UNITED WAY
Kennebec Valley

Financial Statements

Years Ended December 31, 2025 and 2024

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
United Way of Kennebec Valley

Opinion

We have audited the accompanying financial statements of United Way of Kennebec Valley (a nonprofit organization), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of United Way of Kennebec Valley, as of December 31, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of United Way of Kennebec Valley 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 of Kennebec Valley's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of United Way of Kennebec Valley'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 Kennebec Valley'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.

One River CPAs

Bath, Maine
August 20, 2026

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UNITED WAY OF KENNEBEC VALLEY
Statements of Financial Position
December 31, 2025 and 2024

		2025			2024		
		Without Donor Restrictions	**With Donor Restrictions**	**Total**	**Without Donor Restrictions**	**With Donor Restrictions**	**Total**
ASSETS							
Current assets:							
Cash and cash equivalents	$	988,381	231,789	1,220,170	955,355	255,950	1,211,305
Promises to give:							
2023-2024 campaign, less provision for uncollectible promises to give of $108,041		-	-	-	112,504	-	112,504
2024-2025 campaign, less provision for uncollectible promises to give of $127,432 and $84,316 for 2025 and 2024, respectively		131,098	-	131,098	-	949,737	949,737
2025-2026 campaign, less provision for uncollectible promises to give of $65,573		-	847,347	847,347	-		-
Other receivables		91,249	-	91,249	78,403	-	78,403
Investments - certificates of deposit		621,524	-	621,524	573,108	-	573,108
Total current assets		1,832,252	1,079,136	2,911,388	1,719,370	1,205,687	2,925,057
Property and equipment:							
Furniture, fixtures and equipment		65,929	-	65,929	64,214	-	64,214
Less: accumulated depreciation		(50,297)	-	(50,297)	(42,442)	-	(42,442)
Total property and equipment, net		15,632	-	15,632	21,772	-	21,772
Other assets:							
Investments		541,344	-	541,344	504,186	-	504,186
Security deposits		5,676	-	5,676	5,768	-	5,768
Right of use asset - operating leases		77,395	-	77,395	111,713	-	111,713
Total other assets		624,415	-	624,415	621,667	-	621,667
Total assets	**$**	**2,472,299**	**1,079,136**	**3,551,435**	**2,362,809**	**1,205,687**	**3,568,496**
LIABILITIES AND NET ASSETS							
Current liabilities:							
Accounts payable	$	14,903	-	14,903	23,694	-	23,694
Amounts held on behalf of others		204,315	-	204,315	268,948	-	268,948
Due to designated agencies		425,365	-	425,365	442,327	-	442,327
Accrued expenses		28,871	-	28,871	51,355	-	51,355
Current portion of lease liabilities - operating		34,495	-	34,495	37,916	-	37,916
Total current liabilities		707,949	-	707,949	824,240	-	824,240
Long-term liabilities:							
Lease liabilities, net of current portion - operating		50,220	-	50,220	81,294	-	81,294
Total long-term liabilities		50,220	-	50,220	81,294	-	81,294
Total liabilities		758,169	-	758,169	905,534	-	905,534
Total net assets		1,714,130	1,079,136	2,793,266	1,457,275	1,205,687	2,662,962
Total liabilities and net assets	**$**	**2,472,299**	**1,079,136**	**3,551,435**	**2,362,809**	**1,205,687**	**3,568,496**

See independent auditors' report and accompanying notes to financial statements.

UNITED WAY OF KENNEBEC VALLEY
Statements of Activities
December 31, 2025 and 2024

		2025			2024		
		Without Donor Restrictions	**With Donor Restrictions**	**Total**	**Without Donor Restrictions**	**With Donor Restrictions**	**Total**
Operating activities:							
Revenues and other support:							
Campaign applicable to current period:							
Contributions received	$	439,196	-	439,196	497,206	-	497,206
Campaign applicable to next period:							
Contributions received		-	969,491	969,491	-	1,083,709	1,083,709
Fuel assistance and Warming Center revenue		-	6,563	6,563	-	15,609	15,609
Private grants		45,063	5,100	50,163	55,500	114,000	169,500
Community giving		-	-	-	46,000	-	46,000
Investment income		48,680	-	48,680	47,360	-	47,360
Administration fee revenue		78,128	-	78,128	79,135	-	79,135
Other revenue		4,015	223	4,238	615	6	621
Day of Caring revenue		-	51,894	51,894	25,938	-	25,938
Special events revenue (net of $34,152 and $26,941 expenses)		44,833	-	44,833	74,644	-	74,644
Contributions of non-financial assets		15,157	-	15,157	13,956	-	13,956
Net assets released from restrictions:							
Expiration of time and purpose restrictions		1,159,822	(1,159,822)	-	1,048,524	(1,048,524)	-
Total revenues and other support		1,834,894	(126,551)	1,708,343	1,888,878	164,800	2,053,678
Allocations and Expenses:							
Program services:							
Community support		1,338,866	-	1,338,866	1,449,965	-	1,449,965
Supporting services:							
Management and general		185,428	-	185,428	194,615	-	194,615
Fundraising		99,846	-	99,846	104,792	-	104,792
Unallocated payments to affiliates		19,518	-	19,518	17,170	-	17,170
Total allocations and expenses		1,643,658	-	1,643,658	1,766,542	-	1,766,542
Change in net assets from operations		191,236	(126,551)	64,685	122,336	164,800	287,136
Non-operating activities:							
Gains on investments		65,619	-	65,619	41,697	-	41,697
Total non-operating activities		65,619	-	65,619	41,697	-	41,697
Change in net assets		256,855	(126,551)	130,304	164,033	164,800	328,833
Net assets, beginning of year		1,457,275	1,205,687	2,662,962	1,293,242	1,040,887	2,334,129
Net assets, end of year	**$**	**1,714,130**	**1,079,136**	**2,793,266**	**1,457,275**	**1,205,687**	**2,662,962**

See independent auditors' report and accompanying notes to financial statements.

UNITED WAY OF KENNEBEC VALLEY
Statement of Functional Expenses
December 31, 2025

	Program Services	Supporting Services			
	Community Support	**Management and General**	**Fundraising**	**Total Supporting Services**	**Total**
Agency allocations and grants	$ 822,558	-	-	-	822,558
Salaries	217,012	94,038	50,636	144,674	361,686
Employee benefits and payroll taxes	54,556	23,640	12,730	36,370	90,926
Information and promotional materials	9,686	4,197	2,260	6,457	16,143
Professional services	56,670	24,557	13,223	37,780	94,450
In-kind expense - professional services	4,590	1,989	1,071	3,060	7,650
Supplies	6,377	2,764	1,488	4,252	10,629
In-kind expense - supplies	4,503	1,953	1,051	3,004	7,507
Occupancy	26,028	11,278	6,073	17,351	43,379
Postage and printing	2,534	1,099	591	1,690	4,224
Communications expense	4,586	1,988	1,070	3,058	7,644
Travel and conferences	7,211	3,124	1,683	4,807	12,018
Insurance	6,082	2,635	1,419	4,054	10,136
Other	20,636	8,942	4,815	13,757	34,393
Dues	1,748	758	408	1,166	2,914
Depreciation	4,712	2,042	1,100	3,142	7,854
Bad debt expense	978	424	228	652	1,630
Direct client benefits	47,908	-	-	-	47,908
Day of Caring	40,491	-	-	-	40,491
Total functional expenses	**1,338,866**	**185,428**	**99,846**	**285,274**	**1,624,140**
Unallocated payments to affiliates					19,518
Total allocations and expenses	**$**				**1,643,658**

See independent auditors' report and accompanying notes to financial statements.

UNITED WAY OF KENNEBEC VALLEY
Statement of Functional Expenses
December 31, 2024

	Program Services	Supporting Services			
	Community Support	**Management and General**	**Fundraising**	**Total Supporting Services**	**Total**
Agency allocations and grants	$ 861,083	-	-	-	861,083
Salaries	235,791	102,176	55,018	157,194	392,985
Employee benefits and payroll taxes	50,894	22,054	11,875	33,929	84,823
Information and promotional materials	15,410	6,678	3,596	10,274	25,684
Professional services	53,178	23,044	12,408	35,452	88,630
In-kind expense - professional services	5,661	2,453	1,321	3,774	9,435
Supplies	6,316	2,737	1,474	4,211	10,527
In-kind expense - supplies	2,713	1,175	633	1,808	4,521
Occupancy	25,647	11,113	5,984	17,097	42,744
Postage and printing	2,603	1,128	607	1,735	4,338
Communications expense	5,582	2,419	1,302	3,721	9,303
Travel and conferences	5,901	2,557	1,377	3,934	9,835
Insurance	6,069	2,630	1,416	4,046	10,115
Other	25,303	10,965	5,904	16,869	42,172
Dues	1,867	809	436	1,245	3,112
Depreciation	4,912	2,128	1,146	3,274	8,186
Bad debt expense	1,266	549	295	844	2,110
Direct client benefits	70,582	-	-	-	70,582
Grants to others	27,578	-	-	-	27,578
Day of Caring	41,609	-	-	-	41,609
Total functional expenses	**1,449,965**	**194,615**	**104,792**	**299,407**	**1,749,372**
Unallocated payments to affiliates					17,170
Total allocations and expenses	**$**				**1,766,542**

See independent auditors' report and accompanying notes to financial statements.

UNITED WAY OF KENNEBEC VALLEY
Statements of Cash Flows
December 31, 2025 and 2024

		2025	2024
Cash flows from operating activities:			
Change in net assets	$	130,304	328,833
Adjustments to reconcile change in net assets			
to net cash provided by operating activities:			
Depreciation		7,854	8,186
Gain on investments		(65,619)	(41,697)
(Increase) decrease in:			
Promises to give, less provision for uncollectible promises		83,796	(28,595)
Other receivables		(12,846)	874
Security deposits		92	(192)
Right of use asset - operating leases		34,318	37,176
Increase (decrease) in:			
Accounts payable		(8,791)	6,110
Amounts held on behalf of others		(64,633)	65,797
Due to designated agencies		(16,962)	(56,524)
Accrued expenses		(22,484)	(10,344)
Lease liabilities - operating		(34,495)	(35,644)
Net cash provided by operating activities		30,534	273,980
Cash flows from investing activities:			
Purchase of property and equipment		(1,714)	(10,763)
Purchase of investments		(690,032)	(608,277)
Sale of investments		670,077	475,053
Net cash used in investing activities		(21,669)	(143,987)
Net change in cash, cash equivalents, and restricted cash		8,865	129,993
Cash, cash equivalents, and restricted cash, beginning of year		1,211,305	1,081,312
Cash, cash equivalents, and restricted cash, end of year	**$**	**1,220,170**	**1,211,305**
Supplemental information:			
Cash paid for interest		-	-
Cash paid for income taxes		-	-

See independent auditors' report and accompanying notes to financial statements.

NATURE OF ACTIVITES AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities - United Way of Kennebec Valley (UWKV/Organization) is a Maine nonprofit voluntary health and welfare organization formed to unite people and resources to improve lives in the community. The Organization conducts annual campaigns in the Fall for contributions from the general public which are allocated among nonprofit organizations primarily within the Kennebec Valley area. Contributors making promises to give to the Organization are primarily from the Central Maine area.

Amounts raised through the annual campaign support United Way's visions and include allocations and other distributions to health and human care services agencies. They are also used to fund United Way's operating expenses and certain Community Impact programs managed by United Way. Allocations and other distributions are routinely made in the year subsequent to the beginning of the annual campaign.

Basis of Accounting – In accordance with accounting principles generally accepted in the United States of America (U.S. GAAP), the financial statements of the Organization have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

Basis of Presentation - The Organization is required to report information regarding its financial position and activities according to two classes of net assets as follows:

> Net assets without donor restrictions - Net assets that are not subject to donor-imposed stipulations and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of UWKV's management and the Board of Directors.
>
> Net assets with donor restrictions - Net assets subject to stipulations imposed by donors and grantors. Donor restrictions are temporary in nature; those restrictions will be met by actions of UWKV and/or passage of time. At December 31, 2025 and 2024, $1,079,136 and $1,205,687 of the Organization's net assets were temporarily restricted.

Expense Allocation - The costs of providing program and other activities have been summarized on a functional basis in the statements of activities and functional expenses. Accordingly, certain costs have been allocated among the program and supporting services benefited. Such allocations are determined by management on an equitable basis. Expenses not directly charged to a specific function are allocated across all functions using an analysis of time and effort spent by staff in each functional area.

Income Tax Status - The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(1). Management believes it has no uncertain tax positions with the Internal Revenue Service that require disclosure in its financial statements. The Organization's federal Return of Organization Exempt from Income Tax (Form 990) are subject to examination by the IRS, generally for three years after they are filed.

Measure of Operations - The statements of activities report all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of those items attributable to UWKV's ongoing program services and interest and dividends earned on investments. Nonoperating activities are limited to resources that generate return from investments and other activities considered to be of a more unusual or nonrecurring nature.

NATURE OF ACTIVITES AND SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Use of Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash, Cash Equivalents, and Restricted Cash - For financial statement purposes, UWKV considers all highly liquid investments with an initial maturity of three months or less, and cash in checking, savings, and certificates of deposit to be cash equivalents.

Contributions and Campaign Revenue and Revenue Recognition - The Organization recognizes contributions when cash, securities, or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions upon which they depend have been met. The Organization has no conditional contributions at December 31, 2025 or 2024.

The Organization records special events revenue equal to the fair value of direct benefit to donors, and contribution income for the excess received when the event takes place.

Contributions received or promises to give without donor-imposed restrictions are reflected as support without donor restrictions. Contributions received or promises to give with donor-imposed restrictions are reflected as support with temporary donor restrictions. When a donor-stipulated time restriction ends, or a purpose restriction is accomplished, then the net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the statements of activities as net assets released from restriction. If a restriction is fulfilled in the same time period in which the contribution is received, the contribution is reported as without donor restrictions.

Promises to give that are expected to be received within one year of the financial statement date are reflected at their net realizable value (the gross amount of the promise to give, net of a provision for uncollectible amounts).

Contributions designated by the donors to be paid to specific agencies or other United Way local organizations (Designations) are considered Agency transactions. Such designated contributions are reflected, net of a provision for uncollectible amounts, in the accompanying statements of activities as part of total amounts raised in campaigns but are not considered to be part of UWKV's campaign revenue for financial reporting purposes and are, therefore, deducted to reflect UWKV's campaign revenue. UWKV has included in campaign revenue amounts raised by other United Ways that were designated by donors to be paid to UWKV. In addition, UWKV increases or decreases campaign revenue for any excess or shortfall in collections of amounts raised in prior year's campaigns.

Included in campaign revenue are amounts contributed by certain members of the Board of Directors. In 2025 and 2024, those amounts totaled $26,559 and $29,188, respectively.

NATURE OF ACTIVITES AND SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Net Allocations and Other Distributions - Allocations and other distributions are made to various Board of Directors' approved agencies and programs from funds raised in the annual campaign. UWKV recognizes an expense and a related liability when amounts are communicated to the agencies in an award letter as an allocation pledge. UWKV has reflected in the accompanying statements of activities gross allocations and other distributions with a reduction for allocations and other distributions funded through designations.

Provision for Uncollectible Promises to Give - A provision for uncollectible promises to give has been established which is evaluated periodically for adequacy based upon management's evaluation of past loss experience, known and inherent risks in its accounts plus other factors which could affect collectability.

Property and Equipment - Acquisitions of property and equipment with useful lives of more than one year and a cost in excess of $1,000 are capitalized at cost. UWKV uses the straight-line method to compute depreciation expense and assumes useful lives of three to five years for equipment, seven years for furniture, and fifteen years for leasehold improvements. Depreciation expense for the years ended December 31, 2025 and 2024 amounted to $7,854 and $8,186, respectively.

Leases - UWKV elects to not recognize right-of-use (ROU) assets and lease liabilities for leasing arrangements with terms less than one year. The Organization elects to use the risk-free discount rate when the implicit rate in a lease is not readily determinable.

Investments - UWKV carries investments in marketable securities with readily determinable fair values and all investments in debt securities at their fair values in the statements of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying statements of activities. Short-term investments are certificates of deposits with maturities less than twelve months.

Fiscal Agent and Administrative Fee Agreements - In August of 2017, the Organization entered into an agreement with the Maine State Employees Combined Charitable Appeal (MSECCA) to act as a fiscal agent for donations made by State of Maine employees. The purpose of the MSECCA program is to create a single, coordinated campaign to encourage financial support for various charitable agencies from current and retired State employees. As fiscal agent, UWKV is responsible for processing and distributing contributions to MSECCA charities in accordance with employee designations. The funds are held by UWKV in an agency capacity and are not included in the Organization's revenues but instead are included in the assets and liabilities. UWKV also earns a fee, 15% and 13% for the current and prior year campaigns, respectively, of funds received and distributed to member organizations, for administering the campaign.

CONCENTRATIONS OF CREDIT RISK

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of promises to give. Concentrations of credit risk with respect to promises to give are limited due to the large number of contributors comprising UWKV's contributor base and their dispersion across different industries. As of December 31, 2025, and 2024, UWKV had no significant concentrations of credit risk. The Organization maintains its cash balances at one financial institution located in the area. The balances are insured by the Federal Deposit Insurance Corporation up to $250,000. At times, the Organization's cash balances may exceed federally insured limits. UWKV has not experienced, nor does it anticipate, any losses with respect to such accounts.

INVESTMENTS AND FAIR VALUE MEASUREMENTS/ENDOWMENT FUNDS

Board-designated Endowment - As of December 31, 2025, and 2024, the Board of Directors had designated $540,527 and $481,394, respectively, of net assets without donor restrictions in a general endowment fund to support the mission of the Organization. Since that amount resulted from an internal designation and is not donor-restricted, it is classified and reported as net assets without donor restrictions.

The Organization has a spending policy of appropriating for distribution each year up to 4% of its board-designated endowment/investment fund's average fair value for the prior three years, using November 30 valuations. In establishing this policy, the Organization considered the long-term expected investment return on its endowment. Accordingly, over the long term, the Organization expects the current spending policy to allow its general endowment/investment fund to grow at an average of 5% annually. This is consistent with the Organization's objective to maintain the purchasing power of the endowment/investment assets as well as to provide additional real growth through investment return.

To achieve that objective, the Organization has adopted an investment policy that attempts to maximize total return consistent with an acceptable level of risk. Endowment/investment assets are invested in a well-diversified asset mix, which includes equity and debt securities, that is intended to result in a consistent inflation-protected rate of return that has sufficient liquidity to make an annual distribution of up to 4%, while growing the fund. Actual returns in any given year may vary. Investment risk is measured in terms of the total endowment/investment fund; investment assets and allocations between asset classes and strategies are managed to not expose the fund to unacceptable levels of risk.

The FASB defines fair value as the price that would be received for an asset or paid to transfer a liability (an exit price) in UWKV's principal or most advantageous market in an orderly transaction between market participants on the measurement date. The standard establishes a fair value hierarchy which requires UWKV to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The standard describes three levels of inputs that may be used to measure fair value:

Level 1: Quoted prices (unadjusted) for identical assets or liabilities in active markets that UWKV has the ability to access as of the measurement date.

Level 2: Significant other 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 date.

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

In many cases, a valuation technique used to measure fair value includes inputs from multiple levels of the fair value hierarchy. The lowest level of significant input determines the placement of the entire fair value measurement in the hierarchy.

The following is a description of the valuation method and assumptions used by UWKV to estimate the fair values of certain financial instruments.

INVESTMENTS AND FAIR VALUE MEASUREMENTS/ENDOWMENT FUNDS, CONTINUED

Equity Securities and Mutual Funds: consist of mutual funds which are primarily invested in equity and bond securities. The fair value of mutual funds, which are readily marketable, is determined by obtaining quoted prices on nationally recognized securities exchanges (Level 1 inputs).

Certificates of deposit: Valued at amortized cost, which approximates fair value.

Investments measured at fair value at December 31, 2025 and 2024, are summarized below:

Level 1 investments without donor restrictions at December 31, 2025 are composed of the following:

	Cost	Market	Unrealized Gain/(Loss)
Cash	$ 850	850	-
Certificate of deposit	620,418	621,524	1,106
Mutual funds	468,945	540,494	71,549
Total	**$ 1,090,213**	**1,162,868**	**72,655**

Level 1 investments without donor restrictions at December 31, 2024 are composed of the following:

	Cost	Market	Unrealized Gain/(Loss)
Cash	$ 122,824	122,824	-
Certificate of deposit	549,984	573,108	23,123
Mutual funds	325,722	381,363	55,641
Total	**$ 998,530**	**1,077,295**	**78,764**

Investment return is summarized as follows:

	2025	2024
Dividend and interest income	$ 48,680	47,360
Realized/Unrealized gains	65,619	41,697
Total	**$ 114,299**	**89,057**

Changes in Board-designated Endowment balances for the years ended December 31, 2025 and 2024 are as follows:

	2025	2024
Endowment balance, beginning of year	$ 481,394	332,304
Net investment return, net	75,835	49,090
Contributions	13,813	100,000
Amounts appropriated for expenditures	(30,515)	-
Endowment balance, end of year	**$ 540,527**	**481,394**

BOARD RESERVE FUND

UWKV has established and maintains a Reserve Fund to manage cash flow interruptions, minimize the need for working capital borrowing, provide flexibility for new organization priorities, and to meet commitments, obligations or other contingencies. The reserve may also be used for one-time, nonrecurring expenses that arise outside of the normal budget process, which may include those that will build long-term capacity such as staff development, research and development, or investment in infrastructure. Operating reserves are not intended to replace a permanent loss of funds or eliminate an ongoing budget gap. At December 31, 2025 and 2024 the board reserve fund balance was $114,817 and $109,792, respectively.

FAIR VALUE OF FINANCIAL INSTRUMENTS

The Organization has a number of financial instruments, none of which are held for trading purposes. The Organization estimates that the fair value of all financial instruments at December 31, 2025 and 2024 does not differ materially from the aggregate carrying value of its financial instruments recorded in the accompanying statements of financial position.

DUE TO DESIGNATED AGENCIES/AMOUNTS RAISED ON BEHALF OF OTHERS

UWKV acts as an agent with respect to certain portions of its fund-raising campaigns for which contributions are designated by the donors to be paid to specific agencies or other United Way local organizations. Amounts raised on behalf of others, which are considered agency transactions, consist primarily of promises to give and related liabilities of designations payable to agencies and other United Way local organizations. Amounts raised on behalf of others and due to designated agencies as of December 31, 2025 and 2024 were $629,680 and $711,275, respectively.

LINE OF CREDIT

United Way of Kennebec Valley has a line of credit with a local bank. The line of credit has an available amount of $50,000 with interest of prime rate plus one (1%) percent. There was no outstanding balance on the line of credit at December 31, 2025 and 2024.

OVERHEAD RATIO

In accordance with the *Functional Expense and Overhead Reporting Standards for United Ways effective* July 1, 2004 and revised in 2011, UWKV has calculated its Overhead Ratio for the years ended December 31, 2025 and 2024 at 17.64% and 15.25%, respectively. The ratio is calculated by dividing the supporting services expenses (management and general, fundraising, and National dues unallocated expense) excluding in-kind expenses, by total campaign and all other revenues, excluding in-kind contributions. Total supporting services expenses excluding in-kind for the years ended December 31, 2025 and 2024, totaled $298,728 and $310,995, respectively, and total revenues excluding in-kind for the years ended December 31, 2025 and 2024, totaled $1,693,186 and $2,039,722, respectively.

AVAILABILITY AND LIQUIDITY

The following represents UWKV's financial assets at December 31, 2025:

Financial assets at year-end:

	2025
Cash and cash equivalents	$ 1,220,170
Other receivables	91,249
Promises to give	978,445
Investments	1,162,868
Total financial assets	3,452,732
Less amounts not available to be used within one year:	
Net assets with donor restrictions	1,079,136
Amounts held on behalf of others	204,315
Due to designated agencies	425,365
Less net assets with purpose restrictions to be met within one year	(969,491)
	739,325
Financial assets available to meet general expenditures over the next twelve months	**$ 2,713,407**

LEASES

The Organization leases office space and equipment under operating leases with remaining lease terms of one to three years. Terms include options to extend that the Organization is reasonably certain to extend. Operating lease expenses were $38,829 and $38,822 for the years ended December 31, 2025 and 2024, respectively. Monthly lease payments totaled $3,208 as of December 31, 2025.

The maturities of lease liabilities as of December 31, 2025, were as follows:

Year ending December 31:	Operating
2026	$ 39,469
2027	39,588
2028	13,391
Total lease payments	92,448
Less: discount	(7,733)
Present value of lease liabilities	**$ 84,715**

The following summarizes the weighted average remaining lease term and discount rate on operating leases as of December 31 2025:

Weighted Average Remaining Lease Term	2.3 years
Weighted Average Discount Rate	3.00%

NET ASSETS WITH TEMPORARY DONOR RESTRICTIONS

UWKV's net assets with temporary donor restrictions consist of the following at December 31:

	2025	2024
Time:		
Annual campaign	$ 969,491	1,083,709
Purpose:		
Inclusive Workforce Initiative	67,000	68,000
Day of Caring	11,403	-
KeepME Warm Program	10,948	10,948
Augusta Fire Victims	6,093	7,493
ME Disaster Recovery Fund	6,078	5,856
Gardiner Fire Victims	5,796	6,356
Fuel Assistance	1,578	1,578
Community Giving	749	747
City of Augusta Task Force on Homelessness	-	21,000
Totals	**$ 1,079,136**	**1,205,687**

NET ASSETS RELEASED FROM RESTRICTIONS

The sources of net assets released from temporary donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of events and time specified by the donors for the years ended December 31, 2025 and 2024 were as follows:

	2025	2024
Annual campaign	$ 1,083,709	973,536
Day of Caring	40,490	1,764
City of Augusta Task Force on Homelessness	26,100	25,000
KeepME Warm Program	6,563	16,429
Augusta Fire Victims	1,400	1,650
Inclusive Workforce Initiative	1,000	-
Gardiner Fire Victims	560	2,067
Fresh Start	-	27,578
Community Giving	-	500
Totals	**$ 1,159,822**	**1,048,524**

PAYMENTS TO AFFILIATES/DUES

In accordance with UWKV's agreement with United Way Worldwide, a portion of the unrestricted support from the public is remitted to the National Organization as dues. Dues paid to National during 2025 and 2024 totaled $19,518 and $17,170, respectively, and are considered separate supporting services and are reflected in the statements of activities as *unallocated payments to affiliates*.

CONTRIBUTIONS OF NON-FINANCIAL ASSETS

The Organization received the following contributions of non-financial assets during the years ended December 31:

		2025	2024
Professional services	$	7,650	7,600
Backpacks		3,746	3,921
Event food		3,761	-
Supplies		-	2,435
Totals	**$**	**15,157**	**13,956**

UWKV's policy related to gifts-in-kind is to utilize the assets given to carry out the mission of the Organization or in fundraising. In-kind contributions were measured at estimated fair market value and were utilized in community support, management and general, and fundraising.

The value of nonprofessional donated services is not reflected in the accompanying financial statements as these services do not meet the criteria outlined in authoritative guidance on contributions received and contributions made. However, a substantial number of nonprofessional volunteers have donated significant amounts of their time in support of UWKV's programs.

TAX-DEFERRED ANNUITY PLAN

The Organization has a tax-deferred annuity plan qualified under Section 403(b) of the Internal Revenue Code. The plan covers full-time and part-time employees of the Organization. A contribution of seven percent (7%) of each employee's gross wages is made to the plan by the Organization. Employees may also make contributions to the plan up to the maximum amount allowed by the Internal Revenue Code if they wish. For the years ended December 31, 2025 and 2024, total pension expense was $23,385 and $19,284, respectively.

SUBSEQUENT EVENTS

Subsequent events were evaluated through the report date, which is the date the financial statements were available to be issued. On March 27, 2026, the Organization was named as a partial beneficiary of a trust. Under the terms of the trust, the Organization is entitled to receive approximately 10.53% of the trust's annual net income. The Organization's beneficial interest in the trust is approximately $171,346. No additional amounts have been recognized in the accompanying financial statements related to this subsequent event.