

**OUTSIDE LAS VEGAS FOUNDATION
dba GET OUTDOORS NEVADA**

FINANCIAL STATEMENTS

DECEMBER 31, 2022

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**OUTSIDE LAS VEGAS FOUNDATION
dba GET OUTDOORS NEVADA**

DECEMBER 31, 2022

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Outside Las Vegas Foundation
dba Get Outdoors Nevada
Las Vegas, Nevada

Opinion

We have audited the accompanying financial statements of Outside Las Vegas Foundation dba Get Outdoors Nevada (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, 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 financial statements referred to above present fairly, in all material respects, the financial position of Outside Las Vegas Foundation dba Get Outdoors Nevada as of December 31, 2022, 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. 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 Outside Las Vegas Foundation dba Get Outdoors Nevada 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 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 Outside Las Vegas Foundation dba Get Outdoors Nevada's ability to continue as a going concern within 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 generally accepted auditing standards 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 generally accepted auditing standards, 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 Outside Las Vegas Foundation dba Get Outdoors Nevada'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 Outside Las Vegas Foundation dba Get Outdoors Nevada'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.

Houldsworth, Russo & Company, P.C.

Las Vegas, Nevada
September 6, 2023

**OUTSIDE LAS VEGAS FOUNDATION
dba GET OUTDOORS NEVADA**

**STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2022**

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$	649,386
Cash and cash equivalents, restricted		37,730
Accounts receivable		32,620
Grants receivable		50,304
Pledges receivable		3,484
Prepaid expenses		<u>11,772</u>
		785,296

OTHER ASSETS

Furniture and equipment, net		12,561
Deposit		3,470
Operating lease right-of-use (ROU) asset		<u>16,380</u>
	\$	<u><u>817,707</u></u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable	\$	11,982
Accrued liabilities		12,312
Refundable advance		37,500
Operating lease liability		<u>16,542</u>
		78,336

NET ASSETS

Without donor restrictions		698,157
With donor restrictions		<u>41,214</u>
		<u>739,371</u>
	\$	<u><u>817,707</u></u>

See accompanying notes to financial statements

**OUTSIDE LAS VEGAS FOUNDATION
dba GET OUTDOORS NEVADA**

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2022**

NET ASSETS WITHOUT DONOR RESTRICTIONS

Revenues, gains and other support:

Contributions	\$	968,013
In-kind donations		667
Program revenue		108,996
Other income		12,345
Net assets released from restrictions		48,509

1,138,530

Expenses:

Program services:		908,016
Supporting services:		
Management and general		137,297
Fundraising		22,986

1,068,299

Change in net assets without donor restrictions

70,231

NET ASSETS WITH DONOR RESTRICTIONS

Contributions		20,304
Net assets released from restrictions		(48,509)

Change in net assets with donor restrictions

(28,205)

CHANGE IN NET ASSETS

42,026

NET ASSETS, BEGINNING OF YEAR

697,345

NET ASSETS, END OF YEAR

\$ 739,371

See accompanying notes to financial statements

OUTSIDE LAS VEGAS FOUNDATION
dba GET OUTDOORS NEVADA

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2022

	Program Services	Supporting Services		Total
		Management and General	Fundraising	
Depreciation	\$ 5,139	\$ 907	\$ 165	\$ 6,211
Contractual services	61,224	-	-	61,224
Employee benefits	38,379	6,772	1,234	46,385
Insurance	9,606	1,695	309	11,610
Occupancy	42,115	7,432	1,354	50,901
Office	56,364	19,550	1,533	77,447
Payroll taxes	40,543	7,154	1,304	49,001
Professional fees	45,409	8,013	1,460	54,882
Program/event supplies and services	105,671	-	-	105,671
Salaries and wages	479,147	84,549	15,404	579,100
Travel	11,258	1,225	223	12,706
Vehicle	13,161	-	-	13,161
Total expenses	<u>\$ 908,016</u>	<u>\$ 137,297</u>	<u>\$ 22,986</u>	<u>\$ 1,068,299</u>

See accompanying notes to financial statements

OUTSIDE LAS VEGAS FOUNDATION
dba GET OUTDOORS NEVADA

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2022

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ 42,026
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	6,211
Amortization of operating lease ROU asset	32,452
(Increase) decrease in operating assets:	
Accounts receivable	(11,637)
Grants receivable	10,301
Pledges receivable	15,449
Prepaid expenses	(3,669)
Increase (decrease) in operating liabilities:	
Accounts payable	433
Accrued liabilities	2,687
Operating lease liability	(32,290)
	<hr/>
Net cash provided by operating activities	61,963
	<hr/>
CHANGE IN CASH AND CASH EQUIVALENTS	61,963
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	625,153
	<hr/>
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 687,116
	<hr/> <hr/>
SUMMARY OF CASH ACCOUNTS:	
Cash and cash equivalents	\$ 649,386
Cash and cash equivalents, restricted	37,730
	<hr/>
	\$ 687,116
	<hr/> <hr/>
SUPPLEMENTAL DISCLOSURE:	
Operating lease ROU asset obtained for operating lease liability	\$ 48,832
	<hr/> <hr/>

See accompanying notes to financial statements

OUTSIDE LAS VEGAS FOUNDATION dba GET OUTDOORS NEVADA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2022

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Outside Las Vegas Foundation dba Get Outdoors Nevada (the Organization), a non-profit organization, was formed in August 2000 and seeks to raise funds in order to enhance the connection between the residents of Southern Nevada and the public lands surrounding the community. By working with the community, businesses, and volunteers, the Organization is able to provide people with safe and memorable experiences of the public trails, parks, and open spaces in Southern Nevada, while also encouraging people to further their education and awareness of what the Southern Nevada landscape has to offer.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America and, accordingly, reflect all significant receivables, payables and other liabilities.

Financial Statement Presentation

The Organization presents its financial statements in accordance with the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC). Under the FASB ASC, the Organization is required to report information regarding its financial position and changes in financial position activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Income Tax Status

The Organization is a not-for-profit organization as described in section 501(c)(3) of the Internal Revenue Code and is generally exempt from income taxes on related income pursuant to the appropriate section of the Internal Revenue Code.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of presentation in the financial statements, the Organization considers all cash and all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

OUTSIDE LAS VEGAS FOUNDATION dba GET OUTDOORS NEVADA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2022

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Receivables

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Conditional contributions, including certain grants, are recognized when the Organization overcomes the donor/grantor stipulations that represents a barrier to being entitled to the assets transferred or promised. A transfer of assets that is a conditional contribution is recognized as an advance until the conditions have been substantially met or explicitly waived by the donor/grantor.

All receivables are due within one year from the date of the financial statements. Management considers all receivables to be collectible; therefore, an allowance is not considered necessary.

Property and Equipment

The Organization capitalizes property and equipment in excess of \$5,000 that have an estimated useful life greater than a year. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as contributions without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as contributions with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. Furniture and equipment are depreciated using the straight-line method over an estimated useful life of five years.

The Organization also capitalizes significant website design and development costs that are amortized using the straight-line method over an estimated useful life of three years.

Advertising

Advertising costs are expensed as incurred.

Program Revenue

Program service fees and events are recognized when the related services are performed. The Organization recognizes a liability for payments received in advance of performing the related services.

The Organization has a contract with Clark County, Nevada to administer the Mojave Max Education Program. Payments for these services are based on a fee schedule effective through July 31, 2023.

OUTSIDE LAS VEGAS FOUNDATION dba GET OUTDOORS NEVADA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2022

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Refundable Advances

Refundable advances are recognized when the conditions of the related grants are met.

Functional Expenses

The costs of providing various programs and activities have been summarized on a functional basis in the statement of activities and in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

The following expenses were allocated on the basis of employee time and effort: salaries and wages, employee benefits, payroll taxes, professional fees depreciation, insurance and occupancy.

The following expenses were directly allocated by function according to the nature of the expense: contractual services, program/event supplies and services and vehicle.

The following expenses were directly allocated based on a combination of employee time and effort and on the nature of the expense: office, professional fees and travel.

Donated Goods and Services

Donated goods are recorded as contributions at their estimated fair value at the date of donation and are reported as net assets without donor restrictions unless explicit donor stipulations specify how donated assets must be used.

Donated services are recognized as contributions in accordance with the FASB ASC, if the services (a) create or enhance nonfinancial assets or (b) requires specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization.

A substantial number of volunteers have donated significant amounts of time in the Organization's program services; the value of these services has not been reflected in these statements as they do not meet the criteria under FASB Codification, as stated above.

Concentration of Credit Risk

The Organization maintains its deposits at two financial institutions which, at most times, exceeded amounts covered by the Federal Deposit Insurance Corporation (FDIC) limit of \$250,000. The Organization has not experienced any losses on deposits and does not believe they are exposed to a significant risk.

OUTSIDE LAS VEGAS FOUNDATION dba GET OUTDOORS NEVADA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2022

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases

The Organization leases office space for which a determination of whether an arrangement is a lease is made at inception. Operating leases are included as operating lease right-of-use (ROU) asset and operating lease liability on the statement of financial position.

ROU assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments arising from the lease. The operating lease ROU asset and liability are recognized at commencement date based on the present value of lease payments over the lease term. As the Organization's lease does not provide an implicit rate, a risk-free rate is used based on the information available at the commencement date in determining the present value of lease payments. The operating lease ROU asset also includes any lease payments made and excludes lease incentives. 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 lease payments is recognized on a straight-line basis over the lease term. The Organization's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

Recently Adopted Accounting Guidance

In February 2016, the FASB issued ASC 842, *Leases* to increase transparency and comparability among organizations by requiring the recognition of ROU assets and lease liabilities on the statement of financial position. Most prominent among the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

The Organization adopted the standard effective January 1, 2022 and recognized and measured leases existing at, or entered into after, January 1, 2022 (the beginning of the period of adoption) through a cumulative effect adjustment, with certain practical expedients available.

The Organization elected the available practical expedients to account for existing capital leases and operating leases as finance leases and operating leases, respectively, under the new guidance, without reassessing (a) whether the contracts contain leases under the new standard, (b) whether classification of capital leases or operating leases would be different in accordance with the new guidance, or (c) whether the unamortized initial direct costs before transition adjustments would have met the definition of initial direct costs in the new guidance at lease commencement.

As a result of the adoption of the new lease accounting guidance, the Organization recognized on January 1, 2022 an operating lease liability of \$48,832, which represents the present value of the remaining operating lease payments of \$49,356, discounted using a risk-free rate of 1.5%, and an operating lease ROU asset of \$48,832.

The standard had a material impact on the Organization's statement of financial position, but did not have an impact on the statement of activities, nor statement of cash flows. The most significant impact was the recognition of ROU assets and lease liabilities for operating leases, while the accounting for finance leases remained substantially unchanged.

OUTSIDE LAS VEGAS FOUNDATION dba GET OUTDOORS NEVADA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2022

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Date of Management's Review

Subsequent events have been evaluated through September 6, 2023, which is the date the financial statements were available to be issued.

NOTE 2. LIQUIDITY AND AVAILABILITY

The Organization is substantially supported by contribution and grant revenues, and considers contributions restricted for programs which are ongoing, major, and central to its operations to be available to meet cash needs for general expenditures. The Organization manages its liquidity and reserves following three guiding principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged.

The following table reflects the Organization's financial assets as of December 31, 2022, reduced by amounts, if any, that are not available to meet general expenditures within one year of the statement of financial position date:

Cash and cash equivalents	\$ 687,116
Accounts receivable	32,620
Grants receivable	50,304
Pledges receivable	<u>3,484</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 773,524</u>

NOTE 3. FURNITURE AND EQUIPMENT

Furniture and equipment at December 31, 2022 consisted of the following:

Furniture and equipment	\$ 46,431
Less: accumulated depreciation	<u>(33,870)</u>
	<u>\$ 12,561</u>

NOTE 4. OPERATING LEASES

The Organization has one operating lease for office space. In May 2020, the Organization entered into a non-cancelable operating lease for office space for the term May 1, 2020, through June 30, 2023, with required monthly lease payments of \$2,610 and annual escalations of 3%. The lease was valued using a discount rate of 1.5% and has a remaining term of 6 months as of December 31, 2022. Total operating lease cost was \$32,904 for the year ended December 31, 2022.

OUTSIDE LAS VEGAS FOUNDATION dba GET OUTDOORS NEVADA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2022

NOTE 4. OPERATING LEASES (CONTINUED)

Future minimum lease payments are as follows:

2023	\$ 16,614
Less imputed interest	<u>72</u>
Total operating lease liability	<u>\$ 16,542</u>

In January 2023 the Organization entered into an amendment of this agreement that extended the lease through June 30, 2026 with required monthly payments beginning July 1, 2023 of \$3,480 and annual escalations of 4%.

NOTE 5. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions represent contributions and other inflows of assets whose use by the Organization is limited by donor-imposed stipulations that either expire by the passage of time or are fulfilled and removed by actions of the Organization pursuant to those stipulations.

Net assets with donor restrictions at December 31, 2022 consist of the following:

Subject to expenditure for specific purposes:	
Lower Colorado River Water Alliance	\$ 12,256
Lake Mead National Recreation Area Program	9,686
CLF Friend of Basin & Range	8,500
Nevada Department of Forestry	6,298
Love Lake Mead	<u>990</u>
	37,730
Subject to the passage of time:	
Pledges receivable	<u>3,484</u>
	<u>\$ 41,214</u>

Net assets with donor restrictions at December 31, 2022 are held in the following assets:

Cash and cash equivalents	\$ 37,730
Pledges receivable	<u>3,484</u>
	<u>\$ 41,214</u>

Net assets were released from donor restrictions by occurrence of the passage of time or other events specified by the donors as follows for the year ended December 31, 2022:

Satisfaction of purpose restrictions	\$ 29,576
Satisfaction of time restrictions	<u>18,933</u>
	<u>\$ 48,509</u>

OUTSIDE LAS VEGAS FOUNDATION dba GET OUTDOORS NEVADA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2022

NOTE 6. RETIREMENT PLAN

The Organization maintains a 401(k) plan that contains provisions for discretionary matching contributions, depending on the percentage of contribution and length of employment (full matches occur after four years of employment), and also allows voluntary employee contributions. Eligible employees must be 21 years of age and work 1,000 hours in a year's time. During the year ended December 31, 2022, the Organization's contributions to the retirement plan totaled \$14,650.

NOTE 7. RELATED PARTIES

The Organization's Board of Directors' members are active in the oversight of the Organization. Contributions received from the Board of Directors members were \$12,414 for the year ended December 31, 2022.