

Financial Statements
June 30, 2025

Utah Youth Village, Inc.
(With Comparative Totals for 2024)

Independent Auditor’s Report 1

Financial Statements

 Statement of Financial Position 3

 Statement of Activities..... 4

 Statement of Functional Expenses..... 5

 Statement of Cash Flows 6

 Notes to Financial Statements 7



Independent Auditor's Report

To the Board of Trustees
Utah Youth Village, Inc.
Salt Lake City, Utah

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Utah Youth Village, Inc., which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of Utah Youth Village, Inc. as of June 30, 2025, 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.

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 Youth Village, Inc. 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.

Responsibilities of Management 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, 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Utah Youth Village, Inc.'s ability to continue as a going concern for one year after the date that the financial statements are available to be issued.

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 Youth Village, Inc.'s 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 Youth Village, Inc.'s 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 the 2024 financial statements of Utah Youth Village, Inc., and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 17, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.



Salt Lake City, UT
December 2, 2025

Utah Youth Village, Inc.
Statement of Financial Position
June 30, 2025
(with comparative totals for 2024)

	2025	2024
Assets		
Cash and cash equivalents	\$ 5,079,772	\$ 5,533,027
Investments	81	81
Accounts receivable, net of allowance for credit losses of \$125,000 in 2025 and \$125,000 in 2024	815,356	1,152,982
Other receivables	11,768	26,295
Prepaid expenses	260,118	236,868
Promises to give, net	240,267	310,220
Beneficial interest in charitable trust held by others	3,059,323	2,800,267
Investment in Water District	792,350	792,350
Property and equipment, net	15,821,683	16,557,708
Property and improvements held for future development and sale	232,585	220,217
	<u>\$ 26,313,303</u>	<u>\$ 27,630,015</u>
Liabilities and Net Assets		
Accounts payable	\$ 430,317	\$ 322,654
Deferred revenue	177,324	247,838
Accrued payroll and related expenses	749,765	680,646
Note payable, net of unamortized debt issuance costs	3,717,968	3,795,834
	<u>5,075,374</u>	<u>5,046,972</u>
Net Assets		
Without donor restrictions		
Undesignated	663,776	1,528,521
Invested in property and equipment, net of related debt	12,336,300	12,982,091
Board Designated		
Alpine Academy II Construction	654,574	572,574
Board designated endowment for		
Alpine Academy II	439,952	439,952
Families First	22,976	23,480
With donor restrictions		
Scholarship	98,095	93,728
Alpine Academy II	240,267	310,220
Families First	742,300	854,905
Other	36,958	26,379
Net Assets of beneficial interest in charitable trust held by others	3,059,323	2,800,267
Endowment for Children's Perpetual Assistance Fund (CPAF)	2,825,285	2,825,285
CPAF earnings for Families First	118,123	125,641
	<u>21,237,929</u>	<u>22,583,043</u>
	<u>\$ 26,313,303</u>	<u>\$ 27,630,015</u>

Utah Youth Village, Inc.
Statement of Activities
Year Ended June 30, 2025
(with comparative totals for 2024)

	2025			2024
	Without Donor Restrictions	With Donor Restrictions	Total	
Public Support				
Contributions of cash and other financial assets	\$ 626,421	\$ 585,661	\$ 1,212,082	\$ 1,819,141
Contributions of nonfinancial assets	78,864	-	78,864	105,853
Total public support	705,285	585,661	1,290,946	1,924,994
Revenue				
Utah Department of Human Services	2,262,886	-	2,262,886	2,666,605
Other agencies and organizations	7,791,051	-	7,791,051	6,726,294
Private placement	3,604,059	-	3,604,059	5,805,744
Distributions from and change in fair value of charitable trust held by others	164,000	259,056	423,056	(117,192)
Loss on sale of property and equipment	-	-	-	(4,000)
Interest income	191,196	118,123	309,319	392,319
Other income	12,294	-	12,294	13,067
Gross special events revenue	9,450	-	9,450	11,410
Less cost of direct benefits to donors	(25,903)	-	(25,903)	(27,893)
Net special events loss	(16,453)	-	(16,453)	(16,483)
Total revenue	14,009,033	377,179	14,386,212	15,466,354
Net assets released from restrictions	878,914	(878,914)	-	-
Total public support and revenue	15,593,232	83,926	15,677,158	17,391,348
Expenses and Losses				
Program services expense				
Alpine Academy				
Mountain View Campus	7,436,062	-	7,436,062	8,002,402
Lakeview Campus	4,003,088	-	4,003,088	3,666,703
Treatment Foster Care	716,101	-	716,101	930,226
Families First	3,126,114	-	3,126,114	2,982,138
Mentoring	16,590	-	16,590	86,692
Families First Dissemination Services	7,057	-	7,057	17,847
Smarter Parenting	99,272	-	99,272	177,838
Total program expenses	15,404,284	-	15,404,284	15,863,846
Supporting services expense				
Management and general	1,371,845	-	1,371,845	1,370,330
Fundraising and development	246,143	-	246,143	285,781
Total supporting services expenses	1,617,988	-	1,617,988	1,656,111
Total expenses and losses	17,022,272	-	17,022,272	17,519,957
Change in Net Assets	(1,429,040)	83,926	(1,345,114)	(128,609)
Net Assets, Beginning of Year	15,546,618	7,036,425	22,583,043	22,711,652
Net Assets, End of Year	\$ 14,117,578	\$ 7,120,351	\$ 21,237,929	\$ 22,583,043

Utah Youth Village, Inc.
Statement of Functional Expenses
Year Ended June 30, 2025
(with comparative totals for 2024)

	Program Services										Supporting Services		2025 Total Expenses	2024 Total Expenses
	Alpine Academy		Treatment	Families First			Fundraising and Development		Management and General	Total	Total			
	Mountain View Campus	Lakeview Campus	Foster Care	Families First	Mentoring	Dissemination Services	Smarter Parenting	Total						
Salaries and wages	\$ 4,100,407	\$ 2,197,838	\$ 168,444	\$ 2,151,951	\$ 8,316	\$ 4,724	\$ 13,921	\$ 8,645,601	\$ 826,058	\$ 155,941	\$ 981,999	\$ 9,627,600	\$ 9,689,224	
Employee benefits	687,723	374,900	49,789	387,459	2,431	1,377	1,476	1,505,155	150,562	29,539	180,101	1,685,256	1,669,100	
Payroll taxes	329,689	176,119	12,378	158,706	873	351	781	678,897	55,689	11,209	66,898	745,795	828,617	
Professional fees	418,322	185,309	51,623	1,046	19	-	5,906	662,225	136,754	3,837	140,591	802,816	859,750	
Payments to treatment parents	-	-	321,945	-	-	-	-	321,945	-	-	-	321,945	476,404	
Supplies	76,188	35,562	892	10,525	47	2	27	123,243	122	1,098	1,220	124,463	145,027	
Youth reinforcers	31,859	13,865	4,312	2,384	-	-	-	52,420	117	-	117	52,537	57,311	
Youth travel	2,608	346	-	-	-	-	-	2,954	-	-	-	2,954	(8,109)	
Youth entertainment	21,025	15,268	435	1,051	-	-	-	37,779	-	-	-	37,779	33,696	
Food	261,118	137,398	1,483	15,057	1,219	-	-	416,275	4,709	26,471	31,180	447,455	426,846	
Conferences and workshops	15,615	7,527	230	1,850	9	37	92	25,360	-	130	130	25,490	62,924	
Vehicle and travel	112,892	60,412	11,697	268,570	295	234	620	454,720	4,399	3,225	7,624	462,344	481,874	
Printing and publications	6,695	8,387	13	5,345	2	-	1	20,443	517	11,959	12,476	32,919	21,488	
Telephone	38,263	13,715	4,160	34,078	221	32	168	90,637	4,398	1,318	5,716	96,353	109,989	
Utilities	94,500	66,814	1,259	4,136	764	-	-	167,473	5,620	2,157	7,777	175,250	187,193	
Purchase of small equipment	48,484	22,423	4,356	9,982	29	-	770	86,044	28,456	14,934	43,390	129,434	183,957	
Building and equipment maintenance	127,918	80,021	1,328	4,351	799	-	1	214,418	5,863	2,253	8,116	222,534	205,066	
Building lease	-	-	-	1,500	-	-	-	1,500	-	-	-	1,500	1,500	
Insurance	438,411	136,513	46,478	33,737	-	-	3,913	659,052	41,812	3,563	45,375	704,427	669,713	
Postage	1,891	1,975	107	367	15	-	8	4,363	184	838	1,022	5,385	4,741	
Bank charges	2,273	846	-	-	-	-	-	3,119	69,692	-	69,692	72,811	95,030	
Advertising	16,590	8,678	25,598	69	-	-	70,634	121,569	-	-	-	121,569	138,160	
Interest	231,065	97,004	-	-	-	-	-	328,069	18,706	-	18,706	346,775	357,207	
Credit losses (recoveries)	(53,249)	(12,436)	4,475	26,336	-	-	-	(34,874)	-	-	-	(34,874)	(9,081)	
Dues, fees and licenses	30,031	15,556	3,673	2,513	720	300	895	53,688	6,447	1,010	7,457	61,145	62,376	
Depreciation of buildings and equipment	395,744	359,048	1,426	5,101	831	-	59	762,209	11,740	2,564	14,304	776,513	797,847	
Total expenses by function	7,436,062	4,003,088	716,101	3,126,114	16,590	7,057	99,272	15,404,284	1,371,845	272,046	1,643,891	17,048,175	17,547,850	
Less expenses included with revenues on the statement of activities	-	-	-	-	-	-	-	-	-	-	(25,903)	(25,903)	(27,893)	
Cost of direct benefits to donors	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total expenses included in the expense section on the statement of activities	\$ 7,436,062	\$ 4,003,088	\$ 716,101	\$ 3,126,114	\$ 16,590	\$ 7,057	\$ 99,272	\$ 15,404,284	\$ 1,371,845	\$ 246,143	\$ 1,617,988	\$ 17,022,272	\$ 17,519,957	

See Notes to Financial Statements

Utah Youth Village, Inc.
Statement of Cash Flows
Year Ended June 30, 2025
(with comparative totals for 2024)

	2025	2024
Operating Activities		
Change in net assets	\$ (1,345,114)	\$ (128,609)
Adjustments to reconcile change in net assets to net cash from (used for) operating activities		
Depreciation	776,513	797,847
Provision for credit losses	36,721	42,264
Loss on sale of property and equipment	-	4,000
Change in fair value of charitable trust held by others	(259,056)	117,192
Interest expense attributable to amortization of debt issuance costs	3,091	4,230
Changes in operating assets and liabilities		
Accounts receivable, net	300,905	(506,953)
Promises to give, net	69,953	43,404
Other receivables	14,527	(12,706)
Prepaid expenses	(23,250)	(5,630)
Accounts payable	107,663	(44,693)
Deferred revenue	(70,514)	(113,721)
Accrued payroll and related expenses	69,119	(23,147)
Net Cash from (used for) Operating Activities	(319,442)	173,478
Investing Activities		
Purchases of property and equipment	(52,856)	(209,642)
Net Cash used for Investing Activities	(52,856)	(209,642)
Financing Activities		
Proceeds from issuance of note payable	3,750,000	-
Principal payments of note payable	(3,830,957)	(199,085)
Net Cash used for Financing Activities	(80,957)	(199,085)
Net Change in Cash and Cash Equivalents	(453,255)	(235,249)
Cash and Cash Equivalents, Beginning of Year	5,533,027	5,768,276
Cash and Cash Equivalents, End of Year	\$ 5,079,772	\$ 5,533,027
Supplemental Disclosure of Cash Flow Information		
Cash paid during the year for interest to third parties	\$ 170,117	\$ 199,157

Note 1 - Principal Activity and Significant Accounting Policies

Organization and Nature of Operations

Utah Youth Village, Inc. (Utah Youth Village) is a Utah nonprofit corporation. The mission of Utah Youth Village is to heal and elevate lives through proven family solutions.

All treatment is based on the highly researched, evidence-based Teaching-Family Model, which teaches parents or surrogate parents like foster parents how to make changes effectively and humanely with individuals facing emotional and behavioral challenges. In Utah Youth Village's Families First and Smarter Parenting programs the components of the Teaching-Family Model are shared with parents in their own homes to help them help their children.

Through support from governmental contracts, private placements and donations, Utah Youth Village provides the following treatment facilities and services:

- Alpine Academy, located in Tooele County, is a fully accredited therapeutic boarding school with two campuses which are approximately three miles apart and provide academic and therapeutic support to youth from all around the United States. The award-winning Mountain View Campus has been in operation since 2001 and provides services to adolescents assigned female at birth. The new Lakeview Campus provides these services to adolescents assigned male at birth and officially opened for business in July of 2020. Both campuses are licensed as residential treatment facilities and utilize the evidence-based Teaching Family Model. The dedicated team of licensed therapists, academic staff and treatment staff use this model to train the students and their families back home how to better deal with challenging life circumstances in a family style environment which provides a nurturing, individualized and strength-based treatment setting. In addition to the therapeutic environment, the Alpine team provides comprehensive academic services that are designed to help improve each student's academic self-esteem and help them get back on track to be successful at home or in college.
- Treatment Foster parents live in their own personal homes and are licensed and trained with Utah Youth Village to provide treatment to youth between the ages of 0-21. The Treatment Parents in these homes are highly trained and closely supervised by a program consultant. They learn to use behavioral techniques and a structured program in their home to help foster children. Treatment Parents work closely with biological parents, schools, caseworkers, therapists, courts, and others who are involved with the foster youth. Youth are referred to Treatment Foster homes by a variety of social service agencies, with the Utah Division of Child and Family Services being the primary referral source. The youth referred are in need of a very structured setting as most of them have failed previous placements in less structured foster homes. The most common referral behaviors are school attendance and behavioral problems, authority conflicts, peer problems, anger/aggression control problems, sexual or physical abuse, neglect, running away, attention deficit or hyperactivity problems, and substance abuse. Treatment in foster care regularly helps youth successfully return to biological families, be placed with adoptive families, or moved to lower level of care foster homes.

- The Families First program is a unique in-home intervention for youth and families experiencing challenging life circumstances throughout Utah. Specialists, who are highly trained in the Teaching-Family Model, go into the home and ally with parents, teaching them impactful parenting skills so they can successfully guide their children through the evidence-based program. This program allows families to avoid the disruption of foster care, detention or psychiatric hospitalization. During the year, the Families First team helped over 500 families and thousands of individuals in every county in Utah.
- Mentors work with youth throughout Utah who are either in the custody of a state agency or living with family in the community. Most youth are referred by the Utah Department of Human Services. Mentors do a wide variety of things, such as tutoring youth with academic needs, driving youth to important appointments when a guardian can't, reminding youth of previously acquired skills to help them deal with everyday situations, and spending time just having fun while youth learn relationship building skills. Mentors help youth in as many ways as caseworkers see a need and make requests, and mentors provide a positive influence in the lives of many youth daily. Having a mentor is an opportunity for at risk youth to have another caring adult in their lives, and as we know, every youth is just one caring adult away from being a success.
- Families First Dissemination is a program created to train, certify and support other agencies in the replication and implementation of our Families First program. In June of 2022, the Title IV-E Prevention Services Clearinghouse rated Utah Youth Village's in-home services program, called Families First, as well-supported. This finding means that the Federal Government will reimburse a state 50% of the cost to provide Families First services by any agency or program that is "certified" to use it. During the fiscal year we were able to offer these services to agencies across the country.
- Smarter Parenting is an extensive online resource where parents can learn effective, concrete, proven parenting skills included in the Teaching-Family Model. The Smarter Parenting website offers voluminous amounts of supportive resources which parents from all backgrounds can regularly make use of in order to achieve their specific parenting goals. Along with the website, Smarter Parenting also offers over 150 downloadable podcasts; a popular YouTube channel with an extensive menu of parental tutorial videos, customized online coaching sessions with trained clinicians and individualized behavioral plans. Since its creation in 2012, the resources provided by the Smarter Parenting team have impacted parents worldwide. Utah Youth Village has a registered national trademark on the name Smarter Parenting.

Utah Youth Village administers the Children's Perpetual Assistance Fund (CPAF), an endowment established to generate funds to support the Families First Program. The principal amount of contributions to the CPAF is maintained in perpetuity, while the earnings are used for the Families First Program.

Comparative Financial Information

The accompanying financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America (GAAP). Accordingly, such information should be read in conjunction with the Utah Youth Village, Inc.'s audited financial statements for the year ended June 30, 2024, from which the summarized information was derived.

Cash and Cash Equivalents

All cash and highly liquid financial instruments with original maturities of three months or less, which are neither held for nor restricted by donors for long-term purposes, are considered to be cash and cash equivalents. Cash and highly liquid financial instruments restricted to building projects or other long-term purposes are excluded from this definition.

Accounts Receivable and Allowance for Credit Losses

Utah Youth Village, Inc. provides its treatment services to a broad range of customers throughout the United States. Utah Youth Village, Inc. has tracked historical loss information for its accounts receivable and compiled historical credit loss percentages for different aging categories (current, 1–30 days past due, 31–60 days past due, 61–90 days past due, and more than 90 days past due). Management believes that the historical loss information it has compiled is a reasonable base on which to determine expected credit losses for accounts receivable held at June 30, 2025 and 2024, because the composition of the accounts receivable at those dates are consistent with that used in developing the historical credit-loss percentages (i.e., the similar risk characteristics of its customers and its lending practices have not changed significantly over time). Additionally, management has determined that the current and reasonable and supportable forecasted economic conditions are consistent with the economic conditions included in the historical information. As a result, the historical loss rates have not been adjusted for differences in current conditions or forecasted changes. Accordingly, the allowance for credit losses at June 30, 2025 and 2024, totaled \$125,000.

Changes in the allowance for credit losses for receivables are as follows for the year ended June 30, 2025:

	2025
Allowance for Credit Losses, Beginning of Year	\$ 125,000
Provision for credit losses	36,721
Charge-offs	34,874
Recoveries	(71,595)
	\$ 125,000
Allowance for Credit Losses, End of Year	

The Organization's accounts receivable and deferred revenue as of July 1, 2024 were \$1,152,982 and \$247,838, respectively.

Promises to Give

Utah Youth Village records unconditional promises to give that are expected to be collected within one year at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset.

In subsequent years, amortization of the discounts is included in contribution revenue in the statements of activities. Allowance for uncollectable promises to give is determined based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. At June 30, 2025, Utah Youth Village had not recorded an allowance because all promises to give were deemed collectible.

Property and Equipment

Property and equipment additions over \$1,000 are recorded at cost, or if donated, at fair value on the date of donation. Depreciation and amortization are computed using the straight-line method over the estimated useful lives of the assets ranging from 3 to 40 years, or in the case of capitalized leased assets or leasehold improvements, the lesser of the useful life of the asset or the lease term. When assets are sold or otherwise disposed of, the cost and related depreciation or amortization are removed from the accounts, and any resulting gain or loss is included in the statement of activities. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

The carrying values of property and equipment are reviewed 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 year ended June 30, 2025.

Beneficial Interests in Charitable Trust Held by Others

Utah Youth Village has been named as an irrevocable beneficiary of two charitable trusts held and administered by a majority of independent and unrelated trustees as designated by the donors.

The terms of one of the trusts requires Utah Youth Village to designate a trustee to participate as one of five trustees. The president of Utah Youth Village currently serves in that position. As a matter of practice, the other charitable support trust invites individuals representing the various charities to which it makes donations to rotate as one of five trustees on that Charitable Support Trust.

These trusts entitle Utah Youth Village only to the distribution of dividends made annually from the corporation owned by the original donors, if and when dividends are distributed. Corporate documents restricting the ownership of shares of the corporation make it impossible for Utah Youth Village to ever receive anything other than the distribution of dividends when or if they are distributed. The charitable support trusts were created independently by donors and are administered by outside agents or trustees, except to the extent noted above.

At the date Utah Youth Village receives notice of a beneficial interest, a contribution with donor restrictions is recorded in the statement of activities, and a beneficial interest in charitable trusts held by others is recorded in the statement of financial position at fair value using present value techniques and risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the expected distributions to be received under the agreement. Thereafter, beneficial interests in the trusts are reported at fair value in the statement of financial position, with changes in fair value recognized in the statement of activities.

Upon receipt of trust distributions or expenditures in satisfaction of the donor-imposed restricted purpose, if any, net assets with donor-imposed time or purpose restrictions are released to net assets without donor restrictions. Trust distributions with donor-imposed restrictions that are perpetual in nature are transferred to Utah Youth Village, in which case, net assets with donor-restrictions are not released. The change in the fair value of Utah Youth Village's beneficial interest in the trust for the year ended June 30, 2025, was \$259,056.

Investments in Equity Securities

Investments in equity securities with readily determinable fair values are measured at fair value in the statement of financial position. Investment income or loss (including realized and unrealized gains and losses on investments, interest, and dividends) is included in change in net assets. Investments in equity securities without readily determinable fair values are measured at cost minus impairment (if any) and adjusted for any observable price changes in orderly transactions of identical securities or similar securities of the same issuer. Investments in equity securities without readily determinable fair values are considered annually for indicators of impairment. There were no impairment indicators for the year ended June 30, 2025. Net investment return is reported in the statement of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

Equity Method Investments

Equity method investment are recorded at cost. Such investments are adjusted for impairment (if any) and for any observable price changes in orderly transactions of identical securities or similar securities of the same issuer.

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 a board-designated endowment.

Certain unrestricted net assets have been designated by Utah Youth Village's Board of Trustees (the Board) for various purposes. These net assets therefore cannot be used for payment of program expenses. Net assets have also been designated for an endowment, the income from which may be used to support programs, but until the designation is changed by the Board, the net assets in the endowment may not be used for payment of program expenses. The Board has also designated certain net assets for Alpine Academy II and for the CPAF and the Families First Program.

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.

Utah Youth Village 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 statement of activities as net assets released from restrictions.

Net assets with donor restrictions consist of donations received with stipulations that they be used in support of the Alpine Academy, Families First, scholarships, and other programs. Certain contributions have been restricted by donors for the CPAF. CPAF restrictions stipulate that resources be maintained in perpetuity but permit Utah Youth Village to expend the income generated in accordance with the provisions of the agreements for the Families First Program.

Revenue and Revenue Recognition

Revenue from governmental agencies for services is recognized over time as the performance obligation is met. The performance obligation is met monthly as services including room and board are provided. Amounts received in advance are deferred to the applicable period.

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. There were no conditional contributions as of June 30, 2025.

A portion of Utah Youth Village's revenue is derived from cost-reimbursable federal and state contracts and grants which are conditioned upon certain performance requirements and the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when Utah Youth Village has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position. Utah Youth Village did not have any refundable advances related to these contracts as of June 30, 2025.

Special events revenue is comprised of an exchange element based upon the direct benefits donors receive and a contribution element for the difference. Utah Youth Village recognizes special events revenue equal to the fair value of direct benefits to donors when the special event takes place. Utah Youth Village recognizes the contribution element of special event revenue immediately, unless there is a right of return if the special event does not take place.

In-Kind Contributions

Contributed nonfinancial assets include donated professional services, donated equipment, and other in-kind contributions which are recorded at the respective fair values of the goods or services received (Note 15). In addition to contributed nonfinancial assets, volunteers contribute significant amounts of time to program

services, administration, and fundraising and development activities; however, the consolidated 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.

Utah Youth Village's policy is to sell contributed assets immediately upon receipt unless the asset is restricted for use in a specific program by the donor.

Debt Issuance Costs

Debt issuance costs are amortized over the period the related obligation is outstanding using the straight-line method which is a reasonable estimate of the effective interest method. Debt issuance costs are included within notes payable in the statement of financial position. Amortization of debt issuance costs is included in interest expense in the accompanying financial statements.

Advertising Costs

Advertising costs are expensed as incurred, and totaled \$119,862 during the year ended June 30, 2025.

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents 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 building lease and depreciation, which are allocated on a square footage basis, as well as salaries and wages, benefits, payroll taxes, professional fees, payments to treatment parents, supplies, youth reinforcers, travel, entertainment, food, conferences, vehicle, travel, printing, utilities, small equipment, building and equipment maintenance, insurance, postage, bank charges, advertising, interest, credit losses (recoveries), dues, fees and licensing, which are allocated on the basis of estimates of time and effort.

Income Taxes

Utah Youth Village 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), qualifies for the charitable contribution deduction, and have been determined not to be private foundations. Utah Youth Village is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, Utah Youth Village is subject to income tax on net income that is derived from business activities that are unrelated to its exempt purposes. Utah Youth Village files an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS for unrelated business income related to the development and sale of property and the water system discussed in Note 8. There was no tax due as the entity recorded a loss on these activities.

Utah Youth Village 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. Utah Youth Village 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 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.

Financial Instruments and Credit Risk

Deposit concentration risk is managed 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. Insured accounts are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per depositor, per insured bank, for each account ownership category. As of June 30, 2025, the Utah Youth Village had approximately \$4,490,000 in excess of FDIC insurance limits. To date, no losses have been experienced in any of these accounts. Credit risk associated with accounts receivable and promises to give are limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from Board members, governmental agencies, and foundations supportive of Utah Youth Village’s mission. Investments are made by the management and the Investment Committee of the Board of Trustees whose performance is monitored by the Executive Committee of the Board of Trustees. Although the fair values of investments are subject to fluctuation on a year-to-year basis, management and the Investment Committee believe that the investment policies and guidelines are prudent for the long-term welfare of Utah Youth Village.

Subsequent Events

Subsequent events have been evaluated through December 2, 2025, the date 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 June 30, 2025:

Cash and cash equivalents	\$ 3,226,133
Accounts receivable, net	815,356
Other receivables	11,768
Promises to give	90,000
	\$ 4,143,257
	\$ 4,143,257

Income from donor-restricted endowments is restricted for specific purposes, with the exception of the amounts available for general use. Donor-restricted endowment funds are not available for general expenditure.

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 Utah Youth Village 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, Utah Youth Village 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 Utah Youth Village's assessment of the quality, risk or liquidity profile of the asset or liability.

The fair values of beneficial interests in charitable and perpetual trusts are determined using present value techniques and risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the underlying assets and are based on the fair values of trust investments as reported by the trustees. The fair value of beneficial interest in trusts held by others is based on the fair value of fund investments as reported by the corporation owned by the original donors. These are considered Level 3 measurements.

The following table presents assets measured at fair value on a recurring basis at June 30, 2025:

	Fair Value Measurements at Report Date Using			
	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Beneficial interest in charitable trust held by others	\$ 3,059,323	\$ -	\$ -	\$ 3,059,323
Investments	81	-	-	81
	\$ 3,059,404	\$ -	\$ -	\$ 3,059,404

The following is a reconciliation of the beginning and ending balance of assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3) for the year ended June 30, 2025:

Balance at June 30, 2024	\$ 2,800,267
Change in fair value of charitable trust held by others	259,056
Balance at June 30, 2025	\$ 3,059,323

Note 4 - Promises to Give

Unconditional promises to give are estimated to be collected as follows at June 30, 2025:

Within one year	\$ 90,000
In one to five years	210,000
In six to nine years	5,500
	305,500
Less discount to net present value at rates from 3.05% to 3.15%	(65,233)
	\$ 240,267

Promises to give have been distinguished between contributions received for each net asset class in accordance with donor-imposed restrictions. Utah Youth Village's policy is to discount promises to give that will be received in more than one year to their present value using applicable discount rates.

Note 5 - Other Receivables

Utah Youth Village had other receivables which included the following at June 30, 2025:

Sales tax receivable		\$	16,218
Deposits			<u>(4,450)</u>
 Total			 <u><u>\$ 11,768</u></u>

Note 6 - Property and Equipment

Property and equipment consisted of the following at June 30, 2025:

Land		\$	1,542,195
Buildings and improvements			11,702,456
Development costs			898,856
Furniture, fixtures, and equipment			1,485,058
Vehicles			756,849
Construction in progress			<u>9,706,160</u>
			26,091,574
 Less accumulated depreciation and amortization			 <u>(10,269,891)</u>
			 <u><u>\$ 15,821,683</u></u>

Construction in progress consists of improvements to land and construction costs for Alpine Academy II, a second Alpine Academy campus to address the needs of adolescents assigned male at birth with challenges of depression and anxiety. Utah Youth Village anticipates completion of the Academy in four phases:

- Phase One: Construct two group homes, the main school building, the pavilion, the riding arena/hay barn, the soccer field and the footings/foundations of the garage.
- Phase Two: Construct two additional group homes, complete the landscaping around those homes and install the fencing for the pasture.
- Phase Three: Construct the final two group homes and the garage.
- Phase Four: Construct a fitness/arts center and complete the landscaping for the rest of the campus.

The original estimate for the total project was \$16.5 million. Due to the current economic and inflationary volatility, Utah Youth Village, Inc. expects that this cost will be more. Construction costs are being financed through receipt of pledges and other donor contributions.

Note 7 - Property and Improvements Held for Future Development and Sale

Property and improvements held for future development and sale consist of land and land improvements. In 2016, Utah Youth Village acquired land for development of Alpine Academy II, a residential treatment facility for troubled teenagers. In addition to development of the Academy, Utah Youth Village planned to sell some of the land and developed property. During 2018 and 2019, Utah Youth Village completed various improvements including a water system. During the year ended June 30, 2019, Utah Youth Village sold a portion of the water system and transferred the remaining portion to Meadowbrook Water Users Association, Inc, in exchange for shares of class A, class B and class D water shares as discussed in Note 8.

Note 8 - Investment in Association

During the year ended June 30, 2019, Utah Youth Village transferred water rights and a water system with a cost of \$1,495,495 to the Meadowbrook Water Users Association (MWUA). In exchange, Utah Youth Village received 31 class A shares, 3 class B shares and 30 class D shares in MWUA. During the year ended June 30, 2022, Utah Youth Village transferred 18 shares to purchasers of 9 lots in the Meadowbrook subdivision. One additional sale consisting of two class A shares occurred during the year ended June 30, 2020. On February 25, 2025, Meadowbrook Water Users Association was acquired by Oquirrh Point Improvement District. As part of the acquisition, Utah Youth Villages Shares of MWUA became shares in Oquirrh Point Improvement District.

The investment is accounted for as an equity method investment. At June 30, 2025, the investment is recorded at \$792,350, which is the cost minus impairment (if any) and adjusted for any observable price changes in orderly transactions of identical securities or similar securities of the same issuer.

Note 9 - Children's Perpetual Assistance Fund

As described in Note 1, Utah Youth Village's endowment consists of funds established by donors to provide annual funding for the Children's Perpetual Assistance Fund (CPAF), wherein the earnings of CPAF are required to be used for the operation of the Families First Program. CPAF also includes certain net assets without donor restrictions designated for endowment by the Board of Trustees. Net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. Utah Youth Village's Board of Trustees has interpreted the Utah 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 June 30, 2025, there were no such donor stipulations. As a result of this interpretation, Utah Youth Village classifies as net assets with donor restrictions (a) the original value of gifts donated to CPAF, (b) the original value of subsequent gifts donated to CPAF (including promises to give net of discounts and allowances), and (c) accumulations to CPAF made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. In addition, the portion of the endowment is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by Utah Youth Village in a manner consistent with the standard of prudence prescribed by UPMIFA.

Utah Youth Village considers the following factors 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

As of June 30, 2025, Utah Youth Village had the following endowment net asset composition by net asset type:

	Without Donor Restrictions	With Donor Restrictions	Total
Board-designated endowment funds	\$ 462,928	\$ -	\$ 462,928
Donor-restricted endowment funds			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	-	2,825,285	2,825,285
CPAF earnings for Families First	-	118,123	118,123
	\$ 462,928	\$ 2,943,408	\$ 3,406,336

Investment and Policies

Utah Youth Village has adopted investment and spending policies for CPAF that attempt to provide a predictable stream of funding for operations while seeking to maintain the purchasing power of CPAF assets. Over time, long-term rates of return should be equal to an amount sufficient to maintain the purchasing power of CPAF assets, to provide the necessary capital to fund the spending policy, and to cover the costs of managing CPAF investments. Actual returns in any given year may vary from this amount. To satisfy this long-term rate-of-return objective, the investment portfolio is structured on a total-return approach through which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). A significant portion of the funds are invested to seek maintenance of principal over time. Utah Youth Village considers the earnings available for use in the Families First Program each year. In establishing this policy, Utah Youth Village considered the long-term expected return on the CPAF and set the rate with the objective of maintaining the purchasing power of CPAF over time.

Changes in CPAF endowment net assets for the year ended June 30, 2025, are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
CPAF Endowment net assets, beginning of year	\$ 463,432	\$ 2,950,926	\$ 3,414,358
Investment return, interest	23,537	118,123	141,660
Appropriation of endowment assets pursuant to spending policy	(24,041)	(125,641)	(149,682)
CPAF Endowment net assets, end of year	\$ 462,928	\$ 2,943,408	\$ 3,406,336

During the year ended June 30, 2004, Utah Youth Village received an initial donation of \$2,248,217 for the CPAF. Utah Youth Village subsequently obtained verbal agreement and approval from the donor's family to invest the proceeds from the donation in the Alpine Academy real estate, which is a net asset without donor restriction of Utah Youth Village. This agreement has allowed Utah Youth Village to fund a substantial portion of the purchase and construction of the Alpine Academy. Under the terms of the loan agreement between Utah Youth Village's net assets without donor restriction and CPAF, Utah Youth Village is obligated to use net assets without donor restrictions to repay the amount borrowed from the endowment fund plus interest at 6% over the 30-year term of the loan. This transaction was designed to ensure the principal amount of the donation is invested to benefit the Families First Program as stipulated by the donor under the terms of the CPAF. Accordingly, interest income on the amount borrowed can be used only in the Families First Program. Interest paid from net assets without donor restrictions is recognized in investment return on net assets with donor restriction. The principal amount borrowed to construct a portion of the Alpine Academy is being paid from net assets without donor restriction to net assets with donor restrictions of Utah Youth Village.

During the year ended June 30, 2017, Utah Youth Village consulted donors who had made contributions to the CPAF and scholarships funds and obtained verbal agreements to enter into an agreement similar to the one described in the paragraph above. As a result, an additional \$549,887 of net assets with donor restrictions were invested in the Alpine Academy. Under the terms of the loan agreement between Utah Youth Village's net assets without donor restrictions and CPAF, Utah Youth Village is obligated to use net assets without donor restrictions to repay the amount borrowed from the net assets with donor restrictions endowment fund plus interest at 6% over the 30-year term of the loan. This transaction was designed to ensure the principal amount of the donations are invested to benefit the CPAF and Scholarship programs, as originally intended by the donors. Accordingly, interest income on the amount borrowed will be used only in the Families First and Scholarship Programs. Interest paid from net assets without donor restrictions is recognized in investment return on net assets with donor restrictions.

The principal amount borrowed to construct a portion of the Alpine Academy II is being paid from net assets without donor restrictions to net assets with donor restrictions of Utah Youth Village.

The total that must be transferred from net assets without donor restrictions to net assets with donor restrictions endowment funds as of June 30, 2025, and changes during the year then ended were as follows:

Balance as of June 30, 2024	\$ 2,072,221
Principal payments from net assets without donor restrictions	<u>(130,431)</u>
Balance as of June 30, 2025	<u><u>\$ 1,941,790</u></u>

Future changes from transfers from net assets without donor restrictions to net assets with donor restrictions endowment funds and the related future interest are reflected in the following table:

Years Ending June 30,	Principal	Interest	Total
2026	\$ 138,474	\$ 112,741	\$ 251,215
2027	147,015	104,200	251,215
2028	156,083	95,133	251,216
2029	165,710	85,505	251,215
2030	175,931	75,284	251,215
Thereafter	<u>1,158,577</u>	<u>324,332</u>	<u>1,482,909</u>
	<u><u>\$ 1,941,790</u></u>	<u><u>\$ 797,195</u></u>	<u><u>\$ 2,738,985</u></u>

Note 10 - Note Payable

Utah Youth Village's note payable consisted of the following at June 30, 2025:

Note payable to a bank; bearing interest at 4.75%; monthly payments of \$19,552 through January 2030 with final balloon payment of \$3,449,915 due January 1, 2030;	
Net of unamortized debt issuance costs of \$8,780	<u><u>\$ 3,717,968</u></u>

Future maturities of the note payable are as follows:

Years Ending June 30,	
2026	\$ 56,399
2027	59,176
2028	62,090
2029	65,147
2030	3,483,936
Less unamortized debt issuance costs	<u>(8,780)</u>
	<u><u>\$ 3,717,968</u></u>

Note 11 - Leases

Utah Youth Village leases office space under a month-to-month lease agreement. The Organization has elected the short-term lease exemption for all leases with a term of 12 months or less for both existing and ongoing operating leases to not recognize the asset and liability for these leases. Lease payments for short-term leases are recognized on straight-line basis. Rent expense for the year ended June 30, 2025, totaled \$1,500.

Note 12 - Net Assets

Net assets designated by the Board for certain purposes and those with donor restrictions are presented on the accompanying statement of financial position.

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors as follows for the year ended June 30, 2025:

Satisfaction of purpose restrictions		
Alpine Academy II construction	\$	56,770
Other		675,640
Endowment spending-rate distributions and appropriations		
Earnings on CPAF for Families First		125,641
Earnings on CPAF for Scholarships		20,863
		20,863
	\$	878,914

Note 13 - Revenue from Contracts with Customers

Utah Youth Village has contracts with the Utah Department of Human Services, the State of Utah Judicial branch and various other mental health agencies including agencies and school districts from other states. These contracts are for the purpose of providing residential, mental health and educational services, training and consultation to Treatment Foster Care Homes and intervention directly for troubled youth and their families. A majority of the contracts designate Utah Youth Village as a service provider allowing for reimbursement of expenses related to providing the services under the contracts.

Note 14 - Economic Dependency

During the year ended June 30, 2025, Utah Youth Village received approximately 54%, of its revenue without donor restrictions from governmental grants and service contracts. Utah Youth Village has been and is continuing to seek new sources of funding to support its programs and activities.

The loss of support from any major source of funds could have an adverse effect on Utah Youth Village's programs and activities.

Note 15 - Donated Professional Services and Materials

Donated professional services and materials are as follows during the year ended June 30, 2025.

	Program Services	Management and General	Total
Accounting services	\$ -	\$ 4,200	\$ 4,200
Gift cards and other	4,030	-	4,030
Advertising services	70,634	-	70,634
	\$ 74,664	\$ 4,200	\$ 78,864

Contributed accounting services are comprised of professional services from accountants assisting Utah Youth Village in audit and tax work. Contributed advertising consist of professional services to assist with general marketing and development within Utah Youth Village. The contributed services are valued and reported at the estimated fair value in the financial statements based on current rates for similar services. Contributed gift cards and other were utilized in Utah Youth Village’s programs. Utah Youth Village estimated the fair value based on estimates of values that would be received for selling similar products in the United States.

Note 16 - Employee Benefits

Utah Youth Village has a profit-sharing plan (the Plan) under which it contributes 3% of eligible employees’ compensation to the Plan. In addition, Utah Youth Village may contribute an additional amount determined by Utah Youth Village at its sole discretion. The employer contribution under this Plan for the year ended June 30, 2025, was \$611,721 which is included in employee benefits in the statement of functional expenses.

Note 17 - Related Party Transactions

During the year ended June 30, 2025, MWUA was acquired by Oquirrh Point Improvement District (See Note 8). Notably, a board member of Utah Youth Village also serves on the board of the Oquirrh Point Improvement District. As part of the acquisition, an outstanding loan payable of \$16,000 was settled. Additionally, four water meters previously held in inventory were purchased from Utah Youth Village for approximately \$5,600.

Also, during the year ended June 30, 2019, Utah Youth Village received unconditional pledges from Board members in the amount of \$1,150,000. Total payments on these pledges were \$65,000 for the year ended June 30, 2025, and, as of June 30, 2025, the outstanding amount of these promises to give is \$305,500, gross of any discount.