

# **Healthy Environment Alliance of Utah**

Financial Statements

For the year ended December 31, 2018

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To the Board of Directors:

Healthy Environment Alliance of Utah  
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We have reviewed the accompanying balance sheet of Healthy Environment Alliance of Utah as of December 31, 2018, and the related statements of income and retained earnings and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Stewart Reeve CPA  
Lehi, Utah

November 18, 2019

**Heal Environment Alliance of Utah  
Statement of Financial Position  
As of December 31, 2018**

**Assets**

**Current Assets**

Cash	\$	230,321
Marketable Securities		272,004
Accounts Receivable		4,436
<b>Total Current Assets</b>		<u>506,761</u>

**Net Capital Assets**

Furniture and Equipment (net of depreciation)		1,153
		<u>1,153</u>

**Non Current Assets**

Security Deposit		2,506
<b>Total Assets</b>	\$	<u>510,420</u>

**Liabilities and Net Assets**

**Current Liabilities**

Accounts Payable	\$	587
Accrued Payroll		12,420
<b>Total Current Liabilities</b>		<u>13,007</u>

**Total Liabilities**

13,007

**Net Assets**

Without donor restrictions		497,413
<b>Total Net Assets</b>		<u>497,413</u>

**Total Liabilities and Net Assets**

\$ 510,420

**Heal Environment Alliance of Utah  
Statement of Activities and Change in Net Assets  
For the Year Ended December 31, 2018**

<b>Change in Net Assets</b>	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
Revenue and support:			
Public support	\$ 379,703	\$ -	\$ 379,703
Services provided	19,800	-	19,800
Speical Event	109,724	-	109,724
less direct cost	<u>(18,208)</u>	<u>-</u>	<u>(18,208)</u>
Total Special Event	91,516	-	91,516
Investment income	11,404	-	11,404
Net assets released from restrictions	-	-	-
Total revenue and support	<u>502,423</u>	<u>-</u>	<u>502,423</u>
Expenses			
Program services	384,214	-	384,214
Management and General	28,570	-	28,570
Fundraising services	<u>43,927</u>	<u>-</u>	<u>43,927</u>
Total Expenses	<u>456,711</u>	<u>-</u>	<u>456,711</u>
<b>Change in Net Assets</b>	45,712	-	45,712
<b>Net Assets at Beginning of Year</b>	<u>451,701</u>	<u>-</u>	<u>451,701</u>
<b>Net Assets at End of Year</b>	<u>\$ 497,413</u>	<u>\$ -</u>	<u>\$ 497,413</u>

**Healthy Environment Alliance of Utah  
Statement of Functional Expenses  
For the Year Ended December 31, 2018**

	<u>Program Sevices</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries and wages	\$ 253,669	\$ 20,961	\$ 34,261	\$ 308,891
Payroll taxes and benefits	37,924	969	3,330	42,223
Outside servcies	34,084			34,084
Occupancy	27,510	1,236		28,746
Technology	6,745			6,745
Outreach	2,564			2,564
Office	2,159			2,159
Travel	3,301			3,301
Print and copying	4,158		6,336	10,494
Conference and meeting	6,965			6,965
Professional services	2,518	1,893		4,411
Insurance		1,648		1,648
Bank fees	1,862	1,863		3,725
Depreciation	755			755
Total Expenses	\$ 384,214	\$ 28,570	\$ 43,927	\$ 456,711

**Heal Environment Alliance of Utah  
Statement of Cash Flows  
For the Year Ended December 31, 2018**

<b>Cash Flows from Operating Activities</b>		
Change in Net Assets	\$	45,712
Adjustments to reconcile change to net assets to net cash provided in Operating Activities		
Transfer to Investment Fund		(7,812)
Depreciation		755
Payroll Liabilities		5,708
Accounts Receivable		(2,499)
Accounts Payable		587
<b>Net Cash Provided by Operating Activities</b>		<u>42,451</u>
<b>Cash Flows from Investing Activities</b>		
Capital Expenditures		<u>(2,506)</u>
<b>Net Cash Provided By (Used In) Investing Activities</b>		(2,506)
<b>Cash Flows from Financing Activities</b>		
<b>Net Cash Provided By (Used In) Financing Activities</b>		-
<b>Net Increase (Decrease) In Cash</b>		39,945
<b>Beginning Cash and Cash Equivalents</b>		<u>190,376</u>
<b>Ending Cash and Cash Equivalents</b>	\$	230,321

**Healthy Environment Alliance of Utah**  
**Notes to Financial Statements**  
**December 31, 2018**

**1. Organization History and Mission**

Healthy Environment Alliance of Utah (the "Organization") was incorporated under the laws of the State of Utah as a nonprofit corporation on March 19, 1997. The Organization is an alliance of citizens and organizations working together to protect the public from the risks of transporting, storing, and disposing of both nuclear and toxic wastes, the elimination of nuclear weapons, and the promotion of clean energy sources.

**2. Summary of Accounting Policies**

**Accounting Method**

The organization prepares its statements on the accrual basis of accounting, whereby income and expenses are recognized when earned and incurred.

The preparation of financial statements in conformity with generally accepted accounting principles. This requires management 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.

**New Accounting Standard:** On August 18, 2016, The FASB issued ASU 2016-14, Not-for-Profit Entities (Topic 958)- Presentation of Financial Statements of Not-for-Profit Entities. The Organization has adjusted the presentation of its financial statements accordingly. The new standard changes the following aspects of the financial statements.

The temporarily restricted and permanently restricted net asset classes have been combined into a single net asset class called net assets with donor restrictions.

The unrestricted net asset class has been renamed net assets without donor restrictions.

**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.

**Investments**

Investments in marketable securities with readily determinable fair market values are reported at fair market value. Realized and unrealized gain or (loss) are included in the financial statements.

During 2018, the Organization had an increase in investment income of \$11,404. The fair value measurement literature establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three levels.

1. Level 1 inputs consist of unadjusted quotes prices in actives markets for identical assets and have the highest priority.
2. Level 2 inputs consist of observable inputs other than quoted process in active markets.
3. Level 3 inputs consist of all investments do not include in level 1 and 2 categories.

The Organizations investments at the end of December 31, 2018 consisted of mutual funds withholdings of equity and fixed income securities. These funds have readily available quoted prices and have been valued using the level 1 inputs.

**Accounts Receivable**

The Organization has a high collection of revenue's booked and no uncollectible has been assessed.

**Healthy Environment Alliance of Utah**  
**Notes to Financial Statements**  
**December 31, 2018**

**Property and Equipment**

Property and equipment at December 31, 2018 consist of:

	<b><u>2018</u></b>
Furniture and equipment	\$7,360
Less Accumulated Depreciation	<u>(6,207)</u>
	<u>\$1,153</u>

Depreciation of property and equipment for the year ended 12/31/2018 was \$755.

**Functional Allocation of Expenses**

The cost of providing the various programs and other activities have been summarized on a functional basis in the statement of activities and changes in net assets. Accordingly, certain costs have been allocated among the programs and supporting services benefitted. The organizations wage and payroll taxes have been allocated on a basis of estimates of time and effort, as determined by management. The remaining expenses have been allocated on a basis of estimates of usage by the various areas, as determined by management.

**3. Federal Income Taxes**

The organization 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 to not be a private foundation. The organization is annually required to file a Return of Organization Exempt form 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 990-T with the IRS.

**4. Leases**

The organization leases certain real estate under a non-cancelable operating lease agreement which expires April 30, 2021. Future minimum lease payments under non-cancelable operating leases are as follows:

2019	\$30,473
2020	\$30,796
2021	\$30,982