	683,931	1,595,831	117,149	2,396,911
NET ASSETS, end of year, as restated	\$ 628,588	\$ 1,518,508	\$ 117,149	\$ 2,264,245

See accompanying notes.

UNITED WAY OF TOMPKINS COUNTY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
For the year ended June 30, 2018

	<u>Fundraising</u>	<u>UW and Agency Program Promotion</u>	<u>Community Impact and Agency Relations</u>
Salaries	\$ 117,600	\$ 11,653	\$ 63,606
Other benefits	7,023	453	1,903
Employee benefits	17,761	2,191	12,923
Payroll taxes	9,487	920	4,981
TOTAL SALARIES AND RELATED EXPENSES	151,871	15,217	83,413
Investment fees	3,177	367	1,821
Professional fees	6,765	5,213	3,979
Supplies	7,790	95	426
Telephone	1,602	369	1,152
Postage and shipping	1,788	6	306
Printing and copying expense	5,126	50	626
Marketing	2,464	8,970	189
Marketing - In-kind	168,468	-	-
Bank, credit card, and stock fees	6,001	-	-
Travel, conferences, conventions, and meetings	2,659	167	1,478
Insurance	1,245	303	872
Miscellaneous	47	-	1,465
TOTAL EXPENSES BEFORE DUES AND DEPRECIATION	359,003	30,757	95,727
Membership dues	250	-	3,168
TOTAL BEFORE DEPRECIATION	359,253	30,757	98,895
Depreciation	81	9	47
TOTAL FUNCTIONAL EXPENSES	\$ 359,334	\$ 30,766	\$ 98,942

See accompanying notes.

<u>Planning and Community Impact</u>	<u>Other Program Expenses</u>	<u>Management and General</u>	<u>Total</u>
\$ 28,937	\$ 34,401	\$ 104,654	\$ 360,851
835	1,847	7,484	19,545
4,733	7,969	14,725	60,302
2,267	3,020	8,526	29,201
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36,772	47,237	135,389	469,899
1,665	741	2,952	10,723
7,753	1,427	14,415	39,552
77	-	1,369	9,757
328	727	1,331	5,509
5	31	1,244	3,380
256	237	2,714	9,009
-	775	26	12,424
-	-	-	168,468
-	162	148	6,311
1,163	414	3,091	8,972
244	606	965	4,235
-	-	668	2,180
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48,263	52,357	164,312	750,419
-	-	22,183	25,601
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48,263	52,357	186,495	776,020
43	19	75	274
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<u>\$ 48,306</u>	<u>\$ 52,376</u>	<u>\$ 186,570</u>	<u>\$ 776,294</u>

UNITED WAY OF TOMPKINS COUNTY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
For the year ended June 30, 2017

	<u>Fundraising</u>	<u>UW and Agency Program Promotion</u>	<u>Community Impact and Agency Relations</u>
Salaries	\$ 106,030	\$ 28,272	\$ 81,202
Other benefits	10,758	2,521	3,509
Employee benefits	9,725	2,880	11,771
Payroll taxes	8,925	2,341	6,560
TOTAL SALARIES AND RELATED EXPENSES	135,438	36,014	103,042
Investment fees	3,072	747	2,131
Professional fees	9,001	10,641	1,500
Supplies	3,036	60	1,495
Telephone	1,542	251	1,267
Postage and shipping	2,388	-	40
Printing and copying expense	4,393	126	820
Marketing	3,791	3,581	2,488
Marketing - In-kind	223,548	-	-
Bank, credit card, and stock fees	6,499	-	-
Travel, conferences, conventions, and meetings	2,811	47	1,183
Insurance	2,968	84	405
Miscellaneous	83	-	780
TOTAL EXPENSES BEFORE DUES AND DEPRECIATION	398,570	51,551	115,151
Membership dues	635	-	2,454
TOTAL BEFORE DEPRECIATION	399,205	51,551	117,605
Depreciation	1,108	270	769
TOTAL FUNCTIONAL EXPENSES	\$ 400,313	\$ 51,821	\$ 118,374

See accompanying notes.

<u>Planning and Community Impact</u>	<u>Other Program Expenses</u>	<u>Management and General</u>	<u>Total</u>
\$ 33,895	\$ 51,746	\$ 110,875	\$ 412,020
573	3,902	6,373	27,636
5,154	7,220	13,238	49,988
<u>2,628</u>	<u>4,190</u>	<u>9,033</u>	<u>33,677</u>
42,250	67,058	139,519	523,321
1,350	766	2,381	10,447
4,724	3,255	18,344	47,465
91	1,447	2,123	8,252
394	422	1,352	5,228
-	18	1,828	4,274
143	315	2,155	7,952
-	-	129	9,989
-	-	-	223,548
-	251	142	6,892
477	-	4,118	8,636
124	183	436	4,200
<u>-</u>	<u>-</u>	<u>2,179</u>	<u>3,042</u>
49,553	73,715	174,706	863,246
-	-	25,295	28,384
<u>49,553</u>	<u>73,715</u>	<u>200,001</u>	<u>891,630</u>
487	275	861	3,770
<u>\$ 50,040</u>	<u>\$ 73,990</u>	<u>\$ 200,862</u>	<u>\$ 895,400</u>

UNITED WAY OF TOMPKINS COUNTY, INC.
STATEMENT OF CASH FLOWS
For the years ended June 30,

	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES:		
Changes in net assets	\$ (133,801)	\$ (132,666)
Adjustments to reconcile changes in net assets to net cash used in operating activities:		
Depreciation expense	10,403	12,216
Realized gain on investments	(84,147)	(17,308)
Unrealized loss (gain) on investments	25,846	(64,690)
Changes in unconditional promises to give	62,525	111,416
Changes in prepaid expenses	5,148	12,719
Changes in other accounts receivable	(4,706)	(9,533)
Changes in accounts payable	(35,076)	50,942
Changes in agency allocations payable	(18,587)	(3,510)
Changes in deferred designations payable	(18,752)	13,656
NET CASH USED IN OPERATING ACTIVITIES	(191,147)	(26,758)
 CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of equipment	(17,073)	(15,762)
Short-term investments, net	(1,901)	(2,412)
Proceeds from sale of long-term investments	732,542	273,810
Purchases of long-term investments	(696,738)	(242,715)
NET CASH PROVIDED BY INVESTING ACTIVITIES	16,830	12,921
 NET CHANGE IN CASH	(174,317)	(13,837)
 CASH, beginning of year	665,903	679,740
 CASH, end of year	\$ 491,586	\$ 665,903
 SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION:		
Cash paid during the year for:		
Interest	\$ -	\$ -
Taxes	-	-

See accompanying notes.

UNITED WAY OF TOMPKINS COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS
For the years ended June 30, 2018 and 2017

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. *Organization* – The goal of the United Way of Tompkins County, Inc., (the “Organization”) is to help provide the means by which citizens, businesses, and agencies may join in a community-wide effort to help provide efficient human service programs related to the needs of the people of Tompkins County. The Organization assists in evaluating the needs of the people of the community, provides managerial and financial assistance to agencies, and evaluates the effectiveness of human service programs in the area.
2. *Basis of Accounting* – The financial statements of the Organization have been prepared on the accrual basis. Consequently, revenue is recognized when earned rather than when received, and expenditures are recorded when incurred rather than when paid.
3. *Income Taxes* – The Organization is exempt from federal taxation under Section 501(c)(3) of the Internal Revenue Code and, therefore, no income taxes are payable by the Organization. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(a)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2).

The Organization accounts for income taxes in accordance with FASB Accounting Standards Codification (ASC) 740, *Income Taxes*. FASB ASC 740-10 clarifies the accounting for income taxes, by prescribing a minimum recognition threshold a tax position is required to meet before being recognized in the financial statements.

4. *Property and Equipment* – Property and equipment are reported at cost if purchased or fair value if donated. Depreciation expense is computed using the straight-line method over the estimated useful lives of the related assets, which range from 3 to 27.5 years. Expenditures for repairs and maintenance are charged to expense as incurred whereas major betterments are capitalized.
5. *Estimates* – Management of the Organization uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that management uses.
6. *Cash and Cash Equivalents* – For purposes of the Statements of Cash Flows, the Organization considers all highly liquid investments purchased with maturity of three months or less to be cash and cash equivalents.

7. *Financial Statement Presentation* – The Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.
8. *Revenue Recognition* – Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. All donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

In accordance with U.S. generally accepted accounting principles, the Organization records contributions that are designated to specified organizations as a liability.

9. *Donated Property and Equipment* – The Organization reports gifts of land, buildings, and equipment as unrestricted support at their estimated fair value at the date of donation unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.
10. *Donated Services* – Donated services are recognized as contributions if the services (a) create or enhance non-financial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Volunteers have also provided fund raising services through the year that are not recognized as contributions in the financial statement, as the recognition criteria under generally accepted accounting principles were not met.
11. *Investments* – The Organization carries investments in marketable securities with readily determinable fair values and all investments in debt securities are stated at their fair values in the Statements of Financial Position. Unrealized gains and losses are included in the change in net assets in the accompanying Statements of Activities.
12. *Investment Income and Gain* – Investment income and gains restricted by donors are reported as increases in unrestricted net assets if the restrictions are met (either a stipulated time period ends or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized.
13. *Unconditional Promises to Give and Contributions Receivable* – All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Promises to give for contributions are recorded as received and allowances are provided for amounts estimated as uncollectible.

14. *Expense Allocation* – The costs of providing various programs and other activities have been summarized on a functional basis in the Statements of Activities and in the Statements of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

15. *Deferred Designations Payable* – Deferred designations payable represents the amount of temporarily restricted contributions received with specific beneficiaries that have not been distributed for the years ended June 30, 2018 and 2017.

B. INVESTMENTS

The cost, fair value, and unrealized appreciation (depreciation) for the investments of the Organization for the years ended June 30, is as follows:

	2018		
	Cost	Fair Value	Unrealized (Depreciation) Appreciation
Short-Term Investments:			
Certificates of deposit	\$ 391,514	\$ 391,514	\$ -
Long-Term Investments:			
Equities/fixed income	\$ 740,464	\$ 785,581	\$ 45,117
Mutual funds	66,177	64,478	(1,699)
Total Long-Term Investments	<u>\$ 806,641</u>	<u>\$ 850,059</u>	<u>\$ 43,418</u>
	2017		
	Cost	Fair Value	Unrealized (Depreciation) Appreciation
Short-Term Investments:			
Certificates of deposit	\$ 389,613	\$ 389,613	\$ -
Long-Term Investments:			
Equities/fixed income	\$ 697,062	\$ 761,381	\$ 64,319
Mutual funds	69,001	68,811	(190)
Total Long-Term Investments	<u>\$ 766,063</u>	<u>\$ 830,192</u>	<u>\$ 64,129</u>

The following schedule summarizes the investment return for the years ended June 30:

	2018	2017
Interest and dividends	\$ 27,373	\$ 26,696
Realized gain	84,147	17,308
Unrealized (loss) gain	(25,846)	64,690
Totals	<u>\$ 85,674</u>	<u>\$ 108,694</u>

C. UNCONDITIONAL PROMISES TO GIVE

Unconditional promises to give for the years ended June 30, is as follows:

	<u>2018</u>	<u>2017</u>
Unconditional promises to give:		
Program year under audit	\$ 10,864	\$ 96,750
Program year subsequent to audit	603,270	579,909
Less: reserve for unconditional promises	(58,051)	(58,051)
Total unconditional promises to give	<u>\$ 556,083</u>	<u>\$ 618,608</u>

Actual amounts written off for the campaign year, two years prior to the year under audit, were \$54,761 and \$47,301, as of June 30, 2018 and 2017, respectively.

D. LAND, BUILDINGS, AND EQUIPMENT

Land, buildings, and equipment consist of the following at June 30:

	<u>2018</u>		
	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>
Land	\$ 5,000	\$ -	\$ 5,000
Building	25,000	25,000	-
Building improvements	173,337	155,152	18,185
Equipment	112,676	89,208	23,468
Totals	<u>\$ 316,013</u>	<u>\$ 269,360</u>	<u>\$ 46,653</u>

	<u>2017</u>		
	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>
Land	\$ 5,000	\$ -	\$ 5,000
Building	25,000	25,000	-
Building improvements	173,337	149,981	23,356
Equipment	95,603	83,976	11,627
Totals	<u>\$ 298,940</u>	<u>\$ 258,957</u>	<u>\$ 39,983</u>

Depreciation expense for the years ended June 30, 2018 and 2017 amounted to \$10,403 and \$12,216, respectively.

E. REVENUE

Total contributions of \$1,448,825 and \$1,513,295 for the years ended June 30, 2018 and 2017 include State employees federated appeal funds of \$1,772 and \$5,875, respectively. The total Campaign revenue includes amounts designated for other agencies, and these designations are not included in reported contributions.

F. DEFINED CONTRIBUTION PLAN

The Organization maintains a defined contribution plan for their employees. Each year the Organization contributes money to the Plan on behalf of eligible employees. Benefits will vest and become available upon termination.

The effective date of the Plan is February 1, 1995, and the Plan year is January 1 through December 31. The Plan administrator is the Organization. The Plan trustee is Tompkins Trust Company.

Eligibility and Participation Requirements – All employees become eligible to participate in the Plan after they have completed one year of service and have attained age 21.

Vesting – Vesting refers to the point at which the employees participating in the Plan receive a benefit from the Plan. Employees participating in the Plan will become vested in the Plan based on the number of years of service in accordance with the following schedule:

1 year	20%
2 years	40%
3 years	60%
4 years	80%
5 years	100%

Break in Service – A one-year break in service is a computation period during which employees participating in the Plan have not completed more than 500 hours of service.

Contributions to the Plan – Once an employee becomes a participant in the Plan, the Organization will contribute each year on the employees' behalf an amount equal to 6% of their total compensation.

The employer contributions to the Plan for the years ended June 30, 2018 and 2017 were \$17,490 and \$21,393, respectively.

G. CONCENTRATION OF CREDIT RISK

During the year the Organization will have bank deposits in excess of the FDIC insured limits.

H. CONTRIBUTED SERVICES

Contributed services with an estimated value of \$188,751 and \$183,356 for the years ended June 30, 2018 and 2017, were not recognized in the financial statements because they did not meet the criteria for recognition under generally accepted accounting principles.

I. ALLOCATIONS, FLEXIBLE FUND AWARDS, AND EMERGENCY GRANT

The following are amounts paid to agencies and towns, excluding direct designations, during the years ended June 30, 2018 and 2017. These allocations are from the Fall 2016-2017 and 2015-2016 campaign.

	2018	2017
AGENCY ALLOCATIONS:		
Alcohol and Drug Council of Tompkins County	\$ 22,000	\$ 22,000
Better Housing	-	17,500
Brooktondale Community Center, Inc.	15,750	15,750
Cancer Resource Center of the Finger Lakes	12,750	12,750
Catholic Charities of Tompkins/Tioga	36,000	36,000
Challenge Industries, Inc.	36,750	36,750
Child Development Council	85,000	85,000
Community Dispute Resolution Center	22,000	22,000
Danby Community Council	5,700	5,700
Downtown Ithaca Children's Center	14,500	14,500
Dryden Community Council	4,700	4,700
Enfield Community Council	16,400	16,400
Freeville Community Council	4,000	4,000
Family and Children's Services	108,000	108,000
Finger Lakes Independence Center	5,000	5,000
Foodnet	12,250	12,250
Franziska Racker Centers	8,000	8,000
Gadabout	12,750	12,750
Girl Scouts of NYPENN Pathways	3,500	3,500
Greater Ithaca Activities Center	65,000	65,000
Groton Community Chest	7,100	7,100
Human Services Coalition	15,000	15,000
Ithaca Community Childcare	5,000	5,000
Ithaca Neighborhood Housing Services	17,500	-
Lansing Community Council	5,000	5,000
Learning Web	47,000	47,000
Legal Assistance of Western NY	4,000	4,000
Lifelong (Tompkins County Senior Citizens)	10,000	10,000
McLean Community Council	5,975	5,975
Mental Health Association	39,500	40,500
Newfield Community Council	11,200	11,200
Opportunities, Alternatives, and Res. (OAR)	29,875	29,875
Rescue Mission Alliance	31,377	31,377
Salvation Army	11,000	11,000
Southside Community Center	5,500	678
Suicide Prevention	41,700	41,700
The Advocacy Center of Tompkins County	25,000	25,000
Tompkins Learning Partners (Literacy Volunteers)	16,875	16,875
Ulysses Community Council	13,650	13,650
Varna Community Association	10,000	10,000
Women's Opportunity Center	20,000	20,000
Y.M.C.A.	14,750	14,750
Total Allocations	<u>877,052</u>	<u>873,230</u>
Total Special Grants	67,770	108,590
Total Student Engagement Grants	49,424	48,608
Total Allocations, Awards and Grants	<u>\$ 994,246</u>	<u>\$ 1,030,428</u>

J. NET ASSETS

Unrestricted designated net assets are funds which are not restricted by donor stipulations; however, these funds have been designated by the Organization's Board for a specific purpose and were as follows as of December 31:

	<u>2018</u>	<u>2017</u>
Reserves	\$ 162,302	\$ 162,302
Emerging Funds	10,500	10,500
Capital Maintenance/Equipment	<u>48,752</u>	<u>48,752</u>
Total Unrestricted Designated Net Assets	<u>\$ 221,554</u>	<u>\$ 221,554</u>

Temporarily Restricted Net Assets – Temporarily restricted net assets consist of promises to give in the future, and of amounts contributed during the current year that are designated for subsequent year allocations to agencies. These funds become available for use during the subsequent year and are reclassified to unrestricted net assets.

Temporarily restricted net asset balances are available for the following period:

<u>2018</u>
<u>\$ 1,461,514</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors. The total assets released from restrictions amounted to \$1,451,058 and \$1,543,317 for the years ended June 30, 2018 and 2017, respectively.

Permanently Restricted Net Assets – Permanently restricted net assets for the years ended June 30, consist of the following:

	<u>2018</u>	<u>2017</u>
John H. Tanner Fund	\$ 6,149	\$ 6,149
Charles H. Blood Fund	1,000	1,000
Roy H. Park Trust	100,000	100,000
Whiton Memorial Fund	<u>10,000</u>	<u>10,000</u>
Total Permanently Restricted Net Assets	<u>\$ 117,149</u>	<u>\$ 117,149</u>

The income from these endowments can be used to fund the operations of the Organization.

K. LIVERMORE BUILDING

The Livermore Building holds the administrative offices of the Organization. In addition, office space is rented to other professionals. Expenses relating to the building for the years ended June 30 are as follows:

	<u>2018</u>	<u>2017</u>
Utilities	\$ 6,134	\$ 5,487
Repairs and upkeep	12,300	8,848
Professional fees/contracted personnel	4,756	5,375
Insurance	4,590	4,410
Building supplies	2,667	1,740
Building reserve	2,246	-
Equipment contracts	140	148
Depreciation	10,129	8,446
	<u>\$ 42,962</u>	<u>\$ 34,454</u>

L. FUNDS HELD IN TRUST BY OTHERS

Funds held in trust by others represent investments associated with a trust held in perpetuity. The income from the trust is distributed annually and may be used for general operating purposes. Funds held in trust are recognized at the estimated fair value of the assets. These funds had unrealized appreciation of \$2,630 and \$5,359 for the years ended June 30, 2018 and 2017, respectively. This activity is included with the investment returns. The composition of the investments associated with the funds held in trust at fair market value at June 30 is as follows:

	<u>2018</u>	<u>2017</u>
Cash	\$ 3,532	\$ 3,978
Equities/fixed income	82,445	78,145
Mutual Funds	48,455	49,679
Total Long-Term Investments	<u>\$ 134,432</u>	<u>\$ 131,802</u>

M. FAIR VALUE MEASUREMENTS

Accounting Standards Codification (ASC) 820 established a three-tier hierarchy for fair value measurements, which prioritizes the inputs used in measuring fair value as follows:

- Level 1 – observable inputs such as quoted prices for identical instruments in active markets.
- Level 2 – inputs other than quoted prices in active markets that are observable either directly or indirectly through corroboration with observable market data.
- Level 3 – unobservable inputs in which there is little or no market data, which would require the Organization to develop its own assumptions.

As of June 30, 2018, the Organization held certain assets that were measured at fair value on a recurring basis. The fair value of investments is obtained from readily available market prices. The following table presents the Organization's financial assets measured at fair value on a recurring basis as of June 30, 2018 and 2017 subject to the disclosure requirements of ASC 820:

Fair Value Measurements as of June 30, 2018

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
ASSETS:				
Investments	\$ 1,241,573	\$ 1,241,573	\$ -	\$ -
Funds held in trust	134,432	134,432	-	-

Fair Value Measurements as of June 30, 2017

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
ASSETS:				
Investments	\$ 1,219,805	\$ 1,219,805	\$ -	\$ -
Funds held in trust	131,802	131,802	-	-

N. CONCENTRATION OF CONTRIBUTIONS

The Organization received approximately 38% of its annual campaign from donors at Cornell University for the years ended June 30, 2018 and 2017, respectively.

O. PRIOR PERIOD ADJUSTMENT

The 2017 financial statements have been restated for the matters related to the following previously reported items: assets released from restrictions, unrestricted – undesignated, unrestricted – board designated, and temporarily restricted net assets end of year. The restatement was caused by incorrect recognition of collection loss and omitting of board designated net assets.

The following is a summary of the restatement for 2017:

Decrease in previously reported assets released from restrictions - unrestricted	\$ 52,504
Decrease in previously reported assets released from restrictions - temporarily restricted	52,504
Total change in end of year net assets	<u><u>\$ -</u></u>

Statement of Financial Position as of June 30, 2017:

	<u>Previously Reported</u>	<u>Increase (Decrease)</u>	<u>Restated</u>
Unrestricted-undesignated net assets	\$ 833,891	\$ (426,857)	\$ 407,034
Unrestricted-board designated net assets	-	221,554	221,554
Temporarily restricted net assets	1,313,205	205,303	1,518,508

Statement of Activities for the year ended June 30, 2017:

	Previously Reported	Increase (Decrease)	Restated
Assets released from restrictions - unrestricted	\$ 1,595,821	\$ (52,504)	\$ 1,543,317
Assets released from restrictions - temporarily restricted	(1,595,821)	52,504	(1,543,317)
Beginning unrestricted net assets	836,730	(152,799)	683,931
Beginning temporarily restricted net assets	1,443,032	152,799	1,595,831
Ending unrestricted net assets	833,891	(205,303)	628,588
Ending temporarily restricted net assets	1,313,205	205,303	1,518,508

P. SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 26, 2018 which is the date the financial statements were available to be issued.