HIGH COUNTRY UNITED WAY, INC.

FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

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Independent Accountant's Review Report

To The Board of Directors High Country United Way, Inc. Boone, NC 28607

We have reviewed the accompanying financial statements of High Country United Way, Inc., which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

Accountant's Responsibility

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

Accountant's Conclusion

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

Other Matter

The accompanying schedule of grants and other assistance to organizations on page 14 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The information is the representation of management. We have reviewed the information, and based on our review, we are not aware of any material modifications that should be made to the information in order for it to be in accordance with accounting principles generally accepted in the United States of America. We have not audited the information and accordingly, do not express an opinion on such information.

Report on Summarized Comparative Information

We have previously audited High Country United Way, Inc.'s 2021 financial statements, and our report dated December 6, 2021, stated that the financial statements present fairly, in all material respects, the financial position of High Country United Way as of June 30, 2021, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Virginia Staton CPA PC

Alpane

Boone, NC

November 30, 2022

HIGH COUNTRY UNITED WAY, INC. STATEMENT OF FINANCIAL POSITION June 30, 2022 With Comparative Totals for 2021

Assets

		2022		2021
Current Assets				
Cash and cash equivalents	\$	501,597	\$	450,322
Pledges receivable		46,165		39,244
Sales tax refunds receivable		144		180
Prepaid expenses		2,833		2,838
Total current assets		550,739		492,584
Fixed Assets				
		16,157		14,093
Furnishings and equipment		(12,855)		(12,395)
Less: accumulated depreciation Total fixed assets		3,302		1,698
Total Assets	\$	554,041	\$ —	494,282
Liabiliti	es and Net Asset	s		
Liabilities				
Accrued payroll tax	\$	1,568	\$	
Accounts payable		104_		100
Total Liabilities		1,672		100
[일본] : [일본] [일본] [일본] [일본] [일본] [일본] [일본] [일본]				
Net Assets				
		440,618		382,457
Net Assets With donor restrictions Without donor restrictions	_	440,618 111,751		382,457 111,725
With donor restrictions	_ 		<u> </u>	The same and the same of the s

HIGH COUNTRY UNITED WAY, INC. STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2022

Revenues and Other Support		Without Donor Restrictions	With Donor Restrictions		Total
Gross Campaign Contributions Interest income Miscellaneous income Sales tax refunds Net assets released from restrictions	\$	(604) 443 197 144 382,457	440,618 S - - - (382,457)	Б —	440,014 443 197 144
Total Revenues and Other Support		382,637	58,161		440,798
Expenses					
Grants and other assistance to organizations Other program services Fundraising Management and general		217,545 106,158 29,881 29,027			217,545 106,158 29,881 29,027
Total Expenses		382,611			382,611
Change in Net Assets		26	58,161		58,187
Net Assets - Beginning of Year		111,725	382,457		494,182
Net Assets - End of Year	\$ =	111,751	440,618	\$_	552,369

HIGH COUNTRY UNITED WAY, INC. STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2021

Revenues and Other Support		Without Donor Restrictions	With Donor Restrictions	Total
Gross Campaign Contributions	\$	(19)	382,476 \$	382,457 (19)
<less designations="" donor=""></less>			(19)	4,545
Interest income		4,545	이 용하는 6 시간.	1,256
Miscellaneous income		1,256 180		180
Sales tax refunds		273,355	(273,355)	
Net assets released from restrictions		270,000	(2.3)	
Total Revenues and Other Support		279,317	109,102	388,419
Expenses				
Grants and other assistance to organizations		185,156		185,156
Class donor designations>		(19)		(19)
		68,162		68,162
Other program services		26,666	김영화 경기를 가능하는 기록하.	26,666
Fundraising Management and general		23,846		23,846
Total Expenses		303,811	<u>.</u>	303,811
Change in Net Assets		(24,494)	109,102	84,608
Net Assets - Beginning of Year		136,219	273,355	409,574
Net Assets - End of Year	\$_	111,725	382,457	494,182

HIGH COUNTRY UNITED WAY, INC. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2022 With Comparative Totals for 2021

2022		2021
\$ 58,187	\$	84,608
460 (6,921) 4 5 36 1,568		181 (25,744) 11 (169) (126)
53,339		58,761
(2,064)		(1,238)
51,275		57,523
450,322		392,799
\$ 501,597	\$	450,322
	\$ 58,187 460 (6,921) 4 5 36 1,568 53,339 (2,064) 51,275 450,322	\$ 58,187 \$ \$ 460 (6,921) 4 5 36 1,568 53,339 51,275 450,322

HIGH COUNTRY UNITED WAY, INC. STATEMENT OF FUNCTIONAL EXPENSES FOR THE YEAR ENDED JUNE 30, 2022

	PROGRAM SERVICES	MANAGEMENT AND GENERAL	FUNDRAISING	TOTAL
			- \$	217,545
	217,545	7	13	37
Advertising	17		16,818	84,093
Compensation	50,456	16,819	1,294	6,470
Payroll taxes	3,882	1,294	1,234	5,345
Accounting fees		5,345	942	10,296
Licenses	9,354			2,234
Office expense	1,005	447	782	1,562
Telephone and inernet expense	703	312	547	435
Postage	196	87	152	
2-1-1 expense	19			19
Equipment expense	2,155		1,675	4,788
Board expense	156	69	122	347
Meals and refreshments	69	31	53	153
Depreciation	207	92	161	460
Uncollectible accounts	16,917			16,917
Insurance	1,673	744	1,301	3,718
Bank charges	98	44	76	218
Campaign expense	1,082		1,081	2,163
Training expense	332	147	258	737
Program support	11,916			11,916
Travel	185		145	412
Rent expense	5,736		4,461	12,746
Total Functional Expenses	\$ 323,703	29,027	29,881 \$	382,611

HIGH COUNTRY UNITED WAY, INC. STATEMENT OF FUNCTIONAL EXPENSES FOR THE YEAR ENDED JUNE 30, 2021

	PROGRAM SERVICES	MANAGEMENT AND GENERAL	FUNDRAISING	TOTAL
Grants and Other Assistance Advertising Compensation Payroll taxes	\$ 185,137 398 42,118 2,421	177 14,039 1,075 3,500	- \$ 309 14,039 1,883	185,137 884 70,196 5,379 3,500
Accounting fees Licenses Office expense Telephone	5,565 740 422	329 188	538 576 328	6,103 1,645 938
Postage 2-1-1 expense Equipment expense	97 2,117 1,702		75 - 1,324 99	215 2,117 3,782 283
Board expense Depreciation Insurance	127 81 1,670	37 742	63 1,299 140	181 3,711 400
Bank charges Campaign expense Training expense Internet expense	180 1,052 8 1,009		1,052 6 785	2,104 18 2,242
Program support Rent expense	3,120 5,335	2,371	4,150	3,120 11,856
Total Functional Expenses	\$ 253,299	23,846	26,666 \$	303,811

Note 1 - Organization:

High Country United Way, Inc. is a nonprofit organization incorporated under the laws of North Carolina and is exempt from income taxes under Section501 (c) (3) of the Internal The Organization is a community-based resource organization that Revenue Code. develops human and financial resources to improve the quality of life in the High Country.

Note 2 - Summary of Significant Accounting Policies:

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Pledges Receivable

Contributions are recognized when the donor makes a pledge to give to the Organization; that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Pledges receivable are primarily from individuals and businesses located in Avery and Watauga Counties, North Carolina, and are classified as current.

Accounting Pronouncements Adopted

Effective in the year ended June 30, 2019, the Organization retrospectively adopted Financial Accounting Standards Board Accounting Standards Update (ASU) No. 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements for Not-for-Profit Entities. The ASU amends the current reporting model for nonprofit organizations and enhances their required disclosures. The major changes include: (a) requiring the presentation of only two classes of net assets now entitled "net assets without donor restrictions" and "net assets with donor restrictions", (b) modifying the presentation of underwater endowment funds and related disclosures, (c) requiring the use of the placed

Note 2 - Summary of Significant Accounting Policies (continued):

in service approach to recognize the expirations of restrictions on gifts used to acquire or construct long-lived assets absent explicit donor stipulations otherwise, (d) requiring that all nonprofits present an analysis of expenses by function and nature in either the statement of activities, a separate statement, or in the notes and disclose a summary of the allocation methods used to allocate costs, (e) requiring the disclosure of quantitative and qualitative information regarding liquidity and availability of resources, (f) presenting investment return net of external and direct internal investment expenses, and (g) modifying other financial statement reporting requirements and disclosures intended to increase the usefulness of nonprofit financial statements. In addition, ASU 2016-14 removes the requirement that not-for-profit entities that chose to prepare the statements of cash flows using the direct method must also present a reconciliation (the indirect method).

The adoption of ASU No. 2016-14 effective as of July 1, 2017 resulted in the reclassification of certain accounts in the June 30, 2018 financial statements to conform with the required financial statement presentation.

Fixed Assets

Fixed assets consist of equipment recorded at cost. Depreciation is computed over the estimated useful lives of the equipment using the straight-line method.

Concentration of Credit Risk

The Organization maintains its cash balances in four financial institutions located in North Carolina. The balances were insured by the Federal Deposit Insurance Corporation up to \$250,000 per institution. There were no uninsured balances as of June 30, 2021.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Subsequent Events

In preparing the financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through the date that the financial statements were available to be issued.

Note 2 - Summary of Significant Accounting Policies (continued):

Uncertain Tax Positions

Management has determined that the Organization does not have any uncertain tax positions and associated unrecognized benefits that materially impact the financial statements or related disclosures. Since tax matters are subject to some degree of uncertainty, there can be no assurance that the Organization's tax returns will not be challenged by the taxing authorities and that the Organization will not be subject to additional tax, penalties and interest as a result of such challenge. Generally, the Organization's tax returns remain open for three years for federal income tax examination.

Functional Allocation of Expenses

The statement of functional expenses present expenses by function and natural classification. Expenses directly attributable to a specific functional area of the Organization are reported as expenses of those functional areas. A portion of general and administrative costs that benefit multiple functional areas have been allocated, based on estimates developed by management, between the program and supporting activities.

Note 3 - Unconditional Promises to Give:

Unconditional promises to give are reported as pledges receivable and are reported with no allowance for uncollectible accounts. Because of the inherent uncertainties in estimating the allowance for uncollectible promises to give, it is at least reasonably possible that the estimate will change within the near term.

Note 4 - Net Assets With Donor Restrictions:

Net assets with donor restrictions consist of assets whose use is limited by donor-imposed, time and/or purpose restrictions.

The Organization conducts an annual fund-raising campaign to allow it to continue funding the numerous program and services it supports in the community. Pledges receivable for the campaign conducted during the current year represent time-restricted contributions and have been reflected in the accompanying 2022 statement of financial position as net assets with donor restrictions. When the stipulated time restriction ends during the next fiscal year, the net assets are reclassified as net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Note 5 - Donated Services and Facilities:

The Organization receives a significant amount of donated services from unpaid volunteers who assist in projects and activities. No amounts have been reflected in the financial statements for those activities since they do not meet the criteria for recognition under professional standards.

Note 6 - Equipment:

Equipment at June 30, 2022 consists of the following:

Computer and office equipment and furniture Less accumulated depreciation	\$ 16,157 (<u>12,855</u>)
Equipment, net	\$ <u>3,302</u>

Note 7 - Leases:

The Organization leased a copier on a month-to-month basis with monthly payments of \$86, plus applicable taxes. The lease was renewed effective May, 2019 for sixty months, with monthly payments of \$101, plus applicable taxes. Payments under this lease was \$1,515 for the year ended June 30, 2022.

The Organization entered into a lease for new office facilities effective October 1, 2011. The lease was modified effective December 5, 2014, to reflect the following terms: the lease is for five years at a rate of \$722 per month for years one-five, ending September 30, 2017. An additional charge of \$150 per month will apply to all years for insurance, taxes, and common area maintenance. The lease was renewed effective October 1, 2018, at a rate of \$817 per month, plus the \$150 per month, with the increased rate effective October 1, 2018. The lease was renewed effective October 1, 2019, at a rate of \$838 per month, plus the \$150 per month, with the increase rate effective October 1, 2019. The lease is renewed through September, 2021. The lease was renewed effective October 1, 2021 for five years at a rate of \$858 per month, plus the \$150 per month, to increase by \$21 per month, per year, for each of the following 4 years.

Note 7 - Leases (continued):

Future minimum lease payments under the two leases are as follows:

June '	30, 2023	\$	13,497
June .	2024	7. E.	13,547
	2025		12,789
	2026		13,041
	2027		3,276
		\$	56,150

HIGH COUNTRY UNITED WAY, INC. SCHEDULE OF GRANTS AND OTHER ASSISTANCE TO ORGANIZATIONS Year Ended June 30, 2022

F.A.R.M. CAFE	\$ 6,000
FOSTER GRANDPARENTS	6,000
	8,000
PARENT TO PARENT	7,500
AVERY HABITAT FOR HUMANITY	22,093
COMMUNITY CARE CLINIC	6,500
THE CHILDREN'S COUNCIL	The state of the s
HOSPITALITY HOUSE	22,353
HUNGER AND HEALTH COALITION	17,044
KARI'S HOME FOR WOMEN	33
MEDIATION & RESTORATIVE JUSTICE	5,013
MITCHELL COUNTY SHEPHERD'S STAFF	4,000
MOUNTAIN ALLIANCE	20,000
OASIS, INC	28,354
	10,000
SENIOR COMPANIONS SOUTHMOUNTAIN CHILDREN & FAMILY SERVICES	800
	8,360
WATAUGA HABITAT FOR HUMANITY	17,218
WAMY COMMUNITY ACTION	- 100 to 5000
WESTERN YOUTH NETWORK	13,277
BLUE RIDGE OPPORTUNITY COMMISSION	<u>15,000</u>
TOTAL	\$ 217,545
그 중 중장하다 그렇지 않는데 이 양병 시트라야, 어린 그 나는데, 그렇게 하면 마다면 그렇게 되었다면서 하면 그렇게 하는데, 맛이다. 나는데 하다.	

. Min 12 1 1 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	[2] - [4] - " [2] - [2] - [2] - [2] - [2] - [2] - [2] - [2] - [2] - [2] - [2] - [2] - [2] - [2] - [2] - [2]
	물리이트로 시시고, 물에서 이 수는 다른 경우 가지 않는
	[교일: 교육 [12] 이번 시간 사고 있다면 가득하셨다면요.
보인으러 시작하는 그는 보다가 본	경기 열기 : 기업 기업 시간 사람들은 중요한 사람들이 되었다. 그런 사람들은 사람들이 되었다. 기계 열기 : 기업
그렇게 다른 그렇게 나면 하지만 없었다.	
집에 되었어? 맛있다면서 마음이 없었다. 얼굴하다	1 집 회교 이번에 됐다고 있어 있어 있어 없다.
	들고 얼마가 되었다. 그래 하는 아이를 하고 있다.
	보다 보면 가니다 보다 보다 하는 살아 나왔다면요?
그렇게 늦게 그렇게 아름네지는 처럼 얼룩하면서 다른	
김 교교로 발하는 것이 맛있다. 그를 가게 먹었는	
[최근 12 시간 1일까지 말을 수가지 않는다고 했다.]	
일하는 사람들이 없이 다른 사람이다.	시나이에 가장 악시다는 내가 그리게 살아갔다.
다고 빠른 경영화 (1915년 1915년 1915년 1	등이 있다. 요. 성격하는 그 아내리가 걸었으면 하기 않는
생활하다 그 사람들이 하는 그를 가게 되었다.	네 나는 사람이 들어 있는 이 나는 하는 것 같아.
	회사 보고 하는 사람이다. 그러나 있는 나라고 살아야 됐다. 얼
하다 양식을 다시하고 말했다. 그리고 있다면 하나 나를 하다.	
일찍이 하는데 얼마면 하게 어떻게 되고 하다.	그 요즘은 이 이번 사는 그리고 이번 때문에 가셨다.
	맛말로 뛰는다시면 하다면 걸게 하네요? 얼룩하셨다.
원리 중에서 그렇요한 교육됐다고요요 설렜다.	불하는 집 얼마이라는 어디를 걸 하는 바로 바로 바다를 살았다.
되다 그는 사람은 생기는 마음이를 보고 있다.	그런 가는 하게 되었다는데 그 그는 모든 모든 생각이 되다.
경기를 하고를 통고하게 되는 바다에 가져 있다.	"하기도 하기되고 기뻐가 되었습니다. 그 있어요? 보니다
뭐보겠다 하게 느래 뭐야 하지 않다면 나라다.	나는 나를 다 하다면서 살다면 살아가 하나라면서
행사하는 얼마를 만들어야 되는 것이 없었다.	어떤 생님들이 이렇게 하는 것이 얼굴하고 하다면요
불리하다 하라이 본래 생활하고 되고 있었다.	[14] [14] [14] [15] [15] [15] [15] [15] [15] [15] [15
할 때에 있는데 아이들이 되는 게 하지 않아서 이름을 돼.	나 집에 없는 것이 뭐라니까지 않는데 이렇게 얼마 먹었다고요.
물리 일반되는 이 나면도 받아 있는 모양한 요즘다.	로드라이다 올해를 보냈다고 하게 없이다며 싫었다.
게 되었다면 하는 가는 그 그래요?	그는 이름이 있는데 가는데 그 날아지지 않는데 가장했다.
[11] [14] [14] [14] [14] [15] [15] [15] [15] [15] [15] [15] [15	그게 보고하는 느라게 하고하게 되느ল 얼마 얼마를 했다.
	경화 등 하기 하고 하였는데 경에 그렇는데 됐다면 없다.
그렇게 말하는 어떻게 하다면	크리카스(111일) 크로 디어 얼마리아 (그리트) 경기 보다.
	다 김 씨는 얼마는 이 아이는 아이를 하게 됐다면 했다.
	불이 되지만 이 가게 하시고 중 경기 교육이 가능하였다.
	기계 가장하다면 하는 사람이 하다면 살아 나는 것이 없다.
	기교 중요하다 하다 하다 하다 하다는 항상을 받아내었다.
	이동 보고 하다면 하면 그렇게 하는 등에 모나면 하다.
송하는 마른 전에서 막혀나 내려 다 먹느니다라요.	에 가는 명료 기계가 이 통이 되었다. 하지 않는 바로 스타워드 스타트 모임 모임
	할 때 되어야 하다가 하고 있었다. 이번 그릇을 모양하였다면?
	그리는 이 호텔 등에 없다면 함께 하는 사람들은 그런 것을 하였습니?
	그들이 그렇게 하는 것을 마시 하다 하면까 어느었다.
뭐하면 있다면서 말하게 된 하는데 되었다고 말하다니	시간이 병사들로 하게 됐다는 때 날리는 물로 살았다.
경기를 잃고 하는 것이 되는데 되었다.	
돌이 경우 경기로 들어올라면서 그 모양을 했다.	내 문문 : [17] 문문 발라 하시는 본 - 이 전환하는 다음
병하는 하셨다요? 이번 중요하다는 너 봤었다.	요즘 사용 하다고 있다면 하다 이 가지 않는데 나를 들었다.
선물 발생인에 보여워, 사이를 내용하다면요?	이 마음적 함께 가르지 뭐라졌다. 내고 없었다. 얼까요
불렀다 내가 시계를 가게하는 것 같아요?	본 경기 하는 경기 등을 다시 한 분들이 살이 살아갔다.
걸게 하면 바람은 얼마나는 사람들이 하게 되었다.	길이 있다. 사이 크리의 경기 위치 사람들은 사람이 살았다.
	. 김 씨는 1일 : 1일
으로 가능하는 동생인 생생님의 얼굴했다. 그	그렇게 뭐 하다면 어떻게 하다면서 좀 하나라다.
그 이 소시하는 작업도 불편하게 된 경기 없다.	얼마는 함께 말하다 가는 가게 하는 것이 없는 것이다.
등 기도 있는 호텔의 집에 가게 하고 없는데요?	내 있는, 남편이는 이번 있을 뭐라면 했다. 해워 하라고 하는
그 얼마는 하는데 얼마를 다 가는 것이 되었다.	[1][[경기 : 1] [1] [2] [1] [1] [2] [1] [2] [2] [2] [2] [2] [2] [2] [2] [2] [2
주니다. 그리다 하나 없는 그 네워크라.	그리고 살았다. 이 그리는 항상에 다른 하는데 되었다. 나는 이 없는데
그러워 이 주요 그렇지 않았다. 그리 말 모두 입다	
사람들이 되었다. 그는 그들은 그렇는 그들은 그리고 그렇게 되었다면 하나라 이 회사를 하였다. 그는 그들은 사람이 없는데 없는데	이 그는 많아 없어 보다는 그 없는 그는 그는 사람이 아니어 전 그는 이번 사람들이 속하게 하다면 그는 사람 나라가 되었다.