

UNITED WAY OF THE FLORIDA KEYS, INC.

FINANCIAL STATEMENTS WITH
INDEPENDENT AUDITOR'S REPORT

Years Ended June 30, 2018 and 2017

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
United Way of the Florida Keys, Inc.
Key West, Florida

We have audited the accompanying financial statements of the United Way of the Florida Keys, Inc., (a nonprofit organization), which comprise the statements of financial position as of June 30, 2018, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. The financial statements of the United Way of the Florida Keys, Inc., as of June 30, 2017, and for the year then ended were audited by other auditors. Those auditors expressed an unmodified opinion on those financial statements in their report dated January 16, 2018.

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of United Way of the Florida Keys, Inc., as of June 30, 2018, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Sullivan & Fengler

Sullivan & Fengler
Fort Lauderdale, Florida
September 30, 2018

FINANCIAL STATEMENTS

UNITED WAY OF THE FLORIDA KEYS, INC.
STATEMENTS OF FINANCIAL POSITION
June 30, 2018 and 2017

ASSETS

	<u>2018</u>	<u>2017</u>
Cash and cash equivalents (Notes B,K)	\$ 931,867	\$ 265,414
Investments - other (Notes B,F)	113,052	198,421
Prepaid expenses	2,759	6,701
Accounts receivable - other	4,331	720
Pledges receivable 2017 campaign, due within One year, net of allowance \$20,000 (Note D)	74,046	-
Pledges receivable 2016 campaign, due within One year, net of allowance \$30,799 (Note D)	-	82,192
Equipment less accumulated depreciation of \$3,677 and \$1,814 in 2018 and 2017 respectively (Note C)	<u>5,429</u>	<u>294</u>
TOTAL ASSETS	<u>\$1,131,484</u>	<u>\$ 553,742</u>

LIABILITIES AND NET ASSETS

Accounts payable	\$ 2,247	\$ 4,561
Accrued expenses	9,105	8,035
Allocations payable (Note E)	<u>454,667</u>	<u>160,417</u>
	<u>466,019</u>	<u>173,013</u>
Commitments and contingencies	-	-
Net Assets		
Unrestricted net assets	460,928	96,838
Temporarily restricted net assets (Note H)	204,537	283,891
Permanently restricted net assets	-	-
TOTAL NET ASSETS	<u>665,465</u>	<u>380,729</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$1,131,484</u>	<u>\$ 553,742</u>

The accompanying notes are an integral part of these statements.

UNITED WAY OF THE FLORIDA KEYS, INC.
STATEMENTS OF ACTIVITIES
Year Ended June 30, 2018

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Public Support and Revenue				
Gross campaign results	\$ 184,063	\$ 128,966	\$ -	\$ 313,029
Provision for uncollectable	<u><29,616></u>	<u>-</u>	<u>-</u>	<u><29,616></u>
Net Campaign results	154,447	128,966	-	283,413
Hurricane Irma contributions	-	1,667,180	-	1,667,180
Grants	25,600	-	-	25,600
Contributions	134,969	-	-	134,969
In-Kind contributions	7,948	-	-	7,948
Special events:				
Stuff the Bus	-	11,535	-	11,535
Other	1,547	-	-	1,547
Imagination Library	-	5,350	-	5,350
VITA	-	27,219	-	27,219
Small business partners	2,600	-	-	2,600
Miscellaneous income	2,205	-	-	2,205
Interest income	2,171	-	-	2,171
Net assets released from restrictions:				
Hurricane relief	1,574,539	<u><1,574,539></u>	<u>-</u>	<u>-</u>
Other	<u>345,065</u>	<u><345,065></u>	<u>-</u>	<u>-</u>
Total public support and revenue	<u>2,251,091</u>	<u><79,354></u>	<u>-</u>	<u>2,171,737</u>
Expenses				
Program services:				
Gross allocations recipients	1,569,840	-	-	1,569,840
Other	<u>221,044</u>	<u>-</u>	<u>-</u>	<u>221,044</u>
Total program expenses	<u>1,790,884</u>	<u>-</u>	<u>-</u>	<u>1,790,884</u>
Supporting services:				
Administrative and general	56,767	-	-	56,767
Fund raising	<u>35,122</u>	<u>-</u>	<u>-</u>	<u>35,122</u>
Total support services	<u>91,889</u>	<u>-</u>	<u>-</u>	<u>91,889</u>
Total functional expenses	1,882,773	-	-	1,882,773
Payments Affiliate UWA Dues	<u>4,228</u>	<u>-</u>	<u>-</u>	<u>4,228</u>
Total Expenses	<u>1,887,001</u>	<u>-</u>	<u>-</u>	<u>1,887,001</u>
CHANGE IN NET ASSETS	364,090	<u><79,354></u>	<u>-</u>	284,736
NET ASSETS AT BEGINNING OF YEAR	<u>96,838</u>	<u>283,891</u>	<u>-</u>	<u>380,729</u>
NET ASSETS AT END OF YEAR	<u>\$ 460,928</u>	<u>\$ 204,537</u>	<u>\$ -</u>	<u>\$ 665,465</u>

The accompanying notes are an integral part of these statements.

UNITED WAY OF THE FLORIDA KEYS, INC.
STATEMENTS OF ACTIVITIES
Year Ended June 30, 2017

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Public Support and Revenue				
Gross campaign results	\$ 71,695	\$ 307,990	\$ -	\$ 379,685
Provision for uncollectable	<u><25,717></u>	<u><30,799></u>	<u>-</u>	<u><56,516></u>
Net Campaign results	45,978	277,191	-	323,169
Grant	10,605	-	-	10,605
In-Kind contributions	3,138	-	-	3,138
Special events:				
Stuff the Bus	7,850	-	-	7,850
Other	13,520	-	-	13,520
Imagination Library	6,043	-	-	6,043
Volunteer Florida	6,443	-	-	6,443
VITA	7,145	-	-	7,145
Small business partners	4,580	-	-	4,580
Miscellaneous income	2,492	-	-	2,492
Interest income	2,129	-	-	2,129
Net assets released from restrictions	<u>279,925</u>	<u><279,925></u>	<u>-</u>	<u>-</u>
Total public support and revenue	<u>389,848</u>	<u><2,734></u>	<u>-</u>	<u>387,114</u>
Expenses				
Program services:				
Gross allocations agencies	174,601	-	-	174,601
Other programs	<u>153,775</u>	<u>-</u>	<u>-</u>	<u>153,775</u>
Total program services	<u>328,376</u>	<u>-</u>	<u>-</u>	<u>328,376</u>
Supporting services:				
Administrative and general	68,241	-	-	68,241
Fund raising	<u>75,064</u>	<u>-</u>	<u>-</u>	<u>75,064</u>
Total support services	<u>143,305</u>	<u>-</u>	<u>-</u>	<u>143,305</u>
Total functional expenses	471,681	-	-	471,681
Payments Affiliate UWA Dues	<u>3,411</u>	<u>-</u>	<u>-</u>	<u>3,411</u>
Total Expenses	<u>475,092</u>	<u>-</u>	<u>-</u>	<u>475,092</u>
Operating change in net assets	<u><85,244></u>	<u><2,734></u>	<u>-</u>	<u><87,978></u>
Non Operating item				
BP Oil Spill Settlement	<u>76,514</u>	<u>-</u>	<u>-</u>	<u>76,514</u>
CHANGE IN NET ASSETS	<u><8,730></u>	<u><2,734></u>	<u>-</u>	<u><11,464></u>
NET ASSETS AT BEGINNING OF YEAR	<u>105,568</u>	<u>286,625</u>	<u>-</u>	<u>392,193</u>
NET ASSETS AT END OF YEAR	<u>\$ 96,838</u>	<u>\$ 283,891</u>	<u>\$ -</u>	<u>\$ 380,729</u>

The accompanying notes are an integral part of these statements.

UNITED WAY OF THE FLORIDA KEYS, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2018

	<u>Program Services</u>	<u>Support Services</u>		<u>Total Support</u>	<u>Total</u>
		<u>Administration General</u>	<u>Fund Raising</u>		
Gross allocations to Recipients (Note A,E)	\$1,569,840	\$ -	\$ -	\$ -	\$1,569,840
Salaries and wages	146,651	22,771	18,483	41,254	187,905
Payroll taxes	10,189	1,582	1,284	2,866	13,055
Professional and accounting	8,388	10,379	4,194	14,573	22,961
Professional fees	-	9,000	-	9,000	9,000
Campaign expenses	-	-	981	981	981
Community awareness	-	-	268	268	268
Postage	49	113	-	113	162
Office supplies	448	767	139	906	1,354
Occupancy	1,834	1,833	1,833	3,666	5,500
Telephone and utilities	1,685	842	842	1,684	3,369
Equipment rental/maintenance	155	400	-	400	555
Insurance	1,488	608	608	1,216	2,704
Web page	480	479	479	958	1,438
Conferences/training/meetings	7,270	1,174	-	1,174	8,444
Grant writing services	-	-	41	41	41
Travel	4,460	2,018	385	2,403	6,863
Classy.org subscription	950	-	1,651	1,651	2,601
Special events	-	-	2,281	2,281	2,281
Stuff the Bus	7,806	-	-	-	7,806
Dolly Imagination Library	1,228	-	-	-	1,228
VITA	1,202	-	-	-	1,202
Early learning program	23,100	-	-	-	23,100
Community Impact Initiatives	1,508	-	-	-	1,508
Dues/fees	1,031	1,031	1,032	2,063	3,094
Miscellaneous	500	3,149	-	3,149	3,649
Total expenses before Depreciation	1,790,262	56,146	34,501	90,647	1,880,909
Depreciation	622	621	621	1,242	1,864
Total expenses	<u>\$1,790,884</u>	<u>\$ 56,767</u>	<u>\$ 35,122</u>	<u>\$ 91,889</u>	<u>\$1,882,773</u>

The accompanying notes are an integral part of this statement.

UNITED WAY OF THE FLORIDA KEYS, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2017

	<u>Program Services</u>	<u>Support Services</u>		<u>Total Support</u>	<u>Total</u>
		<u>Administration General</u>	<u>Fund Raising</u>		
Gross allocations to Agencies (Note A,E)	\$174,601	\$ -	\$ -	\$ -	\$174,601
Salaries and wages	101,082	33,094	38,925	1,391	173,101
Payroll taxes	10,401	1,514	1,514	-	13,429
Professional and accounting	-	15,958	-	-	15,958
Professional fees	-	9,000	-	-	9,000
Campaign expenses	-	-	2,018	2,018	2,018
Community awareness	-	-	5,625	5,625	5,625
Postage	49	22	22	44	93
Office supplies	854	386	386	772	1,626
Occupancy	4,951	2,240	2,240	4,480	9,430
Telephone and utilities	1,827	827	827	1,654	3,481
Equipment rental/maintenance	232	105	105	210	442
Insurance	1,467	664	664	1,328	2,795
Web page	310	140	140	280	590
Conferences/training/meetings	4,084	1,848	1,848	3,696	7,780
Grant writing services	6,099	-	-	-	6,099
Travel	4,460	2,018	2,018	4,036	8,496
Classy.org subscription	-	-	4,787	4,787	4,787
In-kind	3,138	-	-	-	3,138
Special events	-	-	5,621	5,621	5,621
Stuff the Bus	-	-	7,899	7,899	7,899
Dolly Imagination Library	312	-	-	-	312
Disaster preparedness	1,300	-	-	-	1,300
VITA	3,915	-	-	-	3,915
Community Impact Initiatives	4,883	-	-	4,883	4,883
Dues/fees	3,602	81	81	162	3,764
Miscellaneous	615	256	256	512	1,127
Total functional expenses Before Depreciation	328,182	68,153	74,976	143,129	471,311
Depreciation	194	88	88	176	370
Total functional expenses	<u>\$328,376</u>	<u>\$ 68,241</u>	<u>\$ 75,064</u>	<u>\$143,305</u>	<u>\$471,681</u>

The accompanying notes are an integral part of this statement.

UNITED WAY OF THE FLORIDA KEYS, INC.
STATEMENTS OF CASH FLOWS
Years Ended June 30, 2018 and 2017

CASH FLOWS <TO> FROM OPERATING ACTIVITIES	<u>2018</u>	<u>2017</u>
Change in net assets	\$284,736	\$<11,463>
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	1,864	370
Donation of fixed asset	<6,999>	-
<Increase> decrease in operating assets:		
Pledges receivable	8,146	18,753
Other receivables	<3,611>	4,092
Prepaid expenses	3,942	1,381
Increase <decrease> in operating liabilities:		
Allocations payable	294,250	<1,792>
Designations payable	-	<484>
Accounts payable	<2,314>	1,216
Accrued expenses	<u>1,070</u>	<u>920</u>
Net assets <used> provided by operating activities	<u>581,084</u>	<u>12,993</u>
CASH FLOW FROM <TO> INVESTING ACTIVITIES		
Purchase of investment	<16,486>	<2,887>
Sale of investments	<u>101,855</u>	<u>-</u>
Cash flows <to> from investing activities	<u>85,369</u>	<u><2,369></u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	666,453	10,106
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>265,414</u>	<u>255,308</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$931,867</u>	<u>\$265,414</u>
SUPPLEMENTAL DATA		
Interest	\$ -	\$ -
Taxes paid	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

NOTES TO FINANCIAL STATEMENTS

UNITED WAY OF THE FLORIDA KEYS, INC.

Notes to Financial Statements

June 30, 2018 and 2017

NOTE A – NATURE OF ACTIVITIES

Nature of Activities

United Way of the Florida Keys, Inc. (UWFK/the Organization) was formed in 1981 as a voluntary not-for-profit, benefiting the Monroe County, Florida community. The mission of the Organization is to provide leadership in developing and coordinating resources which enhance the general welfare of the citizens of Monroe County. Beyond funding to other nonprofits, UWFK has direct service programming including Stuff the Bus school supply drive, Imagination Library early literacy initiative and VITA free tax preparation program. The Organization is governed by a volunteer board of directors and solicits donations from the public in Monroe County. UWFK grants funding to various not-for-profit agencies in need in Monroe County. The United Way of the Florida Keys, Inc., primary support comes contributions and fundraising.

The Organization supports other not-for profit partners in Monroe County, Florida serving various impact areas through allocations. Various impacts are more closely defined as increasing access to nutritious food, improving childcare and education and providing safety net services. The Organizations Board of Directors annually approves funds prior to June 30 to be distributed during the next fiscal year (Note E).

On September 10, 2017, a category 4 Hurricane - Irma made landfall in the Florida Keys. The Organization established and Irma Relief Fund for donations for this natural disaster. The disaster relief fund raised 1.66 million for relief efforts. Thanks to the generous contributions of friends and supporters around the world UWFK's disaster relief fund is being distributed to nonprofits and individuals throughout Monroe County for direct hurricane recovery aid. This aid is continuing into the next fiscal year.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements are presented on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) in its FASB Accounting Codification No. 958 regarding *Financial Statements of Not-for-profit Organizations*. Under Accounting Standards Codification No. 958, the Organization is required to report 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.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Fixed Assets

Acquisitions of property and equipment or repairs, maintenance, or betterments that materially prolong the useful lives of assets in excess of \$2,000 are capitalized. Property and equipment are stated at cost. Depreciation is charged to operations over the estimated useful lives of the respective assets using the straight line method. Property and equipment have an estimated useful live from three to five years.

UNITED WAY OF THE FLORIDA KEYS, INC.

Notes to Financial Statements

June 30, 2018 and 2017

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

Cash and Equivalents

The Organization considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Support /Contributions/Pledges

Contributions are recognized as income when they become unconditional promises to contribute, at their fair values. Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Pledges for contributions are recorded as a receivable when the pledge is received and allowances are provided for pledges estimated to be uncollectable.

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods and restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support and increase those net asset classes. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Restrictions that expire in the same reporting period are classified as unrestricted support.

Donated Assets/Support

Donated services (in-kind donations) are recognized as contributions in accordance with FASB Accounting Standards No. 958 regarding "*Accounting for Contributions Received and Contributions Made*", if the services create or enhance non-financial assets, or require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization.

Fair Value Measurement

Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between participants on the measurement date.

The Organization has determined that there was no material difference between the carrying value and fair value of its financial assets and liabilities at June 30, 2018 or 2017; therefore, no adjustment was made to the Organization's financial statements.

UNITED WAY OF THE FLORIDA KEYS, INC.

Notes to Financial Statements

June 30, 2018 and 2017

Donated Assets/Support

The Organization has volunteers who have donated significant amounts of their time to the United Way of the Florida Keys, Inc. Such contributed services do not meet the criteria for recognition under accounting principles generally accepted in the United States of America.

Income Taxes

The Organization qualified as a tax-exempt organization under section 501 (c)(3) of the Internal Revenue Code and, therefore has no provision for federal income tax. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private organization under Section 509(a)(2). Income from certain Organization activities not directly related to its tax-exempt purpose may be subject to income tax. The current and previous three years remain subject to examination by the IRS. There was no unrelated business income or deferred taxes for the years ended June 30, 2018 or 2017.

Cost Deduction

The United Way of the Florida Keys, Inc., is committed to compliance with the United Way of America's cost deduction requirements

Advertising

The Organizations policy is to expense advertising costs as incurred.

Evaluation of Subsequent Events

The United Way of the Florida Keys, Inc., has evaluated subsequent events through September 30, 2018, the date which the financial statements were available to be issued.

Reclassifications

Certain reclassifications have been made to the 2017 financial statements to conform to the 2018 presentation.

NOTE C – PROPERTY AND EQUIPMENT

Property and equipment consist of the following at June 30:

	<u>2018</u>	<u>2017</u>
Equipment	\$ 9,106	\$ 2,108
Accumulated depreciation	<u><3,677></u>	<u><1,814></u>
	<u>\$ 5,429</u>	<u>\$ 294</u>

The aggregate depreciation charged to operations was \$1,864 and \$370 in 2018 and 2017 respectively.

UNITED WAY OF THE FLORIDA KEYS, INC.

Notes to Financial Statements

June 30, 2018 and 2017

NOTE D – PLEDGES/ACCOUNTS RECEIVABLE

Pledges and accounts receivable are carried at face amount less an allowance for doubtful accounts. On a periodic basis, they are evaluated and an allowance for doubtful accounts is established based on a combination of economic conditions, credit conditions and the history of write-offs and collections. Campaign pledges 2017 are for one year or less.

NOTE E – ALLOCATIONS PAYABLE

On May 15, 2018, the board of Directors approved allocations for hurricane recovery to twenty-six agencies totaling \$496,000. Each of these agencies has signed a memorandum of understanding with UWFK. In June 2018, \$41,333, was disbursed to the agencies, the remaining \$454,667 will be disbursed in the fiscal year ending June 30, 2019.

NOTE F – INVESTMENTS - OTHER

United Way of the Florida Keys, Inc. investments consist of certificates of deposit. The certificates of deposit are with local financial institutions with maturity dates that exceed three months. These investments are recorded at fair value. The certificates may incur penalties for early withdrawal of funds. It is the intent of the Organization to hold the investments until maturity. The following is a summary of those investments valued as of June 30:

	<u>2018</u>	<u>2017</u>
38 month certificate of deposit 1.15%	\$ 97,682	\$ 96,565
5 month certificate of deposit 1.35%	<u>15,370</u>	<u>101,856</u>
	<u>\$113,052</u>	<u>\$198,421</u>

NOTE G – COMMITMENTS

On January 15, 2018, the United Way of the Florida Keys, Inc., entered into a twenty four month agreement for subscription services for awards tracking and software monitoring of grants to support nonprofit agencies. The agreement has an automatic twelve month renewal unless 30 day notice of cancellation is given. Subscription expense was \$3,250 for the year ended June 30, 2018. Future minimum commitments are as follows for June 30:

2019	\$6,000
2020	<u>3,000</u>
	<u>\$9,000</u>

The Organization leases office space in Key West Florida on a month to month basis for \$500 per month.

NOTE H – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are as follows:

	<u>06/30/17</u>	<u>Contributions</u>	<u>Released</u>	<u>06/30/18</u>
VITA (Tax preparation assistance) \$	-	\$ 27,219	\$ 17,219	\$ 10,000
Imaginary Library	-	5,350	1,228	4,122
Stuff the Bus	-	11,535	7,807	3,728
Disaster recovery	88,892	-	88,892	-
Hurricane Irma recovery	-	1,667,180	1,574,539	92,641
Time restricted pledges	<u>194,999</u>	<u>128,966</u>	<u>229,919</u>	<u>94,046</u>
	<u>\$283,891</u>	<u>\$1,840,250</u>	<u>\$1,919,604</u>	<u>\$204,537</u>

UNITED WAY OF THE FLORIDA KEYS, INC.

Notes to Financial Statements

June 30, 2018 and 2017

NOTE I - IN-KIND DONATIONS

United Way of the Florida Keys, Inc., received the following in kind donations services for the year ending June 30, with the support recorded as in-kind donations in the statement of activities and the offsetting as follows:

	<u>2018</u>		<u>2017</u>
Statement of Financial Position:			
Equipment	\$6,998		\$ -
Statement of Functional Expenses			
Miscellaneous	<u>950</u>	In-kind	<u>3,138</u>
	<u>\$7,948</u>		<u>\$ 3,138</u>

NOTE J – PB OIL SPILL SETTLEMENT

In August of 2016, the Organization accepted a settlement agreement in regards to the Deepwater Horizon incident of 2010 totaling \$85,015. The Organization received \$76,513 net of attorneys' fees of \$8,502.

NOTE K – CONCENTRATION OF CREDIT RISK

Financial instruments that potentially subject the Organization to concentrations of credit risk are cash. The Organization maintains cash with financial institutions that, included balances which exceed federally insured limits. These balances are maintained with high quality institutions, which management feels limits those risks. As of June 30, 2018, the balance exceeded the federally insured limits by approximately \$700,000.