



# **Yakima Basin Fish & Wildlife Recovery Board**

**Financial Statements and Independent  
Auditors' Report**

**June 30, 2025 and 2024**

# **Yakima Basin Fish & Wildlife Recovery Board**

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## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Yakima Basin Fish & Wildlife Recovery Board  
Yakima, Washington

### ***Report on the Financial Statements***

#### ***Opinion***

We have audited the accompanying financial statements of Yakima Basin Fish & Wildlife Recovery Board, which comprise the statements of financial position as of June 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 Yakima Basin Fish & Wildlife Recovery Board as of June 30, 2025 and 2024, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

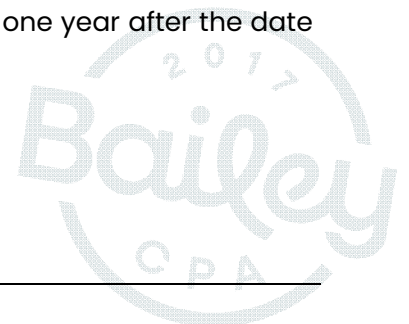
#### ***Basis for Opinion***

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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Yakima Basin Fish & Wildlife Recovery Board 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 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 Yakima Basin Fish & Wildlife Recovery Board'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 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, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these 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 Yakima Basin Fish & Wildlife Recovery Board'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 Yakima Basin Fish & Wildlife Recovery Board'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.

*Bailey CPA, LLC*

March 30, 2026

# Yakima Basin Fish & Wildlife Recovery Board

## Statements of Financial Position

June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
<b>Assets</b>		
Current Assets		
Cash and cash equivalents	\$ 87,013	\$ 37,868
Prepaid expenses	6,703	2,065
Accounts receivable	49,338	37,635
<i>Total Current Assets</i>	<u>143,054</u>	<u>77,568</u>
Non-current Assets		
Right-of-Use Asset - Operating Lease	84,338	102,567
Property and Equipment, net	9,853	7,314
<i>Total Non-current Assets</i>	<u>94,191</u>	<u>109,881</u>
<b>Total Assets</b>	<u>\$ 237,245</u>	<u>\$ 187,449</u>
<b>Liabilities and Net Assets</b>		
Current Liabilities		
Accounts payable	\$ 24,856	\$ 16,579
Accrued expenses	56,693	24,576
Refundable advance	25,403	-
Operating lease liability	18,876	17,549
<i>Total Current Liabilities</i>	<u>125,828</u>	<u>58,704</u>
Operating Lease Liability, less current portion	65,356	84,232
<b>Total Liabilities</b>	<u>191,184</u>	<u>142,936</u>
Net Assets		
Without donor restrictions	46,061	44,513
With donor restrictions	-	-
<b>Total Net Assets</b>	<u>46,061</u>	<u>44,513</u>
<b>Total Liabilities and Net Assets</b>	<u>\$ 237,245</u>	<u>\$ 187,449</u>

# Yakima Basin Fish & Wildlife Recovery Board

## Statement of Activities and Changes in Net Assets

### Year Ended June 30, 2025

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	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenue</b>			
Washington State Recreation and Conservation Office Grant	\$ 437,662	\$ -	\$ 437,662
Bureau of Land Management Grant	22,708	-	22,708
Department of Ecology Grant	71,093	-	71,093
Reimbursed expenses	4,200	-	4,200
Released from restriction	-	-	-
<i>Total revenue</i>	535,663	-	535,663
<b>Expenses</b>			
Program	396,912	-	396,912
General and Administrative	127,148	-	127,148
Fundraising	9,894	-	9,894
<i>Total expenses</i>	533,954	-	533,954
<b>Excess of Revenue Over Expenses</b>	1,709	-	1,709
<b>Other Income (Expenses):</b>			
Interest expense	(39)	-	(39)
Interest income	4	-	4
Loss on disposal of equipment	(126)	-	(126)
<i>Total other income (expenses)</i>	(161)	-	(161)
<b>Change in Net Assets</b>	1,548	-	1,548
<b>Net Assets, Beginning of Year</b>	44,513	-	44,513
<b>Net Assets, End of Year</b>	\$ 46,061	\$ -	\$ 46,061

# Yakima Basin Fish & Wildlife Recovery Board

## Statement of Activities and Changes in Net Assets

### Year Ended June 30, 2024

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	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenue</b>			
Washington State Recreation and Conservation Office Grant	\$ 416,197	\$ -	\$ 416,197
Bureau of Land Management Grant	140,533	-	140,533
Department of Ecology Grant	32,215	-	32,215
Reimbursed expenses	4,851	-	4,851
Released from restriction	779	(779)	-
<i>Total revenue</i>	594,575	(779)	593,796
<b>Expenses</b>			
Program	485,635	-	485,635
General and Administrative	73,171	-	73,171
Fundraising	9,289	-	9,289
<i>Total expenses</i>	568,095	-	568,095
<b>Excess of Revenue Over Expenses</b>	26,480	(779)	25,701
<b>Other Income (Expenses):</b>			
Interest expense	(120)	-	(120)
Interest income	29	-	29
<i>Total other income (expenses)</i>	(91)	-	(91)
<b>Change in Net Assets</b>	26,389	(779)	25,610
<b>Net Assets, Beginning of Year</b>	18,124	779	18,903
<b>Net Assets, End of Year</b>	\$ 44,513	\$ -	\$ 44,513

# Yakima Basin Fish & Wildlife Recovery Board

## Statement of Functional Expenses

### Year Ended June 30, 2025

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	<u>Program Services</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Total</u>
<b>Expenses</b>				
Computer support	\$ 395	\$ 256	\$ 21	\$ 672
Depreciation	1,458	947	79	2,484
Dues and subscriptions	3,622	3,058	-	6,680
Employee benefits	22,446	14,595	1,222	38,263
Employee payroll taxes	12,453	8,098	678	21,229
Miscellaneous	1,056	686	57	1,799
Office rent	18,843	12,253	1,026	32,122
Office supplies	4,307	2,801	234	7,342
Printing and reproduction	266	172	14	452
Professional fees	12,887	5,000	-	17,887
Program expenses	109,199	-	-	109,199
Repairs and maintenance	206	134	11	351
Seminar registration fees	432	-	-	432
Travel	7,862	874	-	8,736
Utilities	5,288	3,439	288	9,015
Wages	196,192	74,835	6,264	277,291
<i>Total expenses</i>	<u>\$ 396,912</u>	<u>\$ 127,148</u>	<u>\$ 9,894</u>	<u>\$ 533,954</u>

# Yakima Basin Fish & Wildlife Recovery Board

## Statement of Functional Expenses

### Year Ended June 30, 2024

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	<u>Program Services</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Total</u>
<b>Expenses</b>				
Computer support	\$ 366	\$ 123	\$ 17	\$ 506
Depreciation	1,800	607	85	2,492
Dues and subscriptions	3,406	1,407	-	4,813
Employee benefits	23,622	7,971	1,121	32,714
Employee payroll taxes	12,632	4,263	600	17,495
Insurance	2,960	999	141	4,100
Miscellaneous	493	166	23	682
Office rent	23,520	7,936	1,116	32,572
Office supplies	7,566	2,553	359	10,478
Printing and reproduction	94	32	4	130
Professional fees	24,838	5,000	-	29,838
Program expenses	208,969	-	-	208,969
Repairs and maintenance	35	12	2	49
Seminar registration fees	1,105	-	-	1,105
Travel	6,487	721	-	7,208
Utilities	5,444	1,837	258	7,539
Wages	162,298	39,544	5,563	207,405
<i>Total expenses</i>	<u>\$ 485,635</u>	<u>\$ 73,171</u>	<u>\$ 9,289</u>	<u>\$ 568,095</u>

# Yakima Basin Fish & Wildlife Recovery Board

## Statements of Cash Flows

Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
<b>Increase (Decrease) in Cash and Cash Equivalents</b>		
<b>Cash Flows From Operating Activities:</b>		
Change in net assets	\$ 1,548	\$ 25,610
<b>Adjustments to reconcile change in net assets to net cash from operating activities:</b>		
Depreciation	2,484	2,492
Amortization of right-of-use asset - operating lease	18,229	15,987
Loss on disposition of equipment	126	-
<i>Decrease (increase) in operating assets</i>		
Accounts receivable	(11,703)	(24,709)
Prepaid expenses	(4,638)	3,629
<i>Increase (decrease) in operating liabilities</i>		
Accounts payable	8,277	2,847
Accrued expenses	32,117	(4,799)
Refundable advance	25,403	(40,321)
Operating lease liability	(17,549)	(16,773)
<i>Net cash from operating activities</i>	<u>54,294</u>	<u>(36,037)</u>
<b>Cash Flows From Investing Activities:</b>		
Additions to property and equipment	(5,149)	(660)
<i>Net cash from investing activities</i>	<u>(5,149)</u>	<u>(660)</u>
<b>Net Change in Cash and Cash Equivalents</b>	49,145	(36,697)
<b>Cash and Cash Equivalents, Beginning of Year</b>	<u>37,868</u>	<u>74,565</u>
<b>Cash and Cash Equivalents, End of year</b>	<u>\$ 87,013</u>	<u>\$ 37,868</u>

### Noncash Investing Activities:

During the year ended June 30, 2025 the Organization scrapped assets with a cost of \$341 and accumulated depreciation of \$215.

During the year ended June 30, 2024 the Organization recognized a right of use asset totaling \$118,554, along with the related operating lease liability

# **Yakima Basin Fish & Wildlife Recovery Board**

## **Notes to the Financial Statements**

**Years Ended June 30, 2025 and 2024**

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### **Note 1 – Organization**

Yakima Basin Fish & Wildlife Recovery Board (the Organization), a Washington State not-for-profit organization, was formed April 5, 2006. The mission of the Organization is to conserve and restore sustainable and harvestable populations of native fish and wildlife species through collaborative, economically sound efforts that bring together diverse resources to promote wise management of the Yakima River Basin.

During the years ended June 30, 2025 and 2024, approximately 82% and 70%, respectively, of revenues received came from the Washington State Recreation and Conservation Office.

### **Note 2 – Summary of Significant Accounting Policies**

#### **Basis of accounting**

The Organization's financial statements have been prepared on the accrual basis of accounting. Under this method of accounting revenues are recognized when earned and expenses are recognized when incurred.

#### **Basis of presentation**

Financial statement presentation follows U.S. generally accepted accounting principles promulgated by the Financial Accounting Standards Board. Under those principles, the Organization is required to report information regarding its financial position and activities according to the absence or existence of donor-imposed restrictions.

#### **Cash and cash equivalents**

For purposes of the statement of cash flows, the Organization considers all highly liquid investments with original maturity dates of three months or less to be cash equivalents.

#### **Accounts receivable**

The Organization's accounts receivable are carried at original invoice amount less an estimate for doubtful accounts. In addition, balances due from governmental agencies as a result of incurring reimbursable costs are recognized as a receivable, although they are unbilled. Management determines the allowance for doubtful accounts by analyzing historical write-offs and applying this historical loss to current year receivable balances, while also identifying accounts with information that indicates they are uncollectible. Receivables are written off when deemed uncollectible. Based on the analysis, management has determined an allowance for doubtful accounts is not necessary.

#### **Property and equipment**

It is the Organization's policy to capitalize property and equipment over \$200. Purchased property and equipment is capitalized at cost and depreciated on a straight-line basis over estimated useful lives of 5 to 10 years. Major expenditures for property and those which substantially increase useful lives over certain thresholds, are capitalized. Routine repairs and maintenance are expensed as incurred. Depreciation expense was \$2,484 and \$2,492, respectively, for the years ended June 30, 2025 and 2024.

# Yakima Basin Fish & Wildlife Recovery Board

## Notes to the Financial Statements

Years Ended June 30, 2025 and 2024

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### Note 2 – Summary of Significant Accounting Policies (continued)

#### Property and equipment (continued)

Contributed property and equipment is recorded at fair value at the date of donation. If donors stipulate how long the assets must be used, the contributions are recorded as restricted support. In the absence of such stipulations, contributions of property and equipment are recorded as unrestricted support.

The Organization records impairment losses on long-lived assets used in operations when events and circumstances indicate that the assets might be impaired and the undiscounted cash flows estimated to be generated by those assets are less than the carrying amount of those assets. Management reviews and analyzes fixed assets for potential impairment on an annual basis and no impairment was determined by management at June 30, 2025 and 2024.

Property and equipment consisted of the following as of June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Machinery and equipment	\$ 29,762	\$ 24,954
Less accumulated depreciation	(19,909)	(17,640)
Net Property and Equipment	<u>\$ 9,853</u>	<u>\$ 7,314</u>

#### Financial statement presentation

Net assets of the Organization are classified based on the presence or absence of donor-imposed restrictions. Net assets are comprised of two groups as follows:

Net Assets Without Donor Restrictions – Amounts that are not subject to usage restrictions based on donor-imposed requirements. This class also includes assets previously restricted where restrictions have expired or been met.

Net Assets with Donor Restrictions – Assets subject to usage limitations based on donor-imposed or grantor restrictions. These restrictions may be temporary or based on a particular use. Restrictions may be met by the passage of time or actions of the Organization. Certain restrictions may need to be maintained in perpetuity. Earnings related to restricted net assets will be included in net assets without donor-restrictions unless otherwise required to be included in donor-restricted net assets by the donor or by applicable state law.

# Yakima Basin Fish & Wildlife Recovery Board

## Notes to the Financial Statements

Years Ended June 30, 2025 and 2024

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### Note 2 – Summary of Significant Accounting Policies (continued)

#### **Refundable advances and revenue recognition**

Contributions and grants (including those from government granting agencies) are recorded when unconditionally pledged as without donor restrictions or with donor restrictions, depending on the existence and/or nature of any donor restrictions.

Revenue from government agencies is subject to audit, which could result in adjustments to revenue. The adjustments are recorded at the time that such amounts can first be reasonably determined, normally upon notification by the government agency. During the years ended June 30, 2025 and 2024 no such adjustments were made.

Conditional promises to give, which include grants with a measurable performance barrier, or a right of return, are not recognized until the conditions on which they depend have been met. This results in advances received on cost reimbursable contracts and grants being reported as refundable advances in the statement of financial position.

The Organization receives funds in advance from the Washington State Recreation and Conservation Office (RCO), this grant includes a right of return if the funds are not expended in accordance with the requirements of the grant. Upon utilization of an advance the Organization provides an accounting to the RCO of the funds spent, and at the end of the contract period must return any unspent funds. As of June 30, 2025 and 2024 the Organization held \$25,403 and \$-0-, respectively of unspent funds that had been advanced from RCO.

#### **Income Taxes**

The Organization has been recognized by the Internal Revenue Service as a not-for-profit corporation as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal income taxes on related income pursuant to Section 501(a) of the Code.

The Organization follows the guidance of the Financial Accounting Standards Board with regard to financial statement recognition and measurement of tax positions taken or expected to be taken in a tax return, as well as guidance on de-recognition of tax benefits, classification on the statement of financial position, interest and penalties, accounting in interim periods, disclosure, and transition. Management has evaluated the Organization's tax positions and concluded the Organization had taken no uncertain tax positions that require adjustment to the financial statements to comply with the provisions of this guidance.

#### **Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

# **Yakima Basin Fish & Wildlife Recovery Board**

## **Notes to the Financial Statements**

**Years Ended June 30, 2025 and 2024**

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### **Note 2 – Summary of Significant Accounting Policies (continued)**

#### **Subsequent events**

Subsequent events were evaluated through March 30, 2026, which is the date the financial statements were available to be issued.

### **Note 3 – Operating Line of Credit**

The Organization has a revolving line of credit of \$45,000. The line had an outstanding balance of \$-0- at June 30, 2025 and 2024. Interest payments are due monthly at an interest rate of 11.25%. The credit line is unsecured.

### **Note 4 – Retirement Plan**

The Organization sponsors a Simple IRA. All permanent staff members working at least 20 hours a week are eligible to participate. Employees may make voluntary contributions up to the maximum allowed by law. The Organization makes a matching contribution up to 3% of the employee's gross pay. Matching contributions for the Simple IRA for the years ended June 30, 2025 and 2024 were \$7,236 and \$6,222.

### **Note 5 – Functional Expenses**

The costs of providing the programs and activities have been summarized on a functional basis in the statements of activities and functional expenses. Accordingly, certain costs have been allocated between the program and supporting services benefited. The expenses that are allocated include salaries and wages, payroll taxes, benefits, and occupancy costs, which are allocated on the basis of time and effort. The methodologies used to allocate expenses on a functional basis are consistent during the periods presented.

# Yakima Basin Fish & Wildlife Recovery Board

## Notes to the Financial Statements

Years Ended June 30, 2025 and 2024

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### Note 6 – Operating Lease

Effective July 1, 2023, the Organization renewed its operating lease for its office space with a maturity of June 30, 2029. The lease is noncancellable but includes a right to terminate the lease prior to the end of each two-year period by providing written notice of no less than 120 days to the lessor. The base lease is \$1,807 a month with an annual 2% increase. In addition to the base lease, the Organization is billed for its share of the common area maintenance costs. The Organization has the option to renew the lease for two six-year periods.

The Organization has recognized an operating lease ROU asset and corresponding operating lease liability representing the discounted payments required under the lease through maturity (not taking into account any potential renewals). Operating lease costs under this lease are included under occupancy in the statement of functional expenses.

ROU assets received in exchange for operating lease liabilities totaled \$118,554 during the year ended June 30, 2024.

The Organization has elected to utilize the risk-free interest rate of 4.87%. Subsequent maturities are as follows as of June 30, 2025:

	<u>Annual Lease Payments</u>	<u>Imputed Interest</u>	<u>Lease Liability</u>
2026	\$ 22,560	\$ (3,684)	\$ 18,876
2027	23,011	(2,733)	20,278
2028	23,471	(1,714)	21,757
2029	23,941	(620)	23,321
	<u>\$ 92,983</u>	<u>\$ (8,751)</u>	<u>\$ 84,232</u>

Operating lease liabilities are presented on the statements of financial position as follows at June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Operating lease liability	\$ 18,876	\$ 17,549
Operating lease liability, less current portion	65,356	84,232
Total operating lease liability	<u>\$ 84,232</u>	<u>\$ 101,781</u>

# Yakima Basin Fish & Wildlife Recovery Board

## Notes to the Financial Statements

Years Ended June 30, 2025 and 2024

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### Note 6 – Operating Lease (continued)

The Organization entered into a second lease for an adjoining suite that is sublet to a partner agency. The lease requires monthly payments of \$350 a month with an annual 2% increase. The Organization has a right to cancel the lease via written notice of no less than thirty days to the lessor. The Organization recognizes the monthly payments and associated reimbursements on a monthly basis. The total costs incurred for the years ended June 30, 2025 and 2024 were \$4,200 and \$3,880, respectively, which are included as occupancy expense on the statement of functional expenses, and the reimbursements are reflected in the reimbursed expenses line on the statement of activities.

### Note 7 – Liquidity

In general, the Organization does not have cash of more than 30 days of operating expenses. This is due to the nature of the Organization's grants and contracts, which require its draw down to be based on current and approaching cash flow requirements.

To meet immediate cash flow requirements the Organization is allowed to request advances from its granting agency. In addition, it has \$45,000 available to meet operating needs through a revolving line of credit with Wells Fargo as previously described.

At June 30, 2025 and 2024, the Organization had \$110,948 and \$75,503, respectively, of cash available to meet needs for general expenditures. These funds are not subject to donor or other contractual restrictions. Accordingly, all such funds are available to meet the cash needs of the Organization in the next 12 months.

	<u>2025</u>	<u>2024</u>
Cash and cash equivalents	\$ 87,013	\$ 37,868
Accounts receivable	49,338	37,635
Less: refundable advances	(25,403)	-
<i>Available financial assets</i>	<u>\$ 110,948</u>	<u>\$ 75,503</u>