



Gary McGee & Co. LLP
CERTIFIED PUBLIC ACCOUNTANTS

Urban League of Portland

Financial Statements and Other Information
as of and for the Year Ended June 30, 2014
and Report of Independent Accountants

URBAN LEAGUE OF PORTLAND

TABLE OF CONTENTS

	Page
Report of Independent Accountants	3
Financial Statements:	
Statement of Financial Position	5
Statement of Activities	6
Statement of Cash Flows	7
Statement of Revenues and Expenses by Function	8
Notes to Financial Statements	10
Other Information:	
Governing Board and Management	18
Inquiries and Other Information	19

REPORT OF INDEPENDENT ACCOUNTANTS

*The Board of Directors
Urban League of Portland:*

We have audited the accompanying financial statements of the Urban League of Portland, which comprise the statement of financial position as of June 30, 2014, and the related statements of activities, cash flows, and revenues and expenses by function for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the organization's preparation and fair presentation of the financial statements 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 the organization's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Urban League of Portland as of June 30, 2014, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States.

Summarized Comparative Information

We have previously audited the Urban League of Portland's 2013 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 19, 2013. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2013 is consistent, in all material respects, with the audited financial statements from which it has been derived.

A handwritten signature in black ink, appearing to read "George De # Co. LLP". The signature is stylized and cursive.

October 20, 2014

URBAN LEAGUE OF PORTLAND

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2014

(WITH COMPARATIVE AMOUNTS FOR 2013)

	2014	2013
Assets:		
Cash and cash equivalents	\$ 376,405	55,942
Grants and contributions receivable (<i>note 4</i>)	142,132	85,487
Contract payments receivable (<i>note 5</i>)	71,086	92,713
Investments (<i>note 6</i>)	22,825	26,170
Beneficial interest in assets held by the Oregon Community Foundation	–	31,965
Prepaid expenses and other assets	19,384	3,082
Land, furniture, and equipment (<i>note 7</i>)	6,707	6,061
Total assets	\$ 638,539	301,420
Liabilities:		
Accounts payable and accrued expenses	31,103	30,253
Accrued payroll and related expenses	65,641	44,850
Line of credit	–	39,961
Deferred revenue – special events	17,500	25,000
Deferred revenue – contracts	–	10,000
Total liabilities	114,244	150,064
Net assets:		
Unrestricted:		
Available for programs and general operations	282,080	(58,570)
Net investment in capital assets	6,707	6,061
Total unrestricted	288,787	(52,509)
Temporarily restricted (<i>note 8</i>)	235,508	203,865
Total net assets	524,295	151,356
Commitments and contingencies (<i>notes 4, 12, 13, and 14</i>)		
Total liabilities and net assets	\$ 638,539	301,420

See accompanying notes to financial statements.

URBAN LEAGUE OF PORTLAND

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE TOTALS FOR 2013)

	2014			2013
	Unrestricted	Temporarily restricted	Total	
Revenues, gains, and other support:				
Government grants and other contracts (<i>note 9</i>)	\$ 578,189	216,456	794,645	615,917
Private grants, contributions, and memberships	440,830	371,212	812,042	393,404
Career Fair event income	51,599	–	51,599	43,950
Special events, net of direct expenses of \$58,718 in 2014 and \$53,628 in 2013	208,475	–	208,475	149,266
Net appreciation in the fair value of investments	3,820	–	3,820	3,374
Other	28,486	560	29,046	17,965
Total revenues and gains	1,311,399	588,228	1,899,627	1,223,876
Net assets released from restrictions (<i>note 10</i>)	556,585	(556,585)	–	–
Total revenues, gains, and other support	1,867,984	31,643	1,899,627	1,223,876
Expenses (<i>note 11</i>):				
Program services:				
Senior services	294,768	–	294,768	271,157
Advocacy and civic engagement	418,429	–	418,429	316,808
Workforce and Youth services	244,316	–	244,316	220,272
Cover Oregon	90,353	–	90,353	–
Young Professionals	5,999	–	5,999	–
Total program services	1,053,865	–	1,053,865	808,237
Supporting services:				
Management and general	388,131	–	388,131	372,749
Fundraising	84,692	–	84,692	82,594
Total supporting services	472,823	–	472,823	455,343
Total expenses	1,526,688	–	1,526,688	1,263,580
Increase (decrease) in net assets	341,296	31,643	372,939	(39,704)
Net assets at beginning of year	(52,509)	203,865	151,356	191,060
Net assets at end of year	\$ 288,787	235,508	524,295	151,356

See accompanying notes to financial statements.

URBAN LEAGUE OF PORTLAND

STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE TOTALS FOR 2013)

	2014	2013
Cash flows from operating activities:		
Cash received from contractors and clients	\$ 806,272	608,323
Cash received from donors, grantors, members, and others	1,067,146	613,765
Cash paid to employees, suppliers, and others	(1,551,711)	(1,286,002)
Interest paid	(413)	(672)
Net cash provided by (used in) operating activities	321,294	(64,586)
Cash flows from investing activities:		
Cash distributed from funds held at the Oregon Community Foundation	31,965	—
Proceeds from the sale of investments	7,165	23
Net cash provided by investing activities	39,130	23
Cash flows from financing activities:		
Repayment of note principal	—	(1,428)
Net draw-down (repayments) on line of credit	(39,961)	39,961
Net cash provided by (used in) financing activities	(39,961)	38,533
Increase (decrease) in cash and cash equivalents	320,463	(26,030)
Cash and cash equivalents at beginning of year	55,942	81,972
Cash and cash equivalents at end of year	\$ 376,405	55,942

See accompanying notes to financial statements.

URBAN LEAGUE OF PORTLAND

STATEMENT OF REVENUES AND EXPENSES BY FUNCTION

YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE TOTALS FOR 2013)

	Program services				
	Senior services	Advocacy and civic engagement	Workforce and Youth services	Cover Oregon	Young Professionals
Revenues, gains, and other support:					
Government grants and other contracts	\$ 264,628	289,304	160,643	79,958	–
Private grants, contributions, and memberships	6,179	150,212	121,000	–	35,466
Career Fair event income	–	–	51,599	–	–
Special events, net	–	–	–	–	–
Net appreciation in the fair value of investments	–	–	–	–	–
Other	553	560	–	1,925	–
Total revenues, gains, and other support	271,360	440,076	333,242	81,883	35,466
Expenses:					
Salaries and related costs	239,880	207,560	188,593	78,277	–
Professional fees	6,846	46,656	2,918	–	–
Grants	870	113,367	4,490	–	–
Supplies	3,981	1,024	2,317	49	–
Telecommunications	3,413	321	1,192	461	–
Postage and shipping	393	–	420	–	–
Occupancy	30	1,065	11,182	–	–
Rental and maintenance of equipment	–	240	–	–	–
Printing and publications	491	1,289	1,699	530	–
Travel and transportation	12,929	16,335	5,540	2,708	1,070
Conferences, conventions, and meetings	–	2,357	95	–	–
Events	525	1,738	450	–	–
Membership dues	–	100	–	–	–
Insurance	–	–	–	–	–
Depreciation	–	–	–	–	–
Advertising	150	–	1,119	500	–
Other expenses	59	374	3,381	42	4,929
Total expenses before allocation of indirect costs	269,567	392,426	223,396	82,567	5,999
Allocation of indirect costs	25,201	26,003	20,920	7,786	–
Total expenses	294,768	418,429	244,316	90,353	5,999
Net increase (decrease) in net assets	\$ (23,408)	21,647	88,926	(8,470)	29,467

See accompanying notes to financial statements.

2014						
Total	Supporting services			Total	Total	2013
	Management and general	Fund-raising	Indirect costs			
794,533	112	–	–	112	794,645	615,917
312,857	292,707	206,478	–	499,185	812,042	393,404
51,599	–	–	–	–	51,599	43,950
–	–	208,475	–	208,475	208,475	149,266
–	3,820	–	–	3,820	3,820	3,374
3,038	26,008	–	–	26,008	29,046	17,965
1,162,027	322,647	414,953	–	737,600	1,899,627	1,223,876
714,310	232,128	44,141	–	276,269	990,579	784,257
56,420	85,230	19,000	16,965	121,195	177,615	167,133
118,727	82	–	675	757	119,484	109,118
7,371	6,467	–	3,065	9,532	16,903	7,073
5,387	2,950	100	32,460	35,510	40,897	28,730
813	16	–	2,054	2,070	2,883	2,135
12,277	193	–	47,887	48,080	60,357	44,483
240	2,785	–	8,677	11,462	11,702	12,637
4,009	4,037	888	2,166	7,091	11,100	10,833
38,582	7,009	113	802	7,924	46,506	38,841
2,452	1,804	–	–	1,804	4,256	1,900
2,713	–	542	–	542	3,255	14,978
100	1,664	8,500	245	10,409	10,509	9,530
–	5,331	–	5,349	10,680	10,680	15,078
–	–	–	1,354	1,354	1,354	2,272
1,769	359	93	120	572	2,341	4,796
8,785	6,475	111	896	7,482	16,267	9,786
973,955	356,530	73,488	122,715	552,733	1,526,688	1,263,580
79,910	31,601	11,204	(122,715)	(79,910)	–	–
1,053,865	388,131	84,692	–	472,823	1,526,688	1,263,580
108,162	(65,484)	330,261	–	264,777	372,939	(39,704)

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2014

1. Organization

The Urban League of Portland (the “League”) is the premier social service and civil rights organization in the Portland metropolitan region. The League was founded in 1945 and is one of 102 affiliates of the National Urban League. The mission of the League is to help empower African-Americans and others to achieve equality in education, employment, and economic security. The League’s Board of Directors reflects a diverse body of community, government, and corporate leaders. The League implements its mission through advocacy, outreach, bridge-building, and a range of program services.

2. Program Services

During the year ended June 30, 2014, the League incurred program service expenses in the following major categories:

Senior Services – The League has served seniors for more than a quarter of a century providing one of the only African American culturally specific senior service programs in the state. It provides or connects seniors with services that allow them to remain safely in their homes and communities, including services such as preventative health services, crisis/emergency counseling, telephone reassurance to home-bound elderly, case management services, transportation, advocacy, and other programs and activities for hundreds of seniors living on fixed incomes in the north and northeast sections of Portland.

Advocacy and Civic Engagement – The program works to achieve policy and community change that advances equality, social and economic justice and civil rights for African Americans and others in Oregon. It works to advance the League’s mission of economic empowerment and civil rights through advocacy, outreach and community organizing, research, policy analysis, issue campaigns and publications that elevate the issues of its community and proposes solutions for policy and social change.

Workforce and Youth Services – The League’s Workforce development program works to increase African-American employment and quality of life by offering comprehensive job training and placement services. These services include connecting people with career opportunities, mentoring, coaching, and long-term retention strategies.

The League also has an expanding workforce department that continues to find employment for professionals and executives, those in the trades and skilled labor markets, and entry-level individuals and students, as it has successfully done for the last six decades.

Finally, the League provides job-related events, such as its Career Fair, held annually and for 20 years (and counting).

The League’s Summer Youth Employment program provides job readiness training on fundamental skills required to obtain and maintain employment. Separate programs are conducted for middle school students, as well as a high school and a young adults program. As part of this program, participants go on site visits to local employers and higher education institutions.

Cover Oregon – The League is one of a select group of culturally-specific organizations contracted by the Oregon Health Authority to provide outreach and promote awareness and enrollment of African Americans and other underserved communities in the recently created Cover Oregon Health insurance program.

Young Professionals – The Urban League of Portland Young Professionals (ULPDXYP) are a volunteer auxiliary of the Urban League of Portland that encourages young professionals, ages 21 to 40, to empower their communities and change lives through the Urban League Movement. The ULPDXYP hosts monthly professional and personal development programming for its members and connects them to the Urban League’s work in advocacy, civic engagement and workforce development. Financial activity from the ULPDXYP is included in the financial statements.

3. Summary of Significant Accounting Policies

The significant accounting policies followed by the League are described below to enhance the usefulness of the financial statements to the reader.

Basis of Accounting – The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles and the principles of fund accounting. Fund accounting is the procedure by which resources for various purposes are classified for accounting purposes in accordance with activities or objectives specified by donors.

Basis of Presentation – The League has adopted the provisions of Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) No. 958-605, *Revenue Recognition*, and FASB ASC No. 958-205, *Presentation of Financial Statements*. Under these provisions, net

assets and all balances and transactions are presented based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the League and changes therein are classified and reported as follows:

- *Unrestricted net assets* – Net assets not subject to donor-imposed stipulations.
- *Temporarily restricted net assets* – Net assets subject to donor-imposed stipulations that will be met either by actions of the League and/or the passage of time.

Expenses are reported as decreases in unrestricted net assets. Gains and losses on assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of temporary restrictions on net assets (i.e., the donor stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions.

Use of Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires that management make estimates and assumptions that affect the reported amounts of assets and liabilities, the 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. In the opinion of management, such differences, if any, would not be significant.

Contributions – Contributions, which include unconditional promises to give (pledges), are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value.

Contributions of Long-Lived Assets – Contributions of land, buildings, and equipment without donor stipulations concerning the use of such long-lived assets are reported as revenues of the unrestricted net asset class. Contributions of cash or other assets to be used to acquire land, buildings, and equipment with donor stipulations are reported as revenues of the temporarily restricted net asset class; the restrictions are considered to be released at the time of acquisition of such long-lived assets.

In-Kind Contributions – Consistent with the requirements of FASB ASC No. 958-605, the League reports as revenue the fair value of contributed services received where the services require specialized skills, are provided by individuals possessing those skills, and represent services that would have been purchased had they not been donated. In addition, the League regularly receives contributed services from a large number of volunteers who assist in program activities, fundraising, and other efforts through their participation in a range of events and by working with members of the organization staff in a variety of capacities. Consistent with FASB ASC No. 958-605, the value of such services, which the League considers not practicable to estimate, have not been recognized in the accompanying financial statements.

In-kind contributions of equipment and other materials are recorded where there is an objective basis upon which to value these contributions and where the contributions are an integral part of the organization's activities.

During the year ended June 30, 2014, the organization received the following in-kind donations:

Professional services	\$ 23,000
Supplies and materials	3,589
Capital assets	2,000
	\$ 28,589

Benefits Provided to Donors at Special Events – The League conducts special fund-raising events in which a portion of the gross proceeds paid by the participants represents payment for the direct cost of the benefits received by participants at the event. Unless a verifiable objective means exists to demonstrate otherwise, the fair value of meals and entertainment provided at special events is measured at the actual cost to the League.

Cash Equivalents – For purposes of the financial statements, the League considers all liquid investments having initial maturities of three months or less to be cash equivalents.

Investments – Investments in common stock are carried at fair value. The net appreciation (decline) in the fair value of investments, which consists of the realized gains or losses and the unrealized appreciation (decline) of those investments, is reported in the statement of activities. Investment income is accrued as earned, and reported net of investment advisory fees. Security transactions are recorded on a trade date basis.

Capital Assets and Depreciation – Capital assets are carried at cost, and initially at fair value when acquired by gift. Depreciation is provided on a straight-line basis over the estimated useful lives of the respective assets, which is generally five years for furniture, telephone systems and equipment. Normal repairs and maintenance are charged to expense when incurred.

Revenue Recognition – All contributions and grants are considered available for unrestricted use, unless specifically restricted by the donor. Service revenues are recognized at the time services are provided and the revenues are earned. Membership dues are considered equivalent to unrestricted contributions and are recognized as revenue when received.

Limitations on Certain Unrestricted Net Assets – A certain portion of unrestricted net assets are limited by contract to use within the program from which they were generated. In these cases, surplus funds are not refundable or payable to the contractor or grantor, but are generally limited to providing an extension or continuation of specific program services.

Grants Awarded – Grants are accrued when awarded by the organization and unconditional. Grants are provided from available resources and in accordance with restrictions imposed by donors.

Concentrations of Credit Risk – The League’s financial instruments consist primarily of cash equivalents and common stocks, which may subject the organization to concentrations of credit risk as, from time to time, for example, cash balances may exceed amounts insured by the Federal Deposit Insurance Corporation (“FDIC”). In addition, the market value of securities is dependent on the ability of the issuer to honor its contractual commitments, and the investments are subject to changes in market values.

All checking and savings accounts, money market deposit accounts, and certificates of deposit are insured by the FDIC for up to \$250,000 for each depositor, for each insured bank, for each account ownership category.

Certain receivables may also, from time to time, subject the organization to concentrations of credit risk. To minimize its exposure to significant losses from customer or donor insolvencies, the organization’s management evaluates the financial condition of its customers and donors, and monitors concentrations of credit risk arising from similar geographic regions, activities, or economic characteristics. When necessary, receivables are reported net of an allowance for uncollectible accounts.

Conflict of Interest Policies – Included among the League’s Board members, committee members, and executives, are individuals from the community who provide valuable assistance to the League in the development of policies and programs, and in the evaluation and oversight of services. The League has established a conflict-of-interest policy whereby Board and committee members must advise the Board of Directors of any direct or indirect interest in any transaction or relationship with the League, and do not participate in discussions and decisions regarding any action affecting their individual, professional, or business interests.

Income Taxes – The League is exempt from federal and state income tax under Section 501(c)(3) of the Internal Revenue Code and comparable state law, and is a publicly supported organization as defined in Sections 170(b)(1)(A)(vi) and 509(a)(1). Contributions to the League qualify for applicable charitable contribution deductions. For tax purposes, the organization’s open audit periods are for the years ended June 30, 2011 through 2013.

The League has adopted the recognition requirements for uncertain income tax positions as required by FASB ASC No. 740-10, *Income Taxes*. Under this standard, income tax benefits are recognized for income tax positions taken or expected to be taken in a tax return only when it is determined that the income tax position will more-likely-than-not be sustained upon examination by taxing authorities.

Subsequent Events – As required by FASB ASC No. 855-10, *Subsequent Events*, subsequent events have been evaluated by management through October 20, 2014, which is the date the financial statements were available to be issued.

Summarized Financial Information for 2013 – The accompanying financial information as of and for the year ended June 30, 2013, is presented for comparative purposes only, and is not intended to represent a complete financial statement presentation.

Other Significant Accounting Policies – Other significant accounting policies are set forth in the financial statements and the following notes.

4. Grants and Contributions Receivable

Grants and contributions receivable at June 30, 2014 total \$142,132 and represent unconditional promises expected to be collected within one year.

Conditional Gift

During the year ended June 30, 2014, the organization was awarded a grant of \$215,000 in support of general operating and technical assistance. As of June 30, 2014, a total of \$75,000 had been received in cash and the outstanding balance of \$140,000 remained conditioned upon the organization achieving certain administrative goals over the next two years. Accordingly, the revenue associated with this conditional gift has not been included in the accompanying financial statements because the condition had yet not been satisfied as of June 30, 2014.

5. Contract Payments Receivable

At June 30, 2014, the following contract payments receivable were outstanding:

Hollywood Senior Center	\$	26,618
City of Portland		13,958
Multnomah Education Service		
District		13,957
State of Oregon		11,217
Other		5,336
	\$	71,086

6. Investments

Investments held by the League at June 30, 2014 consisted of the following, stated at fair value except where noted:

Common stocks	\$	17,835
Cash equivalents		4,990
	\$	22,825

7. Land, Furniture, and Equipment

A summary of land, furniture, and equipment at June 30, 2014 is as follows:

Land	\$	1,000
Computers and other equipment		102,171
Furniture and fixtures		72,992
Telephone system		39,102
		215,265
Less accumulated depreciation		(208,558)
	\$	6,707

8. Restrictions and Limitations on Net Asset Balances

Temporarily restricted net assets held at June 30, 2014 represent contributions, grants, and other unexpended revenues and gains available for the following:

Advocacy	\$	71,810
Workforce		63,698
Future periods		100,000
	\$	235,508

9. Government Grants and Other Contracts

For the year ended June 30, 2014, government grants and other contract revenue represent the following:

State of Oregon	\$ 220,014
Hollywood Senior Center	217,273
City of Portland, Office of Neighborhood Involvement	92,512
Immigrant & Refugee Community Organization	90,143
Multnomah Education Service District	40,350
Ride Connection	39,500
Oregon Latino Health Coalition	22,000
211 Info	20,000
Oregon Trades Women	18,750
Other	34,103
	<hr/>
	\$ 794,645

10. Net Assets Released from Restrictions

During the year ended June 30, 2014, the League incurred \$556,585 in expenses in satisfaction of the restricted purposes specified by donors, or by the occurrence of other events specified by donors.

11. Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program and supporting services benefited.

Expenses by natural classification are presented in the statement of revenues and expenses by function.

12. Operating Lease Commitments

The League leases its administrative offices and storage space under a lease that expires in June of 2016. Base rent each month totals \$3,971. The League also leases certain office equipment under an operating lease that expires in March of 2018.

At June 30, 2014, the approximate minimum rental commitment for the above leases is as follows:

<i>Years ending June 30,</i>	
2015	\$ 57,120
2016	57,120
2017	9,468
2018	7,101
	<hr/>
	\$ 130,809

Rent expense for the above leases totaled \$59,087 for the year ended June 30, 2014.

13. Other Commitments

During the year ended June 30, 2014, the organization entered into a non-cancellable agreement for professional services totaling \$36,000. As of June 30, 2014, approximately \$25,500 remained on this contract.

14. Contingencies

Amounts received or receivable under the League's contracts with governmental and non-profit contractors are subject to audit and adjustment by Multnomah County, the State of Oregon, agencies of the federal government, and others. Any expenditures or claims disallowed as a result of such audits would become a liability of the League's general operating funds. In the opinion of the League's management, any adjustment that might result from such audits would not be material to the League's overall financial statements.

15. Fair Value Measurements

Included in the accompanying financial statements are certain financial instruments carried at fair value. The fair value is the amount that would be received to sell an asset or paid to transfer a liability in a current transaction between willing parties, that is, other than in a forced or liquidation sale. Fair values are based on quoted market prices when available. When market prices are not available, fair value is generally estimated using discounted cash flow analyses, incorporating current market inputs for similar financial instruments with comparable terms and credit quality.

All financial assets and liabilities presented at fair value have been classified, for disclosure purposes, based on a hierarchy defined by FASB ASC No. 820, *Fair Value Measurements and Disclosures*. The hierarchy gives the highest ranking to fair values determined using unadjusted quoted prices in active markets for identical assets and liabilities (Level 1) and the lowest ranking to fair values determined using methodologies and models with unobservable inputs (Level 3).

- *Level 1* – Values are unadjusted quoted prices for identical assets and liabilities in active markets accessible at the measurement date.
- *Level 2* – Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices from those willing to trade in markets that are not active, or other inputs that are observable or can be corroborated by market data for the term of the instrument.
- *Level 3* – Certain inputs are unobservable (supported by little or no market activity) and significant to the fair value measurement. Unobservable inputs reflect the organization's best estimate of what hypothetical market participants would use to determine a transaction price for the asset or liability at the reporting date.

At June 30, 2014, the organization's financial assets that are reported at fair value on a recurring basis consist of investments which are measured at fair value using quoted prices for identical assets (i.e., Level 1). See note 6.

During the year ended June 30, 2013, the Board approved a motion to withdraw all funds held at Oregon Community Foundation (Level 3). The funds were distributed by OCF in July of 2013. Changes in the League's beneficial interest in the assets held by the Oregon Community Foundation for the year ended June 30, 2013 are summarized as follows:

Balance at beginning of year	\$	31,965
Distribution of the beneficial interest in assets held by the Oregon Community Foundation		(31,965)
<hr/>		
Balance at end of year	\$	—

16. Reclassification of 2013 Comparative Totals

Certain 2013 amounts presented herein have been reclassified to conform to the 2014 presentation.

17. Statement of Cash Flows Reconciliation

The following presents a reconciliation of the increase in net assets (as reported on the statement of activities) to net cash provided by operating activities (as reported on the statement of cash flows):

Increase in net assets	\$ 372,939
<hr/>	
<i>Adjustments to reconcile increase in net assets to net cash provided by operating activities:</i>	
Depreciation	1,354
Net appreciation in the fair value of investments	(3,820)
In-kind donation of capital assets	(2,000)
<i>Net changes in:</i>	
Grants and contributions receivable	(56,645)
Contract payments receivable	21,627
Prepaid expenses and other assets	(16,302)
Accounts payable and accrued expenses	850
Accrued payroll and related expenses	20,791
Deferred revenue – special events	(7,500)
Deferred revenue – contracts	(10,000)
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Total adjustments	(51,645)
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Net cash provided by operating activities	\$ 321,294
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URBAN LEAGUE OF PORTLAND

GOVERNING BOARD AND MANAGEMENT

AS OF JUNE 30, 2014

Board of Directors

Lorenzo Poe, *Chair*
George Jones, *Co-Chair*
Amy Wayson, *Secretary*
Bryce Helgerson, *Treasurer*
(through July of 2014)
Robert Cook, *Treasurer*
(effective July 15, 2014)
David Bartz, Jr., *Assistant Secretary*
Kimberlin Butler
Kevin Church
Robert Cook
Angela Dowling
Theresa Dulaney
Marcus Eastland
Lakecia Gunter
George B. Jones
Carla Kelly
Michael Montgomery
Hiromi Piper Ogawa
Traci Rose
Lisa Smalley
Karis Stoudamire-Phillips
Bill Tolbert
Bruce Watts
Bill J. Williams
Karen Williams

Management

Michael Alexander
President/Chief Executive Officer
Mylen Shenker
Chief Financial Officer
Julia Delgado
Director of Operations
Norma Mullen
Manager of Adult and Senior Services
Sara (Midge) Purcell
Director of Advocacy and Civic Engagement
Debra Lindsay
Director of Workforce Development

URBAN LEAGUE OF PORTLAND

INQUIRIES AND OTHER INFORMATION

URBAN LEAGUE OF PORTLAND

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(503) 281-2612 Fax

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www.ulpdx.org

