UNITED WAY QUAD CITIES

Bettendorf, Iowa

FINANCIAL STATEMENTS
and
INDEPENDENT AUDITOR'S REPORT

June 30, 2026 and 2025

UNITED WAY QUAD CITIES
June 30, 2026 and 2025

CONTENTS

	PAGE
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement 1 - Statements of Financial Position	3
2 - Statements of Activities	4 - 5
3 - Statements of Changes in Net Assets	6
4 - Statements of Functional Expenses	7 - 10
5 - Statements of Cash Flows	11
Notes to Financial Statements	12 - 29

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
United Way Quad Cities

Opinion

We have audited the accompanying financial statements of United Way Quad Cities (an Iowa nonprofit corporation), which comprise the statements of financial position as of June 30, 2026 and 2025, and the related statements of activities, changes in net assets, 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 Quad Cities 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 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 Quad Cities 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.

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 Quad Cities' 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 Quad Cities' 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 Quad Cities' 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.

Moline, Illinois
November 2, 2026

UNITED WAY QUAD CITIES
STATEMENTS OF FINANCIAL POSITION
June 30, 2026 and 2025

ASSETS

	2026	2025
CURRENT ASSETS		
Cash and cash equivalents	$ 2,139,602	$ 1,609,441
Cash restricted for CAP Fiscal Agent	-	101,193
Certificates of deposit	2,047,565	3,709,990
Unconditional promises to give:		
Campaign, net	1,965,125	2,470,537
Other, net	463,422	408,849
Other receivables	1,000	5,000
Prepaid expenses	28,286	32,415
Total current assets	$ 6,645,000	$ 8,337,425
INVESTMENTS – ENDOWMENT	$ 4,582,188	$ 4,025,576
PROPERTY AND EQUIPMENT		
Office equipment and technology	$ 283,442	$ 298,545
Building	1,010,842	1,010,842
Total property and equipment	$ 1,294,284	$ 1,309,387
Less accumulated depreciation	629,977	584,400
Net property and equipment	$ 664,307	$ 724,987
OTHER ASSETS		
Certificates of deposit	$ 1,518,612	$ -
Right-of-use asset for operating lease, net	7,582	11,349
Total other assets	$ 1,526,194	$ 11,349
Total assets	$ 13,417,689	$ 13,099,337

LIABILITIES AND NET ASSETS

	2026	2025
LIABILITIES		
Current liabilities:		
Accounts payable and accrued expenses	$ 112,158	$ 137,286
Allocations payable to agencies	2,036,904	2,037,846
Due to CAP Fiscal Agent	-	101,193
Designations payable	116,627	122,592
Mortgage payable - current portion	-	54,195
Operating lease liability - current portion	3,895	3,766
Total current liabilities	$ 2,269,584	$ 2,456,878
Long-term liabilities:		
Operating lease liability - less current portion	3,688	7,583
Total long-term liabilities	$ 3,688	$ 7,583
Total liabilities	$ 2,273,272	$ 2,464,461
NET ASSETS		
Without donor restriction		
Board designated	$ 4,871,148	$ 3,969,389
Invested in property and equipment	664,307	670,792
Undesignated	1,904,288	1,640,472
Total net assets without donor restriction	$ 7,439,743	$ 6,280,653
With donor restriction		
Operations	$ 3,398,358	$ 4,083,101
Endowment	306,316	271,122
Total net assets with donor restriction	$ 3,704,674	$ 4,354,223
Total net assets	$ 11,144,417	$ 10,634,876
Total liabilities and net assets	$ 13,417,689	$ 13,099,337

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

UNITED WAY QUAD CITIES
STATEMENTS OF ACTIVITIES
For the Year Ended June 30, 2026

	Without Donor Restriction	With Donor Restriction	Total
PUBLIC SUPPORT AND REVENUE			
Public support:			
Annual campaign	$ -	$ 3,814,381	$ 3,814,381
Endowment contributions	40,500	1,386	41,886
Gain on prior year's campaign	-	6,255	6,255
Sponsorship revenue	82,569	-	82,569
Designation fees	182	-	182
Contributions of nonfinancial assets	90,263	-	90,263
Total public support	$ 213,514	$ 3,822,022	$ 4,035,536
Revenue:			
Interest and dividends, net	$ 278,878	$ 3,883	$ 282,761
Net unrealized gain on investments	471,216	33,533	504,749
Net realized gain on investments	102,514	7,292	109,806
Wish List	-	3,066	3,066
United for Schools	-	1,044,801	1,044,801
Volunteer Income Tax Assistance	-	26,385	26,385
Education	-	-	-
Women United	-	63,185	63,185
Volunteer Engagement	-	17,393	17,393
United Way QC Operations Capacity	-	133,359	133,359
Vision to Learn	-	23,625	23,625
Miscellaneous	-	(40,258)	(40,258)
Net assets released from restrictions – satisfaction of program restrictions	5,787,835	(5,787,835)	-
Total revenue	$ 6,640,443	$ (4,471,571)	$ 2,168,872
Total public support and revenue	$ 6,853,957	$ (649,549)	$ 6,204,408
EXPENSES			
Program services	$ 4,223,684	$ -	$ 4,223,684
Fundraising	618,489	-	618,489
Administration	852,694	-	852,694
Total expenses	$ 5,694,867	$ -	$ 5,694,867
Change in net assets	$ 1,159,090	$ (649,549)	$ 509,541

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

UNITED WAY QUAD CITIES
STATEMENTS OF ACTIVITIES
For the Year Ended June 30, 2025

	Without Donor Restriction	With Donor Restriction	Total
PUBLIC SUPPORT AND REVENUE			
Public support:			
Annual campaign	$ -	$ 4,317,385	$ 4,317,385
Endowment contributions	15,138	-	15,138
Gain on prior year's campaign	-	14,294	14,294
Sponsorship revenue	60,361	-	60,361
Designation fees	(2,391)	-	(2,391)
Contributions of nonfinancial assets	109,391	-	109,391
Total public support	$ 182,499	$ 4,331,679	$ 4,514,178
Revenue:			
Interest and dividends, net	$ 300,133	$ 2,185	$ 302,318
Net unrealized gain on investments	308,196	5,086	313,282
Net realized gain on investments	52,680	1,971	54,651
Wish List	-	34,375	34,375
United for Schools	-	848,753	848,753
Volunteer Income Tax Assistance	-	18,000	18,000
Education	-	12,710	12,710
Student Voices	-	13,500	13,500
Women United	-	84,137	84,137
Emerging Leaders	-	42,471	42,471
Volunteer Engagement	-	15,963	15,963
Kids United for Literacy	-	39,810	39,810
United Way QC Operations Capacity	-	21,338	21,338
Vision to Learn	-	87,300	87,300
Miscellaneous	-	107,928	107,928
Net assets released from restrictions – satisfaction of program restrictions	5,651,294	(5,651,294)	-
Total revenue	$ 6,312,303	$ (4,315,767)	$ 1,996,536
Total public support and revenue	$ 6,494,802	$ 15,912	$ 6,510,714
EXPENSES			
Program services	$ 4,202,810	$ -	$ 4,202,810
Fundraising	633,775	-	633,775
Administration	862,667	-	862,667
Total expenses	$ 5,699,252	$ -	$ 5,699,252
Change in net assets	$ 795,550	$ 15,912	$ 811,462

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

UNITED WAY QUAD CITIES
STATEMENTS OF CHANGES IN NET ASSETS
For the Years Ended June 30, 2026 and 2025

	Without Donor Restriction	With Donor Restriction	Total
Net assets - June 30, 2024	$ 5,485,103	$ 4,338,311	$ 9,823,414
Change in net assets	795,550	15,912	811,462
Net assets - June 30, 2025	$ 6,280,653	$ 4,354,223	$ 10,634,876
Change in net assets	1,159,090	(649,549)	509,541
Net assets - June 30, 2026	$ 7,439,743	$ 3,704,674	$ 11,144,417

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

UNITED WAY QUAD CITIES
STATEMENTS OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2026

	Program		
	Community Investment	**Community Impact**	**United Way Initiatives**
EXPENSES			
Community Partners and Initiatives	$ 2,001,814	$ 10,476	$ 686,764
Compensation			
Professional salaries	$ 59,449	$ 207,098	$ 537,423
Employee benefits	5,544	14,025	92,327
Payroll taxes	4,522	15,978	40,929
Total compensation	$ 69,515	$ 237,101	$ 670,679
Professional fees and contract service payments	8,214	20,307	29,660
Supplies	1,709	4,236	7,929
Telephone	682	1,957	2,717
Postage and shipping	310	733	1,034
Occupancy	2,301	5,588	6,842
Interest	58	147	174
Insurance	1,400	3,734	4,268
Rental and maintenance of equipment	464	1,148	1,386
Operating lease expense	215	529	641
Printing, publications, and films	49	6,643	15,544
Local travel and meals	1,088	1,969	5,260
Conferences and meetings	483	1,446	5,186
Membership dues	114	276	933
United Way Worldwide dues	4,295	10,448	12,776
IA and IL Association dues	-	9,334	-
Bank and credit card fees	-	-	-
Sponsorship expense	-	-	16,292
Wish List expense	27,735	-	-
Total expenses before depreciation	$ 2,120,446	$ 316,072	$ 1,468,085
Depreciation	2,666	6,298	7,872
Contributed nonfinancial assets	-	58,969	4,026
Total functional expenses	$ 2,123,112	$ 381,339	$ 1,479,983

Services

Volunteer Engagement	Labor	Information Technology for Programs	Total Program Services
$ 18,158	$ -	$ -	$ 2,717,212
$ 59,100	$ 43,092	$ 27,368	$ 933,530
(1,270)	10,402	7,348	128,376
4,586	3,218	1,886	71,119
$ 62,416	$ 56,712	$ 36,602	$ 1,133,025
13,381	4,882	3,832	80,276
2,005	1,367	1,125	18,371
833	284	386	6,859
369	189	129	2,764
2,716	1,384	949	19,780
67	34	23	503
1,600	800	557	12,359
544	276	190	4,008
252	128	88	1,853
662	892	2	23,792
1,080	391	216	10,004
536	24	17	7,692
130	59	41	1,553
5,066	2,580	1,770	36,935
-	-	-	9,334
-	-	-	-
-	8,707	-	24,999
-	-	-	27,735
$ 109,815	$ 78,709	$ 45,927	$ 4,139,054
3,174	1,625	-	21,635
-	-	-	62,995
$ 112,989	$ 80,334	$ 45,927	$ 4,223,684

(Continued)

UNITED WAY QUAD CITIES
STATEMENTS OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2026

	Fundraising	Administrative	
	Resource Development and Major Gifts	Finance	Information Technology for Management
EXPENSES			
Community Partners and Initiatives	$ -	$ -	$ -
Compensation			
Professional salaries	$ 319,500	$ 116,176	$ 44,652
Employee benefits	54,979	20,670	11,989
Payroll taxes	23,496	8,606	3,078
Total compensation	$ 397,975	$ 145,452	$ 59,719
Professional fees and contract service payments	38,497	35,103	6,253
Supplies	12,692	2,487	1,835
Telephone	3,745	650	629
Postage and shipping	5,277	415	210
Occupancy	10,743	2,921	1,548
Interest	272	72	38
Insurance	6,641	1,694	910
Rental and maintenance of equipment	2,172	583	310
Operating lease expense	1,005	271	144
Printing, publications, and films	19,060	5	3
Local travel and meals	5,941	792	352
Conferences and meetings	3,353	109	27
Membership dues	728	124	66
United Way Worldwide dues	20,058	5,447	2,887
IA and IL Association dues	-	-	-
Bank and credit card fees	-	10,238	-
Sponsorship expense	57,570	-	-
Wish List expense	-	-	-
Total expenses before depreciation	$ 585,729	$ 206,363	$ 74,931
Depreciation	12,392	3,428	16,902
Contributed nonfinancial assets	20,368	-	6,000
Total functional expenses	$ 618,489	$ 209,791	$ 97,833

Marketing and Brand Strategy	Other Administrative	Total Administrative	Total 2026
$ -	$ -	$ -	$ 2,717,212
$ 234,148	$ 103,341	$ 498,317	$ 1,751,347
28,823	12,948	74,430	257,785
17,921	7,825	37,430	132,045
$ 280,892	$ 124,114	$ 610,177	$ 2,141,177
24,922	11,179	77,457	196,230
4,836	2,131	11,289	42,352
2,446	909	4,634	15,238
975	383	1,983	10,024
6,113	2,730	13,312	43,835
152	63	325	1,100
3,667	1,400	7,671	26,671
1,229	533	2,655	8,835
569	249	1,233	4,091
39,651	77	39,736	82,588
2,255	1,007	4,406	20,351
2,049	562	2,747	13,792
266	107	563	2,844
11,407	5,081	24,822	81,815
-	-	-	9,334
-	-	10,238	10,238
-	-	-	82,569
-	-	-	27,735
$ 381,429	$ 150,525	$ 813,248	$ 5,538,031
8,915	3,301	32,546	66,573
-	900	6,900	90,263
$ 390,344	$ 154,726	$ 852,694	$ 5,694,867

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

UNITED WAY QUAD CITIES
STATEMENTS OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2025

	Program		
	Community Investment	**Community Impact**	**United Way Initiatives**
EXPENSES			
Community Partners and Initiatives	$ 2,007,819	$ 39,543	$ 696,920
Compensation			
Professional salaries	$ 79,781	$ 217,901	$ 394,359
Employee benefits	10,374	31,574	68,839
Payroll taxes	6,615	18,390	33,367
Total compensation	$ 96,770	$ 267,865	$ 496,565
Professional fees and contract service payments	8,073	22,379	12,495
Supplies	1,687	4,624	3,777
Telephone	646	1,774	3,447
Postage and shipping	353	901	491
Occupancy	3,076	7,988	5,397
Interest	244	636	381
Insurance	1,564	4,232	1,787
Rental and maintenance of equipment	537	1,405	946
Operating lease expense	253	661	424
Printing, publications, and films	571	17,111	22,131
Local travel and meals	1,099	1,754	3,927
Conferences and meetings	2,367	3,123	1,285
Membership dues	132	373	112
United Way Worldwide dues	4,217	10,871	7,491
IA and IL Association dues	-	8,771	-
Bank and credit card fees	-	-	-
Sponsorship expense	581	-	274
Wish List expense	23,984	-	-
Total expenses before depreciation	$ 2,153,973	$ 394,011	$ 1,257,850
Depreciation	2,740	7,307	8,351
Contributed nonfinancial assets	-	73,081	-
Total functional expenses	$ 2,156,713	$ 474,399	$ 1,266,201

Services			
Volunteer Engagement	**Labor**	**Information Technology for Programs**	**Total Program Services**
$ 16,899	$ -	$ -	$ 2,761,181
$ 101,534	$ 41,829	$ 30,759	$ 866,163
15,710	10,252	7,170	143,919
8,835	3,405	2,526	73,138
$ 126,079	$ 55,486	$ 40,455	$ 1,083,220
11,565	3,190	5,633	63,335
1,875	902	791	13,656
946	167	302	7,282
392	178	120	2,435
3,457	1,622	1,085	22,625
282	129	84	1,756
2,094	888	510	11,075
620	288	189	3,985
290	134	88	1,850
3,407	301	234	43,755
934	343	178	8,235
878	116	127	7,896
205	81	41	944
4,607	2,189	1,495	30,870
-	-	-	8,771
-	-	-	-
-	8,923	-	9,778
-	-	-	23,984
$ 174,530	$ 74,937	$ 51,332	$ 4,106,633
3,132	1,566	-	23,096
-	-	-	73,081
$ 177,662	$ 76,503	$ 51,332	$ 4,202,810

(Continued)

UNITED WAY QUAD CITIES
STATEMENTS OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2025

	Fundraising		Administrative
	Resource Development and Major Gifts	Finance	Information Technology for Management
EXPENSES			
Community Partners and Initiatives	$ -	$ -	$ -
Compensation			
Professional salaries	$ 341,881	$ 107,703	$ 50,185
Employee benefits	66,793	19,815	11,698
Payroll taxes	27,744	8,586	4,122
Total compensation	$ 436,418	$ 136,104	$ 66,005
Professional fees and contract service payments	53,890	30,613	9,191
Supplies	10,867	2,376	1,291
Telephone	3,099	386	492
Postage and shipping	3,396	382	197
Occupancy	12,477	3,277	1,770
Interest	967	252	138
Insurance	5,956	1,479	832
Rental and maintenance of equipment	2,185	568	309
Operating lease expense	1,018	266	144
Printing, publications, and films	14,949	888	380
Local travel and meals	5,131	568	290
Conferences and meetings	1,991	367	208
Membership dues	742	114	67
United Way Worldwide dues	17,110	4,534	2,438
IA and IL Association dues	-	-	-
Bank and credit card fees	-	14,790	-
Sponsorship expense	50,583	-	-
Wish List expense	-	-	-
Total expenses before depreciation	$ 620,779	$ 196,964	$ 83,752
Depreciation	12,996	3,314	27,620
Contributed nonfinancial assets	-	-	6,672
Total functional expenses	$ 633,775	$ 200,278	$ 118,044

Marketing and Brand Strategy	Other Administrative	Total Administrative	Total 2025
$ -	$ -	$ -	$ 2,761,181
$ 194,394	$ 99,254	$ 451,536	$ 1,659,580
27,774	13,286	72,573	283,285
15,461	7,940	36,109	136,991
$ 237,629	$ 120,480	$ 560,218	$ 2,079,856
26,639	7,576	74,019	191,244
4,070	1,744	9,481	34,004
1,562	635	3,075	13,456
786	304	1,669	7,500
7,152	2,761	14,960	50,062
558	216	1,164	3,887
3,507	1,384	7,202	24,233
1,253	485	2,615	8,785
585	227	1,222	4,090
63,408	559	65,235	123,939
1,935	729	3,522	16,888
2,604	965	4,144	14,031
294	118	593	2,279
9,793	3,771	20,536	68,516
-	-	-	8,771
-	-	14,790	14,790
-	-	-	60,361
-	-	-	23,984
$ 361,775	$ 141,954	$ 784,445	$ 5,511,857
8,238	2,740	41,912	78,004
27,938	1,700	36,310	109,391
$ 397,951	$ 146,394	$ 862,667	$ 5,699,252

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

UNITED WAY QUAD CITIES
STATEMENTS OF CASH FLOWS
For the Years Ended June 30, 2026 and 2025

	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ 509,541	$ 811,462
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities		
Depreciation	66,573	78,004
Provision for uncollectible promises to give	119,925	129,980
Realized net (gain) loss on investments	(109,806)	(54,651)
Unrealized net (gain) loss on investments	(504,749)	(313,282)
(Increase) decrease in cash restricted for CAP Fiscal Agent	101,193	304,650
(Increase) decrease in unconditional promises to give	330,915	(280,139)
Cash collected from prior-year Employee Retention Credit	-	138,228
(Increase) decrease in other receivables	4,000	-
(Increase) decrease in prepaid expenses	4,129	(2,575)
Increase (decrease) in accounts payable and accrued expenses	(25,128)	(135,171)
Increase (decrease) in allocations payable to agencies	(942)	(851,729)
Increase (decrease) in designations payable	(5,965)	70,092
Increase (decrease) in due to CAP Fiscal Agent	(101,193)	(304,650)
Net cash provided by (used in) operating activities	$ 388,493	$ (409,781)
CASH FLOWS FROM INVESTING ACTIVITIES		
Net sale (purchase) of certificates of deposit	$ 143,813	$ 392,155
Net change in endowment	57,943	79,917
Purchase of fixed assets	(5,893)	-
Net cash provided by investing activities	$ 195,863	$ 472,072
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal payments on mortgage	$ (54,195)	$ (62,470)
Net cash used by financing activities	$ (54,195)	$ (62,470)
Increase (decrease) in cash and cash equivalents	$ 530,161	$ (179)
Cash and cash equivalents - Beginning of year	1,609,441	1,609,620
Cash and cash equivalents - End of year	$ 2,139,602	$ 1,609,441
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash paid during the year for interest	$ 1,100	$ 3,887

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

NOTE 1 – NATURE OF THE ORGANIZATION

United Way Quad Cities' ("United Way QC" or the "Organization") mission is to unite the community to create access and opportunity for all to thrive.

United Way Quad Cities brings people together to solve problems and create opportunities so everyone has the chance to learn, earn, and thrive. United Way QC works with schools, nonprofits, businesses, donors, and volunteers to help more children succeed in school, more families become financially stable, and more people stay healthy. When more people have the opportunity to succeed, the community is stronger.

United Way QC is autonomous and is governed by a Board of Directors composed of local volunteers representing a broad cross-section of the community, and participates in a national trade association, United Way Worldwide.

The following initiatives and supporting services of United Way QC are included in the accompanying financial statements:

Resource Development and Major Gifts – Efficiently and effectively raise the maximum amount of funds from employees, businesses, individuals, grants, labor members, and foundations to improve the quality of life for individuals and families in the Quad Cities area. In addition, United Way QC is building an Endowment to help guarantee quality of life in the community into the future.

Community Investment – United Way QC works hard to ensure Community Impact contributions are invested in several targeted priorities to make the maximum impact possible in the Quad Cities area. Allocable Community Impact grants are distributed through a volunteer review process, whereby local volunteers assess programs and recommend fund allocations to the United Way QC Board of Directors. In the Quad Cities, approximately 120 volunteers are involved in this important, multi-year process. The Board of Directors also invests Community Impact funds in United Way QC operations and United Way QC Initiatives as needed.

Community Impact – Create long-lasting changes that get to the root causes by focusing on critical issues in the community in education, income, and health—the foundation of stability for all. By channeling its time and resources, United Way QC creates measurable change where it's needed most. United Way QC's Education Council and other key stakeholders help lead the development of initiatives to achieve community impact.

United Way Initiatives and Donor Networks – United Way QC works closely with local change makers to transform the lives of Quad Citians through its Donor Networks. Staff provide support to volunteers and workplace campaigns centered on one or more of the Donor Networks.

NOTE 1 – (Continued)

Women United – Women United is a group of dedicated women who are committed to making the Quad Cities the best place for kids to grow up. This group's vision is that every child enters kindergarten ready to learn and on the path to meeting reading standards by third grade.

United for Schools – United for Schools brings United Way to the center of Title I schools. The United for Schools initiative addresses opportunity and resource gaps with research-driven, school-aligned programming at partner schools. United Way QC focuses on accelerating student achievement and empowering students and their families through partnerships with service providers, businesses, and engaged individuals and groups. In addition, through programming, volunteering, and consulting, United Way QC connects schools with the specific resources they need to create the conditions for all families to learn, earn, and live. These services range from medical care to educational needs to family and community engagement. United Way QC is here to listen, understand, and work together with schools to provide solutions inside and outside the classroom to ensure all students succeed.

Vision to Learn – An in-school program that helps put kids' futures in focus by identifying vision issues and providing students with two new pairs of eyeglasses.

Volunteer Income Tax Assistance (VITA) – A free tax preparation service provided to the community. Trained volunteers prepare taxes and ensure clients receive all eligible tax credits, including the Earned Income Tax Credit and the Child Tax Credit.

Volunteer Engagement – Volunteer engagement is a strategy to inspire employees in the workplace to further United Way's mission by committing to long-term, ongoing projects that move the needle in education, income, and health. Day of Caring, where thousands of individuals volunteer for hundreds of projects throughout the community, is one of United Way QC's largest volunteer events. Corporate volunteer opportunities can include conducting book drives or school supply drives, reading, mentoring, assisting in food delivery, and more.

Labor – The mission of the Community Services Liaison is to develop and support the active participation of labor in United Way QC activities such as Resource Development, Community Investment, and Community Impact.

Finance – Responsible for overseeing financial matters within United Way QC. Finance Committee volunteers monitor United Way QC's financial activities. Audit Committee volunteers monitor the United Way QC independent CPA annual audit.

Information Technology for Management and Programs – Responsible for maintaining, maximizing usage, and enhancing the use of technology at United Way QC, among its partners and with its constituents as volunteers and contributors.

NOTE 1 – (Continued)

Marketing and Brand Strategy – Responsible for public relations, brand strategy, web design, external content creation, and event communications/marketing material. This team communicates through a variety of media and vehicles to the general public and target constituents about United Way QC activities, investments, and achievements.

Administration – Responsible for overseeing all aspects of operations. This includes those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization. United Way QC's work is led by a Board of Directors, with support from several committees and numerous volunteers.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting – The financial statements of United Way QC have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

Basis of Presentation and Net Assets – Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of United Way QC and changes therein are classified and reported as follows:

Net Assets without Donor Restriction: Net assets that are not subject to donor-imposed stipulations.

Net Assets with Donor Restriction: Net assets subject to donor-imposed stipulations that may or will be met by actions of United Way QC, the passage of time, or both. Also, net assets subject to donor-imposed stipulations that neither expire by passage of time nor can be met by actions of United Way QC. As of June 30, 2026 and 2025, the Organization had net assets with donor restriction of $3,704,674 and $4,354,223, respectively.

Restricted Contributions – United Way QC reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restriction are reclassified to net assets without donor restriction and reported in the statements of activities as net assets released from restrictions.

Use of Estimates – The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts of 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 those estimates.

NOTE 2 – (Continued)

Cash and Cash Equivalents – Cash and cash equivalents include cash on hand and amounts available in checking and savings accounts.

For purposes of reporting cash flows, the Organization considers all cash accounts which are not subject to withdrawal restrictions or penalties, and all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

Investments – Investments in equity securities, debt securities, and mutual funds are stated at fair value as determined by quoted market prices with unrealized gains and losses included in the statements of activities. Certificates of deposit are valued based on original cost plus accrued interest, which approximates fair value. Gains and losses on sales of investments are determined by the specific-identification method. Realized and unrealized gains and losses on investments, interest, and dividends are reported as increases and decreases in net assets without donor restriction unless the income is restricted by donor or law.

Fair Value Measurements – The Fair Value Measurement topic of the FASB Accounting Standards Codification defines fair value, establishes a framework for measuring fair value, and expands disclosures of fair value measurements. It also emphasizes that fair value is a market-based measurement, not an entity-specific measurement, and sets out a fair value hierarchy with the highest priority being quoted prices in active markets. Fair value measurements are disclosed by level within that hierarchy.

Property and Equipment – Property and equipment is stated at cost. Depreciation is computed by the straight-line method over the estimated useful lives, which range from three to thirty years. Depreciation expense amounted to $66,573 and $78,004 in 2026 and 2025, respectively.

The Organization's policy is to capitalize assets in excess of $1,500 if the useful life is more than three years.

Revenue Recognition – United Way QC recognizes revenue in accordance with FASB Accounting Standards Codification (ASC) Topic 958, Not-for-Profit Entities – Revenue Recognition, and, when applicable, ASC Topic 606, Revenue from Contracts with Customers.

Campaign Contributions and Promises to Give – Contributions, including campaign pledges, are recognized as revenue when the donor makes an unconditional promise to give. Promises to give that are expected to be collected within one year are recorded at net realizable value. Promises to give expected to be collected in future years are recorded at the present value of estimated future cash flows, discounted at rates commensurate with the risks involved. An allowance for uncollectible pledges is established based on historical collection experience, current economic conditions, and specific donor analysis. Conditional promises to give are not recognized until the conditions are substantially met.

NOTE 2 – (Continued)

Designations Payable – Donors may designate all or part of their campaign contributions to other qualified charitable organizations. These amounts are treated as agency transactions under ASC 958-605 because the Organization does not exercise variance power or control over the funds. Accordingly, such designated amounts are excluded from contribution revenue and are reported as a liability, Designations payable, until distributed.

Grants and Exchange Transactions – Grants and contracts that represent exchange transactions—in which the resource provider receives commensurate value in return—are recognized as revenue when the related performance obligations are satisfied, generally as qualifying expenditures are incurred.

Contributed Nonfinancial Assets – An appreciable number of volunteers have donated significant amounts of their time. All donated goods and services that meet the criteria for recognition are reflected at their estimated fair values at the date of receipt. Contributed nonfinancial assets totaled $90,263 and $109,391 for the years ended June 30, 2026 and 2025, respectively.

Event and Sponsorship Revenue – Event fees, sponsorships, and other exchange revenues are recognized when the related event occurs or when the sponsorship obligations are fulfilled. A liability is recorded for amounts received in advance of satisfying these performance obligations.

Expenses – Expenses are recorded when incurred in accordance with the accrual basis of accounting. Expenses are charged directly to the programs to which they relate, when identifiable.

Functional Expense Allocation Method – The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Salaries and related expenses are allocated based on estimates of time and effort. All other expenses are allocated based on direct use.

Income Tax Status – United Way Quad Cities, a nonprofit organization, is exempt from income tax under Section 501(c)(3) of the U.S. Internal Revenue Code and comparable state law. The Organization has been classified as a publicly supported organization that is not a private foundation under Section 509(a) of the Code.

The Organization evaluates the tax benefits of a tax position using the "more likely than not" threshold. As of June 30, 2026, management is not aware of any uncertain tax positions and related tax benefits which would be material to the Organization's financial statements.

NOTE 3 – RECENTLY ADOPTED ACCOUNTING PRONOUNCEMENTS

The Organization has adopted FASB ASC 842, Leases, with a date of initial application of July 1, 2022, using the modified retrospective transition approach, applying the new standard to all of its leases existing at the date of initial application, which is the effective date of adoption. For leases with a lease term greater than one year, the Organization recognizes a lease asset for its right to use the underlying leased asset and a lease liability for the corresponding lease obligations. The Organization determines whether an arrangement is or contains a lease at contract inception. Operating leases with a duration greater than one year are included in operating lease right-of-use assets (ROU), current portion operating lease liabilities, and operating lease liabilities, net of current portion in the Organization's statements of financial position at June 30, 2026 and 2025. Operating lease ROU assets and operating lease liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. In determining the present value of lease payments, the Organization uses a risk-free rate of a period comparable with that of the lease term. The Organization considers the lease term to be the noncancelable period that it has the right to use the underlying asset, including all periods covered by an option to (1) extend the lease if the Organization is reasonably certain to exercise the option, (2) terminate the lease if the Organization is reasonably certain not to exercise that option, and (3) extend, or not to terminate, the lease in which exercise of the option is controlled by the lessor.

The Organization has elected, for the underlying classes of assets, to not recognize ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less at lease commencement and that do not include an option to purchase the underlying asset that the Organization is reasonably certain to exercise. The new standard also provides practical expedients and certain exemptions for the Organization's ongoing accounting. The Organization has elected the short-term lease recognition exemption for all leases that qualify. This means, for those leases where the initial lease term is one year or less or for which the ROU asset at inception is deemed immaterial, the Organization does not recognize ROU assets or lease liabilities. Those leases are expensed on a straight-line basis over the term of the lease.

NOTE 4 – CONCENTRATIONS OF CREDIT RISK

The Organization's cash balances at local financial institutions at times exceed $250,000. Accounts at the institutions are insured by the Federal Deposit Insurance Corporation (FDIC) or the National Credit Union Administration (NCUA) up to $250,000. As of June 30, 2026 and 2025, cash and certificates of deposit balances exceeded insured amounts by $40,790 and $73,757, respectively. Management believes that the credit risk related to these deposits is minimal.

NOTE 5 – UNCONDITIONAL PROMISES TO GIVE

Unconditional promises to give are recorded in the period the promise is made, net of an initial estimate of potential uncollectible promises to give and/or a present value discount. Any subsequent differences between the estimated and actual uncollectible amounts are reported as gains or losses in the net asset class in which the promise to give was originally reported.

NOTE 5 – (Continued)

A summary of unconditional promises to give as of June 30, 2026 and 2025 is as follows:

	2026	2025
Campaign		
Receivables due in less than one year	$ 2,085,050	$ 2,600,517
Allowance for uncollectible promises to give	(119,925)	(129,980)
Net unconditional campaign promises to give	$ 1,965,125	$ 2,470,537
Gross other receivables	$ 463,422	$ 408,849
Amount due in:		
Less than one year	$ 463,422	$ 408,849
One to five years	- - -	- - -
Net other receivables	$ 463,422	$ 408,849

NOTE 6 – INVESTMENTS – ENDOWMENT

Investments consist of the following at June 30, 2026 and 2025:

	2026			
	Cost Basis	Gross Unrealized Gains	Gross Unrealized (Losses)	Fair Value
Pooled separate accounts	$3,332,299	$1,249,889	$ - - -	$4,582,188
Total	$3,332,299	$1,249,889	$ - - -	$4,582,188

	2025			
	Cost Basis	Gross Unrealized Gains	Gross Unrealized (Losses)	Fair Value
Pooled separate accounts	$3,280,436	$ 745,140	$ - - -	$4,025,576
Total	$3,280,436	$ 745,140	$ - - -	$4,025,576

The investments of the Organization are exposed to various risks such as interest rate, market, and credit risk. Due to the level of risk associated with such investments and the level of uncertainty related to changes in the value of such investments, it is at least reasonably possible that changes in risks in the near term could materially affect investment balances and the amounts reported in the financial statements.

NOTE 7 – FAIR VALUE MEASUREMENTS

The fair values of investments consist of the following as of June 30, 2026 and 2025:

	2026			
	Total Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
Investments:				
Pooled separate accounts	$4,582,188	$4,462,649	$ 119,539	$ - - -

	2025			
	Total Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
Investments:				
Pooled separate accounts	$4,025,576	$3,901,186	$ 124,390	$ - - -

There were no transfers of assets between Levels 1, 2, and 3 of the fair value hierarchy during the years ended June 30, 2026 and 2025.

FASB ASC 820, Fair Value Measurement, provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy consists of three broad levels:

Level 1: Quoted prices (unadjusted) for identical assets or liabilities in active markets that the entity has the ability to access at the measurement date. Level 1 inputs consist of the unadjusted quoted prices in active markets for identical assets and have the highest priority.

Level 2: Significant observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data.

Level 3: Significant unobservable inputs that reflect a reporting entity's own assumptions about the assumptions that market participants would use in pricing an asset or liability.

NOTE 7 – (Continued)

A description of the valuation methodologies used for significant assets and liabilities measured at fair value, as well as the general classification of such instruments pursuant to the valuation hierarchy, is set forth below:

Investments: Where quoted prices are available in an active market, securities are classified within Level 1 of the valuation hierarchy. Level 1 securities include the portion of the pooled separate accounts with quoted prices in active markets.

If quoted market prices are not available, then fair values are estimated by using pricing models, quoted prices of securities with similar characteristics or discounted cash flows, and are classified as Level 2 of the valuation hierarchy. Level 2 securities include the portion of the pooled separate accounts valued using other observable inputs.

There have been no changes in valuation techniques used for any assets or liabilities measured at fair value during the years ended June 30, 2026 or 2025.

The pooled separate accounts are maintained by the Quad Cities Community Foundation and the Moline Foundation.

NOTE 8 – ENDOWMENT FUNDS

The Organization's investment funds consist of several individual funds established for a variety of purposes. The Organization's portfolio includes donor-restricted funds and funds designated by the Board of Directors. The Board of Directors of the Organization has interpreted that the Organization is not subject to the State of Iowa Uniform Prudent Management of Institutional Funds Act since the Organization's bylaws provide for variance power including spending from principal.

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. The Organization's endowment funds are invested in various types of investments managed by the Quad Cities Community Foundation. The Organization's investments are at a moderate level of risk with the diversification of assets within the parameters of the Quad Cities Community Foundation's investment policy. The Organization's spending policy of funds is based on a calculation provided by the Quad Cities Community Foundation of 4.5% of the spendable balance of the fund.

The Organization also holds endowment funds invested in various types of investments held by the Moline Foundation.

NOTE 8 – (Continued)

The composition of net assets relating to endowment funds as of June 30, 2026 and 2025 is as follows:

	2026		
	Without Donor Restriction	With Donor Restriction	Total
Donor-restricted	$ - - -	$306,316	$ 306,316
Board designated	4,275,872	- - -	4,275,872
Total	$4,275,872	$306,316	$4,582,188

	2025		
	Without Donor Restriction	With Donor Restriction	Total
Donor-restricted	$ - - -	$271,122	$ 271,122
Board designated	3,754,454	- - -	3,754,454
Total	$3,754,454	$271,122	$4,025,576

The following schedules summarize changes in endowment net assets for the years ended June 30, 2026 and 2025:

	2026		
	Without Donor Restriction	With Donor Restriction	Total
Net assets, beginning of year	$3,754,454	$ 271,122	$4,025,576
Investment return:			
Dividend and interest income	$ 92,831	$ 6,638	$ 99,469
Net appreciation (realized and unrealized)	573,730	40,825	614,555
Total investment return	$ 666,561	$ 47,463	$ 714,024
Contributions	$ 40,500	$ 1,386	$ 41,886
Fees	(36,073)	(2,755)	(38,828)
Distributions	(149,570)	(10,900)	(160,470)
Net assets, end of year	$ 4,275,872	$ 306,316	$4,582,188

NOTE 8 – (Continued)

	2025		
	Without Donor Restriction	With Donor Restriction	Total
Net assets, beginning of year	$3,486,557	$ 251,003	$3,737,560
Investment return:			
Dividend and interest income	$ 81,776	$ 5,854	$ 87,630
Net appreciation (realized and unrealized)	343,271	24,661	367,932
Total investment return	$ 425,047	$ 30,515	$ 455,562
Contributions	$ 15,138	$ - - -	$ 15,138
Fees	(35,838)	(2,896)	(38,734)
Distributions	(136,450)	(7,500)	(143,950)
Net assets, end of year	$ 3,754,454	$ 271,122	$4,025,576

NOTE 9 – ALLOCATIONS PAYABLE TO AGENCIES

As part of its community investment process, United Way QC allocates funds to partner agencies that support strategic priorities in education, income, and health throughout Scott and Rock Island Counties. Funding applications are reviewed biennially by volunteer Strategic Investment panels, and recommendations are approved by the Organization's Board of Directors.

Upon Board approval, the allocations become unconditional promises to give and are therefore recognized as liabilities in the accompanying statements of financial position in accordance with FASB ASC 958-720, Not-for-Profit Entities – Other Expenses. Allocations are generally payable to agencies during the subsequent fiscal year.

At June 30, 2026 and 2025, allocations payable to agencies totaled $2,036,904 and $2,037,846, respectively.

NOTE 10 – DESIGNATIONS PAYABLE

Donors may designate a portion of their campaign pledges to qualified charitable organizations of their choice. In these instances, United Way QC acts solely as an agent, transmitting such designated contributions to the specified beneficiary organizations. Because the Organization has no variance power or discretion over these designated amounts, they are not included in public support or revenue in the accompanying statements of activities, in accordance with FASB ASC 958-605, Not-for-Profit Entities – Revenue Recognition.

Amounts collected but not yet remitted to designated agencies are reported as "Designations payable" in the statements of financial position. At June 30, 2026 and 2025, these balances were $116,627 and $122,592, respectively.

Beginning with the 2017 campaign (FY18), the Organization's Board of Directors expanded the allowable designations beyond Internal Revenue Code Section 501(c)(3) organizations to include all organizations recognized as charitable recipients under IRC Section 170.

NOTE 11 – RETIREMENT PLANS

Effective July 1, 2011, the Organization started a defined contribution pension plan under Internal Revenue Code Section 403(b), covering all employees who meet the eligibility requirements. The Organization's contributions are discretionary as determined by the Board of Directors.

Participants are immediately vested in their contributions and fully vested in employer contributions after five years of service. The Organization's contributions for the years ended June 30, 2026 and 2025 were $148,198 and $133,623, respectively.

NOTE 12 – BOARD-DESIGNATED NET ASSETS

A summary of the net assets designated by the Board of Directors for specific purposes at June 30, 2026 and 2025 is as follows:

	2026	2025
Endowment funds:		
Endowment fund	$4,275,872	$3,754,454
Acceleration fund	500,000	100,000
Emergency grant fund	95,276	114,935
Total	$4,871,148	$3,969,389

Endowment Fund – The Board of Directors has designated endowment funds, managed by the Quad Cities Community Foundation and the Moline Foundation, to develop sustaining financial strength of the Organization. A portion of these funds is used to support the annual operating budget.

Acceleration Fund – In FY25, the Board created the Acceleration Fund by setting aside a portion of allocable funds to support bold, collaborative solutions that encourage risk-taking and innovation. Agencies will complete an application process as determined by United Way QC, with final approval going to the Board.

Emergency Grant Fund – Each year during the Community Investment process, the Board sets aside a portion of allocable funds as available for agencies in need of emergency funding. An application is completed by the agency and the Board decides whether to approve the emergency grant request.

NOTE 13 – NET ASSETS WITH DONOR RESTRICTION

A summary of net assets with donor restriction for operations and endowment as of June 30, 2026 and 2025 is as follows:

Operations	2026	2025
Purpose and time restriction:		
Promises to give for future campaign	$917,856	$1,281,428
Purpose restriction:		
Wish List	9,134	33,803
Volunteer Income Tax Assistance	37,147	46,282
Women United	374,106	577,788
United for Schools	1,264,762	928,521
Emerging Leaders	28,297	90,089
Read United	28,929	21,267
Education	90,412	146,599
Vision to Learn	1,972	77,098
African American Leadership Society	3,681	48,502
United Way QC Operations Capacity	632,508	575,030
Volunteer Engagement	6,554	7,319
Innovation Grants	- - -	25,578
Early Education	- - -	33,448
United for Equity	- - -	77,240
Student Voices	- - -	9,962
Kids United for Literacy	- - -	18,147
Talent Development	- - -	85,000
Medicaid Coalition	3,000	- - -
Total net assets with donor restriction for operations	$3,398,358	$4,083,101

Endowment	2026	2025
Purpose restriction:		
Senior citizens	$237,293	$209,290
Education/Reading based	69,023	61,832
Total net assets with donor restriction for endowment	$306,316	$271,122

NOTE 14 – NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of time or other events specified by donors during the years ended June 30, 2026 and 2025, as follows:

	2026	2025
Purpose restriction accomplished:		
Wish List	$ 27,735	$ 23,412
Volunteer Income Tax Assistance	46,282	40,097
Women United	266,866	453,765
United for Schools	755,375	282,213
Emerging Leaders	15	90,087
Read United	1,240	4,158
Education	9,280	25,391
Vision to Learn	77,098	84,826
African American Leadership Society	31,773	32,660
United Way QC Operations Capacity	426,898	428,545
Volunteer Engagement	7,319	8,134
Nonprofit Excellence	- - -	52,249
Innovation Grants	25,578	- - -
Early Education	33,448	- - -
United for Equity	14,000	2,000
Student Voices	9,962	- - -
Kids United for Literacy	18,147	- - -
Talent Development	85,000	- - -
QC DEI Leadership Series	- - -	6,675
Purpose and time restrictions expired:		
Promises to give for future campaign	1,281,428	1,387,970
Promises to give for current campaign	2,670,391	2,729,112
Net assets released from restrictions	$5,787,835	$5,651,294

NOTE 15 – MORTGAGE PAYABLE

Payable to	2026	2025	Terms
A financial institution	$ - - -	$ 54,195	Monthly payments of $5,530, including interest at 4.34%, matures April 1, 2026. During the year ended June 30, 2026, the Organization repaid the outstanding principal balance of the debt in full.
Total	$ - - -	$ 54,195	
Current portion	$ - - -	$ 54,195	
Long-term portion	- - -	- - -	
Total	$ - - -	$ 54,195	

NOTE 16 – CONTRIBUTED NONFINANCIAL ASSETS

Recorded in the financial statements for the years ended June 30, 2026 and 2025 are the following in-kind categories:

	2026	2025
Contributed nonfinancial assets	$90,263	$109,391
Functional expenses:		
Program services	$62,995	$73,081
Fundraising	20,368	---
Administrative	6,900	36,310
Total functional expenses	$90,263	$109,391

	Revenue Recognized 2026	Revenue Recognized 2025	Utilization in Programs/Activities	Donor Restrictions
Fundraising Goods	$ - - -	$ 15,486	Fundraising events or incentives	No associated donor restrictions
Services	90,263	62,736	Various Administrative: IT services, janitorial, recycling and staff training	No associated donor restrictions
Media	- - -	31,169	Communications services: Advertising and video production	No associated donor restrictions
TOTAL	$90,263	$109,391		

United Way QC values donated goods and services at fair value, generally based on invoices or receipts provided by the donor. The Organization does not sell donated gifts in kind and only uses services, goods, and facilities for its own program or supporting services.

NOTE 17 – ANNUAL CAMPAIGN

The 2025 (FY26) and 2024 (FY25) United Way QC Campaigns raised $6,037,045 and $6,232,093, respectively. These amounts are reduced by the provision for uncollectible contributions and designations to arrive at the net annual campaign amounts of $3,814,381 and $4,317,385 for 2025 (FY26) and 2024 (FY25), respectively, which are reported on the statements of activities.

NOTE 18 – AVAILABLE RESOURCES AND LIQUIDITY

United Way QC monitors, on a monthly basis, the liquidity required to meet its operating needs and commitments to community partners. United Way QC has various sources of liquidity at its disposal, including cash and cash equivalents and investments in certificates of deposit.

For the purpose of analyzing resources available to meet general expenditures over a twelve-month period, United Way QC considers all expenditures related to its ongoing mission-related activities as well as the conduct of services undertaken to support those activities to be general expenditures.

The following reflects United Way QC's financial assets as of the statement of financial position date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date.

Financial assets at year-end:	2026	2025
Cash and cash equivalents	$ 2,167,513	$ 1,609,441
Certificates of deposit	3,566,177	3,709,990
Investments	4,582,188	4,025,576
Unconditional promises to give	2,428,547	2,879,386
Other receivables	1,000	5,000
Total financial assets	$12,745,425	$12,229,393
Less amounts not available to be used within one year:		
Net assets with donor restriction	$ 3,704,674	$ 4,354,223
Long-term certificates of deposit	1,518,612	- - -
Long-term unconditional promises to give	- - -	- - -
Allocations payable	2,036,904	2,037,846
Designations payable	116,627	122,592
Total amounts not available to be used within one year	$ 7,376,817	$ 6,514,661
Financial assets available to meet general expenditures over the next twelve months	$ 5,368,608	$ 5,714,732

The amounts reported above as of June 30, 2026, and June 30, 2025, include Board designated amounts of $4,871,148 and $3,969,389, respectively. These designated funds are earmarked for specific initiatives and should be considered when assessing the Organization's overall liquidity and resource availability.

The amounts reported above as of June 30, 2026 and June 30, 2025, include Board-designated net assets of $4,582,188 and $4,025,576, respectively (see Note 12). Although the Organization does not intend to use these amounts for purposes other than those designated by the Board, the amounts could be made available for general expenditures through Board action.

NOTE 19 – LEASE

The Organization leases a copier under a 5-year noncancelable operating lease that expires May 2028 with monthly lease payments of $341. The Organization has classified this lease as an operating lease. The lease does not include termination options for either party to the lease or restrictive financial or other covenants. The risk-free rate used by the Organization is 3.37%.

Total operating lease expense for the years ended June 30, 2026 and 2025 was $4,091 and $4,090, respectively.

All leases:

The Organization has no material related-party leases. The Organization's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

Lease cost:

Operating lease costs	$ 4,091
Short-term lease costs	- - -
Total lease cost	$ 4,091

Other information:

Cash paid for amounts included in the measurement of lease liabilities	
Operating cash flows from operating leases	$ 4,091

The aggregate future lease payments for operating leases as of June 30, 2026 are as follows:

Year Ended June 30	Operating Leases
2027	$ 4,091
2028	3,749
Total undiscounted minimum lease payments	7,840
Less: Present value discount	257
Lease liability	$ 7,583

Categorized as follows:

Short-term	$ 3,895
Long-term	3,688
Total	$ 7,583

NOTE 20 – QUAD CITIES COMMUNITY FOUNDATION

The Organization is the designated beneficiary of two funds held at the Quad Cities Community Foundation (QCCF), which were established by outside donors for the benefit of United Way Quad Cities. Under the terms of the fund agreements, the QCCF retains variance power, as defined by the Financial Accounting Standards Board, which gives the Foundation the unilateral authority to redirect the use of the assets to other charitable purposes if the purposes of the Organization become unnecessary, incapable of fulfillment, or inconsistent with the needs of the community.

Because the Foundation retains variance power and the Organization does not control the use or investment of the assets, the funds are not recorded as assets in the accompanying financial statements. The Organization may, however, request distributions from the funds in accordance with QCCF's spending policies and the terms of the donor agreements.

The balances of the funds held for the benefit of the Organization were $236,743 and $207,414 as of June 30, 2026 and 2025, respectively.

NOTE 21 – CAP FISCAL AGENT

United Way QC serves as the fiscal agent for the Coordinated Assessment Program ("CAP") in Scott County, Iowa, under a Memorandum of Understanding with Family Resources, Inc. (FRI). CAP provides holistic needs assessments, case planning, and coordination services for youth and families. As fiscal agent, United Way QC receives and holds funds from the City of Davenport, City of Bettendorf, Scott County, Deere & Company, and other sources, and reimburses FRI for eligible expenses. The Organization does not have variance power or administrative discretion over these funds. Accordingly, these amounts are not included in public support, revenue, or expenses in the accompanying statements of activities but are recorded as "Cash restricted for CAP Fiscal Agent" and a corresponding liability, "Due to CAP Fiscal Agent," on the statements of financial position. At June 30, 2026 and 2025, the balances held on behalf of CAP were $0 and $101,193, respectively.

NOTE 22 – SUBSEQUENT EVENTS

United Way Quad Cities evaluated its June 30, 2026 financial statements for subsequent events through November 2, 2026, the date the financial statements were available to be issued. The Organization is not aware of any subsequent events which would require recognition or disclosure in the financial statements.