

UNITED WAY OF AIKEN COUNTY, INC.
FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

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INDEPENDENT AUDITOR’S REPORT

To the Board of Directors
United Way of Aiken County, Inc.
Aiken, South Carolina

Opinion

We have audited the accompanying financial statements of United Way of Aiken County, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2025 and 2024, 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 United Way of Aiken County, Inc. as of December 31, 2025 and 2024, 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 United Way of Aiken County, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibility of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, 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 United Way of Aiken County, Inc.’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 United Way of Aiken County, Inc.'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 United Way of Aiken County, Inc.'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.



Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Budgeted Allocations Due in 2026 and 2025 on page 19, is presented for purposes of additional analysis and is not a required part of the 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 financial statements. That information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Serotta Maddocks Evans & Co.

SEROTTA MADDOCKS EVANS & CO., CPAs

Augusta, Georgia
April 23, 2026

UNITED WAY OF AIKEN COUNTY, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,324,569	\$ 1,291,437
Pledges receivable	1,737,422	1,893,776
Allowance for uncollectible pledges	(258,453)	(292,815)
Grant receivable	-	3,240
Investments	16,377	13,281
Total Current Assets	2,819,915	2,908,919
NONCURRENT ASSETS		
Certificates of deposit restricted in perpetuity	150,000	150,000
Cash restricted for purpose	1,213	1,291
Right of use asset	5,588	7,305
Property and equipment, net	546,399	554,652
Total Noncurrent Assets	703,200	713,248
	\$ 3,523,115	\$ 3,622,167
LIABILITIES AND NET ASSETS		
LIABILITIES		
Allocations payable	\$ 1,991,320	\$ 1,996,635
Designations payable	172,986	206,512
United Way dues payable	39,216	34,616
Accounts payable and accrued expenses	9,640	13,048
Current portion operating lease liability	1,788	1,718
Current portion of note payable	10,405	9,895
Other liabilities	19,374	3,892
Total Current Liabilities	2,244,729	2,266,316
LONG-TERM LIABILITIES		
Operating lease liability, net of current portion	3,799	5,587
Note payable, net of current portion	261,717	270,636
Total Long-Term Liabilities	265,516	276,223
NET ASSETS		
Net assets without donor restrictions	861,657	928,337
Net assets with donor restrictions	151,213	151,291
Total Net Assets	1,012,870	1,079,628
	\$ 3,523,115	\$ 3,622,167

SEE NOTES TO FINANCIAL STATEMENTS

UNITED WAY OF AIKEN COUNTY, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2025

	Without donor restrictions	With donor restrictions	Total
REVENUES, GAINS AND OTHER SUPPORT			
Annual campaign	\$ 2,002,149	\$ -	\$ 2,002,149
Less: Donor designations	(91,348)	-	(91,348)
Less: Provision for uncollectible pledges	(108,479)	-	(108,479)
Net campaign revenue	1,802,322	-	1,802,322
Recovery of excess provision for uncollectible pledges	31,132	-	31,132
Other public support and revenue	427,439	-	427,439
Contributions of nonfinancial assets	4,950	-	4,950
Interest and dividend income	23,082	3,622	26,704
Realized and unrealized investment income	3,096	-	3,096
Net assets released from restrictions	3,700	(3,700)	-
	2,295,721	(78)	2,295,643
FUNCTIONAL EXPENSES			
Program services			
Allocations to agencies	1,847,124	-	1,847,124
Less: Donor designations	(91,348)	-	(91,348)
Net funds awarded/distributed	1,755,776	-	1,755,776
Volunteer services	113,486	-	113,486
Community services	217,088	-	217,088
Total program services	2,086,350	-	2,086,350
Supporting services			
Organizational administration	91,819	-	91,819
Fundraising	145,016	-	145,016
United Way dues	39,216	-	39,216
Total supporting services	276,051	-	276,051
	2,362,401	-	2,362,401
Change in net assets	(66,680)	(78)	(66,758)
NET ASSETS - beginning of year	928,337	151,291	1,079,628
NET ASSETS - end of year	\$ 861,657	\$ 151,213	\$ 1,012,870

SEE NOTES TO FINANCIAL STATEMENTS

UNITED WAY OF AIKEN COUNTY, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024

	Without donor restrictions	With donor restrictions	Total
REVENUES, GAINS AND OTHER SUPPORT			
Annual campaign	\$ 2,049,924	\$ -	\$ 2,049,924
Less: Donor designations	(155,825)	-	(155,825)
Less: Provision for uncollectible pledges	(124,227)	-	(124,227)
Net campaign revenue	1,769,872	-	1,769,872
Other public support and revenue	514,069	-	514,069
Contributions of nonfinancial assets	3,985	-	3,985
Fundraising income	4,492	-	4,492
Interest and dividend income	15,328	5,385	20,713
Realized and unrealized investment income	5,556	-	5,556
Miscellaneous income	9,768	-	9,768
Net assets released from restriction	6,500	(6,500)	-
Total revenues, gains and other support	2,329,570	(1,115)	2,328,455
FUNCTIONAL EXPENSES			
Program services			
Allocations to agencies	2,019,832	-	2,019,832
Less: Donor designations	(155,825)	-	(155,825)
Net funds awarded/distributed	1,864,007	-	1,864,007
Volunteer services	113,220	-	113,220
Community services	201,495	-	201,495
Total program services	2,178,722	-	2,178,722
Supporting services			
Organizational administration	78,144	-	78,144
Fundraising	144,620	-	144,620
United Way dues	34,616	-	34,616
Total supporting services	257,380	-	257,380
Total Allocations and Functional Expenses	2,436,102	-	2,436,102
Change in net assets	(106,532)	(1,115)	(107,647)
NET ASSETS - beginning of year	1,034,869	152,406	1,187,275
NET ASSETS - end of year	\$ 928,337	\$ 151,291	\$ 1,079,628

SEE NOTES TO FINANCIAL STATEMENTS

UNITED WAY OF AIKEN COUNTY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2025

	Program Services				Support Services				Total
	Allocation Services	Volunteer Services	Community Services	Total Program Services	Organizational Administration	Fundraising	United Way Dues	Total Support Services	
Salaries	\$ 57,554	\$ 54,777	\$ 115,567	\$ 227,898	\$ 30,738	\$ 54,830	\$ -	\$ 85,568	\$ 313,466
Payroll taxes	4,731	4,503	9,499	18,733	2,526	4,507	-	7,033	25,766
Employee benefits	10,109	9,622	20,299	40,030	5,399	9,631	-	15,030	55,060
Sub-total	<u>72,394</u>	<u>68,902</u>	<u>145,365</u>	<u>286,661</u>	<u>38,663</u>	<u>68,968</u>	<u>-</u>	<u>107,631</u>	<u>394,292</u>
Contract services	-	-	-	-	12,049	10,901	-	22,950	22,950
Supplies	-	15,941	25,644	41,585	12,386	11,206	-	23,592	65,177
Printing, postage and shipping	-	7,611	12,244	19,855	6,950	6,288	-	13,238	33,093
Telephone and networks	-	3,763	6,055	9,818	3,438	3,109	-	6,547	16,365
Occupancy	-	3,448	5,545	8,993	3,146	2,848	-	5,994	14,987
Meeting expense	-	294	473	767	269	243	-	512	1,279
Travel	-	123	198	321	112	101	-	213	534
Insurance	-	753	1,211	1,964	686	622	-	1,308	3,272
Bank and merchant fees	5,905	-	-	5,905	305	6	-	311	6,216
Miscellaneous	-	-	-	-	2,262	2,047	-	4,309	4,309
Equipment	-	6,061	9,751	15,812	5,535	5,007	-	10,542	26,354
Interest	-	3,563	5,732	9,295	3,254	2,944	-	6,198	15,493
Depreciation	-	3,027	4,870	7,897	2,764	2,501	-	5,265	13,162
Sub-total	<u>5,905</u>	<u>44,584</u>	<u>71,723</u>	<u>122,212</u>	<u>53,156</u>	<u>47,823</u>	<u>-</u>	<u>100,979</u>	<u>223,191</u>
Campaign costs	-	-	-	-	-	28,225	-	28,225	28,225
United Way of America	-	-	-	-	-	-	28,287	28,287	28,287
United Way of South Carolina	-	-	-	-	-	-	10,929	10,929	10,929
Annual allocations	1,520,820	-	-	1,520,820	-	-	-	-	1,520,820
Special allocations	248,005	-	-	248,005	-	-	-	-	248,005
Less donor designations	(91,348)	-	-	(91,348)	-	-	-	-	(91,348)
Sub-total	<u>1,677,477</u>	<u>-</u>	<u>-</u>	<u>1,677,477</u>	<u>-</u>	<u>28,225</u>	<u>39,216</u>	<u>67,441</u>	<u>1,744,918</u>
TOTAL FUNCTIONAL EXPENSES	<u>\$ 1,755,776</u>	<u>\$ 113,486</u>	<u>\$ 217,088</u>	<u>\$ 2,086,350</u>	<u>\$ 91,819</u>	<u>\$ 145,016</u>	<u>\$ 39,216</u>	<u>\$ 276,051</u>	<u>\$ 2,362,401</u>

SEE NOTES TO FINANCIAL STATEMENTS

UNITED WAY OF AIKEN COUNTY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2024

	Program Services				Support Services				Total
	Allocation Services	Volunteer Services	Community Services	Total Program Services	Organizational Administration	Fundraising	United Way Dues	Total Support Services	
Salaries	\$ 53,586	\$ 51,386	\$ 97,899	\$ 202,871	\$ 31,244	\$ 59,586	\$ -	\$ 90,830	\$ 293,701
Payroll taxes	4,713	4,519	8,610	17,842	2,748	5,241	-	7,989	25,831
Employee benefits	9,785	9,383	17,877	37,045	5,705	10,881	-	16,586	53,631
Sub-total	<u>68,084</u>	<u>65,288</u>	<u>124,386</u>	<u>257,758</u>	<u>39,697</u>	<u>75,708</u>	<u>-</u>	<u>115,405</u>	<u>373,163</u>
Contract services	-	68	110	178	10,783	9,757	-	20,540	20,718
Supplies	-	21,953	35,315	57,268	2,367	2,142	-	4,509	61,777
Printing, postage and shipping	-	7,043	11,330	18,373	6,431	5,818	-	12,249	30,622
Telephone and networks	-	4,057	6,528	10,585	3,705	3,352	-	7,057	17,642
Occupancy	-	2,923	4,701	7,624	2,668	2,414	-	5,082	12,706
Meeting expense	-	136	218	354	124	112	-	236	590
Travel	-	162	261	423	148	134	-	282	705
Insurance	-	710	1,142	1,852	648	587	-	1,235	3,087
Bank and merchant fees	5,583	-	-	5,583	288	6	-	294	5,877
Miscellaneous	-	-	-	-	1,350	1,221	-	2,571	2,571
Equipment	-	4,467	7,187	11,654	4,079	3,690	-	7,769	19,423
Interest	-	3,537	5,691	9,228	3,230	2,922	-	6,152	15,380
Depreciation	-	2,876	4,626	7,502	2,626	2,376	-	5,002	12,504
Sub-total	<u>5,583</u>	<u>47,932</u>	<u>77,109</u>	<u>130,624</u>	<u>38,447</u>	<u>34,531</u>	<u>-</u>	<u>72,978</u>	<u>203,602</u>
Campaign costs	-	-	-	-	-	34,381	-	34,381	34,381
United Way of America	-	-	-	-	-	-	25,175	25,175	25,175
United Way of South Carolina	-	-	-	-	-	-	9,441	9,441	9,441
Annual allocations	1,532,850	-	-	1,532,850	-	-	-	-	1,532,850
Special allocations	413,315	-	-	413,315	-	-	-	-	413,315
Less donor designations	(155,825)	-	-	(155,825)	-	-	-	-	(155,825)
Sub-total	<u>1,790,340</u>	<u>-</u>	<u>-</u>	<u>1,790,340</u>	<u>-</u>	<u>34,381</u>	<u>34,616</u>	<u>68,997</u>	<u>1,859,337</u>
TOTAL FUNCTIONAL EXPENSES	<u>\$ 1,864,007</u>	<u>\$ 113,220</u>	<u>\$ 201,495</u>	<u>\$ 2,178,722</u>	<u>\$ 78,144</u>	<u>\$ 144,620</u>	<u>\$ 34,616</u>	<u>\$ 257,380</u>	<u>\$ 2,436,102</u>

SEE NOTES TO FINANCIAL STATEMENTS

UNITED WAY OF AIKEN COUNTY, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (66,758)	\$ (107,647)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	13,170	12,504
Amortization of loan fees	762	762
Amortization of right of use asset	1,717	-
Provision for uncollectible pledges	108,479	124,227
Donor restricted interest for long term reinvestment	(4,922)	(3,885)
Net loss (gain) on investments	(3,096)	(5,556)
Changes in operating assets and liabilities:		
Employee advance	-	357
Pledges receivable	13,513	(206,396)
Grant receivable	3,240	296
Allocations payable	1,652	47,523
Designations payable	(33,526)	31,292
United Way dues payable	(2,367)	-
Accounts payable and accrued expenses	(3,408)	(42,993)
Operating lease liability	(1,718)	-
Other liabilities	15,482	(20,456)
Net cash provided by (used in) operating activities	42,220	(169,972)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(4,917)	-
Proceeds from the sale of certificates of deposit	-	155,505
Purchase of certificates of deposit	-	(156,483)
Net cash used in investing activities	(4,917)	(978)
CASH FLOWS FROM FINANCING ACTIVITIES		
Donor restricted interest for long term reinvestment	4,922	3,885
Principal payments on long-term debt	(9,171)	(9,284)
Net cash used in financing activities	(4,249)	(5,399)
Net increase (decrease) in cash and cash equivalents	33,054	(176,349)
Cash and cash equivalents at beginning of year	1,292,728	1,469,077
Cash and cash equivalents at end of year	\$ 1,325,782	\$ 1,292,728
Cash and cash equivalents	\$ 1,324,569	\$ 1,291,437
Cash restricted for purpose	1,213	1,291
	\$ 1,325,782	\$ 1,292,728
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:		
Cash paid for interest	\$ 14,094	\$ 14,618

SEE NOTES TO FINANCIAL STATEMENTS

UNITED WAY OF AIKEN COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NATURE OF OPERATIONS - The United Way of Aiken County, Inc. (the “Organization”) is a not-for-profit organization that provides a centralized solicitation program to raise and distribute funds to meet health and human service needs served by agencies primarily located in the Aiken County, South Carolina area. Contributions are primarily from individuals and businesses in the Aiken, South Carolina area.

BASIS OF ACCOUNTING - The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

BASIS OF PRESENTATION - Contributions received or promises to give are recorded as without donor restriction or with donor restriction depending on the existence and/or nature of any donor-imposed restrictions. Net assets with donor restrictions are reclassified to net assets without donor restrictions when the donor restrictions have been met. The Organization chooses to show contributions with donor restrictions (including contributions of long-lived assets) whose restrictions are met in the same reporting period as contributions without donor restrictions.

Net assets without donor restrictions - represent resources over which the Organization has discretionary control and are used to carry out the operations of United Way of Aiken County, Inc. in accordance with its bylaws.

Net assets with donor restrictions - represent gifts from contributions restricted for specific programs or time periods.

As a federation, the Organization honors Combined Federal Campaign designations made to each member organization by distributing a proportionate share of receipts based on donor designations to each member.

USE OF ESTIMATES - The preparation of financial statements in conformity with generally accepted accounting principles in the United States of America 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 revenues and expenses during the reporting period. Actual results could differ from these estimates.

REVENUE RECOGNITION - United Way recognizes revenue from exchange-transactions in accordance with Accounting Standards Codification (“ASC”) 606, the core principle of which is that an organization should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled to receive in exchange for those goods and services. To achieve this core principle, five basic criteria must be met before revenue can be recognized: (1) identify the contract with a customer; (2) identify the performance obligations in the contract; (3) determine the transaction price; (4) allocate the transaction price to performance obligations in the contract; and (5) recognize revenue when or as United Way satisfies a performance obligation.

United Way recognizes revenue when its customer obtains control of promised services or gains access to the promised goods in an amount that reflects the consideration that United Way expects to receive in exchange for those goods or services.

UNITED WAY OF AIKEN COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Annual campaigns are conducted in the fall of each year to raise support for participating agencies in the subsequent calendar year. Campaign production (contributions and pledges) received or receivable is recognized as support in the year of the campaign and is allocated to agencies as an expense in that same year. Written pledges are recorded as receivables, and allowances are provided for amounts estimated to be uncollectible. Subsequent changes in pledges, uncollectible estimates and allocations are recognized when the changes are identified. Revenues from grants are recognized as revenues when such amounts are received.

Donor-designated allocations are not included in revenues, gains, and other support or in allocations to agencies in the statements of activities in accordance with accounting principles generally accepted in the United States of America (“GAAP”), as United Way passes these contributions on to the donor-designated party.

CASH AND CASH EQUIVALENTS - Cash and cash equivalents consist of cash held in checking and money market accounts maintained in several local community and national banks and a repurchase agreement with a local community bank. The repurchase agreement is stated at cost because that approximates market value.

PLEDGES RECEIVABLE - Pledges receivable consists of pledges from individuals and businesses and is stated at the amount pledged less an allowance for uncollectible pledges. Management’s determination of the allowance for uncollectible pledges is based on an evaluation of the pledges receivable, past experience, current economic conditions, and other risks inherent in the pledges receivable portfolio.

GRANT RECEIVABLE - Included in the statement of financial position on December 31, 2025 and 2024, are grant receivables in the amount of zero and \$3,240, respectively. The Organization considered these amounts to be collectable and, as such, did not believe an allowance for credit losses was necessary.

INVESTMENTS - Investments are measured at fair value in the statement of financial position. Investment income or loss (including gains and losses on investments, interest and dividends) is included in the statement of activities as increases or decreases in unrestricted net assets.

PROPERTY AND EQUIPMENT - Purchased furniture and equipment is recorded at cost. Depreciation is provided over the estimated useful lives of the assets and computed on the straight-line method. Donated assets are recorded at their estimated fair market value at the date of receipt.

NET ASSETS - Campaign contributions are presented as support without donor restrictions as the Organization has recognized in the current year the related agency allocations, including the subsequent year's supporting services budget. Revenues from grants are presented as support without donor restrictions when the donor restrictions are met in the same reporting period.

CONTRIBUTED SERVICES - A substantial number of unpaid volunteers have made significant contributions of their time to the Organization’s programs and fundraising campaigns. These donated services have not been recorded in the financial statements because they do not meet the criteria for recognition as contributed services.

UNITED WAY OF AIKEN COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

INCOME TAX STATUS - The Organization qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code. Therefore, no provision for income taxes is included in the accompanying statements.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Organization and recognize a tax liability (or asset) if the Organization has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. Management has analyzed the tax positions taken by the Organization, and has concluded that as of December 31, 2025 and 2024, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

COMPENSATED ABSENCES - Employees of the Organization are entitled to paid vacation and sick days depending on job classification, length of service, and other factors. The Organization's policy is to recognize the costs of the compensated absences when actually paid to employees.

FUNCTIONAL EXPENSES - The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Certain costs have been allocated among the activities based on management's estimate of direct and indirect usage of resources.

SUBSEQUENT EVENTS - The Organization has evaluated subsequent events through April 23, 2026, the date the financial statements were available to be issued.

NOTE 2 - LIQUIDITY

The Organization's financial assets available within one year of the statement of financial position date for general expenditure are as follows at December 31:

	2025	2024
Cash	\$ 1,319,310	\$ 1,289,001
Pledges receivable	1,478,969	1,600,961
Grant receivable	-	3,240
Investments	16,377	13,281
	\$ 2,814,656	\$ 2,906,483

The Organization maintains financial assets, which consist of cash, accounts receivable, and investments to meet 60 to 90 days of normal operating expenses, which were, on average, approximately \$197,000 per month for the year ended December 31, 2025. The Organization has a policy to structure its assets to be available as its general expenditures, liabilities and other obligations come due.

UNITED WAY OF AIKEN COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE 3 - PLEDGES RECEIVABLE

Included in pledges receivable are the following unconditional promises to give at December 31:

	2025	2024
2022 Fall campaign	\$ -	\$ 111,709
Less allowance for uncollectible	-	(111,709)
	-	-
2023 Fall campaign	121,632	214,071
Less allowance for uncollectible	(121,632)	(86,106)
	-	127,965
2024 Fall campaign	212,278	1,567,996
Less allowance for uncollectible	(78,379)	(95,000)
	133,899	1,472,996
2025 Fall campaign	1,403,512	-
Less allowance for uncollectible	(58,442)	-
	1,345,070	-
Total campaign pledges receivable	\$ 1,478,969	\$ 1,600,961

Pledges receivable from members of the board and their affiliated organizations totaled approximately \$984,000 and \$729,000 as of December 31, 2025 and 2024, respectively. Campaign revenue from members of the board and their affiliated organizations consisted of approximately \$1,374,000 and \$870,000 for the years ended December 31, 2025 and 2024, respectively.

NOTE 4 - INVESTMENTS

Changes in investments are as follows for the year ending December 31:

	2025	2024
Beginning balance	\$ 13,281	\$ 7,725
Interest and dividends	69	1,318
Realized and unrealized gains (losses)	3,027	4,238
	\$ 16,377	\$ 13,281

Investments, stated at fair value, at December 31, 2025 and 2024 consisted of common stock.

UNITED WAY OF AIKEN COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE 5 - PROPERTY AND EQUIPMENT

The following is a summary of furniture and equipment at December 31:

	2025	2024
Furniture and equipment	\$ 17,861	\$ 12,928
Building	500,490	500,490
Land	75,000	75,000
Less accumulated depreciation	(46,952)	(33,766)
	\$ 546,399	\$ 554,652

NOTE 6 - NOTES PAYABLE

Notes payable consisted of the following at December 31:

	2025	2024
Note payable to regional bank, secured by a building, at an interest rate of 5%. Interest only payments are due for the first six months. Interest and principal payments are due in monthly installments of \$1,992 through June 2027 and a single payment of \$257,689 is due in July of 2027.	\$ 272,693	\$ 282,501
Less current portion	(10,405)	(9,895)
Loan costs	(571)	(1,970)
Long-term portion	\$ 261,717	\$ 270,636

Maturities on notes payable are as follows for the year ended December 31:

2026	\$ 10,405
2027	262,288
	\$ 272,693

NOTE 7 - FAIR VALUE MEASUREMENTS

The framework used to measure fair value provides a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements).

UNITED WAY OF AIKEN COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE 7 - FAIR VALUE MEASUREMENTS (continued)

The three levels of the fair value hierarchy are described as follows:

- Level 1: Quoted prices in active markets for identical securities that the Organization has the ability to access
- Level 2: Other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment spreads, credit risk, etc.)
- Level 3: Significant unobservable inputs (including the Organization's own assumptions in determining the fair value of investments)

The inputs and methodology used for valuing the Organization's financial assets and liabilities are not indicators of the risks associated with those instruments. There have been no changes in the methodologies used.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies during 2025 or 2024.

Trading equities are valued at the closing price reported on the active market on which the individual securities are traded.

Fair value of long-term investments measured on a recurring basis are as follows at December 31:

	Fair Value	Quoted Market Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<u>2025</u>				
Equities	\$ 16,377	\$ 16,377	\$ -	\$ -
<u>2024</u>				
Equities	\$ 13,281	\$ 13,281	\$ -	\$ -

NOTE 8 - ENDOWMENT FUNDS

The Organization's Endowment Fund includes board-designated and donor-restricted contributions. As required by accounting principles generally accepted in the United States, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. Net assets without donor restrictions, identified by the Organization's Board of Directors to be used for future investment and growth, are included in net assets without donor restrictions - board-designated.

UNITED WAY OF AIKEN COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE 8 - ENDOWMENT FUNDS (continued)

The Organization is subject to the State Prudent Management of Institutional Funds Act (SPMIFA) and, thus, classifies amounts in its donor-restricted endowment funds as net assets with donor restrictions because initial and subsequent gifts to the fund were required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instruments. The Organization has interpreted SPMIFA as not requiring the maintenance of purchasing power of the original gift amount contributed to an endowment, unless a donor stipulates the contrary. As a result of this interpretation, when reviewing its donor-restricted endowment funds, the Organization considers a 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) 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 has interpreted SPMIFA to permit spending from underwater funds in accordance with prudent measures required under the law.

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or SPMIFA requires the Organization to retain as a fund of perpetual duration. The Organization has a policy that permits spending from underwater endowment funds depending on the degree to which the fund is underwater, unless otherwise precluded by donor intent or relevant laws and regulations. There are no funds underwater at December 31, 2025 and 2024.

Additionally, in accordance with SPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purpose of the organization and the donor-restricted endowment fund
3. General economic conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and the appreciation of investments
6. Other resources of the Organization
7. The investment policies of the Organization

Endowment net asset compositions, by type of fund, are as follows as of December 31:

	2025	2024
Donor-restricted endowment funds	\$ 151,213	\$ 151,291
Total	\$ 151,213	\$ 151,291

Changes in the endowment net assets are as follows for the years ended December 31, 2025 and 2024:

	Donor Restricted	Total Net Endowment Assets
Endowment net assets, December 31, 2023	\$ 152,406	\$ 152,406
Investment income, net	5,385	5,385
Amounts appropriated for expenditure	(6,500)	(6,500)
Endowment net assets, December 31, 2024	\$ 151,291	\$ 151,291
Investment income, net	3,622	3,622
Amounts appropriated for expenditure	(3,700)	(3,700)
Endowment net assets, December 31, 2025	\$ 151,213	\$ 151,213

UNITED WAY OF AIKEN COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE 9 - NET ASSETS AND RESTRICTIONS

The Board of Directors has designated net assets without donor restrictions to enable continued support of services and funding to member agencies for approximately two to three months in the case of a major economic loss in the community which might adversely affect the collection of pledges.

Net assets with donor restrictions are restricted for the following purposes or periods at December 31:

	2025	2024
Subject to expenditure for specified purpose:		
Women United Grant	\$ 1,213	\$ 1,291
Not subject to appropriation or expenditure:		
The Harriet Matthews Jackson Memorial Women United Endowment	150,000	150,000
Total net assets with donor restrictions	\$ 151,213	\$ 151,291

NOTE 10 - RETIREMENT PLAN

The Organization sponsors an employee retirement plan covering substantially all of its employees. Contributions are based on a percentage of payrolls approved by the Board of Directors. Retirement plan expense for the years ended December 31, 2025 and 2024 was \$26,880 and \$25,834, respectively.

NOTE 11 - SUPPORT FROM MAJOR DONORS

The Organization recognized support in the amount of approximately \$819,000 and \$1,095,000 from three and four major donors during the years ended December 31, 2025 and 2024, respectively. Included in pledges receivable at December 31, 2025 and 2024, was approximately \$827,000 and \$969,000 from four major donors, respectively, due from these companies, their employees and directly-related enterprises. A significant reduction in the level of this support, if it were to occur, might have a significant effect on the Organization's allocations to agencies. Estimated uncollectible pledges from these contributors for the 2025 and 2024 campaigns included consideration of projected work force reductions. This estimate is subject to change in the near term based on future events, and the change may be material.

NOTE 12 - CONCENTRATIONS OF CREDIT RISK

Financial instruments that potentially expose the Organization to concentrations of credit risk consist primarily of cash and pledges receivable. Credit risk is generally diversified due to the large number of entities comprising the pledge base, although the geographic concentration in the Aiken, South Carolina area and support from major contributors (see Note 11) results in the Organization being susceptible to economic conditions in the region.

UNITED WAY OF AIKEN COUNTY, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE 12 - CONCENTRATIONS OF CREDIT RISK (continued)

The Organization maintains cash balances at several financial institutions located in Aiken, South Carolina. At December 31, 2025 and 2024, the Organization's uninsured cash balances total \$655,581 and \$522,699, respectively. These uninsured balances represent the bank balance, at December 31, 2025 and 2024, of the repurchase agreement, and are not insured by the Federal Deposit Insurance Corporation. Shares of a pool of U.S. government agency securities are pledged as collateral for the repurchase agreement of \$655,581 at December 31, 2025 and \$522,699 at December 31, 2024. The market value of the collateral exceeded the repurchase account balance at December 31, 2025 and 2024.

NOTE 13 - RELATED PARTY TRANSACTIONS

The Organization currently maintains accounts at the financial institutions that employ five of their board members.

NOTE 14 - OPERATING LEASE

The Organization is obligated under one operating lease. Included in right of use assets on the statement of financial position at December 31, 2025 and 2024 is one copier. The lease term is five years. The lease includes options to renew, with renewal terms that extend the lease term for one year. The exercise of lease renewal options is at the Organization's discretion. The Organization evaluates renewal options at lease inception and on an ongoing basis and includes renewal options that it is reasonably certain to exercise in its expected lease terms when classifying leases and measuring lease liabilities. The lease agreement does not require material variable lease payments, residual value guarantees or restrictive covenants.

Operating lease expense for the year ending December 31, 2025 and 2024 was \$1,980, respectively, and cash paid to reduce lease liabilities during 2025 and 2024 was \$1,980, respectively. Because the Organization generally does not have access to the rate implicit in the lease, Management utilizes a risk-free rate. The discount rate associated with the operating lease is 4.02%.

Future payments due under operating leases are as follows as of June 30:

2026	\$	1,980
2027		1,980
2028		1,980
Total		<u>5,940</u>
Less effects of discounting		<u>(353)</u>
Lease liability recognized	\$	<u>5,587</u>

SUPPLEMENTARY SCHEDULE
(See Independent Auditor's Report)

UNITED WAY OF AIKEN COUNTY, INC.
SCHEDULE OF BUDGETED ALLOCATIONS DUE IN 2026 AND 2025
DECEMBER 31, 2025 AND 2024

	2026	2025
ACTS	\$ 44,011	\$ 44,046
Aiken Area Council on Aging	134,500	134,000
Aiken Boxing/Youth Development	-	20,000
Aiken Center (Alcohol and Drug Abuse)	30,000	30,000
Aiken County Help Line	-	72,171
American Red Cross - Aiken County Chapter	52,488	52,488
Boy Scouts of America, Georgia-Carolina Council	26,244	28,000
Brothers & Sisters of Aiken County	21,870	21,870
CAC of Aiken County	29,160	29,160
CanHope Foundation	16,200	16,200
Children's Place, Inc.	154,000	155,000
Community Medical Clinic	98,315	98,315
Community Ministry of North Augusta	40,000	40,000
Cumbee Center to Assist Abused Persons	87,480	87,480
Girl Scouts of South Carolina - Mountains to Midlands	25,275	25,275
Golden Harvest Food Bank	40,000	40,000
Helping Hands, Inc.	170,222	170,222
Lower Savannah Council of Governments Medical Assistance Program	31,000	31,030
Mental Health Association of Aiken County	86,022	86,022
Project Vision Initiative	70,500	70,500
Salvation Army	86,751	86,752
The Family Y	26,090	26,090
The RECing Crew	22,192	22,016
Tri-Development Center	210,000	210,000
United Way of Aiken County Allocation	432,000	400,000
South Carolina 2-1-1	57,000	-
	<u> </u>	<u> </u>
Total budgeted allocations	<u>\$ 1,991,320</u>	<u>\$ 1,996,637</u>

SEE INDEPENDENT AUDITOR'S REPORT