

**NEUQUA VALLEY HIGH SCHOOL  
ATHLETIC BOOSTER CLUB**

**Financial Statements and  
Independent Auditor's Report**

**For the Year Ending  
June 30, 2012**

# NEUQUA VALLEY HIGH SCHOOL ATHLETIC BOOSTER CLUB

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**INDEPENDENT AUDITOR'S REPORT**

Executive Board  
Neuqua Valley High School  
Athletic Booster Club

We have audited the accompanying statement of financial position of Neuqua Valley High School Athletic Booster Club as of June 30, 2012 and the related statements of activities and changes in net assets, and cash flows for the year then ended. These financial statements are the responsibility of the management of Neuqua Valley High School Athletic Booster Club. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Neuqua Valley High School Athletic Booster Club as of June 30, 2012, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

*Susan S. Lewis Ltd.*

Susan S. Lewis, Ltd.  
Certified Public Accountants

November 12, 2012

**NEUQUA VALLEY HIGH SCHOOL ATHLETIC BOOSTER CLUB**  
**Statement of Financial Position**  
**June 30, 2012**

<b>Assets</b>	
<b>Current Assets</b>	
Cash and equivalents	\$ 51,546
Concessions inventory	1,637
WCW inventory	34,926
<b>Total Current Assets</b>	<b>88,109</b>
 <b>Property and Equipment</b>	
Furniture and equipment	15,822
Less :Accumulated depreciation	4,415
<b>Net Property and Equipment</b>	<b>11,407</b>
 <b>Other Assets</b>	
Security deposits	250
Prepaid expenses	3,217
<b>Total Other Assets</b>	<b>3,467</b>
<b>Total Assets</b>	<b>\$ 102,983</b>
<b>Liabilities and Net Assets</b>	
<b>Current Liabilities</b>	
Accrued scholarships payable	\$ 2,000
Accrued sales taxes	35
<b>Total Current Liabilities</b>	<b>2,035</b>
<b>Total Liabilities</b>	<b>2,035</b>
 <b>Net Assets</b>	
Unrestricted	100,948
<b>Total Net Assets</b>	<b>100,948</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 102,983</b>

*See accompanying notes to financial statements.*

**NEUQUA VALLEY HIGH SCHOOL ATHLETIC BOOSTER CLUB**  
**Statement of Activities and Change in Net Assets**  
**For the Year Ended June 30, 2012**

		<u>TOTAL</u>
<b>Revenue</b>		
Wildcat wear sales	\$ 97,024	
Less: Cost of goods sold	<u>(66,473)</u>	\$ 30,551
Concession sales	57,701	
Less: Cost of goods sold	<u>(33,148)</u>	24,553
Calendar sales		677
Other sales		138
Contributions		375
Membership dues		52,790
Special events (net of direct expenses)		(20,591)
Interest income		<u>39</u>
<b>Total revenue</b>		<b>88,532</b>
<b>Expenses</b>		
Program services		83,456
Management and general		<u>9,502</u>
<b>Total expenses</b>		<b>92,958</b>
<b>Change in net assets</b>		<b>(4,426)</b>
Net assets at beginning of year		110,374
Prior Period Adjustment (Note 6)		<u>(5,000)</u>
Net assets at beginning of year as adjusted		<u>105,374</u>
<b>Net assets at end of year</b>	<b>\$</b>	<b><u>100,948</u></b>

*See accompanying notes to financial statements.*

**NEUQUA VALLEY HIGH SCHOOL ATHLETIC BOOSTER CLUB**  
**Statement of Functional Expenses**  
**For the Year Ended June 30, 2012**

	<u>Program</u>	<u>Management &amp; General</u>	<u>TOTAL</u>
<b>Expenses</b>			
Accounting fees	\$	\$ 3,550	\$ 3,550
Advertising		324	324
Business registration fees		820	820
Books, subscriptions, reference	70		70
Cash awards, scholarships	10,500		10,500
CC, PayPal, and bank charges		2,354	2,354
Depreciation	1,779		1,779
Equipment rental and maintenance	963		963
Gifts and donations	373		373
Insurance, liability and D & O		1,334	1,334
Inventory damage and give away	336		336
Membership expenses	31,327		31,327
Other costs	803		803
Postage, mailing service		267	267
Supplies	4,831		4,831
Team assistance	531		531
Website		853	853
Wish list items	31,943		31,943
<b>Total expenses</b>	<b>\$ 83,456</b>	<b>\$ 9,502</b>	<b>\$ 92,958</b>

*See accompanying notes to financial statements*

**NEUQUA VALLEY HIGH SCHOOL ATHLETIC BOOSTER CLUB**  
**Statement of Cash Flows**  
**For the Year Ending June 30, 2012**

<b>Cash Flows from Operating Activities</b>	
Change in net assets	\$ (4,426)
Adjustments to reconcile change in net assets to net assets used in operating activities	
Depreciation	1,779
Changes in assets and liabilities:	
(Increase) in concession inventory	(802)
(Increase) in WCW inventory	(16,584)
(Increase) in prepaid expenses	(3,217)
(Decrease) in accounts payable	211
(Decrease) in accrued scholarships payable	(3,000)
Increase in accrued sales taxes	35
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<b>Net Cash Provided by Operating Activities</b>	<b>(26,004)</b>
<b>Cash Flows from Investing Activities</b>	
Purchase of equipment	(11,210)
	<hr/>
<b>Net Cash (Used) in Investing Activities</b>	<b>(11,210)</b>
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<b>NET (DECREASE) IN CASH</b>	<b>(32,214)</b>
<b>Cash – beginning of year</b>	<b>88,760</b>
	<hr/>
<b>Cash – end of year</b>	<b>\$ 51,546</b>
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*See accompanying notes to financial statements*

**NEUQUA VALLEY HIGH SCHOOL ATHLETIC BOOSTER CLUB**  
**Notes to Financial Statements**  
**June 30, 2012**

**1. Organization and Nature of Activities**

Neuqua Valley High School Athletic Booster Club, ("The Club"), is a nonprofit organization established in 2008 to support, encourage and aid the activities of high school athletics at Neuqua Valley High School.

Through the use of private funds, "the Club" strives to provide support to Neuqua Valley High School towards the creation of programs, projects and activities for staff and students that will enhance the educational system.

The Neuqua Valley High School Athletic Booster Club is governed by a voluntary Board of Directors. Neuqua Valley High School and "the Club" are independent of each other.

**2. Summary of Significant Accounting Policies**

Basis of Accounting

The accompanying financial statements have been prepared using the accrual basis of accounting, in accordance with generally accepted accounting principles.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statements of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, "the Club" is required to report information regarding its financial position and activities according to three categories of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. "The Club" had unrestricted net assets of \$ 100,948 at June 30, 2012.

Cash and Cash Equivalents

Cash and cash equivalents consist of checking accounts and petty cash. Of the \$ 51,546 cash balance, \$ 6,371 has been designated by the Board of Directors as Kyle Zuleg Scholarship funds.



**NEUQUA VALLEY HIGH SCHOOL ATHLETIC BOOSTER CLUB**  
**Notes to Financial Statements (cont'd)**  
**June 30, 2012**

Estimates

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

Income Taxes

"The Club" is exempt from federal income taxes under Section 501 (c) 3 of the Internal Revenue Code. Contributions to it are tax deductible within the limitation prescribed by the Code.

Inventory

"The Club" maintains inventories at cost of Wildcat Wear clothing and concessions that are available for sale at athletic events. All inventories are stated at cost.

Property and Equipment

Acquisitions of property and equipment in excess of \$ 500 are capitalized. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation.

Prepaid Expenses

"The Club" pays certain expenses, including insurance, on a basis other than the fiscal year. Consequently, certain amounts are considered prepaid at the end of the year because they relate to the following fiscal period.

Contributed Services

"The Club" receives a substantial amount of services donated by its membership carrying out "the Club's purpose. No amounts have been reflected in the financial statements for those services since they do not meet the criteria for recognition under SFAS No. 116, *Accounting for Contributions Received and Contributions Made*.

**NEUQUA VALLEY HIGH SCHOOL ATHLETIC BOOSTER CLUB**  
**Notes to Financial Statements (cont'd)**  
**June 30, 2012**

**3. Revenue Recognition**

Contributions received are recorded as increases in unrestricted, temporarily restricted or permanently restricted net assets, depending on the existence and/or nature of any donor restrictions.

All donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily or permanently restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

**4. Property and Equipment**

Property and equipment on June 30, 2012 consists of the following:

Description	Beginning Balance	Additions	Ending Balance
Furniture and equipment	\$ 4,612	\$ 11,210	\$ 15,822
Less: Accumulated Depreciation	(2,636)	(1,779)	(4,415)
<b>Net Property and Equipment</b>	<b>\$ 1,976</b>	<b>\$ 9,431</b>	<b>\$ 11,407</b>

Depreciation is recorded using the straight line method over the useful lives of the assets as follows:

Furniture and Equipment 5-7 years

Depreciation expense for the year ending June 30, 2012 was \$ 1,779.

**5. Special Events**

"The Club" conducted several special events throughout the year as follows:

Special Event	Revenue	Expenses	Net
Coaches BBQ	\$ -0-	\$ (2,229)	\$ (2,229)
Concert-2011	10,169	(30,135)	(19,966)
Kyle Zuleg Scholarship	5,430	(3,826)	1,604
Pancake Breakfast	\$ 15,599	\$ 36,190	\$ (20,591)

**NEUQUA VALLEY HIGH SCHOOL ATHLETIC BOOSTER CLUB**  
**Notes to Financial Statements (cont'd)**  
**June 30, 2012**

**6. Prior Period Adjustment**

A prior period adjustment in the amount of \$ 5,000 was recorded to reduce net assets by the amount of scholarships that should have been accrued at 6/30/11 in the amount of \$5,000.

**7. Subsequent Events**

Subsequent events were evaluated through November 12, 2012, which is the date the financial statements were available to be issued.