Financial Statements
July 31, 2013 and 2012

Utah Parent Center, Inc.

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Independent Auditor's Report

The Board of Directors and Management of
Utah Parent Center, Inc.
Salt Lake City, Utah

Report on the Financial Statements
We have audited the accompanying financial statements of Utah Parent Center, Inc. which comprise the statement of financial position as of July 31, 2013, and the related statements of activities, functional expenses and cash flows 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 of America; 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 of America and the standards applicable to financial audits contained in *Government Audit Standards*, issued by the Comptroller General of 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 entity'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 entity'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.

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Opinion
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of Utah Parent Center, Inc. as of July 31, 2013, and the change in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters
The financial statements of Utah Parent Center, Inc. as of and for the year ended July 31, 2012 were audited by Lake, Hill and Myers, who joined Eide Bailly LLP on July 1, 2013, and whose report dated January 14, 2013, expressed an unmodified opinion on those statements.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133
Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*
In accordance with *Government Auditing Standards*, we have also issued our report dated January 31, 2014 on our consideration of Utah Parent Center, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Utah Parent Center Inc.'s internal control over financial reporting and compliance.

Eide Bailly LLP

Salt Lake City, Utah
January 31, 2014

	2013	2012
Assets		
Current Assets		
Cash and cash equivalents	$ 109,795	$ 155,144
Grants and contracts receivable	81,761	63,607
Total current assets	191,556	218,751
Investments	11,707	5,012
Endowment funds	311,685	249,557
Furniture and equipment, net	14,804	18,316
Other assets	5,376	6,676
	$ 535,128	$ 498,312
Liabilities and Net Assets		
Current Liabilities		
Accounts payable	$ 3,146	$ 4,269
Accrued expenses	18,272	41,454
Deferred revenue	10,394	-
Total current liabilities	31,812	45,723
Net Assets		
Unrestricted	155,158	162,124
Temporarily restricted	158,703	104,010
Permanently restricted	189,455	186,455
Total net assets	503,316	452,589
	$ 535,128	$ 498,312

	2013	2012
Unrestricted Net Assets		
Private donations and contributions	$ 65,330	$ 66,595
Grants and contracts	812,697	788,305
Other	2,183	9,064
Unrealized gain (loss) on investments	6,695	(1,268)
Restrictions satisfied	29,522	15,701
Total unrestricted support and revenue	916,427	878,397
Expenses		
Program services	844,205	802,787
Supporting services		
Management and general	73,436	61,351
Fundraising	5,752	18,848
Total expenses	923,393	882,986
Change in Unrestricted Net Assets	(6,966)	(4,589)
Temporarily Restricted Net Assets		
Private donations and contributions	25,087	21,950
Interest and dividends	5,058	5,511
Unrealized gain on investments	54,070	6,172
Restrictions satisfied	(29,522)	(15,701)
Change in temporarily restricted net assets	54,693	17,932
Permanently Restricted Net Assets		
Contributions	3,000	2,000
Change in permanently restricted net assets	3,000	2,000
Change in Net Assets	50,727	15,343
Net Assets, Beginning of Year	452,589	437,246
Net Assets, End of Year	$ 503,316	$ 452,589

	Program Services	Management and General	Fund-raising	Total
Salaries and benefits	$ 588,911	$ 56,205	$ 4,297	$ 649,413
Other Expenses				
Rent	56,145	5,359	410	61,914
Parent conferences and volunteer support	51,952	-	-	51,952
Printing and duplicating	17,920	1,710	131	19,761
Travel	22,800	-	152	22,952
Other expenses	27,646	2,638	202	30,486
Office supplies	14,456	1,380	105	15,941
Consultants and professional fees	46,153	4,405	337	50,895
Telephone	7,185	686	52	7,923
Postage and delivery	1,570	150	11	1,731
Depreciation	7,601	725	55	8,381
Resource materials	118	11	-	129
Staff development	1,748	167	-	1,915
Total expenses	$ 844,205	$ 73,436	$ 5,752	$ 923,393

	Program Services	Management and General	Fund-raising	Total
Salaries and benefits	$ 565,820	$ 47,489	$ 14,185	$ 627,494
Other Expenses				
Rent	57,630	4,838	1,444	63,912
Parent conferences and volunteer support	45,691	-	-	45,691
Printing and duplicating	23,473	1,971	588	26,032
Travel	26,159	-	605	26,764
Other expenses	29,311	2,461	748	32,520
Office supplies	11,612	975	291	12,878
Consultants and professional fees	24,848	2,086	623	27,557
Telephone	7,044	591	177	7,812
Postage and delivery	1,641	138	41	1,820
Depreciation	5,815	488	146	6,449
Resource materials	276	23	-	299
Staff development	3,467	291	-	3,758
Total expenses	$ 802,787	$ 61,351	$ 18,848	$ 882,986

	2013	2012
Reconciliation of change in net assets to net cash from (used for) operating activities		
Change in net assets	$ 50,727	$ 15,343
Adjustments to reconcile change in net assets to net cash from (used for) operating activities		
Depreciation	8,381	6,449
Endowment funds received	(3,000)	(2,000)
Unrealized gain on investments	(60,765)	(4,906)
Changes in operating assets and liabilities		
Grants and contracts receivable	(18,154)	21,271
Other assets	1,300	(5,376)
Accounts payable	(1,123)	(5,036)
Accrued expenses	(23,182)	14,308
Deferred grant revenue	10,394	(4,814)
Net Cash from (used for) Operating Activities	(35,422)	35,239
Investing Activities		
Purchase of equipment	(4,869)	(7,890)
Increase in endowment funds	(8,058)	(7,509)
Net Cash used for Investing Activities	(12,927)	(15,399)
Financing Activities		
Endowment funds received	3,000	2,000
Net Cash from Financing Activities	3,000	2,000
Net Change in Cash	(45,349)	21,840
Cash and Cash Equivalents, Beginning of Year	155,144	133,304
Cash and Cash Equivalents, End of Year	$ 109,795	$ 155,144

Note 1 - Summary of Significant Accounting Policies

Organization

Utah Parent Center, Inc. (the Organization) is a nonprofit organization providing education and training to parents of children with disabilities and special needs throughout the State of Utah.

Financial Statement Presentation

The accompanying financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Unrestricted - Net assets available for use in general operations. Unrestricted board-designated net assets consist of net assets designated by the Board of Directors for operating reserve.

Temporarily Restricted - Net assets subject to donor restrictions that may or will be met by expenditures or actions of the Organization and/or the passage of time, and certain income earned on permanently restricted net assets that has not yet been appropriated for expenditure by the Organization's Board of Directors.

The Organization reports contributions as temporarily 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, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions.

Permanently Restricted - Net assets whose use is limited by donor-imposed restrictions that neither expire by the passage of time nor can be fulfilled or otherwise removed by action of the Organization. The restrictions stipulate that resources be maintained permanently but permit the Organization to expend income generated in accordance with the provisions of the agreement.

Cash and Cash Equivalents

The Organization considers all cash and highly liquid financial instruments with original maturities of three months or less, and which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents. Cash and highly liquid financial instruments restricted to capital expenditures, permanent endowment, or other long-term purposes of the Organization are excluded from this definition.

Grants and Contracts Receivable and Credit Policies

Grants and contracts receivable consist primarily of noninterest-bearing amounts due from certain government or contracted entities for reimbursements of various approved expenses incurred in connection with grants and contracts. Management determines the allowance for uncollectable accounts receivable based on its determination of the collectability of each individual account. Accounts receivable are written off when deemed uncollectable. There was no allowance at July 31, 2013 and 2012.

Investments

Investments are reported at their fair values in the statements of financial position. Realized and unrealized gain or loss is reflected in the statements of activities.

Furniture and Equipment

Furniture and equipment are recorded at acquisition cost or, where donated, at estimated market value at the date of the donation. Depreciation is computed using the straight-line method based on the estimated useful lives of the assets. Furniture and equipment have been assigned useful lives of three or five years. Expenditures for repairs and maintenance are charged to expense as incurred. When assets are sold or otherwise disposed of, the cost and related depreciation or amortization are removed from the accounts, and any remaining gain or loss is included in the statements of activities.

Donated Services, Materials and Facilities

Volunteers contribute services, materials and facilities toward the fulfillment of the Organization's programs. To the extent these contributions satisfy the accounting criteria for recognition they are recognized as contributions and expenses in the statements of activities or are capitalized in the statements of financial position. The donated amounts recognized are recorded at their estimated fair market value.

For the years ended July 31, 2013 and 2012, the Organization recorded $63,514 for donated office rent, internet access, moving services, and utilities. No amounts have been reflected in the financial statements for donated volunteer services, which do not satisfy the accounting criteria for recognition; however, a substantial number of volunteers donate significant amounts of time to the Organization's programs.

Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Financial Instruments and Credit Risk

The Organization manages deposit concentrations risk by placing cash, money market accounts, and certificates of deposit with financial institutions believed by management to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. To date, the Organization has not experienced losses in any of these accounts. Credit risk associated with accounts receivable is considered to be limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from governmental agencies supportive of the Organization's mission. Investments are made by diversified investment managers whose performance is monitored by management and the Board of Directors. Although the fair values of investments are subject to fluctuation on a year-to-year basis, management and the Board of Directors believe that the investment policies and guidelines are prudent for the long-term welfare of the Organization.

Fair Value Measurements

The Organization's investments and endowment funds are recorded at their fair value at year end with any unrealized gains or losses reflected in the statements of activities.

Income Tax Status

Utah Parent Center, Inc. is organized as a Utah nonprofit corporation and has been recognized by the Internal Revenue Service (IRS) as exempt from federal income taxes under Section 501(a) of the Internal Revenue Code as an organization described in Section 501(c)(3), qualifies for the charitable contribution deduction under Section 170(b)(1)(A)(vi) and (viii), and has been determined not to be a private foundation under Sections 509(a)(1) and (3), respectively. The Organization is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, the Organization is subject to income tax on net income that is derived from business activities that are unrelated to its exempt purpose. The Organization has determined it is not subject to unrelated business income tax and has not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS.

The Organization believes that it has appropriate support for any tax positions taken affecting its annual filing requirements, and as such, does not have any uncertain tax positions that are material to the financial statements. The Organization would recognize future accrued interest and penalties related to unrecognized tax benefits and liabilities in income tax expense if such interest and penalties are incurred.

Subsequent Events

Management has made an evaluation of subsequent events through January 31, 2014, the date on which the financial statements were available to be issued. Management has not identified any subsequent events requiring disclosure.

Note 2 - Concentrations

Investments

The Organization's investments are subject to market and credit risk. Significant changes in the market for these investments could have a detrimental impact on the Organization.

Support

The Organization's revenues and receivables result primarily from contracts with government agencies. The current level of the Organization's operations and programs may be severely impacted if the level of support from government contracts is reduced.

Note 3 - Investments

Investments are stated at fair value and consist of the following:

	2013	2012
Common Stock		
Cost	$ 5,038	$ 5,038
Unrealized appreciation (depreciation)	6,669	(26)
Fair value	$ 11,707	$ 5,012

Note 4 - Endowment Funds

The Organization's Board of Directors has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, unless there are explicit donor stipulations to the contrary. At July 31, 2013 and 2012, there were no such donor stipulations. As a result of this interpretation, the Organization classifies as permanently restricted net assets (a) the original value of gifts donated to the Endowment, (b) the original value of subsequent gifts donated to the Endowment (including promises to give net of discount and allowance for doubtful accounts, and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. The remaining portion of the donor-restricted endowment is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by UPMIFA.

The amount of temporarily restricted net assets for autism related community support available for spending in a fiscal year is limited by the Organization's approved spending policy.

Endowment funds consist of investments in a mutual fund and cash and are recorded at fair value. Realized and unrealized gains and losses on investments are reflected in the statements of activities. The Organization's policy is to invest its endowment funds in a diverse, broad mutual fund. Endowment fund investments consist of the following:

	2013	2012
Cash, money market funds, cash equivalents	$ 26,344	$ 18,286
Mutual funds	285,341	231,271
	$ 311,685	$ 249,557

Endowment fund activity is reflected in the following table:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Investments at July 31, 2011	$ -	$ 51,419	$ 184,455	$ 235,874
Contributions	-	-	2,000	2,000
Investment returns				
Dividends and interest	-	5,511	-	5,511
Net realized and unrealized gains and losses	-	6,172	-	6,172
Investments at July 31, 2012	-	63,102	186,455	249,557
Contributions	-	-	3,000	3,000
Investment returns				
Dividends and interest	-	5,058	-	5,058
Net realized and unrealized gains and losses	-	54,070	-	54,070
Investments at July 31, 2013	$ -	$ 122,230	$ 189,455	$ 311,685

Note 5 - Fair Value Measurements

Financial Instruments Measured at Fair Value on a Recurring Basis

Certain assets and liabilities are reported at fair value in the financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities that the Organization can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

Level 3 – Unobservable inputs for the asset or liability. In these situations, the Organization develops inputs using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, taking into account factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to the Organization's assessment of the quality, risk or liquidity profile of the asset or liability.

The Organization's investment assets are classified within Level 1 because they are comprised of mutual funds and stocks with readily determinable fair values based on daily redemption values. The following table presents assets and liabilities measured at fair value on a recurring basis, except those measured at cost as identified below:

Assets at Fair Value at July 31, 2013

Description	Level 1	Level 2	Level 3	Total
Common stocks	$ 11,707	$ -	$ -	$ 11,707
Mutual funds	285,341	-	-	285,341
Total assets at fair value	$ 297,048	$ -	$ -	$ 297,048

Assets at Fair Value at July 31, 2012

Description	Level 1	Level 2	Level 3	Total
Common stocks	$ 5,012	$ -	$ -	$ 5,012
Mutual funds	231,271	-	-	231,271
Total assets at fair value	$ 236,283	$ -	$ -	$ 236,283

Note 6 - Furniture and Equipment

Furniture and equipment consists of the following at July 31, 2013 and 2012:

	2013	2012
Furniture and equipment	$ 49,600	$ 47,022
Accumulated depreciation	(34,796)	(28,706)
	$ 14,804	$ 18,316

Note 7 - Temporarily Restricted Net Assets

Temporarily restricted net assets consist of the following at July 31, 2013 and 2012:

	2013	2012
Autism related community support - endowment appreciation	$ 122,230	$ 63,102
Breakfast Fundraising Event	6,539	-
Family to Family Network and Family Voices	21,288	23,697
Family Links Conference	8,646	17,211
	$ 158,703	$ 104,010

Net assets were released from restrictions as follows during the years ended July 31, 2013 and 2012:

	2013	2012
Autism related community support - endowment appreciation	$ -	$ -
Breakfast Fundraising Event	81	-
Family to Family Network and Family Voices	8,034	3,121
Family Links Conference	21,407	12,580
	$ 29,522	$ 15,701

Note 8 - Permanently Restricted Net Assets

Permanently restricted net assets of $189,455 and $186,455 at July 31, 2013 and 2012, respectively, represent funds to be held in perpetuity. Permanently restricted net assets represent primarily an amount received from the Autism Society of Utah in 2003. Contributions totaling $3,000 and $2,000 were received from other donors during the years ended July 31, 2013 and 2012, respectively, under the same conditions as those required by the Autism Society of Utah. The income generated by the endowment shall be used for providing autism related community support.

Note 9 - Operating Leases

Effective July 1, 2011, the Organization began leasing office space from the Utah Personnel Development Center (under a verbal agreement which has yet to be formalized in writing) for $900 per month, representing an amount substantially less than estimated fair value.

For the years ended July 31, 2013 and 2012 rent expense was $61,914 and $63,912. Rent expense includes donated office space rent of $52,014 and $52,014 in 2013 and 2012, respectively.

Additional Information
July 31, 2013

Utah Parent Center, Inc.

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Agency or Pass-through Number	Federal Disbursements/ Expenditures
United States Department of Education			
Special Education & Rehabilitative			
Services/Parent Training & Information (1)	84.328	H328M070035-10	$ 33,570
		H328M070035-11	195,875
			229,445
Administered by the PEAK Center			
Special Education & Rehabilitative			
Services/Parent Information Centers (ICAP) (1)	84.328		822
			1,500
			2,322
Total 84.328			231,767
Administered by Alpine School District			
Special Education & Rehabilitative			
Services/Grants to States	84.027		32,667
			2,860
			35,527
Administered by Granite School District			
Special Education & Rehabilitative			
Services/Grants to States	84.027	PO 210051	45,220
		PO 310039	3,559
			48,779
Administered by Salt Lake School District			
Special Education & Rehabilitative			
Services/Grants to States	84.027	PO B900657	34,658
Administered by the Utah State Office of Education			
Special Education & Rehabilitative			
Services/Grants to States (USOE)	84.027	96052	90,392
		96052	5,709
			96,101
Administered by the Utah State Office of Education			
Special Education & Rehabilitative			
Services/Grants to States (UPIPS)	84.027	96052	14,005
		96052	362
			14,367
Total 84.027			229,432

Administered by the Utah State Office of Rehabilitation			
Vocational Rehabilitation Services/Grants to States (USOR)	84.126	136066	41,437
		136066	4,998
			46,435
Administered by the Provo School District			
Special Education & Rehabilitative Services/State Personnel Development (SPDG)	84.323	H323A990019A	2,990
		H323A990019A	22,725
			25,715
Total United States Department of Education			533,349
United States Department of Health and Human Services			
Health Resources and Services Administration/Maternal and Child Health Federal Consolidated Programs (Utah Family Voices)	93.504	H84MC07996-04-00	80,916
		H84MC07996-05-00	4,586
			85,502
Health Resources and Services Maternal and Child Health Services (Utah Family Voices)	93.944	136389	5,391
Substance Abuse and Mental Health Services - Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SOCXP)	93.104		654
Administered by the University of Utah			
Children's Healthcare Improvement Collaboration	93.767	PO 154284	34,872
			22,216
			57,088
Total United States Department of Health and Human Services			148,635
Total Federal Awards Expended			$ 681,984

(1) Major program

Note 1 - General

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Utah Parent Center, Inc. (the Organization) under programs of the federal government for the year ended July 31, 2013. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net assets or cash flows of the Organization. The Utah Parent Center, Inc. reporting entity is defined in Note 1 to the Organization's financial statements. All federal financial awards received directly from federal agencies as well as federal financial awards passed through from other government agencies are included on the schedule.

Note 2 - Significant Accounting Policies

Expenditures reported on the schedule of expenditures of federal awards are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-122, *Cost Principles for Non-Profit Organization*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3 - Sub-recipients

The Organization did not provide federal awards to any sub-recipients.

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

To the Board of Directors and Management of
Utah Parent Center, Inc.
Salt Lake City, Utah

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of Utah Parent Center, Inc., which comprise the statement of financial position as of July 31, 2013, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 31, 2014.

Internal Control Over Financial Reporting
In planning and performing our audit of the financial statements, we considered Utah Parent Center, Inc.'s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Utah Parent Center, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Utah Parent Center, Inc.'s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not yet been identified.

Compliance and Other Matters
As part of obtaining reasonable assurance about whether Utah Parent Center, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Eide Bailly LLP

Salt Lake City, Utah
January 31, 2014

Independent Auditor's Report on Compliance for its Major Federal Program; Report on Internal Control Over Compliance Required by OMB Circular A-133

The Board of Directors and Management of
Utah Parent Center, Inc.
Salt Lake City, Utah

Report on Compliance for its Major Federal Program
We have audited Utah Parent Center, Inc.'s compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on Utah Parent Center, Inc.'s major federal program for the year ended July 31, 2013. Utah Parent Center, Inc.'s major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility
Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditor's Responsibility
Our responsibility is to express an opinion on the compliance for Utah Parent Center, Inc.'s major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Utah Parent Center, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for its major federal program. However, our audit does not provide a legal determination of Utah Parent Center, Inc.'s compliance.

Opinion on its Major Federal Program
In our opinion, Utah Parent Center, Inc. complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect of its major Federal program for the year ended July 31, 2013.

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Report on Internal Control over Compliance
Management of Utah Parent Center, Inc. is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit of compliance, we considered Utah Parent Center, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on its major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for its major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Utah Parent Center, Inc.'s internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a compliance requirement will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Eide Bailly LLP

Salt Lake City, Utah
January 31, 2014

Summary of Auditors' Results

i. The auditor's report expresses an unmodified opinion on the financial statements of the Organization.

ii. No significant deficiencies or material weaknesses relating to the audit of the financial statements are reported in the *Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With Government Auditing Standards*.

iii. No instances of noncompliance material to the financial statements of the Organization, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.

iv. There are no significant deficiencies or material weaknesses in internal control over major programs disclosed in the *Report on Compliance for its Major Federal Program; Report on Internal Control Over Compliance Required by OMB Circular A-133.*

v. The auditor's report on compliance for the major federal award programs expresses an unmodified opinion on all major federal programs.

vi. The auditor identified no findings reported under the caption of Audit Findings.

vii. Major programs consisted of:

United States Department of Education	Federal CFDA Number	Expenditures
Special Education & Rehabilitative Services/Parent Training & Information	84.328	$ 231,767

viii. The dollar threshold to distinguish Type A and Type B programs was $300,000. Programs were selected to meet the percentage coverage rule of OMB Circular A-133 §530.

ix. The Organization qualified as a low risk auditee.

Audit Findings – Financial Statement Audit – Internal Controls

None

Findings and Questioned Costs - Major Federal Awards Program Audit

None

Findings and Questioned Costs – Major Federal Awards Programs Audit

No findings in prior year.

Findings and Questioned Costs - Financial Statement Audit

No findings in prior year.