



# CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2024 and 2023

## TABLE OF CONTENTS

	Page
<b>INDEPENDENT AUDITOR’S REPORT .....</b>	<b>1</b>
<b>CONSOLIDATED FINANCIAL STATEMENTS:</b>	
Statements of Financial Position.....	3
Statement of Activities 2024.....	4
Statement of Activities 2023.....	5
Statements of Cash Flows.....	6
Statement of Functional Expenses 2024.....	7
Statement of Functional Expenses 2023.....	8
Notes to Financial Statements.....	9
<b>SUPPLEMENTARY INFORMATION:</b>	
Schedule of Distributions to Agencies and Programs.....	23
Consolidating Schedule for Statement of Financial Position .....	27
Consolidating Schedule for Statement of Activities.....	28



# ADKF

with you  
all the way

Member of the AICPA & TXCPA.

Registered with Public Company  
Accounting Oversight Board.

## INDEPENDENT AUDITOR’S REPORT

To the Board of Directors  
United Way of San Antonio and Bexar County  
San Antonio, Texas

### Opinion

We have audited the accompanying consolidated financial statements of United Way of San Antonio and Bexar County (“UWSA”), which comprise the consolidated statements of financial position as of June 30, 2024 and 2023 and the related consolidated statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the consolidated financial statements accompanying.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of United Way of San Antonio and Bexar County as of June 30, 2024 and 2023, and its activities, functional expenses 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 UWSA and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to your audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Responsibilities of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the UWSA’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 Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 and *Government 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 consolidated financial statements.

#### MAIN OFFICE:

9601 McAllister FWY, STE 800  
San Antonio, Texas 78216

Phone: 210.829.1300  
Fax: 210.829.4080

672 Ridge Hill Dr.,STE A  
New Braunfels, TX 78130

Phone: 830.387.4441

616 E. Blanco, STE 300e  
Boerne, TX 78006

Phone: 830.815.1100



### **Auditor's Responsibilities for the Audit of the Consolidated Financial Statements – continued**

In performing an audit in accordance with generally accepted auditing standards and *Government 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 consolidated 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 UWSA'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 UWSA'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.

### **Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedule of distributions to agencies and programs and the consolidating statements of financial position and activities are presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with U. S. generally accepted auditing standards. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our reports dated November 18, 2024 on our consideration of UWSA's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of UWSA's internal control over financial reporting or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering UWSA's internal control over financial reporting and compliance.

ADKF, PC

ADKF, P.C.

San Antonio, Texas

November 18, 2024

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

June 30, 2024 and 2023

<b>ASSETS</b>	<u>2024</u>	<u>2023</u>
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 12,364,516	\$ 12,603,067
Investments	49,191,245	45,757,911
Receivables:		
Pledges, net of allowance for uncollectible pledges	13,230,055	13,811,287
Grants and other receivables	4,333,241	1,037,995
Prepaid expenses and other assets	261,363	176,292
Total Current Assets	<u>79,380,420</u>	<u>73,386,552</u>
<b>Noncurrent Assets:</b>		
Endowment and Legacy Fund:		
Restricted cash	558	75,700
Investments	19,545,258	17,682,983
Beneficial Interests in Perpetual Trusts	2,365,894	2,195,959
Property and Equipment, at cost, net of accumulated depreciation	1,946,710	1,407,517
Total Noncurrent Assets	<u>23,858,420</u>	<u>21,362,159</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 103,238,840</u></u>	<u><u>\$ 94,748,711</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>Current Liabilities:</b>		
Accounts payable and accrued expenses	\$ 7,615,999	\$ 5,946,744
Donor designations payable	7,479,290	7,279,327
<b>TOTAL LIABILITIES</b>	<u>15,095,289</u>	<u>13,226,071</u>
Commitments - Note 9		
<b>Net Assets:</b>		
Without donor restrictions	43,119,395	36,034,670
With donor restrictions:		
Temporary in nature	31,957,853	32,617,372
Perpetual in nature	13,066,303	12,870,598
<b>TOTAL NET ASSETS</b>	<u>88,143,551</u>	<u>81,522,640</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 103,238,840</u></u>	<u><u>\$ 94,748,711</u></u>

The accompanying notes are an integral part of these consolidated financial statements.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

**CONSOLIDATED STATEMENT OF ACTIVITIES**

For The Year Ended June 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total 2024
<b><u>PUBLIC SUPPORT AND OTHER REVENUE</u></b>			
Community campaign	\$ -	\$ 47,595,718	\$ 47,595,718
Non-UWSA designations	-	(10,360,723)	(10,360,723)
Donor designations	-	(8,132,272)	(8,132,272)
Provision for uncollectible pledges	-	(2,474,670)	(2,474,670)
Net carryover pledges	-	(223,765)	(223,765)
Net amount available to UWSA	-	26,404,288	26,404,288
Net assets released from restrictions	28,343,908	(28,343,908)	-
Collection of prior year campaign contributions in excess of (less than) amount anticipated	55,123	-	55,123
Contributions (non-campaign)	282,751	-	282,751
Grants and contracts	11,036,573	-	11,036,573
Investment earnings/(loss), net of fees	5,409,700	1,900,806	7,310,506
In-kind revenue	44,421	-	44,421
Other income	438,135	-	438,135
<b>TOTAL PUBLIC SUPPORT AND OTHER REVENUE</b>	<b>45,610,611</b>	<b>(38,814)</b>	<b>45,571,797</b>
<b><u>EXPENSES</u></b>			
<b>Program Services:</b>			
Distributions to Agencies and Programs	36,613,435	425,000	37,038,435
Less donor designations	(7,774,531)	-	(7,774,531)
Net funds distributed	28,838,904	425,000	29,263,904
Other program services	4,660,200	-	4,660,200
<b>Total Program Services</b>	<b>33,499,104</b>	<b>425,000</b>	<b>33,924,104</b>
<b>Support Services:</b>			
Fund-raising	3,532,517	-	3,532,517
Management & general	1,494,265	-	1,494,265
<b>Total Support Services</b>	<b>5,026,782</b>	<b>-</b>	<b>5,026,782</b>
<b>TOTAL EXPENSES</b>	<b>38,525,886</b>	<b>425,000</b>	<b>38,950,886</b>
<b>CHANGE IN NET ASSETS</b>	<b>7,084,725</b>	<b>(463,814)</b>	<b>6,620,911</b>
Net assets at beginning of year	36,034,670	45,487,970	81,522,640
<b>NET ASSETS AT END OF YEAR</b>	<b>\$ 43,119,395</b>	<b>\$ 45,024,156</b>	<b>\$ 88,143,551</b>

The accompanying notes are an integral part of these consolidated financial statements.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

**CONSOLIDATED STATEMENT OF ACTIVITIES**

For The Year Ended June 30, 2023

	Without Donor Restrictions	With Donor Restrictions	Total 2023
<b><u>PUBLIC SUPPORT AND OTHER REVENUE</u></b>			
Community campaign	\$ -	\$ 48,260,007	\$ 48,260,007
Non-UWSA designations	-	(10,357,979)	(10,357,979)
Donor designations	-	(7,774,531)	(7,774,531)
Provision for uncollectible pledges	-	(1,756,626)	(1,756,626)
Net carryover pledges	-	104,287	104,287
Net amount available to UWSA	-	28,475,158	28,475,158
Net assets released from restrictions	28,835,732	(28,835,732)	-
Collection of prior year campaign contributions in excess of amount anticipated	486,711	-	486,711
Contributions (non-campaign)	8,453	677,986	686,439
Grants and contracts	7,523,841	-	7,523,841
Investment earnings/(loss), net of fees	3,512,897	1,595,709	5,108,606
In-kind revenue	319,165	-	319,165
Other income	396,479	-	396,479
<b>TOTAL PUBLIC SUPPORT AND OTHER REVENUE</b>	<b>41,083,278</b>	<b>1,913,121</b>	<b>42,996,399</b>
<b><u>EXPENSES</u></b>			
<b>Program Services:</b>			
Distributions to Agencies and Programs	33,517,148	-	33,517,148
Less donor designations	(7,297,248)	-	(7,297,248)
Net funds distributed	26,219,900	-	26,219,900
Other program services	4,757,911	-	4,757,911
<b>Total Program Services</b>	<b>30,977,811</b>	<b>-</b>	<b>30,977,811</b>
<b>Support Services:</b>			
Fund-raising	3,443,738	-	3,443,738
Management & general	1,447,447	-	1,447,447
<b>Total Support Services</b>	<b>4,891,185</b>	<b>-</b>	<b>4,891,185</b>
<b>TOTAL EXPENSES</b>	<b>35,868,996</b>	<b>-</b>	<b>35,868,996</b>
<b>CHANGE IN NET ASSETS</b>	<b>5,214,282</b>	<b>1,913,121</b>	<b>7,127,403</b>
Net assets at beginning of year	30,820,388	43,574,849	74,395,237
<b>NET ASSETS AT END OF YEAR</b>	<b>\$ 36,034,670</b>	<b>\$ 45,487,970</b>	<b>\$ 81,522,640</b>

The accompanying notes are an integral part of these consolidated financial statements.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

**CONSOLIDATED STATEMENTS OF CASH FLOWS**

For the Years Ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
<b>Cash Flows from Operating Activities:</b>		
Changes in net assets	\$ 6,620,911	\$ 7,127,403
Adjustments to Reconcile Changes in Net Assets to Net Cash (Used) Provided By Operating Activities:		
Net realized and unrealized (gain) on investments	(6,849,509)	(4,795,840)
Gain on sale of fixed asset	976	-
Contributions received restricted to permanent endowment	(25,770)	(131,250)
Depreciation expense	219,463	201,816
Increase in receivables, net	(2,714,014)	(1,467,829)
Increase in prepaid expenses and other assets	(85,072)	(48,214)
Increase in beneficial interests in perpetual trusts	(169,935)	(117,631)
Increase in accounts payable and accrued expenses	1,669,255	186,869
Increase in donor designations payable	199,963	570,123
<b>Net Cash (Used) Provided by Operating Activities</b>	<u>(1,133,732)</u>	<u>1,525,447</u>
<b>Cash Flows from Investing Activities:</b>		
Proceeds from the sale and maturity of investments	20,828,493	12,906,129
Purchases of investments	(19,274,591)	(16,709,180)
Purchases of property and equipment	(759,633)	(113,863)
<b>Net Cash Provided (Used) by Investing Activities</b>	<u>794,269</u>	<u>(3,916,914)</u>
<b>Cash Flows from Financing Activities:</b>		
Proceeds from contributions permanently restricted by donor	25,770	131,250
<b>Net Cash Provided by Financing Activities</b>	<u>25,770</u>	<u>131,250</u>
<b>Net Change in Cash and Cash Equivalents, and Restricted Cash</b>	(313,693)	(2,260,217)
<b>Cash, Cash Equivalents, and Restricted Cash at Beginning of Year</b>	<u>12,678,767</u>	<u>14,938,984</u>
<b>CASH, CASH EQUIVALENTS, AND RESTRICTED CASH AT END OF YEAR</b>	<u>\$ 12,365,074</u>	<u>\$ 12,678,767</u>
<b>As presented on the Statements of Financial Position</b>		
Cash and cash equivalents	\$ 12,364,516	\$ 12,603,067
Endowment and Legacy Fund restricted cash	558	75,700
Cash, cash equivalents and restricted cash at end of year	<u>\$ 12,365,074</u>	<u>\$ 12,678,767</u>

The accompanying notes are an integral part of these consolidated financial statements.

# UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY

## CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

For The Year Ended June 30, 2024

	Program Services	Support Services		Total Support Services	Total Expenses 2024
		Fund Raising	Management General		
Salaries and employee benefits	\$ 3,762,892	\$ 2,872,813	\$ 1,090,306	\$ 3,963,119	\$ 7,726,011
Advertising and public relations	12,064	21,607	550	22,157	34,221
Advertising In-Kind - UWW	44,421	-	-	-	44,421
Building repairs and maintenance	78,814	26,513	18,406	44,919	123,733
Campaign events	-	126,515	-	126,515	126,515
Computer technology	99,035	78,987	33,198	112,185	211,220
Conferences and seminars	34,962	110	8,715	8,825	43,787
Copier	18,448	9,220	2,150	11,370	29,818
Insurance	22,175	7,459	40,116	47,575	69,750
Meetings	23,937	15,498	12,314	27,812	51,749
Membership dues - affiliates	226,674	173,054	65,722	238,776	465,450
Postage and shipping	3,663	7,795	5,335	13,130	16,793
Printing and publications	8,866	35,471	2,526	37,997	46,863
Professional fees	25,988	1,045	113,365	114,410	140,398
Supplies and other	58,341	68,835	37,557	106,392	164,733
Telephone	29,060	9,702	14,509	24,211	53,271
Transportation	15,501	12,671	3,871	16,542	32,043
Utilities	55,342	18,476	12,925	31,401	86,743
Depreciation	140,017	46,746	32,700	79,446	219,463
<b>TOTAL</b>	<b>4,660,200</b>	<b>3,532,517</b>	<b>1,494,265</b>	<b>5,026,782</b>	<b>9,686,982</b>
Program Services - Net Funds Distributed	29,263,904	-	-	-	29,263,904
<b>TOTAL FUNCTIONAL EXPENSES 2024</b>	<b>\$ 33,924,104</b>	<b>\$ 3,532,517</b>	<b>\$ 1,494,265</b>	<b>\$ 5,026,782</b>	<b>\$ 38,950,886</b>

The accompanying notes are an integral part of these consolidated financial statements.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES**

For The Year Ended June 30, 2023

	Program Services	Support Services		Total Support Services	Total Expenses 2023
		Fund Raising	Management General		
Salaries and employee benefits	\$ 3,628,878	\$ 2,803,354	\$ 1,032,880	\$ 3,836,234	\$ 7,465,112
Advertising and public relations	415	18,278	6,508	24,786	25,201
Advertising In-Kind - UWW	207,499	-	-	-	207,499
Building repairs and maintenance	70,879	23,438	18,368	41,806	112,685
Campaign events	-	63,087	-	63,087	63,087
Computer technology	71,774	147,250	45,520	192,770	264,544
Conferences and seminars	4,633	3,163	8,108	11,271	15,904
Copier	17,160	4,691	1,566	6,257	23,417
Insurance	19,314	6,825	40,592	47,417	66,731
Meetings	29,311	17,594	6,290	23,884	53,195
Membership dues - affiliates	256,902	198,451	73,144	271,595	528,497
Postage and shipping	2,917	6,563	5,408	11,971	14,888
Printing and publications	5,588	28,693	2,215	30,908	36,496
Professional fees	21,000	-	108,802	108,802	129,802
Supplies and other	135,592	43,945	9,855	53,800	189,392
Supplies-Computer In-Kind - Chase	79,805	-	31,861	31,861	111,666
Telephone	23,739	7,825	6,317	14,142	37,881
Transportation	4,945	11,865	4,000	15,865	20,810
Utilities	50,618	16,738	13,117	29,855	80,473
Depreciation	126,942	41,978	32,896	74,874	201,816
<b>TOTAL</b>	<b>4,757,911</b>	<b>3,443,738</b>	<b>1,447,447</b>	<b>4,891,185</b>	<b>9,649,096</b>
Program Services - Net Funds Distributed	26,219,900	-	-	-	26,219,900
<b>TOTAL FUNCTIONAL EXPENSES 2023</b>	<b>\$ 30,977,811</b>	<b>\$ 3,443,738</b>	<b>\$ 1,447,447</b>	<b>\$ 4,891,185</b>	<b>\$ 35,868,996</b>

The accompanying notes are an integral part of these consolidated financial statements.

## **UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS June 30, 2024 and 2023

#### **NOTE 1: ORGANIZATION, MISSION, AND SIGNIFICANT ACCOUNTING POLICIES**

**Organization and Mission** – United Way of San Antonio and Bexar County (UWSA) is a not-for-profit organization with over 82 years of experience caring for and helping children, families and individuals. The Organization’s mission statement is, “We unite the community to identify and solve our most critical issues.” UWSA is the largest private health and human services organization in Bexar County, supporting 119 outcome-based programs at 61 agencies.

UWSA strives to achieve its mission through community service programs, community initiatives, and the investment of funds raised from community campaigns. The following are some of the program services:

- UWSA manages a series of public sector and private foundation grants that align with United Way’s priority focus areas. For the fiscal year ended June 30, 2024, UWSA received \$1,216,529 in private foundation grants, and \$9.4 million was awarded to UWSA to support 25 programs operated by 16 agency partners.
- 2-1-1 Texas is a twenty-four hour, seven day-a-week telephone information and referral service.
- The Volunteer Center matches skills, abilities, and interests of prospective volunteers with the needs of nonprofit agencies.
- The work of the Community Impact Department (CID) includes the annual investment of contributed funds in health and social services, management of subcontracts for grant funds awarded, and the regular monitoring of these programs, services, and agencies. CID also analyzes social problems and health issues that affect the community. As issues are identified and prioritized, CID, in partnership with other community stakeholders, develops, plans, and executes initiatives and strategies to address the underlying causes of these problems.
- Mission United Information and Referral program was formed to help the military and veteran community achieve and maintain self-sufficiency to the greatest extent possible. This veteran peer-to-peer support model facilitates conversation about needs and resources available to veterans and their families.

The United Way of San Antonio and Bexar County Endowment and Legacy Fund (the Endowment) was established in 2016. The Endowment is a perpetual fund for the support of the charitable efforts of UWSA. The Endowment makes distributions of earnings to UWSA that will enhance allocations to UWSA programs and agencies.

**Significant Accounting Policies** – The following is a summary of significant accounting policies used in the preparation of these consolidated financial statements:

**Consolidation Policy** – These consolidated financial statements include the accounts of UWSA and the Endowment because UWSA has both control and an economic interest in the Endowment. All significant intercompany accounts and transactions have been eliminated in consolidation. Unless otherwise noted, these consolidated entities are hereinafter referred to as “the Organization” or “UWSA”. The consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

**Cash and Cash Equivalents** - Cash and cash equivalents include cash in operating and money-market accounts and all investments with an original maturity of three months or less.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2024 and 2023

**NOTE 1: SIGNIFICANT ACCOUNTING POLICIES (continued)**

Pledges Receivable – Pledges receivable consist of unconditional promises to give that are received in the fiscal year the promise is made. Unconditional promises to give are generally expected to be collected within one year of the pledge and are recorded at their net realizable value. An allowance for uncollectible pledges receivable is provided based on management’s judgment, including such factors as prior collection history, an assessment of economic conditions, and a review of subsequent collections. The allowance totaled \$2,474,670 as of June 30, 2024, and \$1,888,539 as of June 30, 2023, for the 2023 and 2022 campaigns, respectively. These allowances are further adjusted by actual results of the prior year for presentation purposes.

Grants and Other Receivables - At June 30, 2024 and 2023, no allowance for bad debts was established for grants and other receivables as it is management's opinion that losses, if incurred, would not materially affect the financial statements.

Investments – Investments are reported at fair value based on quoted market prices. Realized and unrealized gains and losses for the reporting period are included in the consolidated statement of activities. Investment expenses are netted against investment return in the consolidated statement of activities. Investments available to fund operations are segregated from Endowment investments which are restricted by donors in perpetuity.

Fair Value of Financial Instruments - GAAP establishes a three-level valuation hierarchy for disclosure of fair value measurements. An instrument’s categorization within the hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

Level 1 - Inputs that utilize quoted prices (unadjusted) in active markets for identical assets that the Organization can access.

Level 2 - Inputs that include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument. Fair values for these instruments are estimated using pricing models, quoted prices of securities with similar characteristics, or discounted cash flows.

Level 3 - Inputs that are unobservable inputs for the asset or liability. Inputs are typically based on an entity’s own assumptions, as there is little, if any, related market activity.

Restricted Cash – Restricted cash represents cash collected for, and restricted to the Endowment and Legacy Fund, and pending transfer to Endowment investment accounts.

Beneficial Interests in Perpetual Trusts – UWSA has been named as an irrevocable beneficiary of perpetual trusts held and administered by independent trustees. Perpetual trusts provide for the distribution of the net income to UWSA; however, UWSA will never receive the assets of the trusts. At the date UWSA receives notice of a beneficial interest, a contribution with donor restrictions of a perpetual nature is recorded in the statement of activities, and a beneficial interest in perpetual trust is recorded in the statement of financial position at the fair value of the underlying trust assets. Thereafter, beneficial interests in the trusts are reported at the fair value of the trusts’ assets in the statement of financial position, with trust distributions and changes in fair value recognized in the statement of activities.

Property and Equipment – The Organization follows the practice of capitalizing expenditures in excess of \$5,000 for land, buildings, and equipment at the cost of acquisition, or if donated, at fair value on the date of donation. Depreciation is provided on a straight-line basis over the estimated useful lives of the assets, which range from 3 to 40 years. When assets are sold or otherwise disposed of, the cost and related depreciation or amortization are removed from the accounts, and any resulting gain or loss is included in the statement of activities. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2024 and 2023

**NOTE 1: SIGNIFICANT ACCOUNTING POLICIES (continued)**

Net Assets – Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein 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.

*Net Assets With Donor Restrictions* – Net assets subject to donor or certain grantor-imposed restrictions. Some donor-imposed 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, such as gifts to the Endowment, where the donor stipulates those resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Revenue and Revenue Recognition – The Organization recognizes contributions when cash, securities, or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met. No conditional promises to give have been received.

A portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and 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 contract or grant provisions. Amounts received prior to incurring qualifying expenditures, if any, would therefore be reported as deferred grant revenue within accounts payable and accrued expenses in the statement of financial position. Deferred grant revenue from federal and state grants totaled \$160,881 as of June 30, 2024, and \$1,669,232 as of June 30, 2023.

Volunteers contribute significant amounts of time to our program services, administration, and fundraising campaigns; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles.

Expenses – Expenses are recognized by the Organization on an accrual basis. Expenses paid in advance are recorded as prepaid assets until the applicable period to which the expense applies.

*Functional Allocation of Expenses* – The costs of providing various program and supporting activities have been summarized on a functional basis in the consolidated statements of activities. The consolidated statements of functional expenses present expenses by function and natural classification. Expenses directly attributable to specific functional areas of the Organization are reported as expenses of those functional areas while indirect costs that benefit multiple functional areas have been allocated among the various functional areas based on the number of employees involved or the amount of time spent. Functional expenses, including advertising costs, are an expense of the year in which incurred and accordingly, are charged to operations on a current basis.

Federal Income Tax Status - UWSA and the Endowment are exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC); therefore, no provision for income taxes has been made in these consolidated financial statements. GAAP requires recognition and disclosure of uncertain tax positions in the financial statements. Management believes that it has appropriate support for any tax positions taken and that it has no material uncertain tax positions. Accordingly, it has not recognized any liability for uncertain tax positions. For the years ended June 30, 2024, and 2023, UWSA and the Endowment did not recognize any tax related interest or penalties in the financial statements. Tax years 2023-2021 remain open to examination by the taxing jurisdictions that the Organization is subject to, and these periods have not been extended beyond the applicable statute of limitations.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
June 30, 2024 and 2023

**NOTE 1: SIGNIFICANT ACCOUNTING POLICIES (continued)**

Estimates - The process of preparing financial statements in conformity with GAAP requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenue, and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts, and those differences could be material.

Financial Instruments and Credit Risk – The Organization manages deposit concentration risk by placing cash, money market accounts and investment securities with creditworthy financial institutions. Amounts on deposit may exceed insured limits. To date, the Organization has not experienced losses in any of these accounts due to institutional losses that exceed insured limits. Credit risk associated with grants receivable and promises to give is considered to be limited due to high historical collection rates and because grants receivable are from government agencies and private foundations supportive of our mission. Diversified investment managers whose performance is monitored by UWSA and the endowment and finance committees of the Boards of Directors make investment allocations. Although the total fair value of investments is subject to fluctuation, UWSA’s endowment and finance committees believe that the investment policies and guidelines are prudent for the long-term welfare of the Organization.

Recently Adopted Accounting Pronouncements – In February 2016, the FASB issued ASU No. 2016-02, “Leases (Topic 842),” for reporting periods beginning after December 15, 2021. A lessee is required to recognize on the balance sheet right-of-use assets, representing the right to use the underlying asset for the lease term, and a lease liability for all leases with terms greater than 12 months. The guidance also requires qualitative and quantitative disclosures designed to assess the amount, timing, and uncertainty of cash flows arising from leases.

The Organization adopted the new standard effective July 1, 2022. Consistent with the optional transition method allowed as part of the modified retrospective transition approach provided in ASU No. 2018-11, the Organization did not adjust comparative periods. The Organization also elected to apply the package of practical expedients allowed in ASC 842-10-65-1 whereby the Organization need not reassess whether any expired or existing contracts are, or contain, leases; the Organization need not reassess the lease classification for any expired or existing leases; and the Organization need not reassess initial costs for any existing leases. The Organization’s adoption of the ASU did not result in the addition of operating lease right-of-use assets nor lease liabilities on the statement of financial position. For all asset classes, the Organization elected not to recognize a right-of-use asset and lease liability for leases with a term of twelve months or less. The adoption of this ASU did not require an adjustment to the statement of financial position or statement of activities since the Organization did not have significant leases in effect during the year.

In June 2016, the FASB issued ASU No. 2016-13 *Financial Instruments-Credit Losses (Topic 326): Measurement of Credit Losses on financial Instruments* which requires the application of a current expected credit loss (CECL) impairment model to financial assets measured at amortized cost, including trade accounts receivable. Under the CECL model, lifetime expected credit losses on such financial assets are measured and recognized at each reporting date based on historical, current, and forecasted information. Furthermore, financial assets with similar risk characteristics are analyzed on a collective basis. This ASU, as amended, is effective for periods beginning after December 15, 2022. The Organization adopted the new standard on July 1, 2023. The impact of the adoption was not considered material to the financial statements and primarily resulted in modified disclosures.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2024 and 2023

**NOTE 1: SIGNIFICANT ACCOUNTING POLICIES (continued)**

Public Sector Campaigns and CFC - UWSA manages public sector campaigns for the State Employee Charitable Campaign, the Combined School Districts Charitable Campaign, the City of San Antonio Charitable Campaign, the Bexar County Charitable Campaign, and the San Antonio Water System Campaign. UWSA does not include cash held on behalf of those campaigns on the statement of financial position as part of cash and cash equivalents, as UWSA has no discretion as to how those funds are distributed. Cash held on behalf of these campaigns at June 30, 2024 and 2023 was \$860,495 and \$732,982, respectively.

UWSA participates in the Combined Federal Campaign (CFC) as a local federation and receives designations for its member agencies. UWSA honors those designations by distributing a proportionate share of receipts based on donor designations to each member.

**NOTE 2: LIQUIDITY AND AVAILABILITY OF RESOURCES**

The Organization's financial assets available within one year of the consolidated statements of financial position date for general expenditure, including distributions to partner agencies, are as follows:

	<u>2024</u>	<u>2023</u>
Cash and Cash Equivalents – UWSA Operating	\$ 11,851,003	\$ 12,546,156
Cash and Cash Equivalents – Special Gifts Fund	513,513	56,911
UWSA Investments – Operating	33,984,912	30,666,652
UWSA Investments – Special Gifts Fund	15,206,333	15,091,259
UWSA Pledges Receivable	13,229,743	13,810,037
Grants and Other Receivables	4,333,241	1,037,995
Less: Gifts Restricted by Donors	(762,689)	(1,344,430)
Less: Amount Restricted for Donor Designations	<u>(8,132,272)</u>	<u>(7,279,327)</u>
Net Financial Assets Available Within One Year	<u>\$ 70,223,784</u>	<u>\$ 64,585,253</u>

Endowment funds consist of donor-restricted contributions to the Endowment. Income from Endowment investments, net of investment fees, is restricted for distribution to UWSA. Endowment funds, including earnings, are not available for general expenditure.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
June 30, 2024 and 2023

**NOTE 3: INVESTMENTS AND FAIR VALUE OF FINANCIAL INSTRUMENTS**

The cost and estimated fair market value of investments at June 30, 2024 are as follows:

	<u>Cost</u>	<u>Unrealized Gain (Loss)</u>	<u>Fair Value</u>
<b>UWSA:</b>			
Raymond James – Cash Equivalents	\$ 1,292,050	\$ -	\$ 1,292,050
Raymond James – Fixed Income	15,059,075	(1,534,319)	13,524,756
Raymond James – Equities	7,183,635	3,930,566	11,114,201
Frost Investments – Cash Equivalents	1,956,368	-	1,956,368
Frost Investments – Fixed Income	11,841,245	(207,264)	11,633,981
Frost Investments – Equities	7,276,838	2,393,051	9,669,889
<b>Sub-Total UWSA</b>	<u>\$ 44,609,211</u>	<u>\$ 4,582,034</u>	<u>\$ 49,191,245</u>
	<u>Cost</u>	<u>Unrealized Gain (Loss)</u>	<u>Fair Value</u>
<b>Endowment and Legacy Fund:</b>			
Broadway Bank – Cash Equivalents	\$ 464,325	\$ -	\$ 464,325
Broadway Bank – Fixed Income	6,727,882	(430,446)	6,297,436
Broadway Bank – Equities	8,100,430	3,140,852	11,241,282
Broadway Bank – Real Estate Mutual Funds and Other Investments	1,407,593	110,618	1,518,211
Steward Partners – Real Estate Investment Trust	25,000	(996)	24,004
<b>Sub-Total Endowment</b>	<u>\$ 16,725,230</u>	<u>\$ 2,820,028</u>	<u>\$ 19,545,258</u>
<b>Consolidated</b>	<u>\$ 61,334,441</u>	<u>\$ 7,402,062</u>	<u>\$ 68,736,503</u>

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2024 and 2023

**NOTE 3: INVESTMENTS AND FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)**

The cost and estimated fair market value of investments at June 30, 2023 are as follows:

	<u>Cost</u>	<u>Unrealized Gain (Loss)</u>	<u>Fair Value</u>
<b>UWSA:</b>			
Raymond James – Cash Equivalents	\$ 1,452,128	\$ -	\$ 1,452,128
Raymond James – Fixed Income	14,532,776	(1,279,124)	13,253,652
Raymond James – Equities	8,548,023	1,569,024	10,117,047
Frost Investments – Cash Equivalents	1,351,703	-	1,351,703
Frost Investments – Fixed Income	11,963,763	(543,161)	11,420,602
Frost Investments – Equities	7,105,549	1,057,230	8,162,779
<b>Sub-Total UWSA</b>	<u>\$ 44,953,942</u>	<u>\$ 803,969</u>	<u>\$ 45,757,911</u>
 <b>Endowment and Legacy Fund:</b>			
Broadway Bank – Cash Equivalents	\$ 519,167	\$ -	\$ 519,167
Broadway Bank – Fixed Income	6,043,816	(524,090)	5,519,726
Broadway Bank – Equities	8,317,023	1,953,040	10,270,063
Broadway Bank – Real Estate Mutual Funds and Other Investments	1,354,838	(5,297)	1,349,541
Steward Partners – Real Estate Investment Trust	25,000	(514)	24,486
<b>Sub-Total Endowment</b>	<u>\$ 16,259,844</u>	<u>\$ 1,423,139</u>	<u>\$ 17,682,983</u>
 <b>Consolidated</b>	 <u>\$ 61,213,786</u>	 <u>\$ 2,227,108</u>	 <u>\$ 63,440,894</u>

The Organization uses fair value measurements to record fair value adjustments to certain assets and liabilities to determine fair value disclosures. For additional information on how the Organization measures fair value, refer to Note 1, Significant Accounting Policies.

The following is a description of the valuation methods and assumptions used in estimating the fair value disclosures for financial investments:

- UWSA investments – Valued at the fair value of instruments held at fiscal year-end at quoted market prices.
- Endowment investments – Valued at the fair value of instruments held at fiscal year-end at quoted market prices.
- Interests held in perpetual trusts – Marketable Securities are valued at the fair value of instruments held at fiscal year-end at quoted market prices. Trust investments also include mineral interests and real estate holdings that are not traded regularly, and valuation inputs are not observable.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
June 30, 2024 and 2023

**NOTE 3: INVESTMENTS AND FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)**

Assets measured at fair value as of June 30, 2024, are as follows:

	Total	Level 1	Level 2	Level 3
<b>UWSA:</b>				
Raymond James – Cash Equivalents	\$ 1,292,050	\$ 1,292,050	\$ -	\$ -
Raymond James – Fixed Income	13,524,756	13,524,756	-	-
Raymond James – Equities	11,114,201	11,114,201	-	-
Frost Investments – Cash Equivalents	1,956,368	1,956,368	-	-
Frost Investments – Fixed Income	11,633,981	11,633,981	-	-
Frost Investments – Equities	9,669,889	9,669,889	-	-
<b>Sub-Total UWSA</b>	<b>\$ 49,191,245</b>	<b>\$ 49,191,245</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Endowment and Legacy Fund:</b>				
Broadway Bank – Cash Equivalents	\$ 464,325	\$ 464,325	\$ -	\$ -
Broadway Bank – Fixed Income	6,297,436	6,297,436	-	-
Broadway Bank – Equities	11,241,282	11,241,282	-	-
Broadway Bank – Real Estate Mutual Funds and Other Investments	1,518,211	1,518,211	-	-
Steward Partners – Real Estate Investment Trust	24,004	24,004	-	-
<b>Sub-Total Endowment</b>	<b>\$ 19,545,258</b>	<b>\$ 19,545,258</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Investments</b>	<b>\$ 68,736,503</b>	<b>\$ 68,736,503</b>	<b>\$ -</b>	<b>\$ -</b>
Beneficial Interests in Perpetual Trusts	\$ 2,365,894	\$ -	\$ -	\$ 2,365,894
	<b>\$ 71,102,397</b>	<b>\$ 68,736,503</b>	<b>\$ -</b>	<b>\$ 2,365,894</b>

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
June 30, 2024 and 2023

**NOTE 3: INVESTMENTS AND FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)**

Assets measured at fair value as of June 30, 2023, are as follows:

	<b>Total</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
<b>UWSA:</b>				
Raymond James – Cash Equivalents	\$ 1,452,128	\$ 1,452,128	\$ -	\$ -
Raymond James – Fixed Income	13,253,652	13,253,652	-	-
Raymond James – Equities	10,117,047	10,117,047	-	-
Frost Investments – Cash Equivalents	1,351,703	1,351,703	-	-
Frost Investments – Fixed Income	11,420,602	11,420,602	-	-
Frost Investments – Equities	8,162,779	8,162,779	-	-
<b>Sub-Total UWSA</b>	<b>\$ 45,757,911</b>	<b>\$ 45,757,911</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Endowment and Legacy Fund:</b>				
Broadway Bank – Cash Equivalents	\$ 519,167	\$ 519,167	\$ -	\$ -
Broadway Bank – Fixed Income	5,519,726	5,519,726	-	-
Broadway Bank – Equities	10,270,063	10,270,063	-	-
Broadway Bank – Real Estate Mutual Funds and Other Investments	1,349,541	1,349,541	-	-
Steward Partners – Real Estate Investment Trust	24,486	24,486	-	-
<b>Sub-Total Endowment</b>	<b>\$ 17,682,983</b>	<b>\$ 17,682,983</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Investments</b>	<b>\$ 63,440,894</b>	<b>\$ 63,440,894</b>	<b>\$ -</b>	<b>\$ -</b>
Beneficial Interests in Perpetual Trusts	\$ 2,195,959	\$-	\$ -	\$ 2,195,959
	<b>\$ 65,636,853</b>	<b>\$ 63,440,894</b>	<b>\$ -</b>	<b>\$ 2,195,959</b>

**NOTE 4: BENEFICIAL INTERESTS IN PERPETUAL TRUSTS**

Beneficial Interests in Perpetual Trusts represent UWSA’s interests in trusts established by Marrs & Verna McLean and Ruth Chapman & Andrew G. Cowles. Trust assets are held by a third-party trustee and are invested primarily in marketable securities, real estate, and mineral interests. UWSA’s interest in the corpus of the trusts, capital transactions, and fluctuation in value of the corpus are reported as net assets with donor restrictions – perpetual in nature, while distributable interest and dividend income are reported as net assets without donor restrictions when distributed by the trustee.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2024 and 2023

**NOTE 4: BENEFICIAL INTERESTS IN PERPETUAL TRUSTS (continued)**

As of June 30, 2024, and 2023, UWSA's interest in the fair value of the perpetual trusts was as follows:

	<u>2024</u>	<u>2023</u>
Marrs & Verna McLean Trust	\$ 1,037,619	\$ 943,241
Ruth Chapman & Andrew G. Cowles Trust	1,328,275	1,252,718
Interest in Perpetual Trusts	<u>\$ 2,365,894</u>	<u>\$ 2,195,959</u>

**NOTE 5: PROPERTY AND EQUIPMENT**

As of June 30, 2024, and 2023, property and equipment consist of the following:

	<u>2024</u>	<u>2023</u>
Land and improvements	\$ 610,693	\$ 610,693
Buildings	2,252,188	2,351,657
Computer equipment	582,635	361,561
Office and other equipment	783,221	599,471
Software	77,151	92,520
Less: accumulated depreciation	<u>(2,359,178)</u>	<u>(2,608,385)</u>
Net Land, Buildings and Equipment	<u>\$ 1,946,710</u>	<u>\$ 1,407,517</u>

**NOTE 6: DONOR DESIGNATIONS PAYABLE**

Donors to the Organization's campaign may designate all or part of their contributions to specific agencies. For accounting purposes, these specific designations are not considered to be part of the amount allocated to agencies and are deducted from the campaign amount available to UWSA. Donor designations deducted from the community campaign on the statement of activities (\$8,132,272 and \$7,774,531) represent total designations, including restricted gifts, for Campaigns 2023 and 2022, respectively; the statement of financial position amounts (\$7,479,290) and (\$7,279,327) represent the designations payable, less prepaid designations for Campaigns 2023 and 2022, respectively.

**NOTE 7: COMMITMENTS**

Annual campaigns are conducted from June to January (campaign period) to raise support for programs. Program funds are distributed to participating agencies in the fiscal year that begins July 1 following the campaign period. Allocations, restricted gifts and grants payable to agencies and programs in fiscal year 2025 are estimated to total \$26,694,596.

**NOTE 8: UNSOLICITED NON-CAMPAIGN CONTRIBUTION**

In November of 2020, UWSA was notified that it was the recipient of a \$20,000,000 unrestricted gift from the National Philanthropic Trust. The gift is unrestricted as to use and imposes no significant reporting or performance requirements. The proceeds were recorded as a contribution without donor restrictions in the statement of activities for the year ended June 30, 2021.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2024 and 2023

**NOTE 8: UNSOLICITED NON-CAMPAIGN CONTRIBUTION (continued)**

As of June 30, 2024, the board of directors had committed \$15,107,736 of the funds to be spent as follows:

- \$3,000,000 for the UWSA Endowment and Legacy Fund (Note 10).
- \$6,330,000 for the UWSA Dual Generation program.
- \$600,000 for technology upgrades and capital improvements.
- \$200,000 as the initial funding for the “United with Uvalde” fund.
- \$70,000 to conduct a Bexar County veteran and military family needs assessment.
- Up to \$4,807,736 over 5 years for implementation of Family Resource Center(s) within the community.
- Up to \$100,000 over 2 years to host an Annual Community Impact Event & Report.

As of June 30, 2024, the Special Gifts fund had net assets without donor restrictions of \$15,815,312.

**NOTE 9: 403(b) THRIFT PLAN**

UWSA sponsors a 403(b)-thrift plan to enable employees to accumulate long-term savings for their retirement in a tax-deferred plan. Employer matching contributions are available to employees who have completed 12 months of service and are at least 21 years of age. UWSA provides a base contribution of 3% of an eligible employee’s compensation and matches employee contributions up to 6% of salary. For the years ended June 30, 2024, and 2023, UWSA’s contributions totaled \$493,312 and \$450,727, respectively.

**NOTE 10: UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY ENDOWMENT AND LEGACY FUND**

***General Information***

The Organization’s donor restricted endowment is known as United Way of San Antonio and Bexar County Endowment and Legacy Fund (the Endowment; see Note 1). The Endowment consists of donor-restricted endowment contributions and accumulated earnings on those funds not yet appropriated for expenditure. The Endowment was established to provide funds to support UWSA programs and agency allocations.

***Endowment “Principal” Interpretation***

The Organization’s Board of Directors has interpreted the Texas Uniform Prudent Management of Institutional Funds Act (TUPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary. As of the date of these financial statements, there were no such donor stipulations. As a result of this interpretation, the Endowment will retain in perpetuity (a) the original value of initial and subsequent gift amounts (including promises to give at fair value) donated to the Endowment and (b) any accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by the Endowment in a manner consistent with the standard of prudence prescribed by TUPMIFA.

***Endowment “Income” Appropriation (Spending Policy)***

When the fair market value of the fund exceeds the endowment principal, up to 4% of the fair market value may be appropriated for expenditure in any year. This is calculated on the basis of market values determined at least quarterly and averaged over a period of three years immediately preceding the year in which the appropriation for expenditure is to be made. These funds may only be appropriated and distributed in accordance with donor use restrictions.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2024 and 2023

**NOTE 10: UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY ENDOWMENT AND LEGACY FUND (continued)**

In accordance with TUPMIFA, in all its endowment spending activity, the Endowment will consider the following factors in making a determination to appropriate (spend) or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the Endowment and the donor-restricted endowment fund
- General economic and investment market conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the Endowment, and
- The investment policies of the Endowment

***Endowment Investment Policy***

The Endowment has adopted an investment policy that attempts to provide a predictable stream of funds for UWSA programs while seeking to maintain the purchasing power of the Endowment assets. Over time, long-term rates of return should be equal to an amount sufficient to maintain the purchasing power of the Endowment assets, to provide the necessary capital to fund the spending policy, and to cover the costs of managing the Endowment investments. To satisfy these objectives, the investment portfolio is structured on a total-return approach through which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). Substantially all of the funds are invested to seek growth of principal over time.

***Endowment Net Asset Composition by Type of Fund:***

	<u>Year Ended June 30, 2024</u>		<u>Year Ended June 30, 2023</u>
With Donor Restrictions:			
Donor-restricted endowment - Principal	\$ 10,700,409	\$	10,674,639
Accumulated investment earnings	5,579,335		4,273,464
Total	<u>\$ 16,279,744</u>	<u>\$</u>	<u>14,948,103</u>
Without Donor Restrictions:			
Without Donor Restrictions - Principal	\$ 3,114,950	\$	3,075,700
Accumulated investment earnings	126,473		(183,831)
Total	<u>\$ 3,241,423</u>	<u>\$</u>	<u>2,891,869</u>

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2024 and 2023

**NOTE 10: UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY ENDOWMENT AND LEGACY FUND (continued)**

***Changes in Endowment Net Assets:***

	<u>Year Ended June 30, 2024</u>		<u>Year Ended June 30, 2023</u>	
With Donor Restrictions:				
Endowment net assets, beginning of year	\$	14,948,103	\$	13,338,776
Investment earnings, net		1,730,871		1,478,077
Contributions		25,770		131,250
Distributions		(425,000)		-
Total	\$	<u>16,279,744</u>	\$	<u>14,948,103</u>
Without Donor Restrictions:				
Endowment net assets, beginning of year	\$	2,891,869	\$	2,662,557
Investment earnings, net		310,304		228,612
Contributions		39,250		700
Total	\$	<u>3,241,423</u>	\$	<u>2,891,869</u>

***Underwater Endowment Funds***

The Organization considers an endowment fund to be underwater if the fair value of the fund is less than the sum of (a) the original value of initial and subsequent gift amounts donated to the fund and (b) any accumulations to the fund that are required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instrument. The Organization complies with the TUPMIFA and has interpreted that law to permit spending from underwater funds in accordance with the prudent measures required under the law. The Organization's endowment fund was not underwater as of June 30, 2024 or 2023. The endowment appropriated \$275,000 for distribution for the year ended June 30, 2024.

**NOTE 11: NET ASSETS WITH DONOR RESTRICTIONS**

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

	<u>2024</u>	<u>2023</u>
Subject to the passage of time and purpose:		
Pledges, uncollected and collected	<u>\$ 26,378,518</u>	<u>\$28,343,908</u>
Total Subject to the Passage of Time and Purpose	26,378,518	28,343,908
Endowments:		
Subject to endowment spending policy and appropriation:		
Contributions to perpetually restricted endowment	10,700,409	10,674,639
Endowment earnings subject to appropriation	<u>5,579,335</u>	<u>4,273,464</u>
Total Endowments	16,279,744	14,948,103
Not subject to spending policy or appropriation:		
Beneficial interests in perpetual trusts	<u>2,365,894</u>	<u>2,195,959</u>
Total Net Assets with Donor Restrictions	<u>\$ 45,024,156</u>	<u>\$45,487,970</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors in the amounts of \$28,343,908 and \$28,835,732 for the years ended June 30, 2024, and 2023, respectively. These amounts primarily represent releases of promises to give restricted for future campaigns.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2024 and 2023

**NOTE 12: RELATED PARTY TRANSACTIONS**

UWSA pays annual affiliation fees for membership in United Ways of Texas (\$72,438 and \$73,034 for the years ended June 30, 2024, and 2023, respectively) and United Way Worldwide (\$393,012 and \$455,463 for the years ended June 30, 2024, and 2023, respectively) for which UWSA receives the right to use the national brand in charitable endeavors, national advocacy of issues, member education, training and other support.

**NOTE 13: IN-KIND REVENUE**

United Way Worldwide maintains relationships with the Ad Council and other organizations on behalf of the local United Ways and underwrites the cost to produce Public Service Announcements (PSAs) that promote the programs of United Way. The Ad Council and other organizations provide the media space such as television and radio airtime, newspaper and magazine print space, billboards, etc. throughout the year at no cost to United Ways. The Organization's share of the combined value of the donated media was estimated to be \$44,421 and \$207,499 for the years ended June 30, 2024, and 2023, respectively, and are included as in-kind revenue and expense in the statements of activities and functional expenses.

UWSA received a non-cash donation of 300 monitors and 40 laptops from J.P. Morgan Chase to end the digital divide within the community and to support sustainability efforts to ensure used technology does not end up in landfills. J.P. Morgan Chase partnered with United Way of San Antonio and Bexar County in this endeavor because of our reach in the community and our ability to assess where the largest needs are. A portion of the monitors were donated to impact partners to utilize for their programming efforts, and the remainder were utilized by staff of United Way of San Antonio and Bexar County. The laptops will be used as part of the United Way Dual Generation Program and Family Resource Center. The Organization's share of the combined value of the donated products was estimated to be \$0 and \$111,666 for the years ended June 30, 2024 and 2023, respectively, and these amounts are included as in-kind revenue and expense in the statement of activities and functional expenses.

For the years ended June 30, 2024 and 2023, the in-kind revenue was \$44,421 and \$319,165, respectively, and all the in-kind was unrestricted. The in-kind was valued using estimated prices of identical or similar services provided by the donor at the time of the contribution. The Organization does not sell donated in-kind and only used the in-kind for program use.

**NOTE 14: UNITED WITH UVALDE FUND**

In response to the violent act at Robb Elementary School in Uvalde, Texas, United Way of San Antonio and Bexar County created the "United with Uvalde" fund. Financial support from the "United with Uvalde" fund was used to support immediate and long-term mental health services for the Uvalde community. The funds will also address any emerging needs that develop in the future. 100% of the fund supported the students, teachers and families in Uvalde. For the year ended June 30, 2023, \$1,853,432 in funds were distributed to nonprofit organizations working in Uvalde with experience and expertise in providing direct mental health services for communities impacted by trauma.

**NOTE 15: SUBSEQUENT EVENTS**

Subsequent events have been evaluated by management through the date of the independent auditor's report. Material subsequent events, if any, are disclosed in a separate footnote to these consolidated financial statements.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

**SCHEDULE OF DISTRIBUTIONS TO AGENCIES AND PROGRAMS**

For The Years Ended June 30, 2024 and 2023

	Totals	
	2024	2023
Alamo Colleges Foundation, Inc.	\$ 168,013	\$ 156,663
Alpha Home, Inc.	141,661	130,311
American Heart Association, S.A. Division	80,793	82,288
American Indians in Texas	108,850	97,500
American Red Cross, S.A. Area Chapter	59,035	58,771
Any Baby Can of San Antonio	389,695	374,599
ARC of San Antonio, The	62,188	62,804
Ascension DePaul Services	79,628	68,278
Autism Community Network	241,802	230,494
AVANCE - San Antonio, Inc.	591,567	574,472
Bexar County Community Health Collaborative	413,350	412,000
Big Brothers Big Sisters of South Texas	338,489	323,934
Blessed Sacrament Academy	141,809	130,459
Boys and Girls Clubs of San Antonio	301,725	287,500
Boysville, Inc.	160,923	154,432
Brighton Center	250,688	239,338
Catholic Charities, Archdiocese of San Antonio, Inc.	311,899	321,276
Child Advocates San Antonio	189,344	195,277
Children's Association for Maximum Potential	35,808	41,065
Children's Bereavement Center	147,600	136,250
Children's Hospital of San Antonio	109,349	109,521
Children's Shelter, The	217,426	269,844
ChildSafe	549,733	533,052
Christian Assistance Ministry	141,350	130,000
Chrysalis Ministries, Inc.	238,205	236,855
City Year	193,350	182,000
Clarity Child Guidance Center	363,029	348,197
Communities in Schools of San Antonio	637,680	620,129
Corazon Ministries	125,100	123,750
Crosspoint, Inc.	14,606	17,277
DePelchin Children's Center	140,771	129,421
Education Investment Foundation	-	276
Ella Austin Community Center	229,439	18
Endeavors	176,312	164,962
Family Service Association of San Antonio, Inc.	2,821,528	2,752,642

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

**SCHEDULE OF DISTRIBUTIONS TO AGENCIES AND PROGRAMS**

For The Years Ended June 30, 2024 and 2023

	Totals	
	2024	2023
Family Violence Prevention Services, Inc.	\$ 948,214	\$ 927,588
Girl Scouts of Southwest Texas	53,217	51,954
Good Samaritan Community Services	630,594	598,396
Goodwill Industries of San Antonio	687,347	663,626
Greater Randolph Area Services Program, Inc.	148,590	137,240
Guardian House	60,141	48,791
Haven for Hope	1,353,640	1,329,526
Healy-Murphy Center	421,876	406,461
Jefferson Outreach for Older People	-	8,151
Lifetime Recovery	195,745	184,395
Madonna Neighborhood Center	26,725	24,177
Empower House	242,167	219,004
Meals on Wheels	511,300	495,375
Mission Road Ministries	356,471	342,100
Northeast Senior Assistance (NESA)	10,198	8,999
Presa Community Center	253,824	230,684
Rape Crisis Center, The	236,754	225,404
Respite Care of San Antonio	251,350	240,000
Restore Education	480,510	464,515
Ride Connect Texas	8,629	7,429
Rise Recovery	482,576	466,560
Roy Mass' Youth Alternatives, Inc.	335,312	320,754
SA Hope Center	363,839	348,999
SA Youth	13,289	10,140
Salvation Army, The	421,158	405,750
San Antonio AIDS Foundation	50,590	51,164
San Antonio Council on Alcohol and Drug Awareness	22,357	28,972
San Antonio Food Bank	858,520	872,362
SAMMinistries	354,640	340,137
San Antonio Public Library	52,149	40,468
San Antonio Sports	33,164	19,612
Seton Home	107,520	80,573
St. Paul Lutheran Child Development Center	433,498	417,968

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

**SCHEDULE OF DISTRIBUTIONS TO AGENCIES AND PROGRAMS**

For The Years Ended June 30, 2024 and 2023

	Totals	
	2024	2023
St. Peter - St. Joseph Children's Home	\$ 175,267	\$ 137,371
Texas Diaper Bank	98,389	87,039
ThriveWell Cancer Foundation	81,156	70,098
Thru Project	86,350	75,000
U.S.O. Council of San Antonio	44,845	71,592
Urban Strategies	190,118	178,768
Young Men's Christian Association of Greater San Antonio	1,343,715	1,319,173
Young Women's Christian Association	810,611	763,879
Youth Centers on Military Installations:		
Joint Base San Antonio - Fort Sam Houston Youth Programs	151,350	150,011
Joint Base San Antonio - Lackland Youth Programs	76,350	75,015
Joint Base San Antonio - Randolph Youth Programs	76,350	75,013
United Way Initiatives and Grant Distributions:		
Community Building & Investment	849,257	5,645
Developing Successful Children	2,119,598	2,023,219
Dual Generation	2,181,811	1,303,493
Emergency Food and Shelter Program	3,758,193	1,121,812
Eastside Promise Neighborhood	82,255	49,649
Family Resource Center	454,469	98,981
Strengthening Families Partnership	2,799,369	2,895,253
Students Succeeding in School	38,613	382,469
Safety Net	4,675	4,985
Other United Ways and Organizations	1,037,045	1,062,322
Special Contributions for Uvalde:		
Avance- San Antonio, Inc	-	194,500
Big Brothers Big Sisters of South Texas	-	15,000
Bluebonnet Childrens Center	-	118,862
Communities in Schools San Antonio	-	257,625
Community Helth Development Inc	-	253,000
Endeavors	-	128,438
Family Service Association	-	138,500
Girl Scouts of Southwest Texas	-	50,000
Greater San Antonio After-School All-Stars	-	3,000
Hill Country MHDD Centers	-	226,118
Ka Boom	-	178,438
The Ecumenical Center	-	100,052
West Texas Counseling & Guidance Inc	-	189,899
<b>TOTAL DISTRIBUTION</b>	<b>\$ 37,038,435</b>	<b>\$ 33,517,148</b>
<b>TO AGENCIES / PROGRAMS</b>		

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

**SCHEDULE OF DISTRIBUTIONS TO AGENCIES AND PROGRAMS**

For The Years Ended June 30, 2024 and 2023

**Public Sector Campaigns**

The United Way of San Antonio and Bexar County has been appointed by the State Employee Charitable Campaign (SECC) Local Employee Committee as the Local Campaign Manager. Additionally, UWSA conducts the Combined School District Charitable Campaign, the City of San Antonio Charitable Campaign, the Bexar County Charitable Campaign and the San Antonio Water Systems Charitable Campaign. UWSA is responsible for managing these campaigns and acting as fiscal agent for all financial activity. UWSA participates in the Combined Federal Campaign (CFC) as a local federation and receives designations for its member agencies. UWSA honors those designations by distributing a proportionate share of receipts based on donor designations to each member.

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

**CONSOLIDATING SCHEDULE FOR STATEMENT OF FINANCIAL POSITION**

As of June 30, 2024

<b>ASSETS</b>	<b>UWSA</b>	<b>Endowment &amp; Legacy Fnd</b>	<b>Special Gifts Fund</b>	<b>Eliminations</b>	<b>Consolidated</b>
<b>Current Assets:</b>					
Cash and cash equivalents	\$ 11,851,003	\$ -	\$ 513,513	\$ -	\$ 12,364,516
Investments	33,984,912	-	15,206,333	-	49,191,245
Receivables:					
Pledges, net of allowance for uncollectible pledges	13,229,743	312	-	-	13,230,055
Grants and other receivables	4,622,649	-	-	\$ (289,408)	4,333,241
Prepaid expenses and other assets	257,025	-	4,338	-	261,363
<b>Total Current Assets</b>	<u>63,945,332</u>	<u>312</u>	<u>15,724,184</u>	<u>(289,408)</u>	<u>79,380,420</u>
<b>Noncurrent Assets:</b>					
Endowment and Legacy Fund:					
Restricted Cash	-	558	-	-	558
Investments	-	19,545,258	-	-	19,545,258
Beneficial Interests in Perpetual Trusts	2,365,894	-	-	-	2,365,894
Property and Equipment, at cost, net of accumulated depreciation	1,498,888	-	447,822	-	1,946,710
<b>Total Noncurrent Assets</b>	<u>3,864,782</u>	<u>19,545,816</u>	<u>447,822</u>	<u>-</u>	<u>23,858,420</u>
<b>TOTAL ASSETS</b>	<u>\$ 67,810,114</u>	<u>\$ 19,546,128</u>	<u>\$ 16,172,006</u>	<u>\$ (289,408)</u>	<u>\$ 103,238,840</u>
<b>LIABILITIES AND NET ASSETS</b>					
<b>Current Liabilities:</b>					
Accounts payable and accrued expenses	\$ 7,523,752	\$ 24,961	\$ 356,694	\$ (289,408)	\$ 7,615,999
Donor designations payable	7,479,290	-	-	-	7,479,290
<b>TOTAL LIABILITIES</b>	<u>15,003,042</u>	<u>24,961</u>	<u>356,694</u>	<u>(289,408)</u>	<u>15,095,289</u>
<b>Net Assets:</b>					
Without donor restrictions	24,062,660	3,241,423	15,815,312	-	43,119,395
With donor restrictions:					
Temporary in nature	26,378,518	5,579,335	-	-	31,957,853
Perpetual in nature	2,365,894	10,700,409	-	-	13,066,303
<b>TOTAL NET ASSETS</b>	<u>52,807,072</u>	<u>19,521,167</u>	<u>15,815,312</u>	<u>-</u>	<u>88,143,551</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 67,810,114</u>	<u>\$ 19,546,128</u>	<u>\$ 16,172,006</u>	<u>\$ (289,408)</u>	<u>\$ 103,238,840</u>

**UNITED WAY OF SAN ANTONIO AND BEXAR COUNTY**

**CONSOLIDATING SCHEDULE FOR STATEMENT OF ACTIVITIES**

For The Year Ended June 30, 2024

	Without Donor Restrictions			With Donor Restrictions		Consolidated 2024
	UWSA Operations	UWSA Endowment & Legacy Fund	Special Gifts Fund	UWSA Operations	UWSA Endowment & Legacy Fund	
<b>PUBLIC SUPPORT AND OTHER REVENUE</b>						
Community campaign	\$ -	\$ -	\$ -	\$ 47,569,948	\$ 25,770	\$ 47,595,718
Non-UWSA designations	-	-	-	(10,360,723)	-	(10,360,723)
Donor designations	-	-	-	(8,132,272)	-	(8,132,272)
Provision for uncollectible pledges	-	-	-	(2,474,670)	-	(2,474,670)
Net carryover pledges	-	-	-	(223,765)	-	(223,765)
Net amount available to UWSA	-	-	-	26,378,518	25,770	26,404,288
Net assets released from restrictions	28,343,908	-	-	(28,343,908)	-	-
Collection of prior year campaign contributions in excess of (less than) amount anticipated	55,123	-	-	-	-	55,123
Contributions (non-campaign)	243,501	39,250	-	-	-	282,751
Grants and contracts	11,036,573	-	-	-	-	11,036,573
Investment earnings/(loss), net of fees	3,587,425	310,304	1,511,971	169,935	1,730,871	7,310,506
In-kind revenue	44,421	-	-	-	-	44,421
Other income	438,135	-	-	-	-	438,135
<b>TOTAL PUBLIC SUPPORT AND OTHER REVENUE</b>	<b>43,749,086</b>	<b>349,554</b>	<b>1,511,971</b>	<b>(1,795,455)</b>	<b>1,756,641</b>	<b>45,571,797</b>
<b>EXPENSES</b>						
<b>Program Services:</b>						
Distributions to Agencies and Programs	35,450,599	-	1,162,836	-	425,000	37,038,435
Less donor designations	(7,774,531)	-	-	-	-	(7,774,531)
Net funds distributed	27,676,068	-	1,162,836	-	425,000	29,263,904
Other program services	4,684,280	-	(24,080)	-	-	4,660,200
<b>Total Program Services</b>	<b>32,360,348</b>	<b>-</b>	<b>1,138,756</b>	<b>-</b>	<b>425,000</b>	<b>33,924,104</b>
<b>Support Services:</b>						
Fund-raising	3,532,517	-	-	-	-	3,532,517
Management & general	1,395,236	-	99,029	-	-	1,494,265
<b>Total Support Services</b>	<b>4,927,753</b>	<b>-</b>	<b>99,029</b>	<b>-</b>	<b>-</b>	<b>5,026,782</b>
<b>TOTAL EXPENSES</b>	<b>37,288,101</b>	<b>-</b>	<b>1,237,785</b>	<b>-</b>	<b>425,000</b>	<b>38,950,886</b>
<b>CHANGE IN NET ASSETS</b>	<b>6,460,985</b>	<b>349,554</b>	<b>274,186</b>	<b>(1,795,455)</b>	<b>1,331,641</b>	<b>6,620,911</b>
Net assets at beginning of year	17,601,675	2,891,869	15,541,126	30,539,867	14,948,103	81,522,640
<b>NET ASSETS AT END OF YEAR</b>	<b>\$ 24,062,660</b>	<b>\$ 3,241,423</b>	<b>\$ 15,815,312</b>	<b>\$ 28,744,412</b>	<b>\$ 16,279,744</b>	<b>\$ 88,143,551</b>