

UNITED WAY OF MIAMI COUNTY, INC.

PERU, INDIANA

FINANCIAL STATEMENTS

DECEMBER 31, 2017

UNITED WAY OF MIAMI COUNTY, INC.

PERU, INDIANA

FINANCIAL STATEMENTS

DECEMBER 31, 2017

CONTENTS

	<u>Page</u>
Independent Accountant's Review Report	1
Statement of Financial Position – Exhibit A	2
Statement of Activities – Exhibit B	3
Statement of Cash Flows – Exhibit C	4
Statement of Functional Expenses – Exhibit D	5
Notes to Financial Statements	6-13



Member of American Institute and Indiana CPA Society

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors of
United Way of Miami County, Inc.
Peru, Indiana

We have reviewed the accompanying financial statements of United Way of Miami County, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2017, the related statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 of the financial statements, as of and for the year ended December 31, 2017, the United Way of Miami County, Inc. adopted Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) No. 2016-14, *Presentation of Financial Statements of Not for Profit Entities*. Our opinion is not modified with respect to this matter.

Rea Logan & Co., LLC

Peru, Indiana
May 17, 2018

UNITED WAY OF MIAMI COUNTY, INC.
STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 2017

	<u>2017</u>
ASSETS	
Cash and cash equivalents	\$ 91,916
Total Cash	91,916
Accounts receivable	225
Pledges receivable	158,559
Less allowance for uncollectable pledges	<u>(34,550)</u>
TOTAL CURRENT ASSETS	216,150
Certificates of deposit	125,016
Beneficial interest	39,731
Non-permanent fund	27,685
Furniture, fixtures and equipment	14,032
Less accumulated depreciation	<u>(14,032)</u>
TOTAL ASSETS	<u>\$ 408,582</u>
LIABILITIES	
Designations payable	\$ 522
Allocations payable	18,610
Accounts payable	<u>6,920</u>
TOTAL CURRENT LIABILITIES	<u>26,052</u>
NET ASSETS	
Without donor restrictions	149,660
With donor restrictions	<u>232,870</u>
TOTAL NET ASSETS	<u>382,530</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 408,582</u>

See Accompanying Notes to Financial Statements and Independent Accountant's Review Report.

UNITED WAY OF MIAMI COUNTY, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017

	<u>WITHOUT DONOR RESTRICTIONS</u>	<u>WITH DONOR RESTRICTIONS</u>	<u>2017</u>
PUBLIC SUPPORT & REVENUE			
Campaign results - 2016			
(released from restriction)	181,244	(181,244)	-
Additional prior years' revenues/(expenses)	(4,530)	-	(4,530)
Net 2016 and prior years' revenues/(expenses)	176,714	(181,244)	(4,530)
Campaign results - 2017	-	190,000	190,000
Less allowance for uncollectible	-	(17,000)	(17,000)
Less designations payable	-	(522)	(522)
Net 2017 campaign revenues	-	172,478	172,478
Total Campaign Revenues	176,714	(8,766)	167,948
In-kind contributions	5,586	-	5,586
Other grants	-	10,000	10,000
laUW grant	-	33,633	33,633
Kick-off	5,200	-	5,200
Endowment income	1,802	-	1,802
Pass through income	238	-	238
Imagination Library	7,900	-	7,900
Investment return, net	2,809	2,446	5,255
Weekend meal deal	-	13,084	13,084
Miscellaneous program income	3,984	-	3,984
Net assets released from restrictions	63,704	(63,704)	-
Total Public Support & Revenue	267,937	(13,307)	254,630
FUNCTIONAL EXPENSES			
Program Services			
Allocation services	76,440	-	76,440
Program administration	151,129	-	151,129
Total Program Expense	227,569	-	227,569
Support services			
Organization management	16,636	-	16,636
Fundraising	13,307	-	13,307
United Way of America	4,209	-	4,209
Total Support Service Expense	34,152	-	34,152
TOTAL EXPENSES	261,721	-	261,721
INCREASE (DECREASE) IN NET ASSETS	6,216	(13,307)	(7,091)
NET ASSETS BEGINNING OF YEAR	143,444	246,177	389,621
NET ASSETS END OF YEAR	149,660	232,870	382,530

See Accompanying Notes to Financial Statements and Independent Accountant's Review Report.

UNITED WAY OF MIAMI COUNTY, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2017

	<u>2017</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash from contributions, grants, programs and miscellaneous	\$ 245,919
Cash paid to suppliers and employees	(257,580)
Interest income	2,711
Net Cash Provided (Used) by Operating Activities	<u>(8,950)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Proceeds from certificate of deposit redemptions	25,000
Cash invested in certificate of deposit	(15,016)
Cash invested in NICF non-permanent fund	(10,541)
Net Cash Provided (Used) by Investing Activities	<u>(557)</u>
INCREASE (DECREASE) IN CASH	(9,507)
CASH AT BEGINNING OF YEAR	101,423
CASH AT END OF YEAR	<u>\$ 91,916</u>
RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:	
Increase (decrease) in net assets	<u>\$ (7,091)</u>
Adjustment to reconciled change in net cash provided by operating activities:	
Depreciation expense	135
(Increase) decrease in beneficial interest	(2,446)
(Increase) decrease in non-permanent fund	(1,352)
(Increase) decrease in accounts receivable	(225)
(Increase) decrease in pledges receivable	5,414
Increase (decrease) in accounts payable	(273)
Increase (decrease) in allocations payable to agencies	(2,984)
Increase (decrease) in designations payable	(128)
Total Adjustments	<u>(1,859)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (8,950)</u>

See Accompanying Notes to Financial Statements and Independent Accountant's Review Report.

UNITED WAY OF MIAMI COUNTY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2017

EXPENSES	PROGRAM SERVICES		
	<u>Allocation Services</u>	<u>Program Administration</u>	<u>Total</u>
Allocations to agencies	\$ 76,440	\$ -	\$ 76,440
TOTAL	<u>76,440</u>	<u>-</u>	<u>76,440</u>
Salary	-	45,586	45,586
Payroll taxes	-	3,494	3,494
Employee benefits	-	972	972
TOTAL	<u>-</u>	<u>50,052</u>	<u>50,052</u>
Accounting fees	-	4,455	4,455
Campaign	-	6,412	6,412
Conference	-	326	326
Contributions	-	5,508	5,508
Depreciation	-	109	109
Dues	-	421	421
Equipment maintenance	-	490	490
Grant	-	32,145	32,145
Imagination Library	-	8,416	8,416
Insurance	-	2,075	2,075
Meetings	-	1,746	1,746
Miami County Resource Network	-	1,788	1,788
Miscellaneous	-	139	139
Office rent	-	3,431	3,431
Office supplies	-	1,753	1,753
Pass through expenses	-	193	193
Postage	-	492	492
Professional fees	-	919	919
Scholarships	-	1,215	1,215
Special events	-	3,793	3,793
Telephone & Internet	-	2,914	2,914
Travel	-	428	428
Weekend meal deal	-	16,401	16,401
2-1-1 program	-	5,508	5,508
TOTAL	<u>-</u>	<u>101,077</u>	<u>101,077</u>
United Way of America Dues	-	-	-
TOTAL FUNCTIONAL EXPENSES	<u>\$ 76,440</u>	<u>\$ 151,129</u>	<u>\$ 227,569</u>

See Accompanying Notes to Financial Statements and Independent Accountant's Review Report.

SUPPORT SERVICES				
<u>Organization Management</u>	<u>Fundraising</u>	<u>United Way Of America</u>	<u>Total</u>	<u>2017 Totals</u>
\$ -	\$ -	\$ -	\$ -	\$ 76,440
-	-	-	-	76,440
5,628	4,502	563	10,693	56,279
431	345	44	820	4,314
120	96	12	228	1,200
<u>6,179</u>	<u>4,943</u>	<u>619</u>	<u>11,741</u>	<u>61,793</u>
550	440	55	1,045	5,500
792	633	79	1,504	7,916
40	32	4	76	402
680	544	68	1,292	6,800
14	11	1	26	135
52	42	5	99	520
61	48	6	115	605
3,969	3,175	396	7,540	39,685
1,039	831	104	1,974	10,390
256	205	26	487	2,562
216	172	22	410	2,156
221	177	21	419	2,207
17	14	1	32	171
424	339	42	805	4,236
216	173	22	411	2,164
24	19	2	45	238
61	49	6	116	608
114	91	11	216	1,135
150	120	15	285	1,500
468	375	47	890	4,683
360	288	35	683	3,597
53	42	5	100	528
-	-	-	-	16,401
680	544	68	1,292	6,800
<u>10,457</u>	<u>8,364</u>	<u>1,041</u>	<u>19,862</u>	<u>120,939</u>
-	-	2,549	2,549	2,549
<u>\$ 16,636</u>	<u>\$ 13,307</u>	<u>\$ 4,209</u>	<u>\$ 34,152</u>	<u>\$ 261,721</u>

UNITED WAY OF MIAMI COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

United Way of Miami County, Inc. solicits money from the general public and businesses in the Miami County area in order to raise funds to disburse to member agencies.

The significant accounting policies followed by United Way of Miami County, Inc. are:

Basis of Accounting – The financial statements of the Organization are prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

Basis of Presentation – The Organization reports information regarding its financial position and activities according to two classes of net assets which are classified and reported as follows:

Net assets without donor restrictions—Net assets available for use in general operations and not subject to donor or certain grantor restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve.

Net assets with donor restrictions—Net assets subject to donor-imposed restrictions. Some restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulate that resources be maintained in perpetuity.

Accounting Pronouncements Adopted – In August 2016, the FASB issued (ASU) 2016-14, Not-for-Profit Entities: Topic 958. The amendments in this update affect not-for-profit entity's and the users of their general-purpose financial statements. In addition to changes in terminology used to describe categories of net assets throughout the financial statements, new disclosures were added regarding liquidity and availability of resources. The United Way of Miami County, Inc. early implemented this ASU effective for the year ended December 31, 2017.

Use of Estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents – For purposes of the statement of financial position and the statement of cash flows, cash and cash equivalents consist of cash and other highly liquid resources, such as investments in certificates of deposit and money market funds, with an original maturity of three months or less when purchased.

Pledges Receivables – Receivables are reported at the amount management expects to collect on balances outstanding at year end. A provision for doubtful accounts has been established, which is based on management's estimate of losses that will be incurred in the collection of all receivables.

See Independent Accountant's Review Report.

UNITED WAY OF MIAMI COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D):

Property, Plant, and Equipment – Property, plant, and equipment are stated at cost, if purchased, or at fair value at the date of gift, if donated, less accumulated depreciation. Additions with a cost or fair value of less than \$500 are expensed. Depreciation expense for 2017 was \$135. When items are disposed of, the cost is reported in the change in net assets.

Depreciation of property, plant, and equipment is provided using the straight-line method for financial reporting purposes at rates based on the following items:

Computer Software (Initial Implementation)	3 years
Equipment	5-7 years
Furniture and fixtures	7-10 years
Leasehold improvements	15 years

Investments – Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the Statement of Financial Position. Unrealized gains and losses are included in the change in net assets in the Statements of Activities.

Restricted and Unrestricted Revenue and Support – Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor restricted support is reported as an increase in net assets with donor restrictions, depending on the nature of the restrictions.

In-kind Contributions – In-kind contributions of services, rent, equipment, and supplies are recognized as revenues and expenses or capital asset purchases, and are recorded at fair market value on the date received. Many individuals volunteer their time and perform a variety of tasks that assist the Organization with specific assistance programs, solicitations, and various committee assignments, however, the value of this contributed time is not reflected in the accompanying financial statements since the volunteers' time does not meet the criteria for recognition. In-kind contributions recognized by the organization have been reported as \$5,586 for 2017.

Expense Allocation – The costs of providing various programs and other activities are categorized on a functional basis in the Statements of Activities and in the Statements of Functional Expenses. Accordingly, certain costs have been allocated among programs and supporting services benefited, which are allocated on the basis of estimates of time and effort.

UNITED WAY OF MIAMI COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D):

Advertising – The Organization expenses advertising costs as they are incurred. Advertising expenses for the year ended December 31, 2017 was \$7,916.

Compensated Absences – Employees of the Organization are entitled to paid vacation and sick days depending on job classification, length of service, and other factors. A liability has been recorded for accrued vacation and sick days in the Statements of Financial Position.

Income Taxes – The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated business income. The Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2). The Organization complies with other Internal Revenue reporting requirements regarding contributions received, payroll, and payments to independent contractors. The Organization believes that it has appropriate support for any tax position taken, and as such, does not have any uncertain tax positions that are material to the financial statements.

NOTE 2 – CONCENTRATIONS OF CREDIT RISK:

The Organization maintains all cash balances at various financial institutions located in Miami County. The balances are covered by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per institution. As of December 31, 2017 there were no uninsured balances.

NOTE 3 – PLEDGES RECEIVABLE:

Included in "Pledges Receivable" are the following unconditional promises to give:

	<u>2017</u>
Current year campaign pledges	\$ 106,065
Prior year campaign pledges	52,494
Less allowance for uncollectible	<u>(34,550)</u>
	<u>\$ 124,009</u>

These are all due in less than one year.

See Independent Accountant's Review Report.

UNITED WAY OF MIAMI COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017

NOTE 4 – INVESTMENTS AND FAIR VALUE MEASUREMENTS:

In accordance with the "Fair Value Measurements" topic of the FASB ASC 820, the Organization uses a three level fair value hierarchy that categorizes assets and liabilities measured at fair value based on the observability of the inputs utilized in the valuation. This hierarchy prioritizes the inputs into three broad levels as follows: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 values are based on quoted prices in markets that are not active or model inputs that are observable either directly or indirectly for substantially the full term of the asset; and Level 3 inputs are unobservable inputs in which little or no market data exists, therefore, requiring an entity to develop its own valuation assumptions. These inputs reflect management's judgment about the assumptions that a market participant would use in pricing the asset and are based on the best available information, which has been internally developed.

The Organization's Level 2 investments in certificates of deposits are categorized as level two, as they are not actively traded and quoted on a daily basis.

The Organization's Level 3 investments for its beneficial interest and non-permanent funds are valued based upon information obtained from the community foundation that manages the investments. Annually, Management: (1) determines if the current valuation techniques used in fair value measurements are still appropriate, and (2) evaluates and adjusts the unobservable inputs used in the fair value measurements based on current market conditions and information provided by the community foundation.

2017 Investments consist of the following:

	Cost	Fair Value
	<u>Dec. 31, 2017</u>	<u>Measurements</u>
		<u>Dec. 31, 2017</u>
<u>Level 1:</u> Quoted prices in active markets for identical assets:		
Cash	\$ 91,916	\$ 91,916
<u>Level 2:</u> Quoted prices for identical or similar assets in markets that are not active:		
Certificates of deposit	125,016	125,016
<u>Level 3:</u> Significant unobservable inputs:		
Non-permanent fund	25,536	27,685
Beneficial interest	<u>31,517</u>	<u>39,731</u>
Total	<u>\$ 273,985</u>	<u>\$ 284,348</u>

See Independent Accountant's Review Report.

UNITED WAY OF MIAMI COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017

NOTE 4 – INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONT'D):

Investment returns for the year ended December 31, 2017, consisted of the following:

Investment activity:	
Interest/Dividend income	\$ 2,711
Unrealized Gain/(Loss)	3,892
Realized Gain/(Loss)	<u>1,758</u>
Total Investment return	8,361
Investment expenses	<u>(3,106)</u>
Net investment return	<u>\$ 5,255</u>

NOTE 5 – NICF NON-PERMANENT FUND:

On September 11, 2015, the Organization created a non-permanent fund with the Northern Indiana Community Foundation. This is an unrestricted fund that allows for the earnings and principal balance to be distributed to the Organization at its discretion in accordance with the fund governing documents. The purpose of this fund is to provide support to the United Way of Miami County, Inc. to carry out its role and mission.

	<u>2017</u>
Non-permanent fund - beginning of year	\$ 15,792
Gift	10,000
Investment activity:	
Interest/Dividend income	616
Unrealized Gain/(Loss)	1,352
Realized Gain/(Loss)	576
Fees	(651)
Grant	-
Net investment return	<u>1,893</u>
Fair market value at December 31	<u>\$ 27,685</u>

NOTE 6 – BENEFICIAL INTEREST:

On September 18, 1996 the Board of Directors of the United Way of Miami County, Inc. approved and established an agency endowment fund with the Northern Indiana Community Foundation (NICF). The Organization has transferred assets, without variance power, to the agency endowment fund held by the NICF and has specified itself as the sole beneficiary of the income from those assets, therefore, establishing a beneficial interest. The purpose of the permanently restricted United Way of Miami County, Inc. Fund is to support the Organization's charitable programs. The Organization receives an annual disbursement from the fund, which the Organization's Board of Directors has designated to be used to supplement monthly board meeting meal costs. The disbursement received from the fund was \$1,802 in 2017, which is determined annually by the NICF based on the fund's historical year-end balances.

See Independent Accountant's Review Report.

UNITED WAY OF MIAMI COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017

NOTE 6 – BENEFICIAL INTEREST (CONT'D):

	<u>2017</u>
Beneficial interest - beginning of year	\$ 37,285
Investment activity:	
Interest/Dividend income	1,179
Unrealized Gain/(Loss)	2,540
Realized Gain/(Loss)	1,182
Fees	(775)
Grant	<u>(1,680)</u>
Net investment return	<u>2,446</u>
Fair market value at December 31	<u>\$ 39,731</u>

NOTE 7 – LIQUIDITY AND AVAILABILITY:

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

Cash and cash equivalents	\$ 70,733
Accounts receivable	225
Prior year pledges receivable, net	34,944
Certificates of deposit	125,016
Non-permanent NICF fund	<u>27,685</u>
	<u>\$ 258,603</u>

As part of the United Way of Miami County, Inc.'s reserve policy, operating surplus is invested in certificates of deposit and its non-permanent fund. This policy requires a minimum of 6 months and a maximum of 12 months of reserves to meet both its operating requirements (Operating Reserve) and the agency allocations (Agency Reserve). The agency reserve portion is set at fifty percent (50%) of the previous year's pledged donations. The board designated operating reserve was \$ 63,421 and agency reserve was \$86,239 as of December 31, 2017.

NOTE 8 – BOARD DESIGNATED NET ASSETS:

Board designated net assets as of December 31, 2017, consist of the following:

Operating reserves	\$ 63,421
Agency reserves	<u>86,239</u>
Total board designated net assets	<u>\$ 149,660</u>

See Independent Accountant's Review Report.

UNITED WAY OF MIAMI COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017

NOTE 9 – NET ASSETS WITH DONOR RESTRICTIONS:

Net assets with donor restrictions as of December 31, 2017, comprise the following:

Subject to time or expenditure for specific purpose:	
2017 annual campaign	\$ 172,478
Weekend meal deal	10,974
laUW grant	1,579
MCRN grant	169
Other grants	7,939
	<u>193,139</u>
Restricted in perpetuity:	
Beneficial interest	39,731
	<u>39,731</u>
Total net assets with donor restrictions	<u>\$ 232,870</u>

NOTE 10 – NET ASSETS RELEASED FROM RESTRICTION:

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of the passage of time or other events specified by donors as follows for the year ended December 31, 2017:

Subject to expenditure for specific purpose:	
Program services supported by grants	\$ 47,302
Weekend Meal Deal	16,401
	<u>63,703</u>
Subject to passage of time:	
2016 Campaign expendable in 2017	181,245
	<u>181,245</u>
	<u>\$ 244,948</u>

NOTE 11 – CONCENTRATION OF ANNUAL CAMPAIGN DONORS:

The Organization's annual campaign solicits pledges from businesses and individuals in Miami County. The annual campaign pledges from businesses and employees throughout the county were responsible for more than 90% of pledges in 2017. Consequently, the Organization is almost entirely dependent on this population of donors to meet its annual campaign goal which is responsible for funding the supported agencies and the overhead costs of operating the Organization.

<u>Donors</u>	<u>% of Contributions</u>
Firms and Employees	92.7%
Individuals	7.3%

See Independent Accountant's Review Report.

UNITED WAY OF MIAMI COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017

NOTE 12 – LEASE ARRANGEMENT:

The Organization leases office space from the Community Resource Center of Miami County, Inc. (CRC) at \$353 per month per the terms of twelve month lease agreement that began January 2017. Rent expense in 2017 was \$4,236.

The lease was extended in January 2018 for another twelve months under the same terms.

NOTE 13 – RETIREMENT PLAN:

The Organization implemented a SIMPLE IRA for regular and permanent part-time employees on January 1, 2004. Employees are eligible to make salary deferrals after ninety days of employment and the Organization will match employee contributions up three percent of gross salary. The Organization's retirement plan contribution expense in 2017 was \$1,200.

NOTE 14 – TRUST INCOME:

The Organization is an income beneficiary to the James C. Burke Trust Fund. The trust agreement was established May 24, 1976. The Organization received income distributions of \$5,448 in 2017. Each year the Board of Directors elects to include the semi-annual distributions in campaign revenues.

NOTE 15 – SUBSEQUENT EVENTS:

The Organization evaluates events and transactions that occur after year end for the potential recognition or disclosure in the financial statements. These subsequent events have been considered through the report date, which is the date the financial statements were available to be issued.