

Wilderness Inquiry, Inc.
Bloomington, Minnesota

Single Audit Compliance Report
For the Year Ended
December 31, 2025



CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Wilderness Inquiry, Inc.
Bloomington, Minnesota

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Wilderness Inquiry, Inc. (a nonprofit organization), which comprise the consolidated statement of financial position as of December 31, 2025 and 2024, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Wilderness Inquiry, Inc. as of December 31, 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of our report. We are required to be independent of Wilderness Inquiry, Inc. 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 Wilderness Inquiry, Inc.'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 and *Government 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, including omissions, 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 and *Government 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 Wilderness Inquiry, 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 Wilderness Inquiry, 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.

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 25, 2026, on our consideration of Wilderness Inquiry, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Wilderness Inquiry, Inc.'s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Wilderness Inquiry, Inc.'s internal control over financial reporting and compliance.


Certified Public Accountants

Minneapolis, Minnesota
March 25, 2026

WILDERNESS INQUIRY, INC.
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2025 AND 2024

<u>ASSETS</u>	<u>2025</u>	<u>2024</u>
Current Assets:		
Cash and Cash Equivalents	\$ 456,660	\$ 1,552,557
Short-Term Investments	3,490,472	1,634,205
Accounts Receivable	-	1,600
Grants and Pledges Receivable	1,395,176	1,328,646
Prepaid Expenses	189,872	201,031
Total Current Assets	5,532,180	4,718,039
Noncurrent Assets:		
Property and Equipment - Net	6,448,105	6,137,379
Grants and Pledges Receivable	848,317	1,268,147
Right of Use Asset	103,774	188,680
Investments:		
Long-Term Investments (WI Foundation)	4,024,557	3,725,898
Endowment Fund	3,143,015	2,435,496
457(b) Deferred Compensation Market Value	172,252	373,535
TOTAL ASSETS	\$ 20,272,200	\$ 18,847,174
<u>LIABILITIES AND NET ASSETS</u>		
Current Liabilities:		
Accounts Payable	\$ 27,689	\$ 99,686
Accrued Vacation and Salary	149,817	250,574
Operating Lease Liability	91,353	85,192
Note Payable	44,362	37,974
Deferred Revenue	153,900	259,480
Gift Certificates	78,931	75,734
Accrued Interest	14,481	-
Total Current Liabilities	560,533	808,640
Long-Term Liabilities:		
Operating Lease Liability	23,604	114,957
Security Deposit	11,515	-
457b Deferred Compensation	172,636	373,535
Note Payable	2,534,867	2,418,442
Total Liabilities	3,303,155	3,715,574
Net Assets:		
Without Donor Restrictions	11,832,957	10,812,934
With Donor Restrictions	5,136,088	4,318,666
Total Net Assets	16,969,045	15,131,600
TOTAL LIABILITIES AND NET ASSETS	\$ 20,272,200	\$ 18,847,174

The accompanying Notes to Consolidated Financial Statements
are an integral part of these statements.

WILDERNESS INQUIRY, INC.
CONSOLIDATED STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025		2024	
	Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions	With Donor Restrictions
Support and Revenue:				
Contributions of Financial Assets	\$ 1,399,684	\$ 2,261,580	\$ 1,390,989	\$ 3,169,603
Contributions of Non-Financial Assets	-	-	227,033	-
Government Grants	4,078,664	-	2,915,187	-
Program Service Fees	1,268,949	-	1,189,013	-
Endowment Payout	120,000	-	100,000	-
Investment Income	380,101	-	682,453	-
Miscellaneous Income	133,325	-	74,144	-
Special Events:				
Special Events Income	172,395	-	176,962	-
Events Related Expense	(19,867)	-	(15,379)	-
Net Special Events	152,528	-	161,583	-
Net Assets Released from Restrictions:				
Satisfaction of Capital Restrictions	827,658	(827,658)	127,413	(127,413)
Satisfaction of Purpose and Time Restrictions	617,500	(617,500)	495,000	(495,000)
Total Support and Revenue	8,978,409	816,422	7,362,815	2,547,190
Expense:				
Program Services:				
Day and Multi-Day	4,103,158	-	3,681,067	-
Near Nature & Extended Adventures	2,616,491	-	1,624,862	-
Training, Learning & Career Pathways	431,962	-	289,945	-
Total Program Services	7,151,611	-	5,595,874	-
Support Services:				
Management and General	1,133,209	-	1,276,395	-
Fundraising	260,085	-	307,666	-
Total Support Services	1,393,294	-	1,584,061	-
Total Expense	8,544,905	-	7,179,935	-
Change in Net Assets - Operating	433,504	816,422	182,880	2,547,190
Change in Value of Endowment	706,519	-	193,266	-
Less: Endowment Payout for Operations	(120,000)	-	(100,000)	-
Net Change in Value of Endowment	586,519	-	93,266	-
Endowment Contributions	-	1,000	-	2,450
Change in Net Assets	1,020,023	817,422	276,146	2,549,640
Net Assets - Beginning of Year	10,812,934	4,318,666	10,536,788	1,769,026
Net Assets - End of Year	\$ 11,832,957	\$ 5,136,088	\$ 10,812,934	\$ 4,318,666
				\$ 15,131,600

The accompanying Notes to Consolidated Financial Statements are an integral part of these statements.

EXHIBIT C

WILDERNESS INQUIRY, INC.
 CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSE
 FOR THE YEAR ENDED DECEMBER 31, 2025 WITH COMPARATIVE TOTALS FOR 2024

	2025					2024				
	Program Services			Support Services		Program Services			Support Services	
	Day and Multi-Day	Near-Nature & Extended Adventures	Training, Learning & Career Pathways	Total Program Services	Management & General	Fund-raising	Total Support Services	Cost of Direct Benefits to Donors	Total All Services	Total All Services
Salaries	\$ 1,952,779	\$ 1,196,154	\$ 319,138	\$ 3,468,071	\$ 348,899	\$ 229,291	\$ 578,190	\$ -	\$ 4,046,261	\$ 3,603,440
Payroll Taxes	155,397	91,854	22,635	269,886	19,004	15,388	34,392	-	304,278	270,419
Employee Benefits	29,441	11,940	1,244	42,625	323,553	194	323,747	-	366,372	326,747
Total Personnel Costs	2,137,617	1,299,948	343,017	3,780,582	691,456	244,873	936,329	-	4,716,911	4,200,606
Contract Services	714,352	271,655	40,693	1,026,700	205,407	-	205,407	-	1,232,107	891,016
Trip Expenses	375,703	664,431	17,572	1,057,706	13,544	2,091	15,635	-	1,073,341	826,489
Facilities	314,290	125,571	9,595	449,456	87,159	-	87,159	-	536,615	367,096
Insurance	191,348	72,766	5,390	269,504	1,087	-	1,087	-	270,591	219,347
Transportation	98,119	61,270	3,493	162,882	1,077	-	1,077	-	163,959	131,538
Credit Card Fees	742	1,802	20	2,564	68,532	176	68,708	-	71,272	69,051
Miscellaneous	25,691	9,869	5,590	41,150	10,177	-	10,177	-	51,327	145,209
Outreach and Promotion	27,884	10,604	785	39,273	554	3,529	4,083	-	43,356	25,211
Travel and Entertainment	20,987	6,074	2,605	29,666	9,466	-	9,466	-	39,132	49,975
Supplies	7,101	2,701	200	10,002	28,359	60	28,419	-	38,421	101,029
Special Events	-	-	-	-	-	-	-	19,867	19,867	15,379
Technology	143	99	4	246	16,375	-	16,375	-	16,621	14,659
Printing and Copying	5,195	1,919	235	7,349	-	4,010	4,010	-	11,359	5,458
Postage	1,520	635	40	2,195	16	5,346	5,362	-	7,557	4,531
Depreciation	182,456	87,147	2,723	272,336	-	-	-	-	272,336	128,720
	4,103,158	2,616,491	431,962	7,151,611	1,133,209	260,085	1,393,294	19,867	8,564,772	7,195,314
Less Expenses included with Revenues on the Statement of Activities:								(19,867)	(19,867)	(15,379)
Events Related Expense	\$ 4,103,158	\$ 2,616,491	\$ 431,962	\$ 7,151,611	\$ 1,133,209	\$ 260,085	\$ 1,393,294	\$ -	\$ 8,544,905	\$ 7,179,935
Total Expense										

The accompanying Notes to Consolidated Financial Statements are an integral part of this statement.

WILDERNESS INQUIRY, INC.
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSE
FOR THE YEAR ENDED DECEMBER 31, 2024

	Program Services				Support Services				Total All Services
	Day and Multi-Day	Near-Nature & Extended Adventures	Training, Learning & Career Pathways	Total Program Services	Management & General	Fund-raising	Total Support Services	Cost of Direct Benefits to Donors	
Salaries	\$ 2,104,386	\$ 916,687	\$ 210,094	\$ 3,231,167	\$ 155,842	\$ 216,431	\$ 372,273	\$ -	\$ 3,603,440
Payroll Taxes	157,923	68,793	15,766	242,482	11,695	16,242	27,937	-	270,419
Employee Benefits	52,046	10,730	815	63,591	262,808	348	263,156	-	326,747
Total Personnel Costs	2,314,355	996,210	226,675	3,537,240	430,345	233,021	663,366	-	4,200,606
Contract Services	306,050	48,466	24,100	378,616	464,245	48,155	512,400	-	891,016
Trip Expenses	428,419	374,571	16,580	819,570	4,092	2,827	6,919	-	826,489
Facilities	240,269	64,159	11,307	315,735	41,082	10,279	51,361	-	367,096
Insurance	164,244	47,280	3,385	214,909	4,438	-	4,438	-	219,347
Transportation	79,754	48,503	3,261	131,518	17	3	20	-	131,538
Credit Card Fees	59	2,004	2	2,065	66,958	28	66,986	-	69,051
Miscellaneous	9,316	2,849	825	12,990	126,720	5,499	132,219	-	145,209
Outreach and Promotion	16,730	4,839	433	22,002	3,110	99	3,209	-	25,211
Travel and Entertainment	19,128	4,689	1,028	24,845	21,007	4,123	25,130	-	49,975
Supplies	2,664	771	69	3,504	97,448	77	97,525	-	101,029
Special Event Technology	-	-	-	-	-	-	-	15,379	15,379
Printing and Copying	1,384	395	36	1,815	12,844	-	12,844	-	14,659
Postage	2,530	702	59	3,291	145	2,022	2,167	-	5,458
Depreciation	2,259	470	40	2,769	229	1,533	1,762	-	4,531
Total Expense	3,681,067	1,624,862	289,945	5,595,874	1,276,395	307,666	1,584,061	15,379	7,195,314
Less Expenses included with Revenues on the Statement of Activities:	-	-	-	-	-	-	-	(15,379)	(15,379)
Events Related Expense	\$ 3,681,067	\$ 1,624,862	\$ 289,945	\$ 5,595,874	\$ 1,276,395	\$ 307,666	\$ 1,584,061	\$ -	\$ 7,179,935
Total Expense									

Less Expenses included with Revenues on the Statement of Activities:

Events Related Expense

The accompanying Notes to Consolidated Financial Statements are an integral part of this statement.

WILDERNESS INQUIRY, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
<u>Increase (Decrease) in Cash and Cash Equivalents</u>		
Cash Flows from Operating Activities:		
Change in Net Assets	\$ 1,837,445	\$ 2,825,786
Depreciation	272,336	128,720
Change in Operating Leases	98	2,135
Contributions Restricted in Perpetuity	(1,000)	(2,450)
Unrealized & Realized (Gain) Loss on Investments	(750,845)	(609,825)
Increase (Decrease) in Liabilities:		
Accounts Payable	(71,997)	53,524
Accrued Vacation and Salary	(100,757)	51,938
Deferred Revenue	(105,580)	39,580
Accrued Interest	14,481	-
Security Deposit	11,515	-
Gift Certificates	3,197	2,418
Decrease (Increase) in Assets:		
Accounts Receivable	1,600	19,116
Grants and Pledges Receivable	353,300	(1,625,286)
Prepaid Expenses	11,159	(56,385)
Net Cash Provided by Operating Activities	1,474,952	830,721
Cash Flows from Investing Activities:		
Purchases of Property and Equipment	(583,062)	(5,656,085)
Proceeds from Maturity/Sale of Investments	1,465,826	7,288,659
Purchases of Investments	(3,577,426)	(3,955,681)
Net Cash (Used) by Investing Activities	(2,694,662)	(2,323,107)
Cash Flows from Financing Activities:		
Proceeds from Notes Payable	243,584	2,456,416
Principal Payments	(120,771)	-
Contributions Restricted in Perpetuity	1,000	2,450
Net Cash Provided by Financing Activities	123,813	2,457,416
Net Increase (Decrease) in Cash and Cash Equivalents	(1,095,897)	965,030
Cash and Cash Equivalents - Beginning of Year	1,552,557	587,527
Cash and Cash Equivalents - End of Year	\$ 456,660	\$ 1,552,557
<u>Supplemental Disclosures of Cash Flow Information</u>		
Cash Paid for:		
Interest	\$ 158,818	\$ 16,136

The accompanying Notes to Consolidated Financial Statements
are an integral part of these statements.

WILDERNESS INQUIRY, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

1. Summary of Significant Accounting Policies

Basis of Consolidation

The consolidated financial statements of Wilderness Inquiry (WI) include the accounts of Wilderness Inquiry Foundation (WIF). Significant inter-company transactions have been eliminated. WI is the sole member of WIF.

WIF was created to support, benefit and perform functions of, or to carry out the purposes of Wilderness Inquiry, Inc.

Organizational Purpose

Wilderness Inquiry's (WI) mission is to connect people of all ages, backgrounds, identities, and abilities through shared outdoor adventures so that all people can equitably experience the benefits of time spent in nature. Through the core values of paddling together, finding a way, seeking the exceptional, and nurturing inclusion, WI promotes the outdoors as a place where everyone belongs. Since 1978, WI has actively worked to break down barriers to outdoor access through supported recreational, educational, and leadership and career pathway programs in the natural world – with the fundamental belief that connections to the outdoors support healthy individuals and communities. Annually, programs provide outdoor opportunities for tens of thousands of participants.

Current WI programs include:

Day & Multi-Day Programs: Wilderness Inquiry Day Programs provide introductory hands-on learning and outdoor recreation in more than 80 communities throughout Minnesota and nationally. Day Programs serve the majority of Wilderness Inquiry's participants through programs including Canoemobile, Outdoor Activity Days, Outdoor Credit Recovery, and Virtual Explorers. These nationally recognized outdoor programs connect youth, adults, and families to their local public lands and waterways, develop our next generation of environmental stewards, and address the opportunity gap. Wilderness Inquiry continues to offer virtual programming in addition to in-person outdoor experiences. In 2025, 35,939 people participated in Day & Multi-Day Programs (1,096 virtually).

Number of People Served: 35,939

Number of Service Days: 17,082

Number of Events: 400

WILDERNESS INQUIRY, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

1. Summary of Significant Accounting Policies (continued)

Near-Nature & Extended Overnight Adventures: Overnight Adventures bring participants to destinations nationally and internationally and are designed to welcome individuals regardless of age, background, identity, or ability. Inclusion is at the heart of these programs, which strive to create authentic and positive outdoor adventure opportunities for all participants. Adventures are 2-15 nights and include activities such as kayaking, canoeing, hiking, and winter adventuring. In 2025, Wilderness Inquiry guided 141 trips to more than 20 unique destinations, including Apostle Islands National Lakeshore, Boundary Waters Canoe Area, Costa Rica, Florida Everglades, Glacier National Park, Isle Royale, Kenya, and Yellowstone National Park. New itineraries in 2025 included Black Hills, Morocco, and Rocky Mountain National Park. 1,970 people traveled with Wilderness Inquiry on Overnight Adventures in 2025.

Number of People Served: 1,970

Number of Service Days: 8,248

Number of Events: 141

Training, Leadership & Career Pathways: Wilderness Inquiry offers many programs focused on training, leadership, and career development. In 2025, programs included a Fellowship Program, which provides paid, accessible, professional skill-building opportunities for individuals interested in building careers in the outdoor and nonprofit job sectors, as well as an American Sign Language fellowship, other partnered internship opportunities, and many Outdoor Leadership trainings. In total, Wilderness Inquiry worked with 403 people through training, leadership, and career programs.

Number of People Served: 403

Number of Service Days: 263

Number of Events: 17

Cash and Cash Equivalents

For purposes of the statements of cash flows, WI considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

Investments

WI carries its investments at market value. Investment income from endowment investments is appropriated by the Board of Directors annually. For the years ended December 31, 2025 and 2024, investments were held at Vanguard and JP Morgan.

Reclassifications

Certain amounts in prior year consolidated financial statements have been reclassified to conform with the presentation in the current year consolidated financial statements.

WILDERNESS INQUIRY, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

1. Summary of Significant Accounting Policies (continued)

Promises-To-Give (Grants and Pledges Receivable)

Unconditional promises-to-give are recognized in the period the promises are made. Conditional promises-to-give are recognized when the conditions on which they depend are substantially met, that is, when the conditional promise becomes unconditional.

Property and Equipment

All major expenditures for property and equipment in excess of \$4,999 are capitalized at cost. Contributed items are recorded at fair market value at date of donation. Depreciation is provided through the use of the straight-line method, over an estimated useful life.

Accounts Receivable and Allowance for Credit Losses

WI extends credit to its customers on terms it establishes for individual customers. Receivables are recorded at amounts billed and are generally due when billed. Amounts outstanding for more than 30 days are considered delinquent. Accounts receivable are generally uncollateralized and WI does not charge interest on accounts receivable balances. WI reviews receivable balances on a periodic basis and writes off delinquent receivables against the allowance when they are considered uncollectible. Allowance for credit losses on accounts receivable is determined based on historical experience, an assessment on economic conditions, and review of subsequent collections. No allowance for credit losses has been provided as receivables are considered collectible.

Fund Accounting

In order to observe the limitations and restrictions placed on resources available to WI, the accounts are maintained in accordance with the principles of fund accounting. This is the procedure whereby resources are classified for accounting and reporting purposes into net asset groupings established according to their nature and restriction. A description of the groupings is as follows:

Net Assets without Donor Restrictions – Net assets available for use in general operations and not subject to donor-imposed 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-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. WI reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire in the reporting period in which the revenue is 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 and reported in the statements of activities as net assets released from restrictions.

WILDERNESS INQUIRY, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

1. Summary of Significant Accounting Policies (continued)

Revenue and Revenue Recognition

WI recognizes contributions when cash, securities or other assets, an unconditional promise to give, or a notification of 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 WI's 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. No amounts have been received in advance under our federal and state contracts and grants.

WI records special events revenue equal to the fair value of direct benefits to donors, and contribution revenue for the difference.

WI records contributions of nonfinancial assets at fair market value at date of donation. WI's policy related to contributions of nonfinancial assets is to utilize the assets given to carry out the mission of the organization. If an asset is provided that does not allow WI to utilize it in its normal course of business, the asset will be sold at its fair market value as determined by appraisal or specialist.

Program service fees, mostly trip fees, are recognized as revenue when the event occurs, and the performance obligations are met. Deferred Revenue consists of program service fees received prior to the trip taking place or on gift cards purchased for a future trip.

The following provides information about significant changes in Deferred Revenue ended December 31:

	<u>2025</u>	<u>2024</u>
Deferred Revenue – Beginning of Year	\$ 259,480	\$ 219,900
Revenue recognized that was included in deferred revenue at the beginning of the year	(259,480)	(219,900)
Increases in deferred revenue due to cash received during the year	<u>153,900</u>	<u>259,480</u>
Deferred Revenue– End of Year	<u>\$ 153,900</u>	<u>\$ 259,480</u>

Functional Allocation of Expense

The costs of program and supporting services activities have been summarized on a functional basis in the consolidated statement of activities. The statements of functional expense present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefitted.

WILDERNESS INQUIRY, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

1. Summary of Significant Accounting Policies (continued)

Functional Allocation of Expense (Continued)

Salaries and related expenses are allocated based on time spent or estimated time spent. Expenses that can be identified with a particular function are expensed to that function. Expenses, other than salaries and related expenses, which are not directly identifiable by program or supporting service, are allocated based on management's best estimates of employees time and efforts.

Income Tax

Wilderness Inquiry, Inc. and Wilderness Inquiry Foundation both have tax-exempt status under Section 501(c)(3) of the Internal Revenue Code and has adopted *Accounting for Uncertainty in Income Taxes*, ASC 740-10. WI's policy is to evaluate uncertain tax positions, at least annually, for the potential for income tax exposure from unrelated business income or from loss of nonprofit status. WI continues to operate consistently with its original exemption application, and each year takes the necessary actions to maintain its exempt status. It has been classified as an organization that is not a private foundation under the Internal Revenue Code and charitable contributions by donors are tax deductible. In compliance with its exempt status, both organizations annually file a Return of Organization Exempt from Income Tax (Form 990).

Subsequent Events

WI has evaluated the effect that subsequent events would have on the consolidated financial statements through March 25, 2026, which is the date consolidated financial statements were available to be issued.

Use of Estimates

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Leases

WI determines if an arrangement is or contains a lease at inception. Leases are included in right-of-use (ROU) assets and lease liabilities in the consolidated statement of financial position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term. Operating lease expense is recognized on a straight-line basis over the lease term. WI does not report ROU assets and leases liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term.

WILDERNESS INQUIRY, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

2. Financial Instruments

Significant Concentrations of Credit Risk

The amounts due for services provided are from individuals, substantially all of whom are U.S. residents. In addition, grants and pledges receivable are from individuals and institutions throughout the country. Therefore, no significant concentration of credit risk exists.

Concentrations of Credit Risk Arising from Cash Deposits in Excess of Insured Limits

On December 31, 2025 and 2024, WI held funds in a financial institution in excess of federally insured limits.

3. Defined Contribution Retirement Plan

WI has a defined contribution retirement plan covering all eligible employees. Employer contributions were \$153,445 and \$132,222 for the years ended December 31, 2025 and 2024, respectively.

4. Deferred Compensation Plan

The Board has established a 457(b) deferred compensation plan for eligible employees effective April 10, 2008. Eligible employees can voluntarily contribute to the plan and the Board will contribute on a discretionary basis. The Board made contributions of \$10,000 and \$10,000 for an eligible employee for the years ended December 31, 2025 and 2024, respectively.

5. Grants and Pledges Receivable

The outstanding balance of grants and pledges receivable are expected to be received in the following years:

	<u>December 31,</u>	
	<u>2025</u>	<u>2024</u>
2025	\$ -	\$ 1,328,646
2026	1,395,176	693,500
2027	530,000	425,000
2028	315,000	300,000
2029	<u>10,000</u>	<u>-</u>
Total Grants and Pledges	2,250,176	2,747,146
Less Pledge Discount at 4.18%	<u>6,683</u>	<u>150,353</u>
Net Grants and Pledges	2,243,493	2,596,793
Less Current Portion	<u>1,395,176</u>	<u>1,328,646</u>
Long-Term Portion	<u>\$ 848,317</u>	<u>\$ 1,268,147</u>

WILDERNESS INQUIRY, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

6. Investments

Investments were comprised of the following at:

	December 31,	
	2025	2024
	Market	Market
Endowment Funds	\$ 3,143,015	\$ 2,435,496
WI Foundation Funds	4,024,557	3,725,898
457(b) Funds	172,252	373,535
Mutual Funds	2,972,020	1,398,793
Money Market Funds	<u>518,452</u>	<u>235,412</u>
	<u>\$10,830,296</u>	<u>\$ 8,169,134</u>

Investment income included the following as of:

	December 31,	
	2025	2024
	Unrealized and Realized Gain	\$ 750,845
Interest and Dividends (Net of Fees)	<u>335,775</u>	<u>265,894</u>
	<u>\$ 1,086,620</u>	<u>\$ 875,719</u>

7. Contribution of Non-Financial Assets

WI records contributions of nonfinancial assets at fair market value at date of donation. Contributions of nonfinancial assets included the following as of:

	December 31,	
	2025	2024
	Donated Furniture and Equipment	\$ -
Donated Professional Services	-	96,750
	<u>\$ -</u>	<u>\$ 227,033</u>

Contributions of Nonfinancial Assets were utilized for programming during the years ended December 31, 2025 and 2024, and had no donor restrictions. Values were used based on the current market rates that WI would have paid for the items if they were not donated.

8. Notes Payable

WI has a mortgage dated May 7, 2024 with an outstanding balance of \$2,579,229 and \$2,456,416 for the years ended December 31, 2025 and 2024, respectively. The mortgage started as a line of credit with a total principal of \$2,700,000 and interest rate of 6.654%. The mortgage is to be paid in 59 monthly principal and interest payments of \$18,420 starting March 7, 2025. The last installment payment is due February 7, 2030. The mortgage is secured by the office building.

WILDERNESS INQUIRY, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

8. Notes Payable (Continued)

The Principal due in the year ending December 31,

2026	\$ 44,362
2027	47,386
2028	50,126
2029	54,030
2030	<u>2,383,325</u>
	<u>\$ 2,579,229</u>

9. Property and Equipment

WI owned the following assets as of:

	<u>December 31,</u>		<u>Estimated Useful Lives</u>
	<u>2025</u>	<u>2024</u>	
Land	\$ 1,300,463	\$ 1,300,463	
Buildings	1,747,446	1,747,446	30-40 years
Office Equipment	48,175	48,175	3-5 years
Program Equipment	956,916	778,237	3-5 years
Building Improvements	3,256,537	3,046,438	5-30 years
Vehicles	<u>742,990</u>	<u>611,047</u>	5 years
	8,052,527	7,531,806	
Less Accumulated Depreciation	<u>1,604,422</u>	<u>1,394,427</u>	
	<u>\$ 6,448,105</u>	<u>\$ 6,137,379</u>	

Depreciation expense of \$272,336 and \$128,720 was recorded for the years ended December 31, 2025 and 2024, respectively.

10. Net Assets with Donor Restrictions

Net assets with donor restrictions consisted of amounts for the following as of:

	<u>December 31,</u>	
	<u>2025</u>	<u>2024</u>
Subject to expenditures for specified purpose:		
Summer Programming	\$ 296,500	\$ 90,000
Capital Projects	3,354,112	2,309,190
Scholarships	-	4,000
Underserved Youth	<u>150,000</u>	<u>350,000</u>
	3,800,612	2,753,190
Subject to passage of time:		
Future Years Grants	433,000	664,000
Restricted in Perpetuity:		
Endowment	<u>902,476</u>	<u>901,476</u>
	<u>\$ 5,136,088</u>	<u>\$ 4,318,666</u>

WILDERNESS INQUIRY, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

11. Fair Value

Fair value is defined as the price that an organization would receive upon selling an investment in an orderly transaction to an independent buyer in the principal or most advantageous market for the investment. Various inputs are used in determining the value of investments. A three-tier hierarchy of inputs establish a classification of fair value measurements for disclosure purposes. The three-tier hierarchy of inputs is summarized in the three broad levels listed as follows:

- Level 1 – Quoted prices in active markets for identical investments.
- Level 2 – Other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)
- Level 3 – Significant unobservable inputs.

The following is a summary of the inputs used to determine the fair value of the investments at:

December 31, 2025:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Endowment Funds	\$ 3,143,015	\$ -	\$ -	\$ 3,143,015
WI Foundation Funds	4,024,557	-	-	4,024,557
457(b) Funds	172,252	-	-	172,252
Mutual Funds	2,972,020	-	-	2,972,020
Money Market Funds	<u>518,452</u>	<u>-</u>	<u>-</u>	<u>518,452</u>
	<u>\$10,830,296</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$10,830,296</u>

December 31, 2024:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Endowment Fund	\$ 2,435,496	\$ -	\$ -	\$ 2,435,496
WI Foundation Funds	3,725,898	-	-	3,725,898
457(b) Funds	373,535	-	-	373,535
Mutual Funds	1,398,793	-	-	1,398,793
Money Market Funds	<u>235,412</u>	<u>-</u>	<u>-</u>	<u>235,412</u>
	<u>\$ 8,169,134</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,169,134</u>

Endowment and WI Foundation funds are held at JP Morgan and investments are valued at level 1 of the fair value hierarchy.

WILDERNESS INQUIRY, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

12. Endowment Funds

Endowment funds consist of eight individual funds established for the purpose of providing scholarship support for individuals in defined groups to participate in WI's programs. As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of relevant law:

The Board of Directors has interpreted the Minnesota Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift, as of the gift date, of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, WI classifies as net assets with donor restrictions to be held in perpetuity (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in net assets with donor restrictions to be held in perpetuity is classified as net assets with time or programmatic restrictions until those amounts are appropriated for expenditure in a manner consistent with the standard of prudence prescribed by UPMIFA.

In accordance with UPMIFA, WI considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purposes of WI and the donor-restricted endowment fund
3. General economic conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and the appreciation of investments
6. Other resources of the WI
7. The investment policies of WI

Endowment net asset composition by type of fund:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
December 31, 2024	<u>\$ 1,534,020</u>	<u>\$ 901,476</u>	<u>\$ 2,435,496</u>
December 31, 2025	<u>\$ 2,240,539</u>	<u>\$ 902,476</u>	<u>\$ 3,143,015</u>

WILDERNESS INQUIRY, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

12. Endowment Funds (Continued)

Changes in endowment net assets:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
December 31, 2023	\$ 1,340,754	\$ 899,026	\$ 2,239,780
Total Investment Return	193,266	-	193,266
Contributions	<u>-</u>	<u>2,450</u>	<u>2,450</u>
December 31, 2024	1,534,020	901,476	2,435,496
Total Investment Return	706,519	-	706,519
Contributions	<u>-</u>	<u>1,000</u>	<u>1,000</u>
December 31, 2025	<u>\$ 2,240,539</u>	<u>\$ 902,476</u>	<u>\$ 3,143,015</u>

13. Liquidity and Availability

The following represents WI's financial assets at December 31,

Financial Assets:	<u>2025</u>	<u>2024</u>
Cash and Cash Equivalents	\$ 456,660	\$ 1,552,557
Accounts Receivable	-	1,600
Grants and Pledges Receivable	1,395,176	2,596,793
Short-Term Investments	<u>3,490,472</u>	<u>1,634,205</u>
Total Financial Assets	5,342,308	5,785,155
Less assets not available to be used within one year:		
Net Assets with Donor Restrictions	5,136,088	4,318,666
Net Assets with Restrictions to be met within a year	<u>(775,500)</u>	<u>(658,000)</u>
Total assets not available for general expenditures		
Within one year:	<u>4,360,588</u>	<u>3,660,666</u>
Financial assets available for general expenditures within one year	<u>\$ 981,720</u>	<u>\$ 2,124,489</u>

WI does not consider their endowment an asset available for expenditure. A spending allocation was estimated based on historical allocation patterns. The allocation was considered an asset for use within one year. The endowment funds are classified as long-term assets, therefore not available for use during normal operations but can be available if necessary. WI considers net assets with donor-imposed restrictions that are expected to be satisfied during normal operations within one year to be available for use.

WILDERNESS INQUIRY, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

14. Operating Lease

WI has an operating lease for office space. The right-of-use (ROU) assets represent WI's right to use underlying assets for the lease term, and the lease liabilities represent the WI's obligation to make lease payments arising from these leases. The ROU assets and lease liabilities were calculated based on the present value of future lease payments over the lease terms. WI has made an accounting policy election to use a risk-free rate in lieu of its incremental borrowing rate to discount future lease payments.

The following summarizes the weighted average remaining lease term and discount rate as of:

	<u>December 31,</u>	
	<u>2025</u>	<u>2024</u>
Weighted Average Remaining Lease Term:		
Operating Lease	1.3 years	2.3 years
Weighted Average Discount Rate:		
Operating Lease	4.25%	4.25%

Maturities of lease liabilities as of December 31, 2025 were as follows:

2026	\$ 94,482
2027	<u>23,772</u>
Total Future Payments	118,254
Less Present Value Discount	<u>(3,297)</u>
Present Value of Lease Liabilities	<u>\$ 114,957</u>

The following summarizes the line items in the statements of activities which include the components of lease expense for the year ended:

	<u>December 31,</u>	
	<u>2025</u>	<u>2024</u>
Operating lease expense included in Occupancy	<u>\$ 91,775</u>	<u>\$ 91,775</u>

The following summarizes cash flow information related to leases for the year ended:

	<u>December 31,</u>	
	<u>2025</u>	<u>2024</u>
Cash paid for amounts included in the measurement of		
Lease liabilities:		
Operating cash flows from operating leases	<u>\$ 91,859</u>	<u>\$ 89,640</u>



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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of Directors
Wilderness Inquiry, Inc.
Bloomington, Minnesota

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Wilderness Inquiry, Inc., which comprise the consolidated statements of financial position as of December 31, 2025 and 2024, and the related consolidated statements of activities, functional expense and cash flow for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated March 25, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Wilderness Inquiry, Inc.'s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Wilderness Inquiry, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Wilderness Inquiry, Inc.'s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Wilderness Inquiry, Inc.'s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Carpe EA and Associates, LTD.
Certified Public Accountants

Minneapolis, Minnesota
March 25, 2026



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Board of Directors
Wilderness Inquiry, Inc.
Bloomington, Minnesota

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Wilderness Inquiry, Inc.'s compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Wilderness Inquiry, Inc.'s major federal programs for the year ended December 31, 2025. Wilderness Inquiry, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Wilderness Inquiry, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Wilderness Inquiry, Inc. 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 on compliance for each major federal program. Our audit does not provide a legal determination of Wilderness Inquiry, Inc.'s compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Wilderness Inquiry, Inc.'s federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Wilderness Inquiry, Inc.'s compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect a material noncompliance when it exists. The risk of not detecting material noncompliance 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. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Wilderness Inquiry, Inc.'s compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Wilderness Inquiry, Inc.'s compliance with the compliance requirements referred to above and performing such other procedure as we considered necessary in the circumstances.
- Obtain an understanding of Wilderness Inquiry, Inc.'s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Wilderness Inquiry, Inc.'s internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Report on Internal Control Over Compliance (continued)

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given the limitations, during the audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Coyote EA and Associates, LTD.
Certified Public Accountants

Minneapolis, Minnesota
March 25, 2026

WILDERNESS INQUIRY, INC.
SUMMARY OF AUDITOR'S RESULTS AND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2025

SECTION I - SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of auditor's report issued – unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiencies identified that are not considered to be material weakness(es)? Yes No

Noncompliance material to financial statements noted? Yes No

FEDERAL AWARDS

Internal control over major programs:

- Material weakness(es) identified? Yes No
- Significant deficiencies identified that are not considered to be material weakness(es)? Yes None reported

Type of auditor's report issued on compliance for major programs – unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? Yes No

Major Programs: 15.954 – National Park Service Conservation, Protection, Outreach, and Education

Dollar threshold used to distinguish between type A and type B programs: \$1,000,000

Auditee qualified as low-risk auditee? Yes No

WILDERNESS INQUIRY, INC.
SUMMARY OF AUDITOR'S RESULTS AND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2025

SECTION II – FINDINGS – FINANCIAL STATEMENT AUDIT

No audit findings.

WILDERNESS INQUIRY, INC.
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2025

None

WILDERNESS INQUIRY, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2025

Federal Grantor/ Pass-Through Grantor/ Program Title	Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
<u>MAJOR PROGRAMS</u>				
United States Department of Interior National Park Service Blue Star Families Military Families Outdoors Cooperative	15.954	P23AC02071	-	\$ 2,028,092
National Park Service Canoemobile Connection Youth to the Mississippi National River and Recreation Area	15.954	P23AC00543	-	6,000
				<u>2,034,092</u>
TOTAL MAJOR PROGRAMS				
<u>NON-MAJOR PROGRAMS</u>				
United States Department of Agriculture Forest Service Eastern Region Connection Urban Youth to National Forests and Public Lands in Region 9	10.699	21-CS-11090100-029	-	200,000
United States Department of Interior Bureau of Land Management Canoemobile	15.225	L23AC00379	-	50,000
TOTAL NON-MAJOR PROGRAMS				
<u>250,000</u>				
TOTAL ALL PROGRAMS				
<u>\$ 2,284,092</u>				

WILDERNESS INQUIRY, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2025

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Wilderness Inquiry, Inc. under the programs of the federal government for the year ended December 31, 2025. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Wilderness Inquiry, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of Wilderness Inquiry, Inc.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

3. Indirect Cost Rates

Wilderness Inquiry, Inc. has elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.