Financial Statements
July 31, 2019 and 2018

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 statements of financial position as of July 31, 2019 and 2018, and the related statements of activities, functional expenses and cash flows for the years 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 audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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.

Opinion
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Utah Parent Center, Inc. as of July 31, 2019 and 2018, and the change in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Change in Accounting Policy
As discussed in Note 9 to the financial statements, Utah Parent Center, Inc. has adopted the provisions of Financial Accounting Standards Board Accounting Standards Update No. 2016-14, *Presentation of Financial Statements for Not-for-Profit Entities*. Accordingly, the July 31, 2018 financial statements have been restated to adopt this standard. Our opinion is not modified with respect to this matter.

Eide Bailly LLP

Salt Lake City, Utah
December 9, 2019

	2019	2018 (As Restated)
Assets		
Current assets		
Cash and cash equivalents	$ 294,279	$ 229,374
Grants and contracts receivable	63,692	43,918
Total current assets	357,971	273,292
Endowment	414,991	412,866
Furniture and equipment, net	17,666	15,245
Other assets	10,091	700
	$ 800,719	$ 702,103
Liabilities and Net Assets		
Accounts payable	$ 3,425	$ 9,618
Accrued expenses	52,279	38,521
Total liabilities	55,704	48,139
Net Assets		
Without donor restrictions	308,992	224,128
With donor restrictions		
Purpose restrictions	245,338	239,151
Perpetual in nature	190,685	190,685
Total net assets with donor restrictions	436,023	429,836
Total net assets	745,015	653,964
	$ 800,719	$ 702,103

	2019	2018 (As Restated)
Net Assets Without Donor Restrictions		
Private donations and contributions	$ 162,590	$ 98,432
Grants and contracts	1,060,189	1,074,272
Other	2,692	2,626
Gross special events revenue	52,706	22,545
Less costs of direct benefit to donors	(14,776)	(6,594)
Net special events revenue	37,930	15,951
Net assets released from restrictions		
Restrictions satisfied	39,846	28,441
Total revenue and support without donor restrictions	1,303,247	1,219,722
Expenses		
Program services	1,071,212	1,072,433
Supporting services		
Management and general	100,594	77,576
Fundraising	46,577	43,270
Total expenses	1,218,383	1,193,279
Change in Net Assets Without Donor Restrictions	84,864	26,443
Net Assets With Donor Restrictions		
Private donations and contributions	33,097	6,121
Endowment net investment return	12,936	31,730
Net assets released from restrictions		
Restrictions satisfied	(39,846)	(28,441)
Change in Net Assets With Donor Restrictions	6,187	9,410
Change in Net Assets	91,051	35,853
Net Assets, Beginning of Year	653,964	618,111
Net Assets, End of Year	$ 745,015	$ 653,964

	Program Services	Supporting Services: Management and General	Supporting Services: Fundraising	Total
Salaries and Benefits	$ 823,283	$ 82,367	$ 37,028	$ 942,678
Other Expenses				
Rent	56,069	5,610	2,521	64,200
Parent conferences and volunteer support	29,575	-	-	29,575
Printing and duplicating	13,565	1,357	610	15,532
Travel	36,179	-	1,479	37,658
Other expenses	37,412	3,743	16,459	57,614
Office supplies	14,410	1,442	649	16,501
Consultants and professional fees	35,425	3,544	1,594	40,563
Telephone	15,239	1,525	685	17,449
Postage and delivery	505	51	22	578
Depreciation	6,809	681	306	7,796
Staff development	2,741	274	-	3,015
Total expenses	1,071,212	100,594	61,353	1,233,159
Less expenses included as revenue on the statement of activities - Costs of direct benefits to donors	-	-	(14,776)	(14,776)
	$ 1,071,212	$ 100,594	$ 46,577	$ 1,218,383

		Supporting Services		
	Program Services	Management and General	Fundraising	Total
Salaries and Benefits	$ 842,799	$ 64,070	$ 34,562	$ 941,431
Other Expenses				
Rent	55,097	4,189	2,259	61,545
Parent conferences and volunteer support	13,890	-	-	13,890
Printing and duplicating	11,987	911	492	13,390
Travel	38,095	-	1,452	39,547
Other expenses	42,096	3,200	8,401	53,697
Office supplies	13,873	1,055	570	15,498
Consultants and professional fees	22,582	1,717	926	25,225
Telephone	22,218	1,689	911	24,818
Postage and delivery	921	70	38	1,029
Depreciation	6,191	471	253	6,915
Staff development	2,684	204	-	2,888
Total expenses	1,072,433	77,576	49,864	1,199,873
Less expenses included as revenue on the statement of activities - Costs of direct benefits to donors	-	-	(6,594)	(6,594)
	$ 1,072,433	$ 77,576	$ 43,270	$ 1,193,279

	2019	2018
Operating Activities		
Change in net assets	$ 91,051	$ 35,853
Adjustments to reconcile change in net assets to net cash from operating activities		
Depreciation	7,796	6,915
Contributions restricted to endowment	-	(242)
Endowment net investment return	(12,936)	(31,730)
Changes in operating assets and liabilities		
Grants and contracts receivable	(19,774)	67,547
Other assets	(9,391)	4,705
Accounts payable	(6,193)	3,247
Accrued expenses	13,758	(3,164)
Net Cash from Operating Activities	64,311	83,131
Investing Activities		
Purchases of equipment	(10,217)	(9,115)
Addition to endowment	-	(242)
Withdrawal from endowment	10,811	13,392
Net Cash from Investing Activities	594	4,035
Financing Activities		
Collection of contribution restricted to endowment	-	242
Net Cash from Financing Activities	-	242
Net Change in Cash and Cash Equivalents	64,905	87,408
Cash and Cash Equivalents, Beginning of Year	229,374	141,966
Cash and Cash Equivalents, End of Year	$ 294,279	$ 229,374

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.

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 for uncollectible accounts at July 31, 2019 and 2018.

Investments

Investment purchases are recorded at cost or, if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the statements of financial position. Net investment return is reported in the statements of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less investment management and custodial fees.

Furniture and Equipment

Furniture and equipment additions are recorded at cost or, if donated, at fair value on the date of the donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets ranging from three to five years. 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. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

The Organization reviews the carrying values of furniture and equipment for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent carrying value exceeds the fair value of the asset. There were no indicators of asset impairment during the years ended July 31, 2019 and 2018.

Net Assets

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

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and board-designated endowment.

Net Assets with Donor Restrictions – Net assets subject to donor (or certain grantor) restrictions. Some donor imposed (or grantor) restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. The Organization reports contributions restricted by donors as increases in net assets with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Revenue and Revenue Recognition

Revenue is recognized when earned. Program service fees and payments under cost-reimbursable contracts received in advance are deferred to the applicable period in which the related services are performed, or expenditures are incurred, respectively. Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met.

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include rent and depreciation which are allocated on a square footage basis, as well as salaries and benefits, consultants and professional fees, office supplies, insurance, and other, which are allocated on the basis of estimates of time and effort.

Donated Services and In-Kind Contributions

Volunteers contribute significant amounts of time to the Organization's program services, administration, and fundraising and development activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. Contributed goods are recorded at fair value at the date of donation. The Organization records donated professional services at the respective fair values of the services received. For the years ended July 31, 2019 and 2018, the Organization recorded no donated services or in-kind contributions.

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), qualifying for the charitable contribution deduction under Section 170(b)(1)(A)(vi), and has been determined not to be a private foundation under Section 509(a)(1). 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.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the Organization to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and those differences could be material.

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.

Adoption of Financial Accounting Standards Board (FASB) Accounting Standards Update 2016-14

As of August 1, 2018, the Organization adopted the provisions of FASB Accounting Standards Update (ASU) 2016-14, *Presentation of Financial Statements of Not-For-Profit- Entities*. The Organization believes the standard improve the usefulness and understandability of the Organization's financial statement reporting. Accordingly, the accompanying financial statements and related notes follow the net asset classification, presentation, and disclosure requirements prescribed by the ASU.

The amendments should be applied on a retrospective basis; however, if presenting comparative financial statements, the ASU allows for the option to omit, for any periods presented before the period of adoption, the analysis of expenses by both natural classification and functional classification (the separate presentation of expenses by functional classification and expenses by natural classification is still required), and the disclosure about liquidity and availability of resources. The Organization has elected not to present comparative information for the disclosure about liquidity and availability of resources.

Subsequent Events

Management has made an evaluation of subsequent events through December 9, 2019, the date on which the financial statements were available to be issued.

Note 2 - Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

Cash and cash equivalents	$ 273,247
Grants and contracts receivable	63,692
	$ 336,939

As part of a liquidity management plan, cash in excess of daily requirements is invested in short-term investments, CDs, and money market funds

Note 3 - Fair Value Measurements

Financial Instruments Measured at Fair Value on a Recurring Basis

Certain assets 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 with readily determinable fair values based on daily redemption values.

The following table presents assets measured at fair value on a recurring basis, except those measured at cost as identified below, at July 31, 2019:

		Fair Value Measurements at Report Date Using		
Assets	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Endowment investments				
Cash and money market funds (at cost)	$ 32,458	$ 32,458	$ -	$ -
Mutual funds	382,533	382,533	-	-
Total endowment investments at fair value	$ 414,991	$ 414,991	$ -	$ -

The following table presents assets measured at fair value on a recurring basis, except those measured at cost as identified below, at July 31, 2018:

		Fair Value Measurements at Report Date Using		
Assets	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Endowment investments				
Cash and money market funds (at cost)	$ 4,243	$ 4,243	$ -	$ -
Mutual funds	408,623	408,623	-	-
Total endowment investments at fair value	$ 412,866	$ 412,866	$ -	$ -

Note 4 - Net Investment Return

Net investment return consists of the following for the years ended July 31, 2019 and 2018:

	2019	2018
Endowment investments		
Interest and dividends	$ 39,026	$ 29,346
Net realized and unrealized gain/(loss)	(26,090)	2,384
Endowment net investment return	$ 12,936	$ 31,730

Note 5 - Furniture and Equipment

Furniture and equipment consists of the following at July 31, 2019 and 2018:

	2019	2018
Furniture and equipment	$ 60,998	$ 56,110
Accumulated depreciation	(43,332)	(40,865)
	$ 17,666	$ 15,245

Note 6 - Endowment

The Organization's endowment (the Endowment) consists of one fund established by donors to provide annual funding for autism related community support. Net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

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, 2019 and 2018, there were no such donor stipulations. As a result of this interpretation, the Organization retains in perpetuity (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) any accumulations to the Endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure in a manner consistent with the standard of prudence prescribed by UPMIFA. The following factors are considered in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the organization and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the organization
- The investment policies of the organization

At July 31, 2019 and 2018, the Organization's Endowment consists entirely of donor-restricted funds and does not include any board-designated funds.

Investment and Spending Policies

The Organization has adopted investment and spending policies for the Endowment that attempt to provide a predictable stream of funding for operations while seeking to maintain the purchasing power of the Endowment assets. Over time, long-term rates of return should be equal to an amount sufficient to maintain the purchasing power of the Endowment assets, to provide the necessary capital to fund the spending policy, and to cover the costs of managing the Endowment investments. A significant portion of the funds are invested to seek growth of principal over time.

The Organization uses an endowment spending-rate formula to determine the amount to spend from the Endowment each year. The rate, determined and adjusted from time to time by the Board of Directors, is applied to the average fair value of the Endowment investments for the prior year to determine the spending amount for the upcoming year applied subjectively. In establishing this policy, the Organization considered the long-term expected return on the Endowment and set the rate with the objective of maintaining the purchasing power of the Endowment over time.

Changes in the Endowment net assets for the year ending July 31, 2019, are as follows:

	Without Donor Restriction	With Donor Restrictions - Purpose	With Donor Restrictions - Perpetual	Total
Endowment net assets, beginning of year	$ -	$ 222,181	$ 190,685	$ 412,866
Net investment return	-	12,936	-	12,936
Distributions	-	(10,811)	-	(10,811)
Contributions	-	-	-	-
Endowment net assets, end of year	$ -	$ 224,306	$ 190,685	$ 414,991

Changes in the Endowment net assets for the year ending July 31, 2018, are as follows:

	Without Donor Restriction	With Donor Restrictions - Purpose	With Donor Restrictions - Perpetual	Total
Endowment net assets, beginning of year	$ -	$ 203,843	$ 190,443	$ 394,286
Net investment return	-	31,730	-	31,730
Distributions	-	(13,392)	-	(13,392)
Contributions	-	-	242	242
Endowment net assets, end of year	$ -	$ 222,181	$ 190,685	$ 412,866

Note 7 - Net Assets with Donor Restrictions

Net assets with donor restrictions consist of the following at July 31, 2019 and 2018:

	2019	2018
Subject to expenditure for specified purpose		
Autism related community support - endowment appreciation	$ 224,306	$ 222,181
Family to Family Network and Family Voices	10,920	7,681
Family Links Conference	10,019	9,196
Other	93	93
	245,338	239,151
Perpetual in nature		
Endowment contributions restricted in perpetuity	190,685	190,685
	$ 436,023	$ 429,836

Note 8 - Operating Lease

The Organization is under a lease commitment for their office space through August 31, 2020. The terms of the lease require monthly payments of $5,350.

Future minimum lease payments are as follows:

Years Ending July 31,	
2020	$ 64,200
2021	5,350
	$ 69,550

For the years ended July 31, 2019 and 2018, rent expense under this lease commitment totaled $64,200 and $61,545, respectively.

Note 9 - Restatement Resulting from Change in Accounting Policy

As disclosed in Note 1, the Organization adopted the provisions of ASU 2016-14, *Presentation of Financial Statements for Not-For-Profit Entities* as of August 1, 2018. As a part of the adoption, changes were made to the presentation of the financial statements and the classification of net assets. The following is a summary of the effects of the adoption of the accounting policy in the Organization's July 31, 2018 financial statements.

The effect on the Organization's statement of financial position as of July 31, 2018, is as follows:

	As Previously Reported	Adoption of ASU 2016-14	As Restated
Unrestricted net assets	$ 224,128	$ (224,128)	$ -
Temporarily restricted net assets	239,151	(239,151)	-
Permanently restricted net assets	190,685	(190,685)	-
Net assets without donor restrictions	-	224,128	224,128
Net assets with donor restrictions	-	429,836	429,836

The effect on the Organization's statement of activities as of July 31, 2018, is as follows:

	As Previously Reported	Adoption of ASU 2016-14	As Restated
Temporarily restricted net assets			
Private donations and contributions	$ 5,879	$ (5,879)	$ -
Change in temporarily restricted net assets	9,168	(9,168)	-
Permanently restricted net assets			
Contributions	242	(242)	-
Change in permanently restricted net assets	242	(242)	-
Net assets with donor restrictions			
Private donations and contributions	-	6,121	6,121
Change in net assets with donor restrictions	-	9,410	9,410