HEALTHY ENVIRONMENT ALLIANCE OF UTAH
Financial Statements

December 31, 2014

(With independent auditor's report thereon)

JOSEPH B. GLASS CPA, PC
Certified Public Accountant
Independent Auditor’s Report

To the Board of Directors
Healthy Environment Alliance of Utah

Report on the Financial Statements

We have audited the accompanying financial statements of the Healthy Environment Alliance of Utah which comprise the statements of financial position as of December 31, 2014 and the related statements of activities and changes in net assets, 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 the Healthy Environment Alliance of Utah as of December 31, 2014, and the results of its activities and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America,

Joseph B. Glass CPA, PC

Sandy, Utah

November 2, 2015
Healthy Environment Alliance of Utah  
Statement of Financial Position  
December 31, 2014

<table>
<thead>
<tr>
<th>Assets:</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents</td>
<td>$148,035</td>
</tr>
<tr>
<td>Investments</td>
<td>156,546</td>
</tr>
<tr>
<td>Furniture and fixtures net of depreciation of $3,216</td>
<td>2,056</td>
</tr>
<tr>
<td>Other assets</td>
<td>578</td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td><strong>$307,215</strong></td>
</tr>
</tbody>
</table>

| Liabilities and net assets:      |       |
| Accounts payable                | 933   |
| Accrued payroll and related liabilities | 9,885 |
| **Total liabilities**           | **10,818** |

| Net assets:                     |       |
| Temporarily restricted           | 44,500 |
| Unrestricted                     | 251,897 |
| **Total net assets**             | **296,397** |

| Total liabilities and net assets| **$307,215** |

See accompanying notes to financial statements.
Healthy Environment Alliance of Utah  
Statement of Activities and Changes in Net Assets  
Year ended December 31, 2014

<table>
<thead>
<tr>
<th>Changes in unrestricted net assets:</th>
<th>Unrestricted</th>
<th>Temporarily Restricted</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues and gains:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Foundation grants</td>
<td>$135,708</td>
<td>-</td>
<td>135,708</td>
</tr>
<tr>
<td>Membership revenue</td>
<td>160,321</td>
<td>-</td>
<td>160,321</td>
</tr>
<tr>
<td>Fundraising donations</td>
<td>6,067</td>
<td>-</td>
<td>6,067</td>
</tr>
<tr>
<td>Investment income</td>
<td>4,303</td>
<td>-</td>
<td>4,303</td>
</tr>
<tr>
<td>In-kind donations</td>
<td>600</td>
<td>-</td>
<td>600</td>
</tr>
<tr>
<td>Satisfaction of program restrictions</td>
<td>58,424</td>
<td>(58,424)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total revenues and gains</strong></td>
<td>365,423</td>
<td>(58,424)</td>
<td>306,999</td>
</tr>
<tr>
<td><strong>Expenses and losses:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Direct program expenses</td>
<td>188,483</td>
<td>-</td>
<td>188,483</td>
</tr>
<tr>
<td>Fundraising</td>
<td>59,894</td>
<td>-</td>
<td>59,894</td>
</tr>
<tr>
<td>Management and general</td>
<td>38,502</td>
<td>-</td>
<td>38,502</td>
</tr>
<tr>
<td><strong>Total expenses</strong></td>
<td>286,879</td>
<td>-</td>
<td>286,879</td>
</tr>
<tr>
<td><strong>Increase in net assets</strong></td>
<td>78,544</td>
<td>(58,424)</td>
<td>20,120</td>
</tr>
<tr>
<td><strong>Net assets at beginning of year</strong></td>
<td>173,353</td>
<td>102,924</td>
<td>276,277</td>
</tr>
<tr>
<td><strong>Net assets at end of year</strong></td>
<td>$251,897</td>
<td>44,500</td>
<td>296,397</td>
</tr>
</tbody>
</table>

See accompanying notes to financial statements.
Healthy Environment Alliance of Utah
Statement of Cash Flows
Year ended December 31, 2014

Cash flows from operating activities:
Increase in net assets $ 20,120

Adjustments to reconcile increase in net assets to net cash
provided by operating activities:
Depreciation 537
Decrease in unconditional promise to give 2,000
Investment income net of cash received (4,160)
Decrease in other assets 440
Increase in accounts payable (1,497)
Decrease in accrued payroll and payroll taxes 1,669
Net cash provided by operating activities 19,109

Cash flows from investing activities -

Cash flows from financing activities -

Net increase in cash and cash equivalents 19,109

Cash and cash equivalents beginning of year 128,926

Cash and cash equivalents end of year $ 148,035

Supplemental Disclosures of Cash Flow Information:
Cash paid during the period for:
Interest -
Income Taxes -

See accompanying notes to financial statements.
(1) **Summary of Significant Accounting Policies**

(a) **Organization and Line of Business**

Healthy Environment Alliance of Utah (the Organization), a nonprofit Organization under section 501(c)(3) of the Internal Revenue Code, was incorporated in 1997 under the laws of the State of Utah. 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.

(b) **Basis of Accounting**

The financial statements of the organization have been prepared on the accrual basis of accounting.

(c) **Classes of Net Assets**

Revenues and gains are classified based on the presence or absence of donor restrictions and reported in the following net asset categories:

- Unrestricted net assets represent the portion of net assets not subject to donor restrictions.
- Temporarily restricted net assets arise from contributions that are restricted by the donor for specific purposes or time periods.
- Permanently restricted net assets arise from contributions that are restricted by the donor in perpetuity.

(d) **Income Taxes**

The Organization is exempt from Federal and State income taxes under section 501(c)(3) of the Internal Revenue Code as a nonprofit organization. Income tax returns filed for the years ended December 31, 2012 through 2014 are subject to examination by the Internal Revenue Service in the United States of America.

(e) **Cash Equivalents**

For purposes of the statement of cash flows, the Organization considers all highly liquid debt instruments with original maturities of three months or less to be cash equivalents. The Organization invests cash in excess of daily needs in short term investments and cash equivalents.

(f) **Estimates**

Management uses estimates and assumptions in preparing these financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosures of continent assets and liabilities, and the
(1) Summary of Significant Accounting Policies (continued)
(f) Estimates (continued)
reported revenues and expenses. Actual results could vary from the estimates that were used.

(g) Furniture and Fixtures
Furniture and equipment are stated at cost less accumulated depreciation. Depreciation on furniture and equipment is calculated on the straight-line basis over the estimated useful lives of the assets.

(h) Investments
Investments in marketable securities with readily determinable fair values are reported at their fair values in the statement of financial position. Realized and unrealized gains and losses are included in the statement of activities and changes in net assets.

(i) Contributions
The Organization reports gifts of cash and noncash items as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. $44,500 of the contributions received during 2014 were restricted by the donors at December 31, 2014.

Substantially all of the contributions received during the year ended December 31, 2014 were cash and cash equivalents.

(2) Leases
The Organization leases certain real estate under a noncancelable operating lease agreement which expires in 2016. Rental expense for the year ended December 31, 2014 totaled $12,504.

Future minimum lease payments under noncancelable operating leases (with initial or remaining lease terms in excess of one year) are as follows:

Year ended December 31:
2015
2016

12,588
4,196

$16,784

(3) Investments
During the year ended December 31, 2014 the organization recorded income from increases in the value of investments (realized and unrealized) totaling $4,303.
(3) **Investments (continued)**

The Organization's investments are reported at fair value in the accompanying statement of financial position. The fair value measurement accounting literature establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels:

- Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority,
- Level 2 inputs consist of observable inputs other than quoted prices in active markets (level 1).
- Level 3 inputs consists all investments not included in the level 1 and 2 categories.

The Organization's investments at December 31, 2014 consisted primarily of mutual fund investments in equity and fixed income funds. These funds have readily available quoted prices and thus have been valued using level one inputs.

(4) **Subsequent events**

Management of the Organization has evaluated any subsequent events that may require disclosure in these financial statements through November 9, 2015, the date that the financial statements were issued.