UTAH HIGH SCHOOL ACTIVITIES ASSOCIATION, INC.

AUDITED FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITORS' REPORT

June 30, 2026

Haynie

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Independent Auditors' Report

To the Board of Trustees
Utah High School Activities Association, Inc.
Salt Lake City, Utah

Opinion

We have audited the accompanying financial statements of Utah High School Activities Association, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2026, 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 Utah High School Activities Association, Inc. as of June 30, 2026, 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Utah High School Activities Association, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of 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 Utah High School Activities Association, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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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 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 Utah High School Activities Association, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Utah High School Activities Association, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. Schedule I – Statement of Revenues and Expenses from Sponsored Activities is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



San Antonio, Texas
August 20, 2026

Financial Statements

UTAH HIGH SCHOOL ACTIVITIES ASSOCIATION, INC.
Statement of Financial Position
As of June 30, 2026

ASSETS		
Current Assets		
Cash and Cash Equivalents	$	2,176,138
Accounts Receivable		72,219
Prepaid Expenses		30,897
Inventory		13,493
Total Current Assets		2,292,747
Property and Equipment, Net		1,128,948
TOTAL ASSETS	$	3,421,695
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts Payable	$	183,167
Deferred Revenue (Contract Liabilities)		49,345
Total Current Liabilities		232,512
Total Liabilities		232,512
Net Assets		
Without Donor Restrictions		3,189,183
Total Net Assets		3,189,183
TOTAL LIABILITIES AND NET ASSETS	$	3,421,695

The accompanying notes are an integral part of the financial statements.

UTAH HIGH SCHOOL ACTIVITIES ASSOCIATION, INC.
Statement of Activities
For the Year Ended June 30, 2026

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and Other Support:			
Sponsored Activities	$ 2,648,082	$ -	$ 2,648,082
Activity Fees	199,640	-	199,640
Annual Dues	39,500	-	39,500
Athletic Passes	200,953	-	200,953
Official Arbiting	193,695	-	193,695
Officials' Fees	100,844	-	100,844
Books and Supplies	3,539	-	3,539
Interest	85,077	-	85,077
Corporate Sponsorships	903,660	-	903,660
Foundation Game Revenue	237,378	-	237,378
Foundation Grant	16,800	-	16,800
Coaches and Officials Training	63,445	-	63,445
Wrestling Weight Management	100,195	-	100,195
Other Revenue	399,007	-	399,007
Licensing	2,746	-	2,746
Total Revenues and Other Support	5,194,561	-	5,194,561
Expenses:			
Program Services	4,531,722	-	4,531,722
Supporting Services	723,105	-	723,105
Total Expenses	5,254,827	-	5,254,827
Change in Net Assets	(60,266)	-	(60,266)
Beginning Net Assets	3,249,449	-	3,249,449
Ending Net Assets	$ 3,189,183	$ -	$ 3,189,183

The accompanying notes are an integral part of the financial statements.

UTAH HIGH SCHOOL ACTIVITIES ASSOCIATION, INC.
Statement of Functional Expenses
For the Year Ended June 30, 2026

Expense	Program Services	Supporting Services	Total
Sponsored Activities	$ 1,813,807	$ -	$ 1,813,807
Salaries and Wages	899,420	197,434	1,096,854
Payroll Taxes and Benefits	272,136	59,737	331,873
Insurance	417,676	73,708	491,384
Donation to UHSAA Foundation	237,378	-	237,378
Consulting	68,312	37,370	105,682
Legal	-	236,571	236,571
Office Expense	41,286	7,286	48,572
Automobile	22,684	-	22,684
Awards	178,349	-	178,349
Meetings Expense	-	40,235	40,235
Depreciation	64,842	11,443	76,285
Corporate Sponsorship Fulfillment	7,141	-	7,141
Miscellaneous	-	45,507	45,507
Repairs and Maintenance	5,791	1,022	6,813
National Federation	93,075	-	93,075
Supplies	9,960	1,758	11,718
Telephone, Internet and Utilities	62,524	11,034	73,558
Clinics and Training	151,089	-	151,089
Arbiting Expense	186,252	-	186,252
Total	$ 4,531,722	$ 723,105	$ 5,254,827

The accompanying notes are an integral part of the financial statements.

UTAH HIGH SCHOOL ACTIVITIES ASSOCIATION, INC.
Statement of Cash Flows
For the Year Ended June 30, 2026

Cash Flows From Operating Activities:		
Change in Net Assets	$	(60,266)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation		76,285
(Increase) in Operating Assets		
Accounts Receivable		(28,885)
Prepaid Expenses		(780)
Inventory		(7,704)
Increase in Operating Liabilities		
Accounts Payable		108,958
Deferred Revenue		14,919
Net Cash Provided by Operating Activities		102,527
Cash Flows From Investing Activities:		
Cash Paid for Property and Equipment		(47,380)
Net Cash Used For Investing Activities		(47,380)
Increase In Cash and Cash Equivalents		55,147
Cash and Cash Equivalents at Beginning of Year		2,120,991
Cash and Cash Equivalents at End of Year	$	2,176,138

The accompanying notes are an integral part of the financial statements.

UTAH HIGH SCHOOL ACTIVITIES ASSOCIATION, INC.
Notes to Financial Statements
For the Year Ended June 30, 2026

1. Nature of the Organization and Summary of Significant Accounting Policies

The Reporting Entity

Utah High School Activities Association, Inc. (the "Association") was incorporated in 1927 as a not-for-profit corporation. The mission is to stress educational and cultural values, to improve the participation experience in activities, to promote life skills and lessons involved in competing activities, to foster sportsmanship and mutual respect and to assist those who oversee high school sports and activities within the UHSAA member high schools.

The Association is the leadership organization for high school athletic and fine arts activities in Utah. Principal sources of revenue include ticket sales from sponsored activities, corporate sponsorships and broadcasting rights, membership dues and activity fees, and officials' registration and assigning fees. All activities are conducted within the state of Utah. The Association reaches 159 member schools and over 100,000 participants in high school activity programs.

Basis of Accounting

The financial statements of the Association have been prepared on the accrual basis of accounting and are presented in accordance with accounting principles generally accepted in the United States of America.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Association considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Accounts Receivable and Allowance for Credit Losses

Trade accounts receivable are based on amounts billed to customers for services performed. Normal trade receivables are due 30 days after issuance of the invoice. Trade accounts receivable are recorded at the invoiced amount and do not bear interest. The Association monitors accounts receivable and estimates the allowance for lifetime expected credit losses. Estimates of expected credit losses are based on historical collection experience and other factors, including current market factors and forecasted economic conditions. The balances are presented in the statement of financial position net of allowance for credit losses. As of June 30, 2026, no allowance for credit losses was deemed to be necessary.

Opening and closing balances of accounts receivable and deferred revenue (contract liabilities) consists of the following:

	July 1, 2025	June 30, 2026
Accounts Receivable	$ 43,334	$ 72,219
Deferred Revenue (Contract Liabilities)	$ 34,426	$ 49,345

1. Nature of the Organization and Summary of Significant Accounting Policies (Continued)

Prepaid Expenses

The prepaid expenses account totaled $30,897 as of June 30, 2026 and is comprised of prepaid insurance.

Inventory

Inventory consists of books purchased for the school year. Inventory of books totaled $13,493 as of June 30, 2026 and is recorded at cost using the first-in first-out method.

Property and Equipment

All acquisitions of property and equipment with extended useful lives in excess of five years and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation of property and equipment is computed using the straight-line method over the following estimated useful lives:

Building and Improvements	7 - 39 Years
Furniture and Equipment	5 - 7 Years

Compensated Absences

Employees of the Association are entitled to paid time off depending on length of service and other factors. The Association cannot reasonably estimate the amount of compensation for future absences; accordingly, no liability has been recorded in the accompanying financial statements. The Association's policy is to recognize the cost of compensated absences when paid to employees.

Net Assets

Net assets, revenues, expenses, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. The Association's policy is to record revenues in which restrictions are met in the same period as unrestricted revenue for programs and other revenue. Accordingly, net assets of the Association and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets that are not subject to donor-imposed restrictions. They may be used in performing the primary objectives of the Association at the discretion of management and the board of trustees.

Net Assets With Donor Restrictions – Net assets subject to stipulations imposed by donors and grantors. No net assets with donor restrictions as of June 30, 2026.

1. Nature of the Organization and Summary of Significant Accounting Policies (Continued)

Restricted Contributions

Contributions are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions only. Gains and losses on investments and other assets and liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law. When a donor restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, the related net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as satisfaction of program restrictions. Contributions received with donor-imposed restrictions that are met in the same year as received are reported as revenues of net assets without donor restrictions. This policy is applied consistently to all such contributions and to investment gains and losses.

Donated Services

Donated services can include the limited participation of many individuals in program or supporting services to the Association. In order for donated services to be reported in the financial statements, specific criteria must be met. Accordingly, no donated services were received during the year ended June 30, 2026.

Revenue and Cost Recognition

The Association determines revenue recognition by: (1) identifying the contract with the customer; (2) identifying the performance obligations in the contract; (3) determining the transaction price; (4) allocating the transaction price to performance obligations in the contract; and (5) recognizing revenue when, or as, the Association satisfies performance obligations by transferring the promised goods or services. Performance obligations are met by the Association at events held by the high schools thus revenue is not recognized until the event takes place.

Allocation of Functional Expenses

The cost of providing the various programs and other activities has been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. For the year ended June 30, 2026, approximately 86% of costs have been allocated to program services.

1. Nature of the Organization and Summary of Significant Accounting Policies (Continued)

Use of Estimates

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

Income Taxes

The Association has qualified as a tax-exempt organization under the U.S. Internal Revenue Code (IRC) Section 501(c)(3). The Association believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements. The Association is not a private foundation.

The Association must recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by the taxing authorities, based on the technical merits of the position. The tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate resolution. The Association did not recognize any additional liabilities for uncertain tax positions as a result of the implementation of ASC 740-10-25. The Association's information returns for years ended before June 30, 2023 are no longer subject to examination by U.S. federal, state, or local taxing authorities.

2. Concentration of Credit Risk

Bank balances are insured up to the Federal Deposit Insurance Corporation (FDIC) limit of $250,000. At times, deposit balances may exceed FDIC coverage; however, the Association has not experienced any historical losses as a result of this risk. Management believes it is not exposed to any significant risk on cash accounts.

3. Funds Deposited with Utah Public Treasurer's Investment Fund

Funds have been deposited in the Utah Public Treasurer's Investment Fund where funds earn a market rate of interest. During the year ended June 30, 2026, the investment earned $85,077 in interest and the account had a total value of $1,952,116, which is included in Cash and Cash Equivalents in the Statement of Financial Position. The fund is not covered by FDIC Insurance, but is authorized by the Utah Money Management Act.

4. Concentration of Revenue

The Association receives approximately 51% of its revenue from ticket sales for high school events totaling $2,648,082 for the year ended June 30, 2026. Revenue from ticket sales is recorded as Sponsored Activities in the Statement of Activities.

5. Corporate Sponsorships

The Association has received donations from companies in a program of corporate sponsorships wherein funds are used to help support high school activities. During the year ended June 30, 2026, the Association received $903,660 in corporate sponsorships.

6. Other Revenue

Other revenue consists of the following:

Catastrophic Insurance	$	184,400
Coaches Credentials		55,600
Miscellanous		159,007
	$	399,007

7. Property and Equipment

Property and equipment are as follows as of June 30, 2026:

	Beginning Balance	Additions	Deletions	Ending Balance
Non-Depreciable Property				
Land	$ 9,633	$ -	$ -	$ 9,633
Total Non-Depreciable Property	9,633	-	-	9,633
Depreciable Property and Equipment				
Building Improvements	622,158	45,470	-	667,628
Furniture & Equipment	434,428	1,910	-	436,338
Buildings	1,187,698	-	-	1,187,698
Total Depreciable Property and Equipment	2,244,284	47,380	-	2,291,664
Less Accumulated Depreciation				
Building Improvements	(40,730)	(16,057)	-	(56,787)
Furniture & Equipment	(346,776)	(29,774)	-	(376,550)
Buildings	(708,558)	(30,454)	-	(739,012)
Total Accumulated Depreciation	(1,096,064)	(76,285)	-	(1,172,349)
Total Property and Equipment, Net	$ 1,157,853	$ (28,905)	$ -	$ 1,128,948

Depreciation expense for the year ended June 30, 2026 totaled $76,285. No Property is pledged or subject to lien and no donor or legal limitations exist.

8. Functional Expenses

The Association provides support and recreational activities for member high schools to promote social, health and educational development. The methods of allocating expenses related to providing these services are as follows:

Category	Method of Allocation
Sponsored Activities	Program
Salaries and Wages	Staff Functional Assignment
Payroll Taxes and Benefits	Staff Functional Assignment
Insurance	Square Footage
Donation to UHSAA Foundation	Program
Consulting	Program
Legal	Functional Assignment
Office Expense	Square Footage
Automobile	Program
Awards	Program
Meetings Expense	Functional Assignment
Depreciation	Square Footage
Corporate Sponsor	Program
Miscellaneous	Functional Assignment
Repairs and Maintenance	Square Footage
National Federation	Program
Supplies	Square Footage
Telephone, Internet and Utilities	Square Footage
Clinics and Training	Program
Arbiting Expense	Program

9. Liquidity and Availability

The Association manages liquidity needed for operations primarily through budgeted cash inflows and outflows. Cash inflows can be easily estimated since they are comprised mostly of ticket sales, contracts, fees, and sponsorships. Cash outflows are planned accordingly so as not to exceed those expected inflows. Excess operating cash is on hand in the event of unexpected outflows or for use as source of investment funds.

10. Utah Retirement Systems

The Association participates in the Utah Retirement Systems Public Employees Noncontributory Retirement System and Tier 2 Public Employees Contributory Retirement System (the "Systems"). Under the Systems, all eligible plan participants and the Association are required to contribute certain percentages of salary and wages as authorized by statute and specified by the Utah State Retirement Board. Contributions are actuarially determined as an amount that, when combined with employee contributions (where applicable), is expected to finance the costs of benefits earned by employees over the year, with an additional amount to finance any unfunded actuarial accrued liability. Contribution rates as of June 30, 2026 are as follows:

Tier 1 - DB System			Tier 2 - DB Hybrid System				Tier 2 - 401(k) Option			
Employee	Employer	ER 401(k)	Tier 2 Fund	Employee	Employer	ER 401(k)	Tier 2 Fund	Employee	Employer	ER 401(k)
-	21.19	1.5	112	0.81	19.02	-	212	-	9.02	10

Noncontributory System
***Tier 2 rates include a statutory required contribution to finance the unfunded actuarial accrued liability of the Tier 1 plans.

Contribution Summary
For the year ended June 30, 2026, the employer and employee contributions to the Systems were as follows:

System	Employer	Employee
Noncontributory System	$ 194,735	$ -
Tier 2 Public Employees System	16,007	675
Total Contributions	$ 210,742	$ 675

As of June 30, 2026, the Systems reported a net pension asset of $0 and a net pension liability of $301,347.

In addition to the Systems described above, the Association participates in the Utah Retirement Systems 401(k) Defined Contribution Savings Plan (the "401(k) Plan"), a defined contribution plan administered by the Utah Retirement Systems. The 401(k) Plan is available to eligible employees as a supplemental voluntary savings vehicle. Participants may elect to make pre-tax and/or Roth contributions to the 401(k) Plan, subject to limits established by the Internal Revenue Code.

For the year ended June 30, 2026, the employer and employee contributions to the 401(k) Plan were $14,896 and $16,836, respectively.

11. Donation to UHSAA Foundation

For the past several years the Association has collected funds from designated football games played by each of the high schools known as foundation games. The schools and the Association would share the proceeds from ticket sales of these games and the intent of the Association was to use these funds for some type of charitable purpose to benefit the students at Utah high schools. A goal was established, and monies were accumulated as they were collected and set aside in a separate bank account until the goal was achieved. Up to that point no specific plan for the use of the funds had been designated, although many options were discussed. When the goal was finally reached it was determined by the board of trustees that a charitable foundation should be established to accommodate the charitable purposes for which these funds had been collected. IRS approval for the foundation was finally granted in the 2010 fiscal year, and beginning with the 2011 fiscal year, the board of trustees approved using the funds collected to fund the foundation. The Utah High School Activities Association Foundation is a separate legal entity with a separate governing board, unrelated to the Association. All decisions regarding the use of the funds within the Foundation is made by its governing board and are outside the control of the Association. During the year, the Association donated $237,378 to the Foundation, which represents monies received from the current year's foundation games. These amounts have been recorded as a program services expense in the statement of functional expenses.

12. Commitments and Contingencies

Szymakowski v UHSAA

In October 2024 a motion for a temporary restraining order and preliminary injunction was filed against Utah High School Activities Association. The Complaint did not demand any damages, but requested compensatory damages, punitive damages, and reasonable attorney fees. On January 2, 2025, the Court granted the preliminary injunction. UHSAA filed an appeal with the briefings being completed on June 28, 2025. As of August 20, 2026, no decision has been rendered. Management and legal representation believe UHSAA will prevail in the appellate court. Claims are also covered by insurance which should limit exposure for the Association. As of June 30, 2026, the Association has paid $632,504 in legal fees and have received $110,000 in insurance reimbursements. Management is not aware of the amount, if any, of reimbursement for legal costs and is unable to accurately estimate potential future legal costs.

13. Subsequent Events

Subsequent events have been evaluated through August 20, 2026, which is the date these financial statements were available to be issued. No events requiring recognition or disclosure were identified.

Supplementary Information

UTAH HIGH SCHOOL ACTIVITIES ASSOCIATION, INC.
Schedule I – Statement of Revenues and Expenses from Sponsored Activities
For the Year Ended June 30, 2026

	Revenues	Expenses	Excess
Sponsored Activities:			
Baseball	$ 263,020	$ 126,477	$ 136,543
Basketball	454,155	270,316	183,839
Competitive Cheer	91,559	76,180	15,379
Cross Country	31,426	55,644	(24,218)
Drill Team	240,101	138,353	101,748
ESports	-	(4,545)	4,545
Football	608,684	251,228	357,456
Forensics	-	24,767	(24,767)
Golf	-	11,901	(11,901)
Lacrosse	73,653	51,619	22,034
Music	-	36,581	(36,581)
Soccer	164,041	111,019	53,022
Softball	87,736	68,753	18,983
Swimming	86,192	65,398	20,794
Tennis	57,354	50,509	6,845
Theater	-	50,914	(50,914)
Track	133,221	109,877	23,344
Volleyball	177,452	161,280	16,172
Wrestling	179,488	157,536	21,952
	$ 2,648,082	$ 1,813,807	$ 834,275

Revenues represent ticket sales and expenses represent direct event costs.

See Independent Auditors' Report.