

United Way of St. Charles

Financial Statements and
Independent Auditor's Report

Years Ended
June 30, 2026 and 2025

UNITED WAY OF ST. CHARLES
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Independent Auditor's Report
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**Martin
and
Pellegrin**

103 Ramey Road
Houma, Louisiana 70360

*Certified public Accountants
(A Professional Corporation)*

Ph. (985) 851-3638
Fax (985) 851-3951

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
United Way of St. Charles
Luling, Louisiana

Opinion

We have audited the financial statements of United Way of St. Charles, which comprise the statements of financial position as of June 30, 2026 and 2025, 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 accompanying financial statements present fairly, in all material respects, the financial position of United Way of St. Charles as of June 30, 2026 and 2025 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 audit in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 St. Charles and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about United Way of St. Charles's ability to continue as a going concern for one year after the date that the financial statements are 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 GAAS 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 GAAS, 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 St. Charles'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 St. Charles'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.



Houma, Louisiana
September 2, 2026

UNITED WAY OF ST. CHARLES

Statements of Financial Position June 30, 2026 and 2025

	Without Donor Restrictions	
	June 30,	
	2026	2025
ASSETS		
Current assets:		
Cash	\$ 1,080,383	\$ 820,469
Pledges receivable (less allowance for uncollectible pledges of \$133,686 and \$129,391)	1,171,836	958,632
Unconditional promise to give	30,500	-
Prepaid expenses	65,589	51,710
TOTAL CURRENT ASSETS	2,348,308	1,830,811
Property and equipment (less accumulated depreciation of \$102,529 and \$73,567)	4,387,750	4,398,493
TOTAL ASSETS	\$ 6,736,058	\$ 6,229,304
LIABILITIES		
Current liabilities		
Accounts payable and accrued expenses	\$ 79,287	\$ 100,187
Current maturities of notes payable	99,206	94,241
Payable to member agencies	1,605,371	1,575,716
Payable to donor designated entities	73,384	122,099
TOTAL CURRENT LIABILITIES	1,857,248	1,892,243
Notes payable, net of current maturities	2,384,652	2,445,765
TOTAL LIABILITIES	4,241,900	4,338,008
NET ASSETS		
Designated	800,000	800,000
Undesignated	1,694,158	1,091,296
Total net assets	2,494,158	1,891,296
TOTAL LIABILITIES AND NET ASSETS	\$ 6,736,058	\$ 6,229,304

See accompanying notes.

UNITED WAY OF ST. CHARLES

Statements of Activities Years Ended June 30, 2026 and 2025

	Without Donor Restrictions	
	Year Ended June 30,	
	2026	2025
REVENUES AND OTHER SUPPORT		
Campaign results:		
Campaign contributions	\$ 3,810,293	\$ 3,409,629
Less donor designated contributions	(1,123,914)	(963,774)
Less provision for uncollectible pledges	(175,588)	(192,250)
Net campaign	2,510,791	2,253,605
Grants	359,683	307,287
Special events	200,223	164,842
Rental income	145,389	128,832
Other revenues	88,938	52,266
Other contributions	40,500	1,783
Interest income	23,494	23,969
In-kind contributions	8,700	13,100
TOTAL REVENUES AND OTHER SUPPORT	3,377,718	2,945,684
ALLOCATIONS AND FUNCTIONAL EXPENSES		
Allocations:		
Funds allocated to agencies	1,327,243	1,294,175
Functional expenses:		
Program services	695,922	788,762
Management and general	543,794	530,971
Resource development/fund raising	207,897	231,861
Total functional expenses	1,447,613	1,551,594
TOTAL ALLOCATIONS AND FUNCTIONAL EXPENSES	2,774,856	2,845,769
CHANGE IN NET ASSETS	602,862	99,915
NET ASSETS, BEGINNING OF YEAR	1,891,296	1,791,381
NET ASSETS, END OF YEAR	\$ 2,494,158	\$ 1,891,296

See accompanying notes.

UNITED WAY OF ST. CHARLES

Statement of Functional Expenses Year Ended June 30, 2026

	Program Services	Management and General	Resource Development/ Fund Raising	Total
Salaries	\$ 88,976	\$ 309,177	\$ 17,054	\$ 415,207
Community College	119,857	-	-	119,857
Event expenses	-	-	85,108	85,108
Insurance	14,415	59,137	-	73,552
Grants	61,931	-	-	61,931
Public communications	-	-	46,683	46,683
Financial Stability Partnership	46,082	-	-	46,082
Campaign expenses	-	-	45,166	45,166
UWA memberships	-	36,268	-	36,268
Education	32,802	-	-	32,802
Health Project	29,906	-	-	29,906
Payroll taxes	5,750	19,979	1,102	26,831
Back to School Event	25,558	-	-	25,558
Services	-	24,624	-	24,624
Imagination Library	17,354	-	-	17,354
Employee benefits	3,543	12,312	679	16,534
Accounting	-	13,875	-	13,875
Bike Safety	12,950	-	-	12,950
Retirement	2,732	9,490	523	12,745
Miscellaneous	-	11,541	-	11,541
Bank charges	-	-	11,317	11,317
Utilities	-	9,901	-	9,901
Volunteer expense	8,516	-	-	8,516
Equipment lease and maintenance	-	8,281	-	8,281
Telephone	-	7,593	-	7,593
Building maintenance	-	7,011	-	7,011
Supplies	1,089	3,782	209	5,080
Christmas Toys and Gift Cards	4,913	-	-	4,913
Payroll services	-	3,957	-	3,957
Hospitality	-	2,316	-	2,316
Postage	-	1,822	-	1,822
Veteran Bricks	1,782	-	-	1,782
Storm Recovery	1,635	-	-	1,635
Other memberships	-	1,490	-	1,490
Trash Bash	1,483	-	-	1,483
Unemployment taxes	288	1,002	55	1,345
Summer Youth Camp	1,286	-	-	1,286
Travel and training	-	237	-	237
	482,848	543,794	207,897	1,234,539
Interest	184,112	-	-	184,112
Depreciation	28,962	-	-	28,962
TOTAL FUNCTIONAL EXPENSES	\$ 695,922	\$ 543,794	\$ 207,897	\$ 1,447,613

See accompanying notes.

UNITED WAY OF ST. CHARLES

Statement of Functional Expenses Year Ended June 30, 2025

	Program Services	Management and General	Resource Development/ Fund Raising	Total
Salaries	\$ 87,695	\$ 267,404	\$ 15,349	\$ 370,448
Community College	146,132	-	-	146,132
Event expenses	-	-	113,950	113,950
Hurricane Ida expenses	31,656	59,389	-	91,045
Insurance	33,776	48,742	-	82,518
Success by Six	59,834	-	-	59,834
Financial Stability Partnership	56,957	-	-	56,957
Campaign expenses	-	-	51,056	51,056
Grants	50,000	-	-	50,000
Summer Youth Camp	44,201	-	-	44,201
Public communications	-	-	42,247	42,247
Services	-	39,714	-	39,714
UWA memberships	-	33,102	-	33,102
Health Project	30,486	-	-	30,486
Back to School Event	26,940	-	-	26,940
Payroll taxes	5,639	17,195	987	23,821
Volunteer expense	23,303	-	-	23,303
Imagination Library	17,323	-	-	17,323
Accounting	-	14,341	-	14,341
Retirement	3,283	10,008	574	13,865
Employee benefits	12,347	-	-	12,347
Bike Safety	10,000	-	-	10,000
Utilities	-	8,877	-	8,877
Bank charges	-	-	7,593	7,593
Telephone	-	7,069	-	7,069
Travel and training	-	4,733	-	4,733
Equipment lease and maintenance	-	3,842	-	3,842
Payroll services	-	3,504	-	3,504
Miscellaneous	-	3,353	-	3,353
Hospitality	-	2,574	-	2,574
Building maintenance	-	2,076	-	2,076
Other memberships	-	1,680	-	1,680
Postage	-	1,540	-	1,540
Unemployment taxes	306	931	53	1,290
Christmas Toys and Gift Cards	1,277	-	-	1,277
Supplies	294	897	52	1,243
Trash Bash	1,014	-	-	1,014
	642,463	530,971	231,861	1,405,295
Interest	126,183	-	-	126,183
Depreciation	20,116	-	-	20,116
TOTAL FUNCTIONAL EXPENSES	\$ 788,762	\$ 530,971	\$ 231,861	\$1,551,594

See accompanying notes.

UNITED WAY OF ST. CHARLES

Statements of Cash Flows Years Ended June 30, 2026 and 2025

	Year Ended June 30,	
	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 602,862	\$ 99,915
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	28,962	20,116
Changes in operating activities:		
(Increase) decrease in pledges receivable	(213,204)	82,171
(Increase) decrease in unconditional promise to give	(30,500)	20,000
Increase in prepaid expenses	(13,879)	(15,407)
Increase (decrease) in accounts payable and accrued expenses	(20,900)	39,897
Increase (decrease) in payable to member agencies	29,655	(13,362)
Decrease in payable to donor designated entities	(48,715)	(48,337)
NET CASH PROVIDED BY OPERATING ACTIVITIES	334,281	184,993
CASH FLOWS FROM INVESTING ACTIVITIES		
Disposal of fixed assets	-	23,644
Purchases of property and equipment	(18,219)	(3,491)
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	(18,219)	20,153
CASH FLOWS USED IN FINANCING ACTIVITIES		
Payments of notes payable	(56,148)	(115,123)
NET INCREASE IN CASH	259,914	90,023
CASH AT BEGINNING OF YEAR	820,469	730,446
CASH AT END OF YEAR	\$ 1,080,383	\$ 820,469
SUPPLEMENTAL DISCLOSURES:		
Cash paid during the year for interest	\$ 184,112	\$ 126,183

See accompanying notes.

UNITED WAY OF ST. CHARLES

Notes to the Financial Statements
Years Ended June 30, 2026 and 2025

NOTE 1 – ORGANIZATION AND OPERATIONS

The United Way of St. Charles is a not-for-profit Organization whose mission is “To lead and unite the community in providing a program of health and human services that is comprehensive, efficient, and effective.” The Organization solicits pledges and distributes funds to various qualified service agencies within St. Charles Parish.

Annual campaigns are conducted in the fall of each year to support programs primarily in the subsequent year. Individual donors may designate that their contributions be transferred from the Organization to a United Way in another geographic area. Also, the Organization sponsors a Donor Option Program whereby a donor may designate that all or part of his or her contribution is given to any qualified non-profit organization.

Annual fall campaign results are reduced by pledges collected on behalf of others or pledged to a specific organization and by a provision for uncollectible pledges.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed by the United Way of St. Charles are described below:

A. BASIS OF ACCOUNTING

United Way prepares its financial statements on the accrual basis in accordance with accounting principles generally accepted in the United States of America.

B. CASH AND CASH EQUIVALENTS

The Organization considers all investments with an original maturity of three months or less to be cash equivalents.

C. PROMISES TO GIVE/PLEDGES RECEIVABLE

Unconditional promises to give are generally expected to be collected within one year and are recorded at their net realizable value. Conditional promises to give are not included as support until such time as the conditions are substantially met.

D. ALLOWANCE FOR UNCOLLECTIBLE PLEDGES

The Board provides an allowance for uncollectible pledges based on past collection experience and current economic conditions.

UNITED WAY OF ST. CHARLES

Notes to the Financial Statements
Years Ended June 30, 2026 and 2025

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

E. PROPERTY AND EQUIPMENT

Property and equipment are stated at cost. Depreciation is computed on the straight-line basis over the estimated useful lives (5 - 40 years) of the assets. The Organization's policy is to capitalize acquired property and equipment that has both a cost in excess of \$750 and an estimated useful life in excess of one year.

F. DONOR-IMPOSED RESTRICTIONS

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted for future periods or donor-restricted for specific purposes are reported as net assets with donor restrictions.

When a donor-stipulated time restriction ends or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the statement of activities as net assets released from restriction.

G. CONTRIBUTED EQUIPMENT, MATERIALS, AND SERVICES

Contributed equipment and materials are recorded at fair value on the date of donation. If donors stipulate how long the assets must be used, then the contributions are recorded as with donor restrictions. In the absence of such stipulations, contributions of equipment and materials are recorded as without donor restrictions (in-kind contributions).

Contributed services are recorded if (1) the services received create or enhance nonfinancial assets or require specialized skills, (2) are provided by individuals possessing those skills, and (3) would typically need to be purchased if not provided by donation. A significant amount of time has been donated by volunteers and board members of the Organization; however, such services are not reflected in these financial statements under accounting principles generally accepted in the United States of America.

H. INCOME TAXES

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC). Accordingly, no provision for income taxes is made in the accompanying financial statements. The Internal Revenue Service has further determined the Organization not to be a private foundation as within the meaning of IRC Section 509(a).

UNITED WAY OF ST. CHARLES

Notes to the Financial Statements
Years Ended June 30, 2026 and 2025

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

I. USE OF 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 the reported amounts of assets, liabilities, revenues, and expenses during the reporting period. Actual results could differ from those estimates. The Organization's most significant estimates are the allowance for uncollectible pledges and the salvage value of its buildings.

NOTE 3 - ALLOWANCE FOR UNCOLLECTIBLE PLEDGES

Each year, the Organization solicits pledges for contributions that are to be received in the upcoming year. Due to changes in employment and changes in business economic conditions, all pledges are not always paid to the United Way of St. Charles; therefore, management establishes an allowance for uncollectible pledges based on a percentage of current pledged receivables. The adequacy of this allowance is not actually determined until after year-end. Any overages or shortfalls in actual collections over those estimated are credited (charged) to revenues in the year that the final determination is made.

NOTE 4 – CHANGES IN PROPERTY AND EQUIPMENT

A summary of changes in property and equipment and accumulated depreciation follows:

	Property & Equipment	Accumulated Depreciation
Balance as of June 30, 2025	\$ 4,472,060	\$ 73,567
Additions	18,219	28,962
Deletions	-	-
Balance as of June 30, 2026	<u>\$ 4,490,279</u>	<u>\$ 102,529</u>

UNITED WAY OF ST. CHARLES

Notes to the Financial Statements
Years Ended June 30, 2026 and 2025

NOTE 5 – NOTES PAYABLE

The following is a summary of notes payable as of June 30, 2026:

Note payable to a bank dated December 18, 2019 with an interest rate of 5.25%, secured by real estate. Monthly payments of \$17,970 are required with final payment due on September 9, 2042. \$ 2,359,264

Note payable to the United States Small Business Administration dated July 4, 2020 with an interest rate of 2.75%, unsecured. Monthly principal and interest payments of \$641 are required beginning July 1, 2022 with final payment due on July 1, 2050. 124,594
2,483,858

Less current portion 99,206
Notes payable, net of current maturities \$ 2,384,652

Maturities of notes payable are as follows:

<u>June 30,</u>	
2027	\$ 99,206
2028	104,435
2029	109,941
2030	115,742
2031	118,777
2032-2036	712,946
2037-2041	922,601
2042-2046	270,997
2047-2050	<u>29,213</u>
Total	<u>\$ 2,483,858</u>

UNITED WAY OF ST. CHARLES

Notes to the Financial Statements Years Ended June 30, 2026 and 2025

NOTE 6 – IN-KIND CONTRIBUTIONS

In-kind contributions represent the estimated fair value of general corporate goods and services provided. Contributed goods are valued at fair market value on the date of the donation. Contributed services are reflected in the financial statements at the fair value of the services received. In-kind contributions for the year ended June 30, 2026 includes \$8,700 related to special events.

NOTE 7 – ALLOCATIONS AND DESIGNATIONS

Agency allocations consist of budgeted allocations to other non-profit organizations approved by the Board of Directors. The allocation year is July 1 to June 30.

At June 30, 2026, the Board of Directors has designated \$150,000 of net assets without donor restrictions for disaster contingency, \$175,000 for operating contingency and \$475,000 for long-term contingency.

NOTE 8 – RETIREMENT PLAN

The Organization offers a 401(k) Retirement Plan to all eligible employees. Employees may join the plan immediately following the first day of employment. The Organization matches contributions on a discretionary basis up to 5% of the participant's annual compensation as determined by the Board of Directors. Contributions to the plan were \$12,745 and \$13,865 for the years ended June 30, 2026 and 2025, respectively.

NOTE 9 – FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The allocation of functional expenses has been made on the basis of time records and on estimates made by United Way of St. Charles' management.

NOTE 10 – CONCENTRATION OF CREDIT RISK

The United Way of St. Charles maintains its cash in a financial institution located in Louisiana. The Federal Deposit Insurance Corporation (FDIC) insures the balances up to \$250,000. The Organization's bank deposits exceeded FDIC coverage at times during the year. The Organization does not believe that it is exposed to significant credit risk in connection with its cash deposits.

UNITED WAY OF ST. CHARLES

Notes to the Financial Statements
Years Ended June 30, 2026 and 2025

NOTE 10 – CONCENTRATION OF CREDIT RISK (cont.)

Financial instruments that potentially subject the Organization to concentrations of credit risk consist primarily of pledges receivable, substantially all of which are from individuals or businesses in St. Charles Parish. Concentrations of credit risk are limited due to the large number of donors comprising the Organization's donor base. As a result, as of June 30, 2026, United Way of St. Charles does not consider itself to have any significant concentrations of credit risk with respect to pledges receivable.

NOTE 11 – FAIR VALUE OF FINANCIAL INSTRUMENTS

The Organization's financial instruments, none of which are held for trading purposes, include cash and cash equivalents, pledges receivable, unconditional promise to give, accounts payable, and notes payable. Management estimates that the fair value of all financial instruments as of June 30, 2026 does not differ materially from the aggregate carrying value of its financial instruments recorded in the accompanying statements of financial position.

NOTE 12 - UNCERTAIN INCOME TAXES

The Organization's 2024 tax return was filed appropriately. As of September 2, 2026, the Organization had not filed its 2025 tax return as the filing due date is November 16, 2026. The Organization recognizes interest and penalties, if any, related to unrecognized tax benefits in income tax expense. The Organization's tax filings are subject to audit by various taxing authorities. The Organization's open audit period is 2022 to 2025. Management has evaluated the Organization's tax position and concluded that the Organization has taken no uncertain tax positions that require adjustment to the financial statements to comply with provisions of this guidance.

UNITED WAY OF ST. CHARLES

Notes to the Financial Statements Years Ended June 30, 2026 and 2025

NOTE 13 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Organization's financial assets as of June 30, 2026, reduced by any amounts not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions or internal designations.

Current assets	\$ 2,348,308
Less those unavailable for general expenditures within one year:	
Prepaid expenses	65,589
Amounts allocated to member agencies	1,605,371
Amounts payable to donor designated entities	<u>73,384</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 603,964</u>

NOTE 14 – SUBSEQUENT EVENTS

Subsequent events were evaluated by management through September 2, 2026, which is the date the financial statements were available to be issued, and it was determined that no events occurred that requires disclosure. No events occurring after this date have been evaluated for inclusion in the financial statements.