



## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Utah Congress of Parents and Teachers

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the accompanying financial statements of Utah Congress of Parents and Teachers (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets – modified cash basis as of June 30, 2023, the related statements of revenues, expenses, and changes in net assets – modified cash basis and functional expenses – modified cash basis for the year then ended, and the related notes to the basic financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the assets, liabilities, and net assets of Utah Congress of Parents and Teachers as of June 30, 2023, and its revenues, expenses, and changes in net assets for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

#### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Utah Congress of Parents and Teachers and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### ***Emphasis of Matter — Basis of Accounting***

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting Utah Congress of Parents and Teachers uses for income tax purposes, and for 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 Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Utah Congress of Parents and Teachers' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Utah Congress of Parents and Teachers' ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### **Report on Summarized Comparative Information**

We have previously audited Utah Congress of Parents and Teachers' 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated June 23, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022 is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Squire & Company, PC*

Orem, Utah  
May 3, 2024

**UTAH CONGRESS OF PARENTS AND TEACHERS**  
**STATEMENT OF ASSETS, LIABILITIES, AND NET ASSETS -**  
**MODIFIED CASH BASIS**

June 30, 2023 with Summarized Comparative Totals for 2022

	2023	2022
<b>ASSETS</b>		
<b>Current Assets:</b>		
Cash	\$ 553,665	\$ 453,241
Certificates of deposit	445,660	473,662
Prepaid expenses	8,347	1,171
Total current assets	1,007,672	928,074
<b>Net Property and Equipment</b>	<b>319,833</b>	<b>325,230</b>
Total assets	<u>\$ 1,327,505</u>	<u>\$ 1,253,304</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>Current Liabilities:</b>		
Accounts payable	\$ 27,432	\$ 19,391
Current portion of obligation under capital lease	-	3,690
Total current liabilities	27,432	23,081
<b>Net Assets:</b>		
Without donor restrictions:		
Undesignated	859,327	785,729
Designated for net property and equipment	319,833	325,230
Board designated	71,363	73,724
Total net assets without donor restrictions	1,250,523	1,184,683
With donor restrictions	49,550	45,540
Total net assets	<u>1,300,073</u>	<u>1,230,223</u>
Total liabilities and net assets	<u>\$ 1,327,505</u>	<u>\$ 1,253,304</u>

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

**UTAH CONGRESS OF PARENTS AND TEACHERS**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS -**  
**MODIFIED CASH BASIS**

Year Ended June 30, 2023 with Summarized Comparative Totals for 2022

	2023	2022
<b>Net Assets without Donor Restrictions:</b>		
Revenue and Support:		
Membership dues	\$ 205,570	\$ 148,952
Contributions	21,045	13,786
In-kind contributions	6,092	11,079
Grants and contracts	12,950	1,500
Convention revenue	139,670	110,731
Interest	11,574	10,048
Other	23,575	20,945
Net assets released from restrictions	1,000	2,316
Total revenue and support	421,476	319,357
Expenses:		
Program services	58,522	283,451
Management and general	298,014	86,960
Total expenses	356,536	370,411
Change in net assets without donor restrictions	64,940	(51,054)
<b>Net Assets with Donor Restrictions:</b>		
Contributions	5,171	5,000
Interest income	739	704
Net assets released from restrictions	(1,000)	(2,316)
Change in net assets with donor restrictions	4,910	3,388
<b>Change in Net Assets</b>	69,850	(47,666)
<b>Net Assets at Beginning of Year</b>	1,230,223	1,277,889
<b>Net Assets at End of Year</b>	\$ 1,300,073	\$ 1,230,223

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

**UTAH CONGRESS OF PARENTS AND TEACHERS**  
**STATEMENT OF FUNCTIONAL EXPENSES - MODIFIED CASH BASIS**

Year Ended June 30, 2023 with Summarized Comparative Totals for 2022

	Program Services	Management and General	Total	
			2023	2022
Publication printing and mailing	\$ 1,223	\$ 15,951	\$ 17,174	\$ 15,407
Awards and scholarships	188	24,847	25,035	10,877
Conventions and meetings	2,138	95,490	97,628	105,834
Travel	-	5,987	5,987	4,685
Personnel	2,896	74,078	76,974	93,226
Other	9,918	56,719	66,637	69,061
Occupancy	20,895	-	20,895	13,641
Office	5,859	5,324	11,183	18,642
Insurance	4,880	-	4,880	4,175
Outside services	10,525	1,927	12,452	16,672
Depreciation and amortization	-	17,691	17,691	18,191
Total	<u>\$ 58,522</u>	<u>\$ 298,014</u>	<u>\$ 356,536</u>	<u>\$ 370,411</u>

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