

**HIGHER GROUND USA, INC.**  
**FINANCIAL STATEMENTS**  
**YEARS ENDED APRIL 30, 2025 AND 2024**



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## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Higher Ground USA, Inc.  
Ketchum, Idaho

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

#### ***Opinion***

We have audited the financial statements of Higher Ground USA, Inc. (the Organization) (an Idaho nonprofit organization), which comprise the statements of financial position as of April 30, 2025 and 2024, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as of April 30, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

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

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

#### ***Emphasis of Matter***

As discussed in Note 2 to the financial statements, the Organization recorded a prior period adjustment to correct an error, which resulted in an adjustment to net assets as of April 30, 2024. 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 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 the Organization's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

***Auditors' 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 auditors' 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 the Organization'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 the Organization'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.



**CliftonLarsonAllen LLP**

Bellevue, Washington  
May 13, 2026

**HIGHER GROUND USA, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**APRIL 30, 2025 AND 2024**

	2025	2024 (As Restated)
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and Cash Equivalents	\$ 673,208	\$ 563,338
Operating Investments	3,239,111	3,196,133
Contributions and Grants Receivable	131,805	796,797
Promises to Give, Net, Current Portion	333,987	46,624
Prepaid Expenses and Other Assets	41,088	61,381
Total Current Assets	4,419,199	4,664,273
<b>PROPERTY AND EQUIPMENT</b>		
Buildings and Building Improvements (Held for Lease)	574,442	428,119
Program Equipment	333,707	294,677
Furniture and Office Equipment	58,832	58,832
Vehicles	347,223	267,110
Less: Accumulated Depreciation	(629,689)	(519,536)
Subtotal	684,515	529,202
Construction in Progress	-	46,108
Property and Equipment, Net	684,515	575,310
<b>OTHER ASSETS</b>		
Promises to Give, Net, Net of Current Portion	96,410	139,871
Operating Lease Right-of-Use Assets	733,793	175,418
Total Other Assets	830,203	315,289
Total Assets	\$ 5,933,917	\$ 5,554,872
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts Payable	\$ 102,545	\$ 123,336
Accrued Liabilities	39,016	60,855
Credit Card Liability	103,184	88,604
Security Deposits	250	250
Note Payable, Current Portion	6,875	7,500
Operating Lease Liability, Current Portion	123,645	51,815
Total Current Liabilities	375,515	332,360
<b>NONCURRENT LIABILITIES</b>		
Long-Term Note Payable, Net of Current Portion	9,375	16,875
Operating Lease Liability, Net of Current Portion	658,757	128,897
Total Noncurrent Liabilities	668,132	145,772
Total Liabilities	1,043,647	478,132
<b>NET ASSETS</b>		
Without Donor Restrictions	3,568,537	4,661,984
With Donor Restrictions	1,321,733	414,756
Total Net Assets	4,890,270	5,076,740
Total Liabilities and Net Assets	\$ 5,933,917	\$ 5,554,872

See accompanying Notes to Financial Statements.

**HIGHER GROUND USA, INC.**  
**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**YEAR ENDED APRIL 30, 2025**

	Without Donor Restrictions	With Donor Restrictions	Total
<b>REVENUE AND SUPPORT</b>			
Contributions and Grants	\$ 2,418,185	\$ 280,397	\$ 2,698,582
Gross Special Events Revenue:			
Ticket Sales and Auction	1,567,632	803,056	2,370,688
Sponsorships	276,077	-	276,077
Contributed Nonfinancial Assets	84,592	-	84,592
Less: Cost of Direct Benefits to Donors	(445,889)	-	(445,889)
Net Special Events Revenue	<u>1,482,412</u>	<u>803,056</u>	<u>2,285,468</u>
Contributed Nonfinancial Assets	1,420,033	-	1,420,033
Net Investment Income	160,255	-	160,255
Program Service Revenue	73,547	-	73,547
Rental Income	5,375	-	5,375
Gain on Disposal of Assets	200	-	200
Refund of contributions	-	(120,000)	(120,000)
Net Assets Released from Restrictions	<u>56,476</u>	<u>(56,476)</u>	<u>-</u>
Total Revenue and Support	5,616,483	906,977	6,523,460
<b>EXPENSES</b>			
Program	5,739,899	-	5,739,899
Management and General	335,429	-	335,429
Fundraising	634,602	-	634,602
Total Expenses	<u>6,709,930</u>	<u>-</u>	<u>6,709,930</u>
<b>INCREASE (DECREASE) IN NET ASSETS</b>	(1,093,447)	906,977	(186,470)
Net Assets - Beginning of Year (As Restated)	<u>4,661,984</u>	<u>414,756</u>	<u>5,076,740</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 3,568,537</u>	<u>\$ 1,321,733</u>	<u>\$ 4,890,270</u>

See accompanying Notes to Financial Statements.

**HIGHER GROUND USA, INC.**  
**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**YEAR ENDED APRIL 30, 2024**

	(As Restated)		Total
	Without Donor Restrictions	With Donor Restrictions	
<b>REVENUE AND SUPPORT</b>			
Contributions and Grants	\$ 2,852,671	\$ 200,000	\$ 3,052,671
Gross Special Events Revenue:			
Ticket Sales and Auction	1,166,906	-	1,166,906
Sponsorships	255,200	-	255,200
Contributed Nonfinancial Assets	511,507	-	511,507
Less: Cost of Direct Benefits to Donors	(448,508)	-	(448,508)
Special Events Revenue, Net	1,485,105	-	1,485,105
Contributed Nonfinancial Assets	355,106	-	355,106
Net Investment Income	134,063	-	134,063
Program Service Revenue	61,793	-	61,793
Loss on Sale of Assets	(74,047)	-	(74,047)
Net Assets Released from Restrictions	12,988	(12,988)	-
Total Revenue and Support	4,827,679	187,012	5,014,691
<b>EXPENSES</b>			
Program	4,468,440	-	4,468,440
Management and General	317,893	-	317,893
Fundraising	380,250	-	380,250
Total Expenses	5,166,583	-	5,166,583
<b>INCREASE (DECREASE) IN NET ASSETS</b>	(338,904)	187,012	(151,892)
Net Assets - Beginning of Year	5,000,888	227,744	5,228,632
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 4,661,984</u>	<u>\$ 414,756</u>	<u>\$ 5,076,740</u>

See accompanying Notes to Financial Statements.

**HIGHER GROUND USA, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**YEAR ENDED APRIL 30, 2025**

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries and Benefits	\$ 1,948,750	\$ 256,738	\$ 437,659	\$ 2,643,147
Program Related Expenses	2,623,885	818	7,657	2,632,360
Occupancy	302,935	3,366	8,976	315,277
Professional Services	211,021	24,775	55,133	290,929
Office Expenses	161,238	8,519	14,465	184,222
Insurance	118,025	20,760	28,280	167,065
Depreciation and Amortization	98,036	3,305	8,812	110,153
Impairment Loss	73,076	2,463	6,569	82,108
Marketing and Development	55,322	1,858	20,472	77,652
Information Services	43,476	10,751	13,001	67,228
Staff Travel	27,619	512	30,777	58,908
Staff Education	36,646	771	342	37,759
Facility Campaign Expense	23,530	793	2,115	26,438
Repairs and Maintenance	16,340	-	344	16,684
Total Expenses by Function	<u>5,739,899</u>	<u>335,429</u>	<u>634,602</u>	<u>6,709,930</u>
Expenses Netted Against Revenue and Support on the Statement of Activities and Changes in Net Assets				
Special Events Expenses	<u>-</u>	<u>-</u>	<u>445,889</u>	<u>445,889</u>
Total Expenses Included in Expenses on the Statement of Activities and Changes in Net Assets	<u>\$ 5,739,899</u>	<u>\$ 335,429</u>	<u>\$ 1,080,491</u>	<u>\$ 7,155,819</u>
Percentage of Total Expenses	80.21%	4.69%	15.10%	100.00 %
Percentage of Total Expenses Less: Special Events Expenses	85.54%	5.00%	9.46%	100.00 %

See accompanying Notes to Financial Statements.

**HIGHER GROUND USA, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**YEAR ENDED APRIL 30, 2024**

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries and Benefits	\$ 1,819,920	\$ 252,257	\$ 272,390	\$ 2,344,567
Program Related Expenses	1,719,749	364	3,640	1,723,753
Professional Services	266,191	26,312	18,866	311,369
Occupancy	205,439	964	1,877	208,280
Insurance	115,094	19,134	18,968	153,196
Depreciation and Amortization	79,832	2,691	7,176	89,699
Office Expenses	71,404	3,081	8,316	82,801
Staff Travel	30,629	2,400	30,872	63,901
Information Services	36,162	7,807	8,255	52,224
Marketing and Development	44,740	700	6,423	51,863
Staff Education	37,213	1,290	1,086	39,589
Facility Campaign Expense	26,489	893	2,381	29,763
Repairs and Maintenance	15,578	-	-	15,578
Total Functional Expenses	<u>4,468,440</u>	<u>317,893</u>	<u>380,250</u>	<u>5,166,583</u>
Expenses Netted Against Revenue and Support on the Statement of Activities and Changes in Net Assets				
Special Events Expenses	<u>-</u>	<u>-</u>	<u>448,508</u>	<u>448,508</u>
Total Expenses Included in Expenses on the Statement of Activities and Changes in Net Assets	<u>\$ 4,468,440</u>	<u>\$ 317,893</u>	<u>\$ 828,758</u>	<u>\$ 5,615,091</u>
Percentage of Total Expenses	86.49%	6.15%	7.36%	100.00 %
Percentage of Total Expenses Less: Special Events Expenses	79.58%	5.66%	14.76%	100.00 %

See accompanying Notes to Financial Statements.

**HIGHER GROUND USA, INC.**  
**STATEMENTS OF CASH FLOWS**  
**YEARS ENDED APRIL 30, 2025 AND 2024**

	2025	2024
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in Net Assets	\$ (186,470)	\$ (151,892)
Adjustments to Reconcile Change in Net Assets to		
Net Cash Provided (Used) by Operating Activities:		
Depreciation and Amortization	110,153	89,699
Noncash Impairment Loss	82,108	-
Change in Net Present Value of Promises to Give	2,983	13,505
Realized and Unrealized Gain on Operating Investments	(29,280)	(136,259)
Noncash Operating Lease Expense	-	(272,708)
Loss on Sale of Property and Equipment	(200)	74,047
Changes in Operating Assets and Liabilities:		
Contributions and Grants Receivable	664,992	(104,676)
Promises to Give, Net	(246,885)	(233,633)
Prepaid Expenses and Other Assets	20,293	63,863
Operating Lease Right-of-Use Assets	(558,375)	225,989
Accounts Payable	(20,791)	63,490
Accrued Liabilities	(21,839)	(22,755)
Credit Card Liability	14,580	(50,454)
Operating Lease Liability	601,690	48,645
Net Cash Provided (Used) by Operating Activities	432,959	(393,139)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of Operating Investments	(3,001,109)	(4,676,261)
Proceeds from Sales of Operating Investments	2,987,411	4,175,711
Purchases of Property and Equipment	(301,266)	(152,082)
Net Cash Used by Investing Activities	(314,964)	(652,632)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from Issuance of Note Payable	-	30,000
Principal Payments on Note Payable	(8,125)	(5,625)
Net Cash Provided (Used) by Financing Activities	(8,125)	24,375
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	109,870	(1,021,396)
Cash and Cash Equivalents - Beginning of Year	563,338	1,584,734
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	\$ 673,208	\$ 563,338

See accompanying Notes to Financial Statements.

**HIGHER GROUND USA, INC.  
NOTES TO FINANCIAL STATEMENTS  
APRIL 30, 2025 AND 2024**

**NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES**

**Organization and Operations**

Higher Ground USA, Inc. (the Organization) (an Idaho nonprofit organization) is headquartered in Ketchum, Idaho for the purpose of enriching the lives of people with disabilities through sports and recreation. The Organization’s mission is accomplished by providing two major programs:

Higher Ground’s Veteran and First Responder Rehabilitation

These are nationally operated and recognized veteran and first responder rehabilitation programs that combine sports and coping therapies to restore and rehabilitate veterans and first responders.

Higher Ground Adaptive Sports

Serves children, teens, and adults with disabilities who participate in winter sports, including skiing, snowboarding, sled hockey, and Nordic skiing, and is partnered with the Sun Valley Company. The Higher Ground Adaptive Sports summer programs consist of day camps, cycling, golf, and other activities that serve individuals with physical and cognitive disabilities. These programs empower athletes with cognitive disabilities to be healthy, productive, and respected members of their communities.

**Basis of Presentation**

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP).

**Cash and Cash Equivalents**

The Organization considers 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, to be cash and cash equivalents. Cash and highly liquid financial instruments restricted to building projects, endowments that are perpetual in nature, or other long-term purposes are excluded from this definition.

At April 30, the carrying amount of the Organization’s cash and cash equivalents was comprised of the following:

	<u>2025</u>	<u>2024</u>
Cash and Cash Equivalents Held at Financial Institutions	\$ 659,963	\$ 519,910
Petty Cash and Other	13,245	16,000
Cash Held in Money Market and Cash Funds at Financial Service Institution	-	<u>27,428</u>
Total	<u>\$ 673,208</u>	<u>\$ 563,338</u>

**HIGHER GROUND USA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**APRIL 30, 2025 AND 2024**

**NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Contributions and Grants Receivable**

Contributions and grants receivable are stated at the amount that management expects to collect from the outstanding balances and represent a promise to make a contribution at a later date. These balances primarily consist of grants from government agencies, and all amounts are considered to be fully collectible within the next year. There is no allowance for credit losses as management believes the amounts to be fully collectible. Conditional promises received to make a contribution are not reflected in the financial statements until all conditions have been satisfied except for the passage of time.

**Promises to Give**

The Organization 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 recognized at fair value using present value techniques incorporating risk-adjusted discount rates. In subsequent periods, the discounts are amortized and included in contribution revenue. No allowance for uncollectible balances has been established, as management believes the amounts are fully collectible based on historical experience. Promises to give are written off when deemed uncollectible.

**Investments**

The Organization records investment purchases at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values on the statements of financial position. Net investment return/(loss) is reported on the statements of activities and changes in net assets and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

Following is a description of the valuation methodologies used for assets measured at fair value. Quoted market prices are used to determine the fair value of investments in publicly traded equity securities (common and preferred stock). Equity funds, fixed income funds and exchange-traded funds are valued using quotes from pricing vendors based on recent trading activity and other observable market data. The fair value of alternative investments is based on the net asset value per share as a practical expedient. Real estate investment trusts are valued based on the value that the shares were offered for sale at year-end.

**Property and Equipment**

Property and equipment are stated at cost. Maintenance and repairs that do not improve or extend the life of assets are currently expensed.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets which range from 39 years for buildings and improvements, to 5 to 7 years for furniture, equipment, and vehicles.

**HIGHER GROUND USA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**APRIL 30, 2025 AND 2024**

**NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Property and Equipment (Continued)**

The Organization records property and equipment additions over \$5,000 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 5 to 39 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 statements of activities and changes in net assets. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

The Organization reviews the carrying values of property and equipment 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.

The Organization has determined that certain construction in progress assets were impaired during the year ended April 30, 2025, and have recorded an asset impairment loss of \$82,108 (Note 14). There were no indicators of asset impairment during the year ended April 30, 2024.

**Leases**

The Organization leases commercial office space. The Organization determines if an arrangement is a lease at inception. Operating leases are included in the operating lease right-of-use (ROU) asset and operating lease liability on the statements of financial position as of April 30, 2025 and 2024.

ROU assets represent the Organization's right to use an underlying asset for the lease term and lease liability represent The organization's obligation to make lease payments arising from the lease. Operating ROU assets and liability are recognized at the lease commencement date based on the present value of lease payments over the lease term. As most of the leases do not provide an implicit rate, the Organization uses a risk-free rate based on the information available at commencement date in determining the present value of lease payments. The operating lease ROU assets also includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. Lease expense for the lease payments is recognized on a straight-line basis over the lease term. The Organization has elected to recognize payments for short-term leases with a lease term of 12 months or less as expense as incurred and these leases are not included as an operating lease liability on the statements of financial position.

The Organization has elected not to separate nonlease components from lease components and instead accounts for each separate lease component and the nonlease component as a single lease component. The Organization's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

**HIGHER GROUND USA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**APRIL 30, 2025 AND 2024**

**NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Leases (Continued)**

In evaluating contracts to determine if they qualify as a lease, the Organization considers factors such as if the Organization has obtained substantially all the rights to the underlying asset through exclusivity, if the Organization can direct the use of the asset by making decisions about how and for what purpose the asset will be used and if the lessor has substantive substitution rights. This evaluation may require significant judgment.

**Net Assets**

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor- or grantor-imposed 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 an operating reserve and board-designated endowment.

*Net Assets With Donor Restrictions* – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed 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-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. The Organization 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 expired, that is, when a stipulated time restriction ends, or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported on the statements of activities and changes in net assets as net assets released from restrictions. There were no net assets maintained in perpetuity at April 30, 2025 and 2024.

**Revenue and Revenue Recognition**

**Grants and Program Revenue**

The Organization recognizes grant revenue and program revenue when the performance obligations of transferring the products and providing the services are met. The Organization records grant revenue as either contribution or exchange based revenue determined by the nature of the transaction and the criteria contained in the grant award. Grant revenue is comprised of an exchange element based on the benefits received, and a contribution element for the difference. Program revenue consists primarily of fees earned from providing recreational and instructional services to participants. Program revenue includes earned income from recreation programs and lessons.

**HIGHER GROUND USA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**APRIL 30, 2025 AND 2024**

**NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Revenue and Revenue Recognition (Continued)**

Grants and Program Revenue (Continued)

The Organization recognizes the exchange portion of grant revenue when the resource provider or grantor receives a commensurate value in exchange for goods or services transferred. Revenue is recognized when control of the promised goods or services is transferred to the customer (grantor) in an amount that reflects the consideration to which the Organization expects to be entitled in exchange for those goods or services. Amounts received in excess of recognized revenue are reflected as a contract liability. The Organization recognizes the contribution portion of grant revenue immediately, unless there is a right of return specified in the grant award.

Program revenue is recognized in the period in which the related services are provided, as the Organization satisfies its performance obligations to participants. Amounts received in advance of providing services are recorded as deferred revenue and recognized as program revenue when the services are performed.

Program fees are generally established at rates intended to partially recover the costs of providing services and are not considered contributions, as participants receive commensurate value in exchange for the fees paid. Program revenue is reported as revenue without donor restrictions unless donor-imposed restrictions are present.

Contribution Revenue

The Organization recognizes contributions when cash, securities or other assets, an unconditional promise to give, or a 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.

A portion of our revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when we have 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. At April 30, 2025, the Organization had received a conditional grant award totaling \$696,910. Revenue is recognized as qualifying expenditures are incurred in accordance with the terms of the grant. During the year ended April 30, 2025, the Organization recognized \$131,615 of grant revenue related to this award. The remaining balance of \$565,295 has not been recognized as of April 30, 2025, as the conditions of the grant have not yet been met. No amounts have been received in advance under federal and state contracts and grants.

**HIGHER GROUND USA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**APRIL 30, 2025 AND 2024**

**NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Revenue and Revenue Recognition (Continued)**

**Donated Services and Contributed Nonfinancial Assets**

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 9). In addition to contributed nonfinancial assets, volunteers contribute significant amounts of time to program services, administration, and fundraising activities; however, the 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. Contributed nonfinancial assets are utilized by the Organization in carrying out its programs and activities and are not monetized.

**Special Events Revenue**

Special events revenue is comprised of an exchange element based upon the direct benefits donors receive and a contribution element for the difference. The Organization recognizes special events revenue equal to the fair value of direct benefits to donors when the special event takes place. The Organization recognizes the contribution element of special event revenue immediately, unless there is a right of return if the special event does not take place. Proceeds from the sale of goods and services in connection with special events are reported as special events revenue and reduced by the cost of direct benefits to donors. Contributions received for which no goods or services are provided are reported as contribution revenue.

**Marketing and Development**

The Organization uses marketing and development via the following methods: Higher Ground website, brochures, newsletters, newspaper and magazine advertisement, and television programming. The intended purpose is to promote its mission to the community it serves and to reach potential donors. Some promotional exposure is contributed in-kind to the Organization. The costs of marketing and development are expensed as incurred. There were no advertising costs for the years ended April 30, 2025 or 2024.

**Functional Allocation of Expenses**

The costs of program and supporting services activities have been summarized on a functional basis on the statements of activities and changes in net assets. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs are allocated among program and supporting services based on methods that reflect the nature of the expense and the estimated benefit received. Costs that can be directly identified with a specific function are charged accordingly; salaries and benefits and related costs are allocated based on estimates of time and effort; and other indirect costs, including depreciation, insurance, and general operating expenses, are allocated using a consistent methodology established by management. Management believes these allocation methods are reasonable, consistently applied, and appropriate for the presentation of functional expenses.

**HIGHER GROUND USA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**APRIL 30, 2025 AND 2024**

**NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Income Taxes**

The Organization is organized as an Idaho nonprofit corporation and has been recognized by the Internal Revenue Service (IRS) as exempt from federal income taxes under IRC Section 501(a) as organizations described in Internal Revenue Code (IRC) Section 501(c)(3), qualify for the charitable contribution deduction under IRC Sections 170(b)(1)(A)(vi) and (viii), and has been determined not to be a private foundation under IRC Sections 509(a)(1) and (3), respectively. The Organization is annually required to file a Return of Organization Exempt from 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 is unrelated to their exempt purposes. The Organization has determined that it is not subject to unrelated business income tax and have not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS. The Organization has been determined by the Internal Revenue Service (IRS) to be exempt from federal income tax under Section 501(a) of the IRC as an organization described in Section 501(c)(3). Accordingly, no provision for income taxes has been made in the accompanying financial statements. The Organization's Form 990, Return of Organization Exempt from Income Tax, is subject to examination by the IRS, generally for three years after it was filed.

**Estimates**

The preparation of financial statements in conformity with GAAP requires the Organization 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**

The Organization manages deposit concentration risk by placing cash and money market accounts of deposit with financial institutions believed by the Organization to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. Insured bank 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 April 30, 2025, the Organization had approximately \$62,706 in excess of FDIC insurance limits. To date, the Organization has not experienced losses in any of these accounts. Credit risk associated with promises to give is considered to be limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from governmental agencies supportive of the Organization's mission. Investments are made by Wells Fargo Advisors and Mercer Advisors (for Charles Schwab) whose performance is monitored by the Organization and the board of directors. Although the fair values of investments are subject to fluctuation on a year-to-year basis, the Organization believes that the investment policies and guidelines are prudent for the long-term welfare of the Organization.

**HIGHER GROUND USA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**APRIL 30, 2025 AND 2024**

**NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Reclassifications**

Certain reclassifications of amounts previously reported have been made to the accompanying financial statements to maintain consistency between periods presented. The reclassifications had no impact on previously reported net assets.

**Subsequent Events**

The Organization has evaluated subsequent events through May 13, 2026, which is the date the financial statements were available to be issued and has determined that other than the event mentioned in Note 16, there are no other subsequent events that require disclosure.

**NOTE 2 RESTATEMENT OF PRIOR YEAR FINANCIAL STATEMENTS AND RECLASSIFICATIONS**

During the year ended April 30, 2025, management identified an error in the previously issued financial statements for the year ended April 30, 2024 related to the accounting for a multi-year charitable pledge. In May 2023, the Organization received written notification from a grantor of a \$250,000 unconditional promise to give, payable in annual installments of \$50,000 over five years. The pledge represented an unconditional promise to give subject to donor-imposed time and purpose restrictions. The pledge was not recognized in the Organization's previously issued April 30, 2024 financial statements as net assets with donor restrictions. In accordance with ASC 958, the Organization has restated its April 30, 2024 statement of financial position to recognize the promise to give as donor restricted. During the year ended April 30, 2024, the Organization received and expended the initial \$50,000 installment in accordance with donor intent, resulting in a release from donor restrictions during that year. The effects of the restatement on the April 30, 2024 statement of financial position are as follows:

	<u>As Previously Reported</u>	<u>As Restated</u>	<u>Change</u>
Net Assets Without Donor Restrictions at April 30, 2024	\$ 4,861,984	\$ 4,661,984	\$ 200,000
Net Assets With Donor Restrictions at April 30, 2024	\$ 214,756	\$ 414,756	\$ (200,000)

In addition to the prior period adjustment, certain reclassifications were made to the previously issued financial statements to improve presentation consistency. These reclassifications included the reclassification of special events revenue and related expenses, which resulted in changes to total revenues, total expenses, and the statement of functional expenses, as well as the reclassification of contributions and grants receivable to promises to give. These reclassifications did not impact total net assets.

**HIGHER GROUND USA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**APRIL 30, 2025 AND 2024**

**NOTE 3 LIQUIDITY AND AVAILABILITY**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statements of financial position date, comprise the following for the years ended April 30:

	2025	2024 (As Restated)
Financial Assets at Year-End:		
Cash and Cash Equivalents	\$ 673,208	\$ 563,338
Operating Investments	3,239,111	3,196,133
Contributions and Grants Receivable	131,805	796,797
Promises to Give, Net, Current Portion	333,987	46,624
Total Financial Assets at Year-End	4,378,111	4,602,892
Less Amounts Not Available to be Used Within One Year:		
Net Assets With Donor Restrictions	1,321,733	414,756
Financial Assets Available to Meet General Expenditures Over the Next 12 Months	<u>\$ 3,056,378</u>	<u>\$ 4,188,136</u>

The Organization does not have a formal liquidity policy but generally maintains financial assets in liquid form such as cash and cash equivalents for at least four months of operating expenses.

**NOTE 4 PROMISES TO GIVE**

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

	Promises to Give	Discount to Net Present Value	Promises to Give, Net
Within One Year	\$ 346,885	\$ (12,898)	\$ 333,987
In One to Five Years	100,000	(3,590)	96,410
Total	<u>\$ 446,885</u>	<u>\$ (16,488)</u>	<u>\$ 430,397</u>

Unconditional promises to give are estimated to be collected as follows at April 30, 2024:

	Promises to Give	Discount to Net Present Value	Promises to Give, Net
Within One Year	\$ 50,000	\$ (3,376)	\$ 46,624
In One to Five Years	150,000	(10,129)	139,871
Total	<u>\$ 200,000</u>	<u>\$ (13,505)</u>	<u>\$ 186,495</u>

At April 30, 2025 and 2024, the entire balance of the promises to give were due from three donors and one donor, respectively.

**HIGHER GROUND USA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**APRIL 30, 2025 AND 2024**

**NOTE 5 FAIR VALUE MEASUREMENTS AND DISCLOSURES**

The Organization reports certain assets at fair value in the financial statements. Fair value is the price that would be received to sell an asset 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, 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 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 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 that the Organization 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 in active markets, quoted prices for identical or similar assets in markets that are not active, inputs other than quoted prices that are observable for the asset, and market-corroborated inputs.

*Level 3* – Unobservable inputs for the asset or liability. In these situations, we develop inputs using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset 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.

The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to the Organization's assessment of the quality, risk, or liquidity profile of the asset.

The methods described above may produce a fair value calculation that may not be indicative of net, realizable value or reflective of future fair value. Furthermore, while the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The balances of assets measured at fair value on a recurring basis by level within the fair value hierarchy applied only to investment securities in the amounts of \$3,239,111 and \$3,196,133 as of April 30, 2025 and 2024, respectively, and were all Level 1. There were no liabilities measured at fair value on a nonrecurring basis as of April 30, 2025 and 2024.

**HIGHER GROUND USA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**APRIL 30, 2025 AND 2024**

**NOTE 5 FAIR VALUE MEASUREMENTS AND DISCLOSURES (CONTINUED)**

**Operating Investments**

Operating investments consist of government debt securities and mutual funds held at a financial institution. At April 30, 2025 and 2024, these investment securities were reported at a market value of \$3,239,111 and \$3,196,133, respectively, with a related historical cost of \$3,199,124 of \$3,100,902, respectively.

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

	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Mutual Funds	\$ 309,920	\$ 309,920	\$ -	\$ -
Fixed Income Government Bonds	2,929,191	2,929,191	-	-
Total	<u>\$ 3,239,111</u>	<u>\$ 3,239,111</u>	<u>\$ -</u>	<u>\$ -</u>

The following table presents assets measured at fair value on a recurring basis at April 30, 2024:

	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Mutual Funds	\$ 2,463	\$ 2,463	\$ -	\$ -
Fixed Income Government Bonds	3,193,670	3,193,670	-	-
Total	<u>\$ 3,196,133</u>	<u>\$ 3,196,133</u>	<u>\$ -</u>	<u>\$ -</u>

Net Investment Income is as follows at April 30:

	2025	2024
Interest and Dividends	\$ 130,975	\$ 9,446
Realized and Unrealized Gains	29,280	124,617
Total	<u>\$ 160,255</u>	<u>\$ 134,063</u>

**HIGHER GROUND USA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**APRIL 30, 2025 AND 2024**

**NOTE 6 LEASES**

The Organization leases commercial warehouse and office space for program services and have various expiration dates through July 2032. In the normal course of business, it is expected that these leases will be renewed or replaced by similar leases.

The following table provides quantitative information concerning the Organization's leases:

	<u>2025</u>	<u>2024</u>
Lease Costs:		
Total Operating Lease Cost	<u>\$ 138,058</u>	<u>\$ 56,737</u>
Other Information:		
Cash Paid for Amounts Included in the Measurement of Lease Liabilities:		
Operating Cash Flows from Operating Leases	\$ 128,328	\$ 54,810
Weighted-Average Remaining Lease Term -		
Operating Leases	5.7 Years	3.3 Years
Weighted-Average Discount Rate -		
Operating Leases	4.47%	3.04%

The amounts reported on the statements of financial position as of April 30 are as follows:

	<u>2025</u>	<u>2024</u>
Operating Lease Right-of-Use Assets	\$ 733,793	\$ 175,418
Operating Lease Liability	\$ 782,402	\$ 180,712

The following is a schedule of total future minimum lease payments and the present value of future lease payments for the operating leases at April 30, 2025:

<u>Year Ending April 30,</u>	<u>Amount</u>
2026	\$ 156,131
2027	160,806
2028	165,636
2029	170,601
2030	83,420
Thereafter	154,456
Undiscounted Cash Flows	891,050
Less: Imputed Interest	(108,648)
Total Present Value	<u>\$ 782,402</u>
Short-term Lease Liabilities	\$ 123,645
Long-term Lease Liabilities	658,757
Total Lease Liabilities	<u>\$ 782,402</u>

**HIGHER GROUND USA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**APRIL 30, 2025 AND 2024**

**NOTE 7 NOTE PAYABLE**

The Organization has a note payable to BWP Glenbrook, LLC, the landlord of the commercial warehouse leased by the Organization. The note payable is unsecured. Note payable balance at April 30:

	2025	2024
Note payable, due in monthly installments of \$625, at interest rate of 0.0% with final payment due on July 31, 2027	\$ 16,250	\$ 24,375

Future maturity schedule at April 30, 2025 is as follows:

Year Ending April 30,	Amount
2026	\$ 6,875
2027	7,500
2028	1,875
Total	\$ 16,250

**NOTE 8 NET ASSETS**

Net assets are for general operations, designated by the board, invested in long-term assets, or restricted by donors for the following purposes at April 30:

	2025		
	Without Donor Restrictions	With Donor Restrictions	Total
General Operations	\$ 2,837,098	\$ -	\$ 2,837,098
Invested in Property and Equipment	684,515	30,000	714,515
Promises to Give, Net	-	430,397	430,397
Scholarships	46,924	58,280	105,204
Hawaii Veterans	-	803,056	803,056
Total	\$ 3,568,537	\$ 1,321,733	\$ 4,890,270

Net assets are for general operations, designated by the board, invested in long-term assets, or restricted by donors for the following purposes at April 30:

	2024 (As Restated)		
	Without Donor Restrictions	With Donor Restrictions	Total
General Operations	\$ 4,034,536	\$ 200,000	\$ 4,234,536
Invested in Property and Equipment	575,310	150,000	725,310
Scholarships	52,138	64,756	116,894
Total	\$ 4,661,984	\$ 414,756	\$ 5,076,740

**HIGHER GROUND USA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**APRIL 30, 2025 AND 2024**

**NOTE 8 NET ASSETS (CONTINUED)**

**Refund of Donor-Restricted Contributions**

During the year ended August 31, 2025, the Organization refunded \$120,000 of contributions previously reported as net assets with donor restrictions. The refunded amounts were related to a planned property acquisition that was subsequently abandoned during 2025 (see Note 14). The refund is reflected as a decrease in net assets with donor restrictions in the accompanying statement of activities. The transaction does not represent a release from restriction and, accordingly, no amounts were reclassified to net assets without donor restrictions.

**NOTE 9 REVENUE FROM CONTRACTS WITH CUSTOMERS**

The Organization recognized revenue from contracts with customers either at the point in time at which services are provided or over time in accordance with the specific contract terms as follows for the years ended April 30:

Program Service Revenue:	2025	2024
Summer Recreation	\$ 10,625	\$ 7,398
Winter Recreation	500	-
Adaptive Ski Lessons	62,422	54,395
Total	\$ 73,547	\$ 61,793

As of April 30, 2025 and 2024, the Organization did not have any contract assets or liabilities related to exchange revenue.

**NOTE 10 CONTRIBUTED NONFINANCIAL ASSETS**

During the years ended April 30, 2025 and 2024, the Organization received, as noncash contributions, various goods and services used in its programs. These include ski passes, lift tickets, guided fishing trips, food, and other items valued at \$1,420,033 and \$355,106, respectively. For special events, the Organization received noncash contributions of \$84,592 and \$511,507 for the years April 30, 2025 and 2024, respectively. These amounts are included in special events revenue on the statement of activities and are not included in the contributed nonfinancial assets totals presented in the table below. The value of these goods and services are reflected as contributed nonfinancial assets and expenses on the statements of activities and changes in net assets.

Each year, the Sun Valley Company donates \$65,000 of goods and services to be charged to a credit account at the resort. The Organization provides food, drinks, and lift tickets for participants during the ski season with this donation. As of April 30, 2025 and 2024, the full value of the donation had been utilized.

**HIGHER GROUND USA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**APRIL 30, 2025 AND 2024**

**NOTE 10 CONTRIBUTED NONFINANCIAL ASSETS (CONTINUED)**

Donated goods are recorded at the fair value of the goods at the date of donation based on estimates of fair value or wholesale values that would be received for selling the goods. Donated services are recorded at fair value if they create or enhance nonfinancial assets or if they consist of specialized skills that would have to be purchased if they were not donated.

The estimated value of these services is based on information provided by the service provider, who estimates the fair value based on date, time, and market in which the service is provided. There were no donor-imposed restrictions associated with any contributed nonfinancial assets in 2025 and 2024.

Contributed nonfinancial assets presented on the statements of activities and changes in net assets include the following for the years ended April 30:

	2025	2024
Goods	\$ 57,926	\$ 179,297
Services	1,362,107	175,809
Total	\$ 1,420,033	\$ 355,106

**NOTE 11 CONCENTRATION OF CONTRIBUTIONS OR GRANTS**

Approximately 36% and 45% of total contributions and grants revenue was derived from two donors for the years ended April 30, 2025 and 2024, respectively. Contributions, received in the form of cash and promises to give, totaled \$965,854 and \$1,204,169 in 2025 and 2024, respectively, and were restricted to the Higher Ground Veteran program.

During the years ended April 30, 2025 and 2024, approximately 74% and 90% of total contributed nonfinancial assets, respectively, were from one donor which include ski passes, lift tickets, accommodations, and other items valued at \$1,106,240 and \$866,613, respectively, from Sun Valley Company.

**NOTE 12 EMPLOYEE BENEFIT PLAN**

The Organization sponsors a 403(b) plan (the Plan) for its employees. The Plan covers all employees with at least two months of service. Participants can make salary contributions up to the lesser of 100% of their compensation or the IRS maximum limits and the Organization will match up to 3% of these contributions. The Organization's matching contributions charged to expense during the years ended April 30, 2025 and 2024, were \$51,999 and \$46,547, respectively.

**HIGHER GROUND USA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**APRIL 30, 2025 AND 2024**

**NOTE 13 RELATED PARTY TRANSACTIONS**

The Organization received donations totaling \$196,985 and \$216,790 from its board members for the years ended April 30, 2025 and 2024, respectively.

During the year ended April 30, 2024, \$150,000 of the donations received from the board were restricted for a land purchase. During the year ended April 30, 2025, the board determined not to move forward with the land purchase and \$120,000 of the donations received were returned to the donors. One donor who contributed \$30,000 let the restricted funds remain with the Organization to use towards a future land purchase.

**NOTE 14 CONSTRUCTION IN PROGRESS IMPAIRMENT LOSS**

During the year ended April 30, 2025, the Organization recorded an impairment loss related to construction in progress associated with the planned acquisition of the Wood River Land Trust (Quigley) property located in Hailey, Idaho. Management decided not to proceed with the acquisition and formally abandoned the related development project. At the time of abandonment, construction in progress totaled \$82,108, consisting primarily of capitalized preliminary design and planning costs that were specific to the Wood River project.

Management determined that the construction in progress asset had no recoverable value, as there were no expected future cash flows or alternative use for the asset, and accordingly determined the fair value to be \$-0-. As a result, an impairment loss of \$82,108 was recognized during fiscal year 2025, reducing the carrying value of construction in progress to zero.

The impairment loss is included in operating expenses in the accompanying statement of activities and was recorded in accordance with ASC 360, *Property, Plant, and Equipment*. No additional impairment indicators were identified for other long-lived assets during fiscal year 2025.

**NOTE 15 COMMITMENT**

As of April 30, 2024, the Organization had an agreement with a consultant that included an outstanding commitment of \$53,842 related to the development of the Wood River Project. During the year ended April 30, 2025, following the abandonment of the project, the agreement was settled for a final payment of \$7,853.

**NOTE 16 SUBSEQUENT EVENT**

On December 17, 2025, subsequent to year end, the Organization sold a condominium unit for \$385,000. The commercial unit had a net book value of \$195,869 as of April 30, 2025. The transaction did not impact the accompanying financial statements as of April 30, 2025, and will be reflected in the subsequent fiscal year.



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