

Statement of Financial Accountability



To ensure the accuracy and integrity of its financial operations, United Way of Hunterdon County (UWHC) adheres to the following policies regarding financial reporting and review:

- UWHC is independent from all other United Ways and is a local non-profit organization registered in the State of New Jersey and qualified as not for profit under section 501 (c) 3 of the IRS Code. Contributions are tax deductible for federal income tax purposes in accordance with applicable regulations.
- UWHC operations are reviewed and approved by an independent volunteer Board of Directors who serve without compensation.
- UWHC campaign pledges and financial statements are audited and verified annually by the independent certified public accounting firm KPMG LLP.
- UWHC has a written agreement for services with the United Way of Greater Union County (UWGUC) resulting in significant cost savings for the organization. UWGUC is the legal employer of all UWHC staff. UWHC is acting in an employment capacity.
- UWHC staff are participants of the United Way of Greater Union County (UWGUC) pension plan. The UWGUC pension plan is a defined contribution plan managed directly by Mutual of America Life Insurance Company, an independent plan administrator. Decisions about the distribution of pension funds are reserved to Mutual of America, and cannot be made independently by UWHC or UWGUC staff or Board volunteers.
- The total administrative cost of UWHC operations is 8.9% for the fiscal year September 1, 2003 through August 31, 2004. This cost is calculated as a percentage of management, general and fundraising costs divided by revenue raised as reported on the IRS form 990. Eliminating proceeds of an estate as an exceptional item, UWHC's administrative cost is 12.1% for this fiscal period.
- Recipient agencies of donor designations pay UWHC a fee of 7% for all designated pledges received to help offset the cost of fundraising from the local private campaign.
- UWHC does not withhold donor choice pledges. These pledges are distributed to local United Ways and designated agencies at the end of the quarter in which they are received.
- All funds received to provide services to victims of the September 11 terrorist attack were promptly disbursed to meet their needs. No administrative charges were deducted from these funds. Funds continue to be donated to continue services to these families.
- UWHC pays dues of 1.00% of total funds raised to United Way of America for its pro-rated share of the cost of national advertising and other supportive services.

Additional UWHC financial information is available by contacting Bonnie Duncan, Executive Director directly at (908) 782-3414 or bonnie@uwhunterdon.org.

Revised: August 2005