

WILD UTAH PROJECT
AUDITED FINANCIAL STATEMENTS
Year Ended December 31, 2020

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Wild Utah Project

We have audited the accompanying financial statements of Wild Utah Project (a nonprofit organization), which comprise the statement of financial position as of December 31, 2020, 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. 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 Wild Utah Project as of December 31, 2020, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Squire & Company, PC

Orem, Utah
August 23, 2021

WILD UTAH PROJECT
STATEMENT OF FINANCIAL POSITION
December 31, 2020

ASSETS

Current Assets:

Cash	\$ 521,487
Investments	1,607,959
Contributions and grants receivable	<u>14,663</u>
Total current assets	2,144,109

Fixed Assets:

Furniture and fixtures	\$ 15,595
Computer equipment	6,447
Software	1,396
Accumulated depreciation	<u>(22,531)</u>
Net fixed assets	<u>907</u>
Total assets	<u><u>\$ 2,145,016</u></u>

LIABILITIES AND NET ASSETS

Current Liabilities:

Accounts payable	\$ 7,901
Current portion of PPP loan	38,241
Accrued payroll	<u>7,746</u>
Total current liabilities	53,888

PPP Loan, net of current portion

	<u>19,459</u>
Total liabilities	73,347

Net Assets:

Without donor restrictions	1,039,669
With donor restrictions	<u>1,032,000</u>
Total net assets	<u>2,071,669</u>
Total liabilities and net assets	<u><u>\$ 2,145,016</u></u>

The accompanying notes are an integral part of this financial statement.

WILD UTAH PROJECT
STATEMENT OF ACTIVITIES
Year Ended December 31, 2020

Net Assets without Donor Restrictions:

Revenues and support:	
Contributions	\$ 69,127
Grants and contracts	250,089
Investment income	677,073
Other	<u>77,586</u>
Total revenues and support	1,073,875
Expenses:	
Program services	290,115
Supporting services:	
Management and general	51,382
Fundraising	<u>27,990</u>
Total expenses	<u>369,487</u>
Change in net assets without donor restrictions	704,388

Net Assets with Donor Restrictions:

Contributions	<u>32,000</u>
Change in Net Assets	736,388
Net Assets at Beginning of Year	<u>1,335,281</u>
Net Assets at End of Year	<u><u>\$ 2,071,669</u></u>

The accompanying notes are an integral part of this financial statement.

WILD UTAH PROJECT
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended December 31, 2020

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Wages and benefits	\$ 226,431	\$ 38,265	\$ 22,568	\$ 287,264
Promotion	2,004	1,289	232	3,525
Supplies	5,896	436	249	6,581
Professional services	14,451	4,051	1,939	20,441
Office	7,511	3,960	1,075	12,546
Travel	5,612	-	-	5,612
Insurance	1,116	264	130	1,510
Depreciation	2,965	-	-	2,965
Other	13,861	360	389	14,610
Occupancy	10,268	2,757	1,408	14,433
Total expenses	<u>\$ 290,115</u>	<u>\$ 51,382</u>	<u>\$ 27,990</u>	<u>\$ 369,487</u>

The accompanying notes are an integral part of this financial statement.

WILD UTAH PROJECT
STATEMENT OF CASH FLOWS
Year Ended December 31, 2020

Cash Flows from Operating Activities:	
Change in net assets	\$ 736,388
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation expense	2,965
Unrealized gains on investments	(661,886)
Changes in operating assets and liabilities:	
Contributions and grants receivable	228,928
Accounts payable	(14,369)
Accrued payroll	(952)
Total adjustments	<u>(445,314)</u>
Net cash provided by operating activities	291,074
Cash Flows from Investing Activities:	
Net sales of investments	33,063
Cash Flows from Financing Activities:	
Proceeds from PPP loan	57,700
Repayment of note payable	<u>(13,789)</u>
Net Change in Cash	368,048
Cash at Beginning of Year	<u>153,439</u>
Cash at End of Year	<u><u>\$ 521,487</u></u>

Supplementary Data:

The Organization paid no interest or income taxes during the year.

The Organization had no noncash investing or financing activities during the year.

The accompanying notes are an integral part of this financial statement.

WILD UTAH PROJECT

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Wild Utah Project dba (the Organization) have been prepared on the accrual basis of accounting. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

Organization

The Organization is a nonprofit corporation organized under the laws of the State of Utah. The purpose, for which the Organization was formed is to apply the principles of conservation biology to maintain, and where needed, restore the health of ecosystems in Utah and surrounding states. The Organization is funded by grants and contributions from various groups and individuals.

Financial Statement Presentation

The Organization reports information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of Foundation’s management and board of directors.

Net assets with donor restrictions – Net assets subject to stipulations imposed by donors and grantors.

Donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as contributions without donor restrictions.

Contributions and Grants Receivable

The Organization has not established an allowance for doubtful accounts at December 31, 2020. The Organization believes all amounts are fully collectible.

Investments

Investments represent funds invested in equity securities.

Tax Status

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code (IRC), though it would be subject to tax on income unrelated to its exempt purposes (unless that income is otherwise excluded by the IRC). Contributions to the Organization are tax deductible to donors under Section 170 of the IRC. The Organization is not classified as a private foundation.

WILD UTAH PROJECT
NOTES TO THE FINANCIAL STATEMENTS

Contributed Services and Materials

Many individuals volunteer their time and perform a variety of tasks that assist the Organization. The Organization receives a substantial amount of volunteer hours per year, but do not meet the requirements for recognition in the financial statements. The Organization identified 12,724 volunteer hours, valued at \$286,900, during the year ended December 31, 2020 that are not recognized in the financial statements.

Allocation of Expenses

The costs of providing program and other activities have been summarized on a functional basis in the statement of activities. Certain costs are allocated to one or more program or supporting functions based on time and effort. Such allocations are determined by management on an equitable basis.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of support and revenue and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 – PPP LOAN

The Organization received loan proceeds of \$57,700 under the Paycheck Protection Program (PPP). The PPP, established as part of the Coronavirus Aid, Relief and Economic Security (CARES) Act, provides for loans to qualifying businesses. The loans and accrued interest are forgivable as long as the borrower uses the loan proceeds for eligible purposes (including payroll, benefits, rent and utilities) and maintains its payroll levels.

The Organization intends to use the loan proceeds for purposes consistent with the PPP and believes that the Organization's use of the loan proceeds will meet the conditions for forgiveness of the loan. Any unforgiven portion of the loan bears interest at a rate of 1 percent. Should any portion of the PPP loan be deemed unforgiven, the Organization has two years to retire the loan. Principal payments required should the entire amount not be forgiven would be \$38,241 and \$19,459 for the years ending December 31, 2021 and 2022, respectively.

NOTE 3 – NET ASSETS WITH DONOR RESTRICTIONS

Donor-restricted net assets are summarized as follows at December 31, 2020:

Specific-purpose restrictions:	
Stream & Riparian	\$ 32,000
Endowment	<u>1,000,000</u>
	<u>\$ 1,032,000</u>

WILD UTAH PROJECT
NOTES TO THE FINANCIAL STATEMENTS

NOTE 4 – AVAILABILITY AND LIQUIDITY

The following represents the Organization’s financial assets at December 31, 2020:

Financial assets at year end:	
Cash	\$ 521,487
Investments	1,607,959
Accounts receivable	<u>14,663</u>
Total financial assets	2,144,109
Less amounts not available to be used within one year:	
Net assets with donor restrictions	<u>(1,032,000)</u>
Financial assets available to meet general expenditures over the next twelve months	<u><u>\$ 1,112,109</u></u>

The Organization’s goal is generally to maintain financial assets to meet three months of operating expenses (approximately \$92,000). As part of its liquidity plan, excess cash is placed in interest-bearing accounts and invested in equity securities.

NOTE 5 – FAIR VALUE MEASUREMENTS

The Organization reports fair value measures of its assets and liabilities using a three-level hierarchy that prioritizes the inputs used to measure fair value. This hierarchy, established by generally accepted accounting principles, requires that entities maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The asset or liability’s measurement within the fair market hierarchy is based on the lowest level of input that is significant to the measurement. The three levels of inputs used to measure fair value are as follows:

Level 1 – Quoted prices for identical assets or liabilities in active markets to which the Organization has 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. Level 2 inputs include quoted prices for similar assets or liabilities in active markets and quoted prices for identical or similar assets in markets that are not active.

Level 3 – Unobservable inputs for the asset or liability. Unobservable inputs should be used to measure fair value if observable inputs are not available.

The primary uses of fair value measures in the Organization’s financial statements are initial measurement of noncash gifts and recurring measurement of investments.

The Organization’s investments in the pooled fund are recorded at the fair value reported in the active market. This method of valuation may not be indicative of net realizable value or future fair values.

WILD UTAH PROJECT
NOTES TO THE FINANCIAL STATEMENTS

Fair value of assets measured on a recurring basis is as follows at December 31, 2020:

	Fair Value	Quoted Prices in Active Markets for Identical Assets/Liabilities (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Equity securities	<u>\$ 1,607,959</u>	<u>\$ 1,607,959</u>	<u>\$ -</u>	<u>\$ -</u>

NOTE 6 – CONCENTRATIONS OF RISK

At December 31, 2020, the Organization’s book balance of cash was \$521,487, with a corresponding bank balance of \$521,395, of which \$250,000 was covered by federal depository insurance.

NOTE 7 – SUBSEQUENT EVENTS

In April 2021, the Organization’s application for PPP loan forgiveness was approved and the entire balance of \$57,700 was forgiven.

The Organization has evaluated subsequent events through August 23, 2021, the date the financial statements were available to be issued. Events occurring after the date have not been evaluated to determine whether a change in the financial statements would be required.