UNITED WAY OF CENTRAL ILLINOIS, INC.

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT

For the Years Ended December 31, 2024 and 2023

SIKICH.COM

UNITED WAY OF CENTRAL ILLINOIS, INC
TABLE OF CONTENTS

3051 Hollis Dr., 3rd Floor
Springfield, IL 62704
217.793.3363

SIKICH.COM

INDEPENDENT AUDITOR'S REPORT

Board of Directors
United Way of Central Illinois, Inc.

Opinion

We have audited the accompanying financial statements of United Way of Central Illinois, Inc. (Organization), which comprise the statements of financial position as of December 31, 2024 and 2023, 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 financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of December 31, 2024 and 2023, 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.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 audit. 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 accounting principles generally accepted in the United States of America, 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 within one year after the date that the financial statements are available to be 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 generally accepted auditing standards 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 generally accepted auditing standards, 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.

Sikich CPA LLC

Springfield, Illinois
June 9, 2025

UNITED WAY OF CENTRAL ILLINOIS, INC.

STATEMENTS OF FINANCIAL POSITION

December 31, 2024 and 2023

	2024	2023
ASSETS		
CURRENT ASSETS		
Cash	$ 907,753	$ 813,653
Contributions receivable, net	603,704	606,011
Investments	6,494,926	6,541,209
Total current assets	8,006,383	7,960,873
NONCURRENT ASSETS		
Cash held for others	31,764	35,644
Property and equipment, net	73,709	79,924
Operating right-of-use asset, net	145,623	202,468
Beneficial interest in perpetual trusts	211,756	203,779
Total noncurrent assets	462,852	521,815
TOTAL ASSETS	$ 8,469,235	$ 8,482,688
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accrued expenses	$ -	$ 798
Accounts payable	11,616	8,468
Allocations payable	522,337	530,045
Funds held for others	31,764	35,644
Operating lease liability, current portion	58,520	56,553
Total current liabilities	624,237	631,508
NONCURRENT LIABILITIES		
Operating lease liability, noncurrent	91,427	149,946
Total liabilities	715,664	781,454
NET ASSETS		
Without donor restrictions		
Designated for equipment replacement	13,676	13,246
Designated for Dolly Parton Imagination Library	164,007	142,544
Designated for Continuum of Learning Fund	58,605	58,605
Designated for Needs Assessment Fund	5,003	133
Designated for Venture Fund	43,468	12,706
Designated for Ace's Training	2,314	2,314
Designated for Student United Way	3,000	-
Undesignated	6,648,038	6,661,896
Total without donor restrictions	6,938,111	6,891,444
With donor restrictions	815,460	809,790
Total net assets	7,753,571	7,701,234
TOTAL LIABILITIES AND NET ASSETS	$ 8,469,235	$ 8,482,688

See accompanying notes to financial statements.

UNITED WAY OF CENTRAL ILLINOIS, INC.

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
PUBLIC SUPPORT AND REVENUE			
Gross campaign results (2024)	$ 756,366	$ 704,647	$ 1,461,013
Less provision for uncollectible	(84,597)	-	(84,597)
Net assets released from restrictions	706,954	(706,954)	-
Total campaign revenue (2024)	1,378,723	(2,307)	1,376,416
Investment return, net	687,165	-	687,165
Change in beneficial interest in perpetual trusts	-	7,977	7,977
Grant revenue	57,870	-	57,870
Miscellaneous income	136,275	-	136,275
Total	881,310	7,977	889,287
Total public support and revenue	2,260,033	5,670	2,265,703
EXPENSES:			
Program services			
Gross funds allocated to human service agencies venture grants and community support	1,163,112	-	1,163,112
Less donor designations	(7,707)	-	(7,707)
Net funds allocated to human service agencies	1,155,405	-	1,155,405
Community impact/fund distribution	675,072	-	675,072
Total program services	1,830,477	-	1,830,477
Supporting services			
Fundraising	130,766	-	130,766
Marketing and communications	12,126	-	12,126
Finance and administration	239,997	-	239,997
Total supporting services	382,889	-	382,889
Total expenses	2,213,366	-	2,213,366
CHANGE IN NET ASSETS	46,667	5,670	52,337
NET ASSETS - BEGINNING OF YEAR	6,891,444	809,790	7,701,234
NET ASSETS - END OF YEAR	$ 6,938,111	$ 815,460	$ 7,753,571

See accompanying notes to financial statements.

UNITED WAY OF CENTRAL ILLINOIS, INC.

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
PUBLIC SUPPORT AND REVENUE			
Gross campaign results in prior year- released from restrictions	$ 1,383,675	$ (1,383,675)	$ -
(Provision for) recover of uncollectible	(129,328)	129,328	-
Total campaign results (2022/2023)	1,254,347	(1,254,347)	-
Gross campaign results (2023)	-	1,524,547	1,524,547
Less provision for uncollectible	-	(120,560)	(120,560)
Gross campaign results in current year - released from restrictions	813,179	(813,179)	-
Total campaign revenue (2023)	813,179	590,808	1,403,987
Investment return, net	820,681	-	820,681
Change in beneficial interest in perpetual trusts	-	14,320	14,320
Employee retention credit grant	18,431	-	18,431
Miscellaneous income	187,931	-	187,931
Total	1,027,043	14,320	1,041,363
Total public support and revenue	3,094,569	(649,219)	2,445,350
EXPENSES:			
Program services			
Gross funds allocated to human service agencies venture grants and community support	1,186,343	-	1,186,343
Less donor signations	(83,891)	-	(83,891)
Net funds allocated to human service agencies	1,102,452	-	1,102,452
Community impact/fund distribution	587,364	-	587,364
Total program services	1,689,816	-	1,689,816
Supporting services			
Fundraising	122,422	-	122,422
Marketing and communications	8,441	-	8,441
Finance and administrating	245,058	-	245,058
Total supporting services	375,921	-	375,921
Total expenses	2,065,737	-	2,065,737
CHANGE IN NET ASSETS	1,028,832	(649,219)	379,613
NET ASSETS - BEGINNING OF YEAR	5,862,612	1,459,009	7,321,621
NET ASSETS - END OF YEAR	$ 6,891,444	$ 809,790	$ 7,701,234

See accompanying notes to financial statements.

UNITED WAY OF CENTRAL ILLINOIS, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended December 31, 2024

	Program Services			Other Functional Expenses (or Supporting Services)				
	Allocation Services	Community Impact/Fund Distribution	Total Program Services	Fund Raising	Marketing and Communications	Finance and Administration	Total	Total
EXPENSES:								
Salaries	$ -	$ 397,507	$ 397,507	$ 62,411	$ 6,509	$ 103,075	$ 171,995	$ 569,502
Payroll taxes	-	30,239	30,239	4,868	422	8,101	13,391	43,630
Employee benefits	-	59,190	59,190	8,413	1,110	16,965	26,488	85,678
Personnel search	-	11,350	11,350	2,925	-	350	3,275	14,625
Professional fees	-	5,983	5,983	1,088	-	64,919	66,007	71,990
Office supplies	-	1,625	1,625	711	220	607	1,538	3,163
SECA budget	-	-	-	5,904	-	-	5,904	5,904
Telephone	-	3,140	3,140	1,256	-	1,313	2,569	5,709
Postage	-	1,464	1,464	936	-	462	1,398	2,862
Occupancy	-	32,775	32,775	12,993	-	13,584	26,577	59,352
Occupancy maintenance and real estate taxes	-	21,715	21,715	8,686	-	9,081	17,767	39,482
Equipment maintenance	-	984	984	393	-	1,216	1,609	2,593
Subscriptions	-	253	253	170	-	-	170	423
Marketing and advertising	-	21,917	21,917	2,132	3,110	2,028	7,270	29,187
Travel	-	1,901	1,901	-	-	-	-	1,901
Meetings	-	2,055	2,055	168	5	228	401	2,456
Conference and trainings	-	4,360	4,360	-	-	-	-	4,360
Campaign and supplies/printing	-	6,221	6,221	3,564	-	587	4,151	10,372
Special events - venue and food	-	43,334	43,334	2,568	750	2,254	5,572	48,906
Award supplies	-	505	505	-	-	-	-	505
Local organization dues	-	1,080	1,080	-	-	-	-	1,080
State and national dues	-	1,677	1,677	672	-	702	1,374	3,051
United Way Worldwide dues	-	11,967	11,967	4,787	-	5,004	9,791	21,758
Software licenses	-	7,284	7,284	1,907	-	525	2,432	9,716
Insurance expense	-	4,693	4,693	1,877	-	1,962	3,839	8,532
Bank and filing fees	-	1,853	1,853	2,337	-	819	3,156	5,009
Depreciation expense	-	-	-	-	-	6,215	6,215	6,215
Allocations to agencies, venture grants and community support	1,163,112	-	1,163,112	-	-	-	-	1,163,112
Less donor designations	(7,707)	-	(7,707)	-	-	-	-	(7,707)
TOTAL EXPENSES	$ 1,155,405	$ 675,072	$ 1,830,477	$ 130,766	$ 12,126	$ 239,997	$ 382,889	$ 2,213,366

See accompanying notes to financial statements.

UNITED WAY OF CENTRAL ILLINOIS, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended December 31, 2023

	Program Services			Other Functional Expenses (or Supporting Services)				
	Allocation Services	Community Impact/Fund Distribution	Total Program Services	Fund Raising	Marketing and Communications	Finance and Administration	Total	Total
EXPENSES:								
Salaries	$ -	$ 339,398	$ 339,398	$ 59,927	$ 5,132	$ 97,029	$ 162,088	$ 501,486
Payroll taxes	-	27,156	27,156	4,775	380	7,831	12,986	40,142
Employee benefits	-	51,121	51,121	7,986	910	16,428	25,324	76,445
Personnel search	-	28	28	11	-	97	108	136
Professional fees	-	2,056	2,056	822	-	78,316	79,138	81,194
Office supplies	-	2,112	2,112	958	-	2,243	3,201	5,313
SECA budget	-	-	-	7,412	-	-	7,412	7,412
Telephone	-	2,956	2,956	1,183	-	1,237	2,420	5,376
Postage	-	1,248	1,248	369	-	383	752	2,000
Occupancy	-	32,329	32,329	13,221	-	13,800	27,021	59,350
Occupancy maintenance and real estate taxes	-	22,243	22,243	8,897	-	9,302	18,199	40,442
Equipment maintenance	-	3,151	3,151	1,260	-	1,317	2,577	5,728
Subscriptions	-	35	35	-	-	27	27	62
Marketing and advertising	-	24,580	24,580	1,651	1,867	1,641	5,159	29,739
Travel	-	2,362	2,362	-	-	-	-	2,362
Meetings	-	2,015	2,015	95	2	-	97	2,112
Conference and trainings	-	3,630	3,630	1,320	-	231	1,551	5,181
Campaign and supplies/printing	-	8,825	8,825	622	-	-	622	9,447
Special events - venue and food	-	31,462	31,462	2,472	150	759	3,381	34,843
Award supplies	-	352	352	-	-	-	-	352
Local organization dues	-	989	989	-	-	-	-	989
State and national dues	-	1,221	1,221	488	-	511	999	2,220
United Way Worldwide dues	-	12,028	12,028	4,811	-	5,030	9,841	21,869
Software licenses	-	9,935	9,935	1,677	-	213	1,890	11,825
Insurance expense	-	3,991	3,991	1,597	-	1,669	3,266	7,257
Bank and filing fees	-	2,141	2,141	868	-	921	1,789	3,930
Depreciation expense	-	-	-	-	-	6,073	6,073	6,073
Allocations to agencies, venture grants and community support	1,186,343	-	1,186,343	-	-	-	-	1,186,343
Less donor designations	(83,891)	-	(83,891)	-	-	-	-	(83,891)
TOTAL EXPENSES	$ 1,102,452	$ 587,364	$ 1,689,816	$ 122,422	$ 8,441	$ 245,058	$ 375,921	$ 2,065,737

See accompanying notes to financial statements.

UNITED WAY OF CENTRAL ILLINOIS, INC.

STATEMENTS OF CASH FLOWS

For the Years Ended December 31, 2024 and 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ 52,337	$ 379,613
Adjustments to reconcile change in net assets used in operating activities:		
Depreciation	6,215	6,073
Non-cash operating lease expense	293	1,448
Net realized and unrealized (gain) on investments	(507,066)	(648,723)
Change in beneficial interest in perpetual trusts	(7,977)	(14,320)
(Decrease) in funds held for others	(3,880)	(880)
Reserve for uncollectible pledges	84,597	120,560
Changes in assets and liabilities:		
(Increase) decrease in:		
Contributions receivable	(82,290)	(47,542)
Increase (decrease) in:		
Accrued expenses	(798)	403
Accounts payable	3,148	(27,586)
Allocations payable	(7,708)	(66,731)
Designations payable	-	(17,159)
Net change in cash	(463,129)	(314,844)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales of investments	2,325,497	2,964,027
Purchases of investments	(1,772,148)	(2,835,807)
Purchase of property and equipment	-	(1,301)
Net cash from investing activities	553,349	126,919
CHANGE IN CASH AND FUNDS HELD FOR OTHERS	90,220	(187,925)
CASH AND FUNDS HELD FOR OTHERS, BEGINNING OF YEAR	849,297	1,037,222
CASH AND FUNDS HELD FOR OTHERS, END OF YEAR	$ 939,517	$ 849,297
RECONCILIATION OF CASH AND FUNDS HELD FOR OTHERS		
Cash	$ 907,753	$ 813,653
Cash held for others	31,764	35,644
	$ 939,517	$ 849,297

See accompanying notes to financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The United Way of Central Illinois, Inc. (the Organization) is a not-for-profit corporation organized to promote community planning by developing and allocating human and financial resources that meet priority health and human service needs. The stated mission of the Organization is "… mobilizing resources to meet community needs." The Organization also provides services directly to the community and certified agencies through its staff and group of volunteers.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles (USGAAP). Net assets, support and revenues, and expenses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions: Net assets that are not subject to donor - imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the Board of Directors.

Net Assets With Donor Restrictions: Net assets subject to stipulations imposed by donors. Some donor restrictions are temporary in nature, those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds to be maintained in perpetuity.

Use of Estimates

The preparation of financial statements in conformity with USGAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of the revenue, expenses, gains, losses and other changes in net assets during the reporting period. Accordingly, actual results could differ from those estimates.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions Receivable and Allocations Payable

Unconditional promises to give to a campaign are recorded as assets when the promises are received. Balances are carried at original pledged amounts less an estimate made for uncollectible pledges based on management's review of all outstanding amounts. Management determines the allowance for uncollectible pledges by using historical experience applied to the campaign total. Pledge receivables are written off when deemed uncollectible. All contributions receivable are due within one year. Allocations to member agencies are recognized as expenses in the period such allocations are made. Allocations are unconditional and generally paid on a monthly installment basis throughout the year.

Donor-Designated Contributions Receivable

Unconditional promises to give to a campaign for which the donor stipulates the agency to receive the donation are recorded as assets (contributions receivable) and liabilities (designations payable) when the pledges are received.

Investments

The Organization carries all investments in debt and equity securities with readily determinable fair values at fair value, with changes in fair value reported as investment return in the statements of activities. Investment return is reported net of external and direct internal investment expenses. Gains and investment income that are limited to specific uses by donor - imposed restrictions are reported in without donor restrictions net assets when the restrictions are met in the same reporting period as the gains and income are recognized.

Property and Equipment

Expenditures for property and equipment and items which substantially increase the useful lives of existing assets are capitalized at cost. The Organization capitalizes assets with individual costs of $1,000 or more and with useful lives greater than one year. The Organization provides for depreciation on the straight-line method at rates designed to depreciate the costs of assets over estimated useful lives as follows:

	Years
Leasehold improvements	life of lease or useful life of improvement, whichever is shorter
Furnishing and equipment	3-10

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Leases

The Organization leases office space. The Organization determines if an arrangement is a lease at inception. As an accounting policy election, the Organization chose not to apply the standard to short-term leases (term of 12 months of less). Operating leases are included in operating lease right-of-use (ROU) assets and operating lease liabilities on the statement of financial position. The Organization does not have any financing leases.

ROU assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. Discount rates implicit in the lease are not readily determinable, and the Organization has elected to apply a risk-free rate to determine the present value of lease payments. The operating lease ROU asset is based on remaining future lease payments and excludes lease incentives. The Organization's lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. Lease expense is recognized on a straight-line basis over the lease term.

The Organization's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

The Organization's lease agreements contain lease and non-lease components. For the office space lease, the Organization accounts for the lease and non-lease components as a single lease component. For arrangements accounted for as a single lease component, there may be variability in future lease payments as the amount of the non-lease components is typically revised from one period to the next. These variable lease payments, which are primarily comprised of common area maintenance, real estate taxes and insurance that are passed on from the lessor in proportion to the space leased, are recognized as expenses in the period in which the obligation for those payments was incurred.

Beneficial Interest in Perpetual Trusts

The Organization is the beneficiary of a donor-established perpetual trust, which is administered by a third party. Under the terms of the trust, the Organization has the irrevocable right to receive the income earned on the assets held in the third-party trust in perpetuity, but never receives the assets held in trust. The beneficial interest is reported as net assets with donor restrictions. The trust annually makes distributions of income to the Organization. The Organization's beneficial interest in the trust is carried at the fair value of the underlying assets as provided by the third-party administrator. Subsequent changes in the carrying value of the beneficial interests are reported in the statement of activities for that period.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Support and Revenue

The Organization reports contributions and grants as with donor restriction support if they are received with donor stipulations that limit the use of the donated assets. When a donor 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. If a restriction is fulfilled in the same time period in which the contribution or grant is received, the Organization reports the support as without donor restriction. No restrictions are implied on the use of long-lived assets received without donor stipulations concerning how long the assets must be used.

A portion of the Organization's grant revenue is derived from cost-reimbursable grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific grant conditions and provisions. Amounts received prior to meeting specific grant provisions are reported as unearned grant advances on the statements of financial position. As of December 31, 2024 and 2023, the Organization did not have any conditional grant awards and had not received any grant funds that had not yet been recognized.

Contributions and grants are recognized when cash, an unconditional promise to give, or notification of a beneficial interest is received. Conditional grants and promises to give are not recognized until the conditions on which they depend have been substantially met.

Contributed services are recognized, at their fair value, when the Organization would typically purchase such services if they require specialized skills and the contributor possesses such skills. The Organization received no contributed services for the years ended December 31, 2024 and 2023.

Functional Expenses

The costs of providing program and other activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated amongst program services and other functional expenses. Such allocations are determined by management. Salaries, payroll taxes, employee benefits, office supplies, telephone, occupancy and insurance are allocated on the basis of estimates of time and effort.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

The Organization is exempt from federal income taxes under Section 501(c)(3) of the U.S. Internal Revenue Code. The Organization is not considered to be a private foundation. The Organization is no longer subject to U.S. federal or state examinations by tax authorities for tax years prior to 2021.

Subsequent events

The Organization has evaluated subsequent events through June 9, 2025, the date on which the financial statements were available for issuance and determined there were no significant non-recognized subsequent events through that date.

2. CONCENTRATION OF CREDIT RISK

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash, investments, and contributions receivable. The Organization maintains cash deposits with major banks which, from time to time, may exceed federally insured limits. As of December 31, 2024, and 2023 the Organization exceeded the federally insured limits by $270,753 and $317,194, respectively. The Organization periodically assesses the financial condition of the institutions and believes the risk of any loss is minimal. Concentration of credit risk with respect to its investments is reduced as a result of the diversity of the underlying securities. Concentration of credit risk associated with contributions receivables is considered to be limited due to high historical collection rates.

3. AVAILABILITY AND LIQUIDITY

The following represents the Organization's financial assets at December 31, 2024 and 2023. General expenditures include operating expenses not financed through debt or otherwise restricted for use by donor or other limitations.

	2024	2023
Financial assets at year-end:		
Cash	$ 907,953	$ 813,653
Contributions receivable, net	603,704	606,011
Investments	6,494,926	6,541,209
Beneficial interest in perpetual trusts	211,756	203,779
Cash held for others	31,764	35,644
Total financial assets	8,250,103	8,200,296
Less amounts not available to be used within one year:		
Beneficial interest in perpetual trusts	211,756	203,779
Cash held for others	31,764	35,644
Board designations	290,073	229,548
	533,593	468,971
FINANCIAL ASSETS AVAILABLE TO MEET GENERAL EXPENDITURES OVER THE NEXT TWELVE MONTHS	$ 7,716,510	$ 7,731,325

The Organization has various sources of liquidity at its disposal, including cash, contributions receivable and a line of credit. Income from investments is available for general use. The Organization considers general expenditures to be those not limited by or used to meet donor or other restrictions.

4. CONTRIBUTIONS RECEIVABLE

Contributions receivable as of December 31, 2024 and 2023, are as follows:

	2024			2023		
	Prior year campaign	Current year campaign	Total	Prior year campaign	Current year campaign	Total
Contributions receivable	$ 162,228	$ 676,476	$ 838,704	$ 174,711	$ 701,300	$ 876,011
Allowance for uncollectible pledges	(130,000)	(105,000)	(235,000)	(140,000)	(130,000)	(270,000)
TOTAL	$ 32,228	$ 571,476	$ 603,704	$ 34,711	$ 571,300	$ 606,011

5. PROPERTY AND EQUIPMENT

The Organization's property and equipment as of December 31, 2024 and 2023, are as follows:

	2024	2023
Furnishings and equipment	$ 41,905	$ 41,905
Leasehold improvements	112,625	112,625
	154,530	154,530
Less accumulated depreciation	80,821	74,606
	$ 73,709	$ 79,924

Depreciation expense was $6,215 and $6,073 for the years ended December 31, 2024 and 2023, respectively.

6. LINE OF CREDIT

On April 5, 2023, the Organization entered into a line of credit agreement with a bank for $250,000, secured by their investment account with a maturity date of April 5, 2025 and bears an interest rate of 6.75%. The agreements require the Organization to comply with certain non-financial covenants. There was no balance outstanding as of December 31, 2024 and 2023. The line of credit was renewed with a maturity date of April 5, 2027.

7. FUNCTIONAL EXPENSE

The Organization allocates certain costs among its program and supporting services. Such allocations are determined by management. Salaries, payroll taxes, employee benefits and other expenses are allocated on the basis of estimates of time and effort.

In 2024, the Organization incurred joint costs of $11,889 for informational materials and activities, including fund-raising appeals. Of these costs, $2,531 was allocated to fund-raising expense, $220 was allocated to marketing, $6,001 was allocated to program service expense and $3,137 was allocated to finance and administration.

In 2023, the Organization incurred joint costs of $16,479 for informational materials and activities, including fund-raising appeals. Of these costs, $3,401 was allocated to fund-raising expense, $8,254 was allocated to program service expense and $4,824 was allocated to finance and administration.

8. LEASES

The Organization has one operating lease for office space. The lease agreement does not include any renewal options. The components of the lease expense were operating lease cost of $59,255 for the years ended December 31, 2024 and 2023, respectively. The Organization incurred expenditures related to variable costs of $39,482 and $40,442, for the years ended December 31, 2024 and 2023, respectively.

8. LEASES (Continued)

Future minimum lease payments under non-cancellable operating leases as of December 31, 2024 were as follows:

2025	$ 60,141
2026	61,344
2027	30,976
Total future undiscounted lease payments	152,461
Less: interest	(2,514)
PRESENT VALUE OF LEASE LIABILITIES	$ 149,947

For the years ended December 31, 2024 and 2023, the weighted-average remaining lease term (years) for the operating lease is 2.4 and 3.4, respectively, and the weighted-average discount rate is 1.37% for the years ending December 31, 2024 and 2023.

The following table summarizes supplemental cash flow information at December 31, 2024 and 2023:

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

Operating cash flows from operating leases, December 31, 2024	$ 58,962
Operating cash flows from operating leases, December 31, 2023	$ 57,806

9. COMMITMENTS

On December 14, 2022, the Organization entered into an agreement with a separate third party for pledge processing, which required a quarterly payment of $8,289 for the services provided. On October 21, 2024, the Organization entered into an agreement with a separate third party for pledge processing, which requires a quarterly payment of $9,035 for the services provided. The agreement ends in December 2025. During the years ended December 31, 2024 and 2023, service fees paid to third parties for accounting related services were $39,681 and $53,156, respectively.

10. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes or periods:

	2024	2023
Subject to the passage of time:		
Campaign results (2024) (2023)	$ 603,704	$ 606,011
Not subject to spending policy or appropriation:		
Beneficial interest in perpetual trusts	211,756	203,779
TOTAL NET ASSETS WITH DONOR RESTRICTIONS	$ 815,460	$ 809,790

For the years ended December 31, 2024 and 2023, net assets of $706,954 and $2,067,526, respectively, were released from donor restrictions by the occurrence of the passage of time.

11. EMPLOYEE BENEFIT PLAN

The Organization has a 401(k) plan covering substantially all of its employees. The Organization makes an annual minimum contribution equal to 10% of eligible participant wages. Employees are eligible for participation in the plan after one year of employment with the Organization or are immediately eligible if they had one year of employment at a nonprofit organization as their previous employer. The value of each participant's account is fully and immediately vested from the date of participation.

Total expense for the plan amounted to $44,929 and $39,235 for the years ended December 31, 2024 and 2023, respectively.

12. CASH HELD FOR OTHERS

The Organization maintains bank accounts for the accumulation of funds to be disbursed only for the benefit of (or upon the instructions of) other organizations. These accounts had a total cash balance held for others of $31,764 and $35,644 at December 31, 2024 and 2023, respectively.

13. ALLOCATIONS TO HUMAN SERVICES AGENCIES AND COMMUNITY SUPPORT

The following allocations were made for the years ended December 31, 2024 and 2023:

	2024	2023
Program allocations		
American Red Cross	$ 20,000	$ 20,000
Big Brothers Big Sisters of Central Illinois	102,346	102,346
Boys and Girls Clubs of Central Illinois	85,000	85,000
Catholic Charities of the Diocese of Springfield in Illinois	48,000	48,000
Compass for Kids, Inc.	168,024	168,024
Contact Ministries	28,000	28,000
Girl Scouts of Central Illinois, Inc.	5,000	5,000
Helping Hands of Springfield Inc.	83,079	83,079
Hope	9,500	9,500
Lutheran Child and Family Services	30,000	30,000
Memorial Behavioral Health	35,000	35,000
M.E.R.C.Y. Communities, Inc.	79,964	79,964
Mini O'Beirne Crisis Nursery	23,900	23,900
Senior Services of Central Illinois, Inc.	93,720	93,720
SIU Center for Family Medicine	45,000	45,000
Sojourn Shelter & Services	50,000	50,000
Springfield Public Schools, District 186	40,841	40,841
Springfield Urban League	78,400	78,400
United Way of Central Illinois - DPIL	-	15,415
Wooden It Be Lovely	18,900	18,900
	1,044,674	1,060,089
Venture grants	20,100	13,998
Community support	90,631	28,365
NET FUNDS ALLOCATED TO HUMAN SERVICE AGENCIES AND COMMUNITY SUPPORT	$ 1,155,405	$ 1,102,452

14. FAIR VALUE MEASUREMENTS

USGAAP establishes a framework for measuring fair value. That framework uses a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. USGAAP requires the Organization to maximize the use of observable inputs when measuring fair value. The hierarchy describes three levels of inputs, which are as follows:

Level 1: Quoted prices in active markets for identical assets or liabilities.

Level 2: Quoted prices for similar assets or liabilities in active markets; quoted prices for identical assets or liabilities in inactive markets; or inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3: Significant unobservable inputs.

In many cases, a valuation technique used to measure fair value includes inputs from more than one level of the fair value hierarchy. The lowest level of significant input determines the placement of the entire fair value measurement in the hierarchy. The categorization of an investment within the hierarchy reflects the relative ability to observe the fair value measure and does not necessarily correspond to the perceived risk of that investment.

If an investment that is measured using net asset value (NAV) has a readily determinable fair value (that is, it can be traded at the measurement date at its published NAV), it is included in Level 1 of the hierarchy. Otherwise, investments measured using NAVs are not included in Level 1, 2, or 3, but are separately reported.

Valuation Techniques

Following is a description of the valuation techniques used for assets measured at fair value on a recurring basis. There have been no changes to the techniques used during the years ended December 31, 2024 and 2023.

- Mutual and money market funds: Valued at the NAV of shares on the last trading day of the fiscal year.

- U.S. government securities: U.S. Treasury bonds and notes in which the Organization invests are usually “off the run” on the measurement date. Thus, they are valued by a pricing service using a model that incorporates market observable data such as reported sales of similar securities, broker quotes, yields, bids, offers, and reference data. U.S. Treasury bonds and notes that are “on the run” are measured at quoted prices in active markets for the same security.

14. FAIR VALUE MEASUREMENTS (Continued)

Valuation Techniques (Continued)

- Beneficial interest in perpetual trusts: Valued using the fair value of assets held in the trust reported by the trustee as of December 31, 2024 and 2023. The Organization considers the measurement of its beneficial interest in the perpetual trust to be a Level 3 measurement within the hierarchy because even though that measurement is based on the unadjusted fair value of trust assets reported by the trustee, the Organization will never receive those assets or have the ability to direct the trustee to redeem them.

Recurring Measurements

Assets measured at fair value on a recurring basis as of December 31, 2024, are as follows:

	Level 1	**Level 2**	**Level 3**	**Total**
Mutual and money market funds	$ 4,238,090	$ -	$ -	$ 4,238,090
U.S. government securities	-	2,255,378	-	2,255,378
Beneficial interest in perpetual trust	-	-	211,756	211,756
Total investments at fair value	$ 4,238,090	$ 2,255,378	$ 211,756	6,705,224
Cash*				1,458
TOTAL				$ 6,706,682

*Investments valued at cost, which approximates fair value

14. FAIR VALUE MEASUREMENTS (Continued)

Recurring Measurements (Continued)

Assets measured at fair value on a recurring basis as of December 31, 2023, are as follows:

	Level 1	Level 2	Level 3	Total
Mutual and money market funds	$ 4,037,278	$ -	$ -	$ 4,037,278
U.S. government securities	-	2,497,641	-	2,497,641
Beneficial interest in perpetual trust	-	-	203,779	203,779
Total investments at fair value	$ 4,037,278	$ 2,497,641	$ 203,779	6,738,698
Cash*				6,290
TOTAL				$ 6,744,988

*Investments valued at cost, which approximates fair value

The following table presents a reconciliation of Level 3 assets measured at fair value on a recurring basis for the years ended December 31, 2024 and 2023.

	Beneficial Interest in Perpetual Trusts 2024	Beneficial Interest in Perpetual Trusts 2023
Balance, beginning of the year	$ 203,779	$ 189,459
Change in value	7,977	14,320
BALANCE, END OF YEAR	$ 211,756	$ 203,779

15. RELATED PARTY

Private gifts include contributions from Board members of approximately $72,000 and $63,000 during the years ending December 31, 2024 and 2023, respectively. At December 31, 2024 and 2023 amounts outstanding and included in contributions receivable was approximately $23,000 and $1,200, respectively.