Financial Statements,
Schedule of Expenditures of Federal Awards, and Reports Required by Government Auditing Standards and the Uniform Guidance
July 31, 2021 and 2020

Utah Parent Center, Inc.

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, 2021 and 2020, 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 and the standards applicable to financial audits contained in *Government Auditing 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.

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, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Other Information

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 is presented for purposes of additional analysis as required by the audit requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) 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 schedule of expenditures of federal awards 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 5, 2022 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 and grant agreements, and other matters. The purpose of that report is solely 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 effectiveness of Utah Parent Center, Inc.'s 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 5, 2022

	2021	2020
Assets		
Current assets		
Cash and cash equivalents	$ 444,838	$ 483,356
Grants and contracts receivable	80,547	90,887
Total current assets	525,385	574,243
Endowment	509,983	404,935
Furniture and equipment, net	45,782	12,570
Other assets	11,170	19,127
	$ 1,092,320	$ 1,010,875
Liabilities and Net Assets		
Current Liabilities		
Accounts payable	$ 1,177	$ 5,939
Accrued expenses	73,560	71,057
Current maturities of notes payable	-	85,874
Total current liabilities	74,737	162,870
Long-Term Liabilities		
Notes payable, less current maturities	-	109,373
Total liabilities	74,737	272,243
Net Assets		
Without donor restrictions	462,383	296,961
With donor restrictions		
Purpose restrictions	364,515	250,986
Perpetual in nature	190,685	190,685
Total net assets with donor restrictions	555,200	441,671
Total net assets	1,017,583	738,632
	$ 1,092,320	$ 1,010,875

	2021	2020
Net Assets Without Donor Restrictions		
Revenue, support, and gains		
Public support		
Private donations and contributions	$ 184,491	$ 125,873
Gross special events revenue	-	42,413
Less costs of direct benefit to donors	-	(19,314)
Net special events revenue	-	23,099
Grants and contracts	1,278,327	1,096,871
Gain on forgiveness of Paycheck Protection Program loan	195,247	-
Other income	3,434	2,882
In-kind contributions and donated professional services	1,053	4,705
Net assets released from restrictions		
Restrictions satisfied	30,896	21,986
Total revenue and support without donor restrictions	1,693,448	1,275,416
Expenses		
Program services	1,341,745	1,126,799
Supporting services		
Management and general	131,727	109,259
Fundraising	54,554	51,389
Total expenses	1,528,026	1,287,447
Change in Net Assets Without Donor Restrictions	165,422	(12,031)
Net Assets With Donor Restrictions		
Private donations and contributions	27,348	30,000
Endowment net investment return	117,077	(2,366)
Net assets released from restrictions		
Restrictions satisfied	(30,896)	(21,986)
Change in Net Assets With Donor Restrictions	113,529	5,648
Change in Net Assets	278,951	(6,383)
Net Assets, Beginning of Year	738,632	745,015
Net Assets, End of Year	$ 1,017,583	$ 738,632

		Supporting Services		
	Program Services	Management and General	Fundraising	Total
Salaries and Benefits	$ 1,108,766	$ 111,527	$ 45,892	$ 1,266,185
Other Expenses				
Rent	61,713	6,208	2,554	70,475
Parent conferences and volunteer support	25,281	-	-	25,281
Printing and duplicating	8,741	879	362	9,982
Travel	6,870	-	258	7,128
Other expenses	41,744	4,199	1,843	47,786
Office supplies	30,663	3,084	1,269	35,016
Consultants and professional fees	26,546	2,670	1,099	30,315
Telephone	17,433	1,754	721	19,908
Postage and delivery	1,335	134	55	1,524
Depreciation	12,111	1,218	501	13,830
Staff development	542	54	-	596
Total expenses	$ 1,341,745	$ 131,727	$ 54,554	$ 1,528,026

	Program Services	Supporting Services: Management and General	Supporting Services: Fundraising	Total
Salaries and Benefits	$ 912,927	$ 90,732	$ 41,944	$ 1,045,603
Other Expenses				
Rent	56,054	5,571	2,575	64,200
Parent conferences and volunteer support	5,264	-	-	5,264
Printing and duplicating	8,258	821	379	9,458
Travel	21,868	-	914	22,782
Other expenses	41,381	4,113	21,215	66,709
Office supplies	24,496	2,421	1,120	28,037
Consultants and professional fees	33,259	3,287	1,520	38,066
Telephone	15,052	1,496	691	17,239
Postage and delivery	743	74	34	851
Depreciation	6,756	671	311	7,738
Staff development	741	73	-	814
Total expenses	1,126,799	109,259	70,703	1,306,761
Less expenses included as revenue on the statement of activities - Costs of direct benefits to donors	-	-	(19,314)	(19,314)
	$ 1,126,799	$ 109,259	$ 51,389	$ 1,287,447

	2021	2020
Operating Activities		
Change in net assets	$ 278,951	$ (6,383)
Adjustments to reconcile change in net assets to net cash used for operating activities		
Depreciation	13,830	7,738
Endowment net investment loss/(return)	(117,077)	2,366
Gain on forgiveness of Paycheck Protection Program loan	(195,247)	-
Loss on disposal of assets	519	2,424
Changes in operating assets and liabilities		
Grants and contracts receivable	10,340	(27,195)
Other assets	7,957	(9,036)
Accounts payable	(4,762)	2,514
Accrued expenses	2,503	18,778
Net Cash used for Operating Activities	(2,986)	(8,794)
Investing Activities		
Purchases of equipment	(47,561)	(5,066)
Withdrawal from endowment	12,029	7,690
Net Cash from (used for) Investing Activities	(35,532)	2,624
Financing Activities		
Proceeds from issuance of note payable	-	195,247
Net Cash from Financing Activities	-	195,247
Net Change in Cash and Cash Equivalents	(38,518)	189,077
Cash and Cash Equivalents, Beginning of Year	483,356	294,279
Cash and Cash Equivalents, End of Year	$ 444,838	$ 483,356
Supplemental Disclosure of Non-Cash Investing and Financing Activity		
Forgiveness of Paycheck Protection Program loan	$ 195,247	$ -

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.

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, 2021 and 2020.

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/(loss) 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, 2021 and 2020.

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

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, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met. The Organization's federal and state contracts and grants are conditioned upon certain performance requirements and the incurrence of allowable qualifying expenses. Consequently, at July 31, 2021 and 2020, conditional contributions approximating $2,106,000 and $1,574,000, respectively, for which no amounts had been received in advance, have not been recognized in the accompanying financial statements.

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 year ended July 31, 2021, the Organization recorded $1,000 of donated professional services and $53 of in-kind contributions of food and supplies for program services. For the year ended July 31, 2020, the Organization recorded $2,955 of donated professional services and $1,750 of in-kind contributions of food and supplies for program services.

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.

Subsequent Events

Management has made an evaluation of subsequent events through January 5, 2022, 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 at July 31, 2021 and 2020:

	2021	2020
Cash and cash equivalents	$ 399,621	$ 446,620
Grants and contracts receivable	80,547	90,887
	$ 480,168	$ 537,507

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 and Disclosures

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 open-end mutual funds and cash deposit accounts 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, 2021:

		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)	$ 70,725	$ -	$ -	$ -
Mutual funds	439,258	439,258	-	-
Total endowment investments at fair value	$ 509,983	$ 439,258	$ -	$ -

The following table presents assets measured at fair value on a recurring basis, except those measured at cost as identified below, at July 31, 2020:

		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)	$ 54,930	$ -	$ -	$ -
Mutual funds	350,005	350,005	-	-
Total endowment investments at fair value	$ 404,935	$ 350,005	$ -	$ -

Note 4 - Furniture and Equipment

Furniture and equipment consists of the following at July 31, 2021 and 2020:

	2021	2020
Furniture and equipment	$ 98,215	$ 57,301
Accumulated depreciation	(52,433)	(44,731)
	$ 45,782	$ 12,570

Note 5 - 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, 2021 and 2020, 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, 2021 and 2020, 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, 2021, are as follows:

	Without Donor Restriction	With Donor Restrictions - Purpose	With Donor Restrictions - Perpetual	Total
Endowment net assets, beginning of year	$ -	$ 214,250	$ 190,685	$ 404,935
Net investment return	-	117,077	-	117,077
Distributions	-	(12,029)	-	(12,029)
Contributions	-	-	-	-
Endowment net assets, end of year	$ -	$ 319,298	$ 190,685	$ 509,983

Changes in the Endowment net assets for the year ending July 31, 2020, are as follows:

	Without Donor Restriction	With Donor Restrictions - Purpose	With Donor Restrictions - Perpetual	Total
Endowment net assets, beginning of year	$ -	$ 224,306	$ 190,685	$ 414,991
Net investment loss	-	(2,366)	-	(2,366)
Distributions	-	(7,690)	-	(7,690)
Contributions	-	-	-	-
Endowment net assets, end of year	$ -	$ 214,250	$ 190,685	$ 404,935

Note 6 - Net Assets with Donor Restrictions

Net assets with donor restrictions consist of the following at July 31, 2021 and 2020:

	2021	2020
Subject to expenditure for specified purpose		
Autism related community support - endowment appreciation	$ 319,298	$ 214,250
Family to Family Network and Family Voices	12,772	12,738
Family Links Conference	9,471	10,019
Autism Across the Lifespan	7,881	13,886
Transition	15,000	-
Other	93	93
	364,515	250,986
Perpetual in nature		
Endowment contributions restricted in perpetuity	190,685	190,685
	$ 555,200	$ 441,671

Note 7 - Operating Leases

The Organization's office space is leased under an operating lease through January 2026. The terms of the lease require monthly payments of approximately $6,242.

Future minimum lease payments are as follows:

Years Ending July 31,	
2022	$ 71,981
2023	73,283
2024	74,749
2025	76,244
2026	44,377
	$ 340,634

For the years ended July 31, 2021 and 2020, rent expense totaled $70,475 and $64,200, respectively.

Note 8 - Paycheck Protection Program (PPP) Loan

During April 2020, the Organization applied for and was granted a $195,247 loan under the Paycheck Protection Program administered by a Small Business Administration (SBA) approved partner. The loan was uncollateralized and fully guaranteed by the federal government. The Organization initially recorded a note payable and subsequently recorded forgiveness when the loan obligation was legally released by the SBA. The Organization recognized $195,247 of loan forgiveness income for the year ended July 31, 2021.

Schedule of Expenditures of Federal Awards and Reports Required by Government Auditing Standards and the Uniform Guidance
July 31, 2021

Utah Parent Center, Inc.

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*

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, 2021, 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 5, 2022.

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) as a basis for designing 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 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters
As part of obtaining reasonable assurance about whether Utah Parent Center, Inc.'s financial statements are free from 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 financial statements. 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*.

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 5, 2022

Independent Auditor's Report on Compliance for the Major Federal Programs; Report on Internal Control Over Compliance Required by the Uniform Guidance

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

Report on Compliance for the Major Federal Program

We have audited Utah Parent Center, Inc.'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Utah Parent Center, Inc.'s major federal programs for the year ended July 31, 2021. Utah Parent Center, Inc.'s major federal programs are 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 federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility
Our responsibility is to express an opinion on compliance for each of Utah Parent Center, Inc.'s major federal programs 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of 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 each major federal program. However, our audit does not provide a legal determination of Utah Parent Center, Inc.'s compliance.

Opinion on Each Major Federal Program
In our opinion, Utah Parent Center, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended July 31, 2021.

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 types of 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 each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, 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 the 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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program 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 over compliance 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Eide Bailly LLP

Salt Lake City, Utah
January 5, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Grantor/ Pass-Through Number	Expenditures
U.S. Department of Education			
Special Education Parent Training and Information Centers			
Parent Training & Information	84.328	H328M070035-3	$ 47,648
Parent Training & Information	84.328	H328M150034	160,832
			208,480
Special Education Grants to States			
Administered by Alpine School District	84.027	not available	33,022
Administered by Box Elder School District	84.027	not available	24,008
Administered by Granite School District	84.027	not available	52,176
Administered by Utah State Board of Education (USBE)	84.027	USBE190043MA	153,361
Administered by Utah State Board of Education (UPIPS)	84.027	USBE190043MA	7,939
Administered by Utah State Board of Education (SHIFT)	84.027	USBE190043MA	4,167
Total Special Education Cluster			274,673
Special Education Personnel Development Grants to States			
Administered by Utah State Board of Education			
Utah Multi-Tier System of Supports (UMTSS)	84.323	USBE180084MA	39,503
Total U.S. Department of Education			522,656
U.S. Department of Health and Human Services			
Family to Family Health Information Centers			
Maternal and Child Health Federal Consolidated Programs (Utah Family Voices)	93.504	2H84MC07996-06-00	92,820
Maternal and Child Health Federal Consolidated Programs (Utah Family Voices)	93.504	5H84MC07996-07-00	19,095
			111,915
Maternal and Child Health Services Block Grant to States			
Maternal and Child Health Services (Utah Family Voices)	93.994	166048	45,887
Maternal and Child Health Services (Hi Tech Grant - U of U)	93.994	10046093-01	10,743
			56,630
Early Hearing Detection and Intervention			
Passed Through State of Utah - Universal Newborn Screening	93.251	2 H61MC00042-20-0(	67,868
Developmental Disabilities Basic Support and Advocacy Grants			
Passed Through State of Utah (Transition)	93.630	1901UTSCDD	125,439
Maternal and Child Health Federal Consolidated Programs			
UCBCD	93.110	not available	3,407
Total U.S. Department of Health and Human Services			365,259
Passed through State of Utah			
Coronavirus Relief (Division of Services for People with Disabilities)	21.unknown	not available	54,900
Passed through State of Utah			
Coronavirus Relief (Family Voices of Albuquerque, NM)	21.unknown	not available	6,500
Total Federal Assistance			$ 949,315

Note A - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Utah Parent Center, Inc. under programs of the federal government for the year ended July 31, 2021. The information is presented in accordance with requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Utah Parent Center, Inc., it is not intended to, and does not, present the financial position, changes in net assets, or cash flows of Utah Parent Center, Inc.

Note B - Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. No federal financial assistance has been provided to a subrecipient.

Note C - Indirect Cost Rate

Utah Parent Center, Inc. has elected to use the 10% de minimis cost rate.

Section I – Summary of Auditor's Results

FINANCIAL STATEMENTS

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	No
Noncompliance material to financial statements noted?	No

FEDERAL AWARDS

Internal control over major program:	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	No
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516	No

Identification of Major Programs

Name of Federal Program	CFDA Number
Special Education Parent Training and Information Centers	84.328
Special Education Grants to States	84.027

Dollar threshold used to distinguish between type A and type B programs	$ 750,000
Auditee qualified as low-risk auditee?	No

Section II – Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None