

*Nebraska School Activities Association
Lincoln, Nebraska*

July 31, 2016 and 2015

*Financial Statements
and
Report of Independent Certified Public Accountants*

Nebraska School Activities Association
For the years ended July 31, 2016 and 2015

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors
Nebraska School Activities Association
Lincoln, Nebraska

We have audited the accompanying financial statements of Nebraska School Activities Association, which comprise the statements of financial position as of July 31, 2016 and 2015 and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

Management’s Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors’ Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Nebraska School Activities Association as of July 31, 2016 and 2015, 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.

Other Matters

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Cash and Cash Equivalents, Schedule of Certificates of Deposit, Schedule of Functional Expenses, Schedules of Activities, Revenues and Expenses, and Schedules of Believer/Achiever Program are presented for the purposes of additional analysis and are 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.

HBE Becker Meyer Love LLP

November 10, 2016

The logo for Becker Meyer Love LLP, featuring the letters 'HBE' in a large, bold, sans-serif font above the company name 'Becker Meyer Love LLP' and the tagline 'Certified Public Accountants & Consultants' in a smaller, lighter font.

Nebraska School Activities Association

STATEMENTS OF FINANCIAL POSITION

July 31,

ASSETS

	<u>2016</u>	<u>2015</u>
Cash and cash equivalents (note A)	\$ 3,174,806	\$ 2,765,006
Certificates of deposit	402,122	397,158
Investments (notes A, B and M)	510,846	-
Receivables (note A)	13,897	26,006
Inventories (note A)	70,905	54,901
Prepaid expenses	23,677	316,692
Property and equipment, net (notes A and C)	3,740,566	3,819,760
Loan origination fee, net (note D)	17,211	7,876
	<u>\$ 7,954,030</u>	<u>\$ 7,387,399</u>
Total assets		

LIABILITIES AND NET ASSETS

Accounts payable and accrued expenses	\$ 15,799	\$ 61,036
Deferred revenue (note A)	423,551	411,748
Accrued absences (note I)	85,217	73,018
Accrued interest payable	2,468	3,721
Capital leases payable (notes A and E)	<u>2,578,054</u>	<u>2,722,586</u>
Total liabilities	3,105,089	3,272,109
Net assets, unrestricted (note A)		
Undesignated	<u>4,848,941</u>	<u>4,115,290</u>
Total liabilities and net assets	<u>\$ 7,954,030</u>	<u>\$ 7,387,399</u>

See accompanying notes to financial statements.

Nebraska School Activities Association

STATEMENTS OF ACTIVITIES

For the years ended July 31,

	<u>2016</u>	<u>2015</u>
CHANGES IN UNRESTRICTED NET ASSETS		
Revenue and support		
Activities	\$ 3,560,186	\$ 3,346,802
Corporate sponsorships	502,250	534,075
Membership - schools	12,120	12,140
Membership - officials/judges	181,622	179,039
Interest	23,334	5,709
Catastrophic insurance reimbursement	213,646	205,921
Publication - sales	10,588	8,227
Publication - advertising	37,728	37,354
Coaches education	20,850	17,185
Rental income	35,225	34,528
Licensing	1,244	1,029
Television rights	120,000	70,000
Photos and video income	19,443	22,859
Special awards income	21,859	20,405
Royalties	25,540	22,120
Income from broadcasters	20,957	20,056
Other revenue	<u>10,424</u>	<u>10,144</u>
Total revenue and support	<u>4,817,016</u>	<u>4,547,593</u>
Expenses (note H)		
Program services		
Activities	1,474,516	1,429,103
Member services	2,102,740	2,020,759
Publications	46,016	62,465
Supporting services		
General and administrative	<u>460,093</u>	<u>729,482</u>
Total expenses	<u>4,083,365</u>	<u>4,241,809</u>
Increase in unrestricted net assets	733,651	305,784
Net assets, beginning of year	<u>4,115,290</u>	<u>3,809,506</u>
Net assets, end of year	<u>\$ 4,848,941</u>	<u>\$ 4,115,290</u>

See accompanying notes to financial statements.

Nebraska School Activities Association

STATEMENTS OF CASH FLOWS

For the years ended July 31,

	<u>2016</u>	<u>2015</u>
Cash flows from operating activities		
Cash received from revenue and support	\$ 4,817,594	\$ 4,525,424
Cash paid to employees and suppliers	(3,573,203)	(4,255,131)
Interest received	23,334	5,709
Interest paid	(125,609)	(142,731)
Taxes paid	-	(1,253)
Net cash provided by operating activities	<u>1,142,116</u>	<u>132,018</u>
Cash flows from investing activities:		
Purchases of property and equipment	(59,014)	(8,385)
Purchase of certificates of deposit	(118,939)	(34,158)
Proceeds from certificates of deposit	113,978	31,340
Purchase of investments	(510,846)	-
Net cash used by investing activities	<u>(574,821)</u>	<u>(11,203)</u>
Cash flows from financing activities		
Payments of loan fees	(12,963)	-
Principal payments on capital leases	(144,532)	(155,791)
Net cash used by financing activities	<u>(157,495)</u>	<u>(155,791)</u>
Net increase (decrease) in cash and cash equivalents	409,800	(34,976)
Cash and cash equivalents, beginning of year	<u>2,765,006</u>	<u>2,799,982</u>
Cash and cash equivalents, end of year	<u>\$ 3,174,806</u>	<u>\$ 2,765,006</u>
Increase in net assets	<u>\$ 733,651</u>	<u>\$ 305,784</u>
Adjustments to reconcile increase in net assets to net cash provided by operating activities		
Depreciation and amortization	141,833	141,174
(Increase) decrease in assets		
Receivables	12,109	8,624
Inventories	(16,004)	11,843
Prepaid expenses	293,015	(313,708)
Increase (decrease) in liabilities		
Accounts payable and accrued expenses	(45,237)	18,614
Deferred revenue	11,803	(25,084)
Accrued absences	12,199	(15,028)
Accrued interest payable	(1,253)	(201)
Total adjustments to increase in net assets	<u>408,465</u>	<u>(173,766)</u>
Net cash provided by operating activities	<u>\$ 1,142,116</u>	<u>\$ 132,018</u>
Supplemental disclosure of noncash investing and financing activities:		
Assets acquired under capital leases	<u>\$ 23,945</u>	<u>\$ 30,294</u>

See accompanying notes to financial statements.

Nebraska School Activities Association

NOTES TO FINANCIAL STATEMENTS

The Nebraska School Activities Association (Association) is a nonprofit Association established to select, develop and direct interscholastic events and to regulate administration of those events. The judicial and administrative authority of the Association resides with the Board of Directors and is comprised of eight members, from the Association's six districts within the State. Most of the Association's revenue is derived from activity fees.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Method of Accounting. The accompanying financial statements of the Association have been prepared on the accrual basis of accounting.

Net Asset Classification. The Association reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Unrestricted net assets. Net assets that are not subject to outside restrictions.

Temporarily restricted net assets. Net assets on which grantors or donors have placed restrictions regarding the use of the funds or the time period in which the funds can be used. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as "net assets released from restrictions."

Permanently restricted net assets. Net assets whose funds must be held indefinitely.

The Association has not received any revenue that would be classified as temporarily or permanently restricted net assets.

Cash and Cash Equivalents. For purposes of the statement of cash flows, the Association considers all unrestricted highly liquid investments with a maturity of three months or less to be cash equivalents.

Investments. Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the statement of activities. Donated securities are recorded as contributions equal to the fair market value of the securities at the date of gift.

Receivables. Accounts receivable are reported at the amount management expects to collect on balances outstanding at year-end. Based on management's assessment of the credit history with customers having outstanding balances and current relationships with them, it has concluded that realization losses on balances outstanding at year-end will be immaterial.

Inventories. Inventories are recorded at cost, on a first-in/first-out basis, and consist of publications for sale and distribution to schools, supplies and stationery for office use.

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Property and Equipment and Depreciation. Property and equipment are carried at cost, if purchased and at fair market value at the date of contribution, if received by donation, less accumulated depreciation. Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated useful lives computed primarily on the straight-line method. The Association capitalizes all acquisitions of property and equipment with a useful life greater than one year. Estimated useful lives by asset class follow:

Building	10-50 years
Office furniture and equipment	5-10 years
Athletic equipment	5-10 years
Vehicles	5 years

Deferred Revenue. Revenue received for future dues and fees is deferred to the applicable year.

Leases. Assets which are acquired by lease-purchase agreements and meet the criteria of a capital lease are recorded as assets and obligations at the lesser of the following:

- (1) An amount equal to the present value, at the beginning of the lease term, of minimum lease payments during the lease term, excluding that portion of the payments representing executory costs to be paid by the lessor, together with any profit thereon.
- (2) Fair value of the leased property at the inception of the lease.

Rental payments under agreements which meet the criteria of an operating lease are expensed when incurred.

Income Taxes. The Association is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code. As such, income earned in the performance of its exempt purpose is not subject to income tax. Any income earned through activities not related to its exempt purpose is subject to income tax at normal corporate rates.

Fair Value Measurements. The Financial Accounting Standards Board has issued guidance defining fair value, establishing a framework for measuring fair value and expanding disclosures about fair value measurements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Association utilizes a fair value hierarchy to prioritize the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described as follows:

- Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Association has the ability to access.

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Fair Value Measurements. – Continued

- Level 2 Inputs to the valuation methodology include:
- Quoted prices for similar assets or liabilities in active markets;
 - Quoted prices for identical or similar assets or liabilities in inactive markets;
 - Inputs other than quoted prices that are observable for the asset or liability;
 - Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

- Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability’s fair value measurement level within the fair value hierarchy is based on the lowest priority level of any input that is significant to the fair value measurement. Transfers between levels shall occur at the actual date of the event or change in circumstances that caused the transfer. Valuation techniques used should maximize the use of observable inputs and minimize the use of unobservable inputs.

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

NOTE B - INVESTMENTS

	2016	
	Cost	Fair Value
Investments consist of:		
Corporate bonds	\$ 254,170	\$ 260,742
U.S. government securities	72,118	75,226
Mortgage backed securities	90,966	91,869
Listed equities	65,477	73,021
Exchange traded products	9,425	9,988
	\$ 492,156	\$ 510,846
Unrealized gain		\$ 18,690

Nebraska School Activities Association

NOTES TO FINANCIAL STATEMENTS

NOTE C - PROPERTY AND EQUIPMENT

	<u>2016</u>	<u>2015</u>
Building	\$ 4,334,537	\$ 4,334,537
Office furniture and equipment	375,403	365,291
Athletic equipment	47,764	47,764
Vehicles	<u>39,187</u>	<u>44,807</u>
	4,796,891	4,792,399
Less accumulated depreciation	<u>(1,056,325)</u>	<u>(972,639)</u>
	<u>\$ 3,740,566</u>	<u>\$ 3,819,760</u>

Depreciation expense for the year ended July 31, 2016 and 2015 was \$138,205 and \$138,024, respectively.

NOTE D - LOAN ORIGINATION FEE

The Association incurred origination fees totaling \$38,164 to refinance revenue bonds issued in 2007. These costs are being amortized over eight and twelve year periods. Accumulated amortization as of July 31, 2016 and 2015 was \$20,953 and \$17,325, respectively. Amortization expense for each of the years ended July 31, 2016 and 2015 was \$3,628 and \$3,150, respectively.

Remaining amortization expense for each subsequent year is as follows:

<u>Year ending July 31,</u>	
2017	\$ 4,230
2018	2,656
2019	1,080
2020	1,080
2021	1,080
Thereafter	<u>7,085</u>
	<u>\$ 17,211</u>

Nebraska School Activities Association

NOTES TO FINANCIAL STATEMENTS

NOTE E - CAPITAL LEASES

The Association leases its office facilities from the City of Lincoln, Nebraska (the City), under a capital lease. The economic substance of the lease is that the Association is financing the acquisition of the office facility through the lease, and accordingly, it is recorded in the Association's assets and liabilities.

The Association leases office equipment under capital leases that expire in 2022.

Amortization of building and office equipment under capital leases amounted to \$97,358 and \$97,635 for the years ended July 31, 2016 and 2015, respectively and is included in depreciation expense.

The following is a summary of property and equipment, stated at cost, held under capital leases included in property and equipment:

	<u>2016</u>	<u>2015</u>
Building	\$ 4,324,785	\$ 4,324,785
Office equipment	<u>54,339</u>	<u>52,130</u>
	4,379,124	4,376,915
Less accumulated depreciation	<u>(746,091)</u>	<u>(667,934)</u>
	<u>\$ 3,633,033</u>	<u>\$ 3,708,981</u>

Minimum future lease payments under capital leases are as follows:

<u>Year ending July 31,</u>	<u>Building</u>	<u>Office Equipment</u>	<u>Total</u>
2017	\$ 269,253	\$ 11,751	\$ 281,004
2018	269,253	11,751	281,004
2019	269,253	11,751	281,004
2020	269,253	7,616	276,869
2021	269,253	4,932	274,185
Thereafter	<u>1,827,152</u>	<u>822</u>	<u>1,827,974</u>
	3,173,417	48,623	3,222,040
Less amount representing interest	<u>(639,623)</u>	<u>(4,363)</u>	<u>(643,986)</u>
	<u>\$ 2,533,794</u>	<u>\$ 44,260</u>	<u>\$ 2,578,054</u>

Nebraska School Activities Association

NOTES TO FINANCIAL STATEMENTS

NOTE F - OPERATING LEASES

As Lessee

The Association is the lessee of automobiles under operating leases expiring in various months through 2018. Vehicle lease expense was \$23,882 and \$22,492 for the years ended July 31, 2016 and 2015, respectively.

Minimum future lease payments under non-cancellable operating leases are as follows:

Year ending July 31,

2017	\$	19,741
2018		<u>13,557</u>
	\$	<u>33,298</u>

As Lessor

The Association is the lessor of office space under two non-cancellable operating leases. Under the first agreement annual lease payments are \$7,000 and \$2,000 for rent and utility assessment, respectively, through June 30, 2020. Under the second agreement annual payments are \$20,000 and \$2,000 for rent and utility assessment, respectively, through August 31, 2017, and contains a renewal for an additional ten years.

The cost of the office space directly related to leasing activity amounts to \$1,016,767 as of July 31, 2016 and 2015. The accumulated depreciation of the office space directly related to the leasing activity amounted to \$174,332 and \$153,768 as of July 31, 2016 and 2015, respectively.

Future minimum rentals under existing operating leases are as follows:

Year ending July 31,

2017	\$	31,000
2018		11,000
2019		9,000
2020		<u>8,250</u>
	\$	<u>59,250</u>

NOTE G - RETIREMENT BENEFITS

The Association has established a defined contribution retirement plan for its employees. The Association will provide a 101% match of the employee's contribution up to a maximum of 9.78% of their annual salary. Employer contributions are 100% vested. Contributions are charged to retirement expense in the year incurred and amounted to \$80,984 and \$79,462 for the years ended July 31, 2016 and 2015, respectively.

Nebraska School Activities Association

NOTES TO FINANCIAL STATEMENTS

NOTE H - FUNCTIONAL ALLOCATION OF EXPENSES

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

NOTE I - ACCRUED ABSENCES

The Association is liable for unused vacation time not used in the following year up to a maximum of twenty days for most employees. Any vacation time not used by the employee by the following May 31, is forfeited. Upon termination of employment, unused vacation time is paid. As of July 31, 2016 and 2015, unused vacation time amounted to \$56,986 and \$46,099, respectively.

The Association is liable for unused sick leave for qualified full-time employees with 10 or more years of continuous service. Unused sick leave up to a maximum of twenty days is compensatory for qualified employees at retirement or voluntary leave. As of July 31, 2016 and 2015, unused compensatory sick leave amounted to \$28,231 and \$26,919, respectively.

NOTE J - DONATED MATERIALS AND SERVICES

For the years ended July 31, 2016 and 2015, contributed athletic supplies amounted to \$46,283 and \$45,656, respectively, and are included in the revenue of each activity that benefited from the supplies contributed. A significant portion of the Association's functions, including tournament oversight, is conducted by volunteers. The value of this contributed time is not reflected in the accompanying financial statements since the volunteers' time does not meet the criteria for recognition under SFAS No. 116, *Accounting for Contributions Received and Contributions Made*.

NOTE K - INCOME TAXES

The Association is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, except on net income derived from unrelated business activities. The Association has advertising income, which is subject to tax on unrelated business income. For the years ended July 31, 2016 and 2015, the Association paid taxes of \$-0- and \$1,253 on unrelated business activity, respectively. 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's federal Return of Organization Exempt from Income Tax (Form 990) and Exempt Organization Business Income Tax Return (Form 990-T) for July 31, 2016, 2015, and 2014 are subject to examination by the IRS, generally for three years after they were filed.

NOTE L - CONCENTRATION OF CREDIT RISK

Financial instruments which potentially subject the Association to concentrations of credit risk consist principally of checking, money market, and certificate of deposit accounts at financial institutions. Accounts at each institution are insured by the FDIC up to \$250,000. At December 31, 2016 and 2015, the bank accounts exceeded federally insured limits by \$2,496,463 and \$2,081,735, respectively. The Organization has not experienced any losses on such accounts.

The Association also holds a short-term federal investment trust (STFIT) account that is not FDIC insured. At December 31, 2016 and 2015, the STFIT account balance was \$30,650 and \$30,619, respectively.

Nebraska School Activities Association
NOTES TO FINANCIAL STATEMENTS

NOTE L - CONCENTRATION OF CREDIT RISK - CONTINUED

The Association also holds a money market fund that is not FDIC insured, but is backed by the U.S. government. At December 31, 2016 and 2015, the money market fund account balance was \$448,000.

NOTE M - FAIR VALUE MEASUREMENTS

The following is a description of the valuation methodologies used for assets and liabilities measured at fair value. There have been no changes in methodologies used during the year ended July 31, 2016.

Corporate bonds, U.S. government securities, mortgage backed securities and listed equities: Valued at the closing price reported on the active market on which the individual securities are traded.

Exchange traded products: valued at the observable net asset value (NAV) of shares held by the Association at year-end.

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

The following table sets forth the balances of assets and liabilities measured at fair value on a recurring basis as of July 31, 2016.

	2016			
	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments				
Corporate bonds	\$ 260,742	\$ -	\$ 260,742	\$ -
U.S. government securities	75,226	75,226	-	-
Mortgage backed securities	91,869	-	91,869	-
Listed equities	73,021	73,021	-	-
Exchange traded products	9,988	9,988	-	-
	<u>\$ 510,846</u>	<u>\$ 158,235</u>	<u>\$ 352,611</u>	<u>\$ -</u>

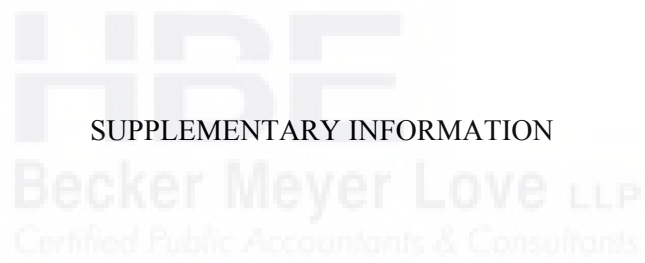
NOTE N - RECLASSIFICATIONS

Certain amounts in the year ended July 31, 2015 financial statements have been reclassified to conform to current year presentation. These reclassifications had no effect on the 2015 increase in net assets.

NOTE O - SUBSEQUENT EVENTS

Subsequent events have been evaluated through the audit report date, the date the financial statements were available to be issued.

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SUPPLEMENTARY INFORMATION

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Nebraska School Activities Association

SCHEDULE OF CASH AND CASH EQUIVALENTS

July 31, 2016

	<u>Interest Rate</u>	<u>Balance</u>
Cash and cash equivalents:		
Cash on hand	-	\$ 75
Raymond James	0.02%	8,264
U.S. Bank, checking account	Variable	2,459,785
U.S. Bank, money market	Variable	228,032
U.S. Bank, government-backed money market	Variable	448,000
Union Bank and Trust Company		
Short Term Federal Investment Trust (STFIT)	Variable	<u>30,650</u>
Total cash and cash equivalents		<u>\$ 3,174,806</u>



Nebraska School Activities Association

SCHEDULE OF CERTIFICATES OF DEPOSITS

July 31, 2016

	<u>Original Date of Purchase</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance</u>
Certificates of deposit:				
Union Bank and Trust Company	6-17-16	6-17-21	1.85	\$ 36,796
Union Bank and Trust Company	8-11-12	8-11-18	1.15	221,981
NebraskaLand	6-8-16	5-8-19	1.63	78,697
Bank of the West	8-2-14	8-2-17	1.00	31,975
Bank of the West	7-21-12	7-21-19	1.98	<u>32,673</u>
Total certificates of deposit				<u>\$ 402,122</u>



Nebraska School Activities Association

SCHEDULE OF FUNCTIONAL EXPENSES

For the year ended July 31, 2016
With comparative totals for the year ended July 31, 2015

	Program Services			General and Administration	Total 2016	Total 2015	
	Activities	Member Services	Publications				Total
Activities	\$ 1,474,516	\$ -	\$ -	\$ 1,474,516	\$ -	\$ 1,474,516	\$ 1,429,103
Salaries	-	829,429	20,480	849,909	174,077	1,023,986	992,187
Payroll taxes	-	61,315	1,514	62,829	12,869	75,698	77,945
Medical and LTC insurance	-	152,170	3,757	155,927	31,937	187,864	182,288
Retirement	-	65,597	1,620	67,217	13,767	80,984	79,462
Lobbying fees	-	-	-	-	27,000	27,000	26,950
Postage	-	16,935	398	17,333	2,591	19,924	21,575
Officials' and Judges' expense	-	75,631	-	75,631	-	75,631	94,934
Awards	-	13,638	-	13,638	-	13,638	12,774
Vehicle expense	-	38,105	897	39,002	5,827	44,829	45,852
Staff travel	-	49,858	1,173	51,031	7,625	58,656	33,094
Committees	-	11,180	-	11,180	-	11,180	5,330
Meetings and promotions	-	2,637	-	2,637	-	2,637	3,969
Depreciation and amortization	-	120,558	2,837	123,395	18,438	141,833	141,174
General insurance	-	75,858	1,785	77,643	11,602	89,245	82,624
Catastrophic insurance	-	232,225	-	232,225	-	232,225	235,225
Utilities	-	26,091	614	26,705	3,990	30,695	36,254
Equipment maintenance and repair	-	15,308	360	15,668	2,341	18,009	13,293
Building maintenance and repair	-	27,020	636	27,656	4,132	31,788	21,304
Bank and credit card fees	-	15,276	-	15,276	804	16,080	15,971
Telephone	-	20,683	487	21,170	3,163	24,333	23,133
Internet expense	-	11,923	281	12,204	1,823	14,027	14,500
Stationery and supplies	-	20,821	490	21,311	3,184	24,495	15,453
Legal fees	-	41,687	981	42,668	6,376	49,044	32,526
Audit fees	-	10,910	257	11,167	1,668	12,835	11,242
Publications	-	-	5,780	5,780	-	5,780	23,588
Miscellaneous	-	6,597	155	6,752	1,009	7,761	9,445
Programming	-	27,255	1,514	28,769	1,514	30,283	19,118
Legislative commission	-	1,178	-	1,178	-	1,178	1,280
Board of directors	-	71,206	-	71,206	-	71,206	82,004
Workers, staff and board uniforms	-	5,888	-	5,888	-	5,888	5,921
Representative assembly	-	9,736	-	9,736	-	9,736	10,668
Dues and subscriptions	-	5,114	-	5,114	-	5,114	5,125
Membership publications	-	11,983	-	11,983	-	11,983	10,643
Income taxes	-	-	-	-	-	-	1,253
Interest expense	-	-	-	-	124,356	124,356	142,530
Corporate sponsorship	-	28,928	-	28,928	-	28,928	42,072
Contract buyout	-	-	-	-	-	-	240,000
Total year ended July 31, 2016	<u>\$ 1,474,516</u>	<u>\$ 2,102,740</u>	<u>\$ 46,016</u>	<u>\$ 3,623,272</u>	<u>\$ 460,093</u>	<u>\$ 4,083,365</u>	
Total year ended July 31, 2015	<u>\$ 1,429,103</u>	<u>\$ 2,020,759</u>	<u>\$ 62,465</u>	<u>\$ 3,512,327</u>	<u>\$ 729,482</u>		<u>\$ 4,241,809</u>

Nebraska School Activities Association

SCHEDULE OF ACTIVITIES, REVENUES AND EXPENSES

For the year ended July 31, 2016

	Revenues				Expenses			Revenue Over (Under) Expenses	2016 Revenue Over (Under) 2015	2016 Expenses Over (Under) 2015	2016 Net Over (Under) 2015
	Registration Fees	Tournament and Meet Revenues	Other Revenues	Total	Travel Reimbursements To Schools	Tournament and Meet Expenses	Total				
Baseball	\$ 3,490	\$ 75,857	\$ 10,000	\$ 89,347	\$ 3,465	\$ 60,513	\$ 63,978	\$ 25,369	\$ 6,138	\$ 3,040	\$ 3,098
Basketball											
Boys	13,410	791,470	85,000	889,880	45,929	163,102	209,031	680,849	77,507	6,646	70,861
Girls	13,500	447,261	85,000	545,761	44,914	158,951	203,865	341,896	16,869	6,716	10,153
Cross Country	20,835	59,430	-	80,265	26,980	22,900	49,880	30,385	3,773	3,798	(25)
Debate	1,980	-	-	1,980	-	-	-	1,980	270	-	270
Football	13,365	275,876	20,000	309,241	27,078	54,825	81,903	227,338	32,768	1,730	31,038
Golf											
Boys	10,935	6,495	9,063	26,493	-	19,228	19,228	7,265	(1,428)	(7,106)	5,678
Girls	6,255	9,105	5,553	20,913	-	13,237	13,237	7,676	1,501	(580)	2,081
Journalism	3,825	1,719	2,500	8,044	-	7,438	7,438	606	534	(787)	1,321
Music	13,500	-	-	13,500	-	7,214	7,214	6,286	(90)	2,039	(2,129)
Play Production	11,970	11,798	18,845	42,613	7,260	18,661	25,921	16,692	(3,322)	2,891	(6,213)
Soccer	6,975	165,803	-	172,778	4,731	78,119	82,850	89,928	14,575	(2,179)	16,754
Softball	6,255	64,595	-	70,850	14,317	37,002	51,319	19,531	5,450	60	5,390
Speech	13,050	14,190	-	27,240	-	52,198	52,198	(24,958)	742	795	(53)
Swimming	5,355	42,285	5	47,645	-	21,251	21,251	26,394	1,023	1,553	(530)
Tennis											
Boys	2,745	4,072	-	6,817	-	7,923	7,923	(1,106)	(571)	1,398	(1,969)
Girls	3,060	3,498	-	6,558	-	7,907	7,907	(1,349)	(196)	2,099	(2,295)
Track	26,865	238,465	-	265,330	82,662	136,543	219,205	46,125	17,139	(6,893)	24,032
Volleyball	13,500	302,543	85,000	401,043	43,328	126,552	169,880	231,163	25,304	21,419	3,885
Wrestling	11,205	496,661	-	507,866	68,729	96,398	165,127	342,739	16,381	9,966	6,415
Dual Wrestling	-	26,022	-	26,022	-	15,161	15,161	10,861	(983)	(1,192)	209
	<u>\$ 202,075</u>	<u>\$ 3,037,145</u>	<u>\$ 320,966</u>	<u>\$ 3,560,186</u>	<u>\$ 369,393</u>	<u>\$ 1,105,123</u>	<u>\$ 1,474,516</u>	<u>\$ 2,085,670</u>	<u>\$ 213,384</u>	<u>\$ 45,413</u>	<u>\$ 167,971</u>

Nebraska School Activities Association

SCHEDULE OF ACTIVITIES, REVENUES AND EXPENSES

For the year ended July 31, 2015

	Revenues			Expenses			Revenue Over (Under) Expenses	2015 Revenue Over (Under) 2014	2015 Expenses Over (Under) 2014	2015 Net Over (Under) 2014	
	Registration Fees	Tournament and Meet Revenues	Other Revenues	Total	Travel Reimbursements To Schools	Tournament and Meet Expenses					Total
Baseball	\$ 3,420	\$ 69,789	\$ 10,000	\$ 83,209	\$ 2,746	\$ 58,192	\$ 60,938	\$ 22,271	\$ 6,275	\$ 1,613	\$ 4,662
Basketball											
Boys	13,590	713,783	85,000	812,373	42,161	160,224	202,385	609,988	3,047	875	2,172
Girls	13,635	430,257	85,000	528,892	41,208	155,941	197,149	331,743	(54,260)	(3,617)	(50,643)
Cross Country	20,565	54,427	1,500	76,492	24,124	21,958	46,082	30,410	1,137	(2,334)	3,471
Debate	1,710	-	-	1,710	-	-	-	1,710	(360)	-	(360)
Football	13,500	242,973	20,000	276,473	25,798	54,375	80,173	196,300	(88,624)	(12,370)	(76,254)
Golf											
Boys	10,890	7,585	9,446	27,921	-	26,334	26,334	1,587	3,472	3,547	(75)
Girls	6,255	9,204	3,953	19,412	-	13,817	13,817	5,595	1,907	883	1,024
Journalism	3,870	1,140	2,500	7,510	-	8,225	8,225	(715)	3,455	3,646	(191)
Music	13,590	-	-	13,590	-	5,175	5,175	8,415	(1,093)	(1,737)	644
Play Production	12,240	11,625	22,070	45,935	3,909	19,121	23,030	22,905	3,383	(2,840)	6,223
Soccer	6,975	151,228	-	158,203	5,088	79,941	85,029	73,174	52,744	50,811	1,933
Softball	6,525	58,851	24	65,400	16,192	35,067	51,259	14,141	6,575	4,849	1,726
Speech	12,915	13,583	-	26,498	-	51,403	51,403	(24,905)	(420)	4,146	(4,566)
Swimming	5,220	41,398	4	46,622	-	19,698	19,698	26,924	58	895	(837)
Tennis											
Boys	2,790	4,598	-	7,388	-	6,525	6,525	863	(199)	154	(353)
Girls	3,015	3,739	-	6,754	-	5,808	5,808	946	(25)	(661)	636
Track	27,090	221,101	-	248,191	56,944	169,154	226,098	22,093	104,293	94,205	10,088
Volleyball	13,635	277,104	85,000	375,739	34,124	114,337	148,461	227,278	50,305	47,857	2,448
Wrestling	11,270	480,215	-	491,485	63,600	91,561	155,161	336,324	24,558	7,076	17,482
Dual Wrestling	-	27,005	-	27,005	-	16,353	16,353	10,652	9,972	2,751	7,221
	<u>\$ 202,700</u>	<u>\$ 2,819,605</u>	<u>\$ 324,497</u>	<u>\$ 3,346,802</u>	<u>\$ 315,894</u>	<u>\$ 1,113,209</u>	<u>\$ 1,429,103</u>	<u>\$ 1,917,699</u>	<u>\$ 126,200</u>	<u>\$ 199,749</u>	<u>\$ (73,549)</u>

Nebraska School Activities Association

SCHEDULES OF BELIEVER/ACHIEVER PROGRAM

July 31,

	<u>2016</u>	<u>2015</u>
Revenue:		
Banquet receipts	\$ 360	\$ 270
Expenses:		
Printing	1,760	1,624
Scholarships	4,400	4,000
Awards	1,814	1,847
Banquet	<u>6,285</u>	<u>4,903</u>
Total expenses	<u>14,259</u>	<u>12,374</u>
Net loss	<u>\$ (13,899)</u>	<u>\$ (12,104)</u>

