

**NEW YORK STATE WEST YOUTH SOCCER
ASSOCIATION, INC.**

CORNING, NEW YORK

REVIEWED FINANCIAL STATEMENTS

AND

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

AUGUST 31, 2023 AND 2022



BUSINESS
ADVISORS
AND CPAS

CONTENTS

<u>REVIEWED FINANCIAL STATEMENTS</u>	<u>PAGE</u>
Independent Accountant's Review Report	3
Statements of Financial Position	4
Statements of Activities and Changes in Net Assets	5
Statements of Functional Expenses	6
Statements of Cash Flows	8
Notes to Financial Statements	9



BUSINESS
ADVISORS
AND CPAS

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

Board of Directors
New York State West Youth Soccer Association, Inc.
Corning, New York

We have reviewed the accompanying financial statements of New York State West Youth Soccer Association, Inc. (a not-for-profit organization) which comprise the statements of financial position as of August 31, 2023 and 2022, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

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.

Accountant's Responsibility

Our responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of New York State West Youth Soccer Association, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our reviews.

Accountant's Conclusion

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Mengel, Metzger, Baw & Co. LLP

Elmira, New York
October 13, 2023

NEW YORK STATE WEST YOUTH SOCCER ASSOCIATION, INC.

STATEMENTS OF FINANCIAL POSITION

<u>ASSETS</u>	August 31,	
	<u>2023</u>	<u>2022</u>
<u>CURRENT ASSETS</u>		
Cash and cash equivalents	\$ 73,933	\$ 50,646
Investments	836,004	597,957
Accounts receivable	33,639	49,015
Prepaid and deferred expenses	<u>7,006</u>	<u>6,698</u>
TOTAL CURRENT ASSETS	950,582	704,316
 <u>PROPERTY AND EQUIPMENT</u>		
Furniture and equipment	22,050	51,197
Computer equipment	9,303	77,373
Vehicle	<u>17,046</u>	<u>17,046</u>
	48,399	145,616
Less allowances for depreciation	<u>47,127</u>	<u>140,062</u>
	<u>1,272</u>	<u>5,554</u>
	<u>\$ 951,854</u>	<u>\$ 709,870</u>
 <u>LIABILITIES AND NET ASSETS</u>		
<u>CURRENT LIABILITIES</u>		
Accounts payable and accrued expenses	\$ 163,559	\$ 194,629
Deferred revenues	<u>49,523</u>	<u>68,109</u>
TOTAL LIABILITIES	213,082	262,738
 <u>NET ASSETS</u>		
Net assets without donor restrictions	690,490	447,132
Net assets with donor restrictions	<u>48,282</u>	<u>-</u>
TOTAL NET ASSETS	<u>738,772</u>	<u>447,132</u>
	<u>\$ 951,854</u>	<u>\$ 709,870</u>

See independent accountant's review report and accompanying notes which are an integral part of the financial statements.

NEW YORK STATE WEST YOUTH SOCCER ASSOCIATION, INC.

STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS

		Year ended August 31,		
		2023		2022
		Without Donor Restrictions	With Donor Restrictions	Total
				Without Donor Restrictions and Total
Revenue:				
Registrations		\$ 745,215	\$ -	\$ 745,215
Less:				
Player insurance		(93,439)	-	(93,439)
National fees		(148,515)	-	(148,515)
	Net registration revenues	503,261	-	503,261
				484,899
Passes		353,147	-	353,147
Training		195,555	-	195,555
Marketing		3,575	-	3,575
Scholarships and sponsorships		46,474	48,282	94,756
Coaching courses		38,350	-	38,350
Commissions		6,974	-	6,974
Net investment return		40,635	-	40,635
Forgiveness of Paycheck Protection Program loan		-	-	-
Employee Retention Credit		197,563	-	197,563
Referee fee income		31,566	-	31,566
Other revenue		31,622	-	31,622
	TOTAL REVENUES	1,448,722	48,282	1,497,004
Expenses:				
Program services:				
Olympic development program		307,763	-	307,763
Coaching education and recreation		134,542	-	134,542
Champions conference		51,665	-	51,665
State cup tournament		74,060	-	74,060
Region 1		1,561	-	1,561
	Total program expenses	569,591	-	569,591
				551,971
Management and general		635,773	-	635,773
				660,770
	TOTAL EXPENSES	1,205,364	-	1,205,364
INCREASE (DECREASE) IN NET ASSETS		243,358	48,282	291,640
Net assets at beginning of year		447,132	-	447,132
	NET ASSETS AT END OF YEAR	\$ 690,490	\$ 48,282	\$ 738,772
				\$ 447,132

See independent accountant's review report and accompanying notes which are an integral part of the financial statements.

NEW YORK STATE WEST YOUTH SOCCER ASSOCIATION, INC.

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED AUGUST 31, 2023

	Program Services						Supporting Services	
	Olympic Development Program	Coaching Education and Recreation	Champions Conference	State Cup	Region 1	Total	Management and General	2023 Total
Payroll and employee benefits	\$ 175,527	\$ 115,266	\$ 7,097	\$ -	\$ -	\$ 297,890	\$ 357,630	\$ 655,520
Bank charges	8,226	110	2,846	2,286	-	13,468	10,479	23,947
Coaching and instruction	-	350	-	-	-	350	-	350
Equipment	17	86	-	-	-	103	81	184
Insurance	-	-	-	-	-	-	12,555	12,555
Lease and rental	400	-	-	-	-	400	2,931	3,331
Meeting costs	-	-	-	-	-	-	12,916	12,916
Bad debt expense	-	-	-	400	-	400	35	435
Professional fees	125	1,460	-	-	-	1,585	53,531	55,116
Office expenses	412	1,461	-	265	-	2,138	19,973	22,111
Postage	163	159	-	45	-	367	3,861	4,228
Professional development	-	850	-	-	-	850	-	850
Referees	-	-	35,358	28,219	-	63,577	-	63,577
Registration costs	11,450	-	668	22,100	-	34,218	24,417	58,635
Risk management costs	-	-	-	-	-	-	83,291	83,291
Onsite program expenses	-	-	-	3,858	800	4,658	339	4,997
Subscriptions and memberships	-	-	-	-	-	-	470	470
Travel costs	25,726	7,369	166	6,736	581	40,578	7,125	47,703
Telephone	-	-	-	-	-	-	5,353	5,353
Web expenses	-	-	-	-	-	-	4,798	4,798
Clothing	8,575	273	1,520	3,056	180	13,604	4,131	17,735
Field/site rental	68,482	7,158	4,010	7,095	-	86,745	-	86,745
Discounts	5,374	-	-	-	-	5,374	-	5,374
Vehicle expenses	58	-	-	-	-	58	4,081	4,139
Miscellaneous expense	3,228	-	-	-	-	3,228	14,119	17,347
Depreciation	-	-	-	-	-	-	4,282	4,282
Membership reinvestment	-	-	-	-	-	-	9,375	9,375
	<u>\$ 307,763</u>	<u>\$ 134,542</u>	<u>\$ 51,665</u>	<u>\$ 74,060</u>	<u>\$ 1,561</u>	<u>\$ 569,591</u>	<u>\$ 635,773</u>	<u>\$ 1,205,364</u>

See independent accountant's review report and accompanying notes
which are an integral part of the financial statements.

NEW YORK STATE WEST YOUTH SOCCER ASSOCIATION, INC.

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED AUGUST 31, 2022

	Program Services						Supporting Services	
	Olympic Development Program	Coaching Education and Recreation	Champions Conference	State Cup	Region 1	Total	Management and General	2022 Total
Payroll and employee benefits	\$ 181,976	\$ 120,622	\$ 5,720	\$ -	\$ -	\$ 308,318	\$ 424,102	\$ 732,420
Bank charges	8,805	56	2,480	1,999	-	13,340	8,142	21,482
Coaching and instruction	-	500	-	-	-	500	-	500
Equipment	-	1,753	-	-	-	1,753	-	1,753
Insurance	-	-	-	-	-	-	10,279	10,279
Lease and rental	400	-	-	-	-	400	4,274	4,674
Meeting costs	-	-	-	-	-	-	13,092	13,092
Bad debt expense	-	-	750	-	-	750	75	825
Professional fees	-	-	-	-	-	-	43,963	43,963
Office expenses	272	35	-	214	-	521	12,523	13,044
Printing	-	1,138	-	149	-	1,287	-	1,287
Postage	133	58	-	-	27	218	3,363	3,581
Professional Development	-	950	-	-	-	950	-	950
Referees	200	-	4,405	30,125	-	34,730	-	34,730
Registration costs	10,125	-	1,102	20,825	-	32,052	27,584	59,636
Risk management costs	-	-	-	-	-	-	74,100	74,100
Onsite program expenses	-	-	32	3,320	475	3,827	-	3,827
Subscriptions and Memberships	-	-	-	-	-	-	1,625	1,625
Supplies	-	44	-	93	-	137	2,752	2,889
Travel costs	24,402	7,865	147	8,012	1,499	41,925	3,985	45,910
Telephone	-	-	-	-	-	-	6,141	6,141
Web expenses	-	-	-	-	-	-	4,585	4,585
Clothing	10,885	1,527	2,312	3,156	240	18,120	842	18,962
Field/site rental	63,330	2,590	2,500	12,060	-	80,480	-	80,480
Discounts	6,965	-	-	-	-	6,965	-	6,965
Recreation initiative	-	2,479	-	-	-	2,479	-	2,479
Vehicle expenses	-	-	-	-	-	-	7,214	7,214
Miscellaneous expense	1,135	1,650	22	412	-	3,219	853	4,072
Moving expense	-	-	-	-	-	-	4,236	4,236
Depreciation	-	-	-	-	-	-	7,040	7,040
	<u>\$ 308,628</u>	<u>\$ 141,267</u>	<u>\$ 19,470</u>	<u>\$ 80,365</u>	<u>\$ 2,241</u>	<u>\$ 551,971</u>	<u>\$ 660,770</u>	<u>\$ 1,212,741</u>

See independent accountant's review report and accompanying notes
which are an integral part of the financial statements.

NEW YORK STATE WEST YOUTH SOCCER ASSOCIATION, INC.

STATEMENTS OF CASH FLOWS

	Year ended August 31,	
	2023	2022
<u>CASH FLOWS - OPERATING ACTIVITIES</u>		
Change in net assets	\$ 291,640	\$ (92,176)
Adjustments to reconcile change in net assets to net cash provided from operating activities:		
Depreciation	4,282	4,236
Forgiveness of Paycheck Protection Program loan	-	(111,370)
Bad debt expense	435	825
(Gain) loss on investments	(26,290)	129,666
Reinvested investment income, net	(14,757)	(33,898)
Changes in certain assets and liabilities affecting operations:		
Accounts receivable	14,941	(3,130)
Prepaid and deferred expenses	(308)	3,872
Accounts payable and accrued expenses	(31,070)	78,315
Deferred revenues	(18,586)	26,616
NET CASH PROVIDED FROM OPERATING ACTIVITIES	220,287	2,956
<u>CASH FLOWS - INVESTING ACTIVITIES</u>		
Purchase of investments	(197,000)	-
Purchases of equipment	-	(1,458)
NET CASH USED FOR INVESTING ACTIVITIES	(197,000)	(1,458)
NET INCREASE IN CASH AND CASH EQUIVALENTS	23,287	1,498
Cash and cash equivalents at beginning of year	50,646	49,148
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 73,933	\$ 50,646

See independent accountant's review report and accompanying notes which are an integral part of the financial statements.

NEW YORK STATE WEST YOUTH SOCCER ASSOCIATION, INC.

NOTES TO FINANCIAL STATEMENTS
(See Independent Accountant's Review Report)

AUGUST 31, 2023 AND 2022

NOTE A: THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of operations

New York State West Youth Soccer Association, Inc. (the "Association") was founded in 1982 and is a non-profit service organization dedicated to the promotion and development of good sportsmanship and fair play through the game of soccer. The purposes of the Association are (1) to promote and to organize the teaching of soccer, and (2) to foster amateur sports competition by promoting, developing and governing youth soccer activities through affiliation with the United States Youth Soccer Association (USYSA), the United States Soccer Federation (USSF), and the Fédération International de Football Association (FIFA).

Basis of presentation

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

Cash and cash equivalents

For purposes of presentation in the statements of financial position and the statements of cash flows, the Association considers highly liquid investments with a maturity of three months or less which are available for operations to be cash equivalents. Cash and other investments with maturities of three months or less held in the Association's investment portfolio or held in short term investments until suitable long-term investments are identified are excluded from cash equivalents for purposes of statement of financial position and the statement of cash flows presentation. Cash balances are maintained at a financial institution located in Corning, New York and are insured by the FDIC up to \$250,000 at the institution. In the normal course of business, the cash account balances at any given time may exceed insured limits. However, the Association has not experienced any losses in such accounts and does not believe it is exposed to significant risk in cash and cash equivalents.

Accounts receivable

Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable. There is no valuation allowance at August 31, 2023 or 2022.

Property and equipment

Property and equipment are recorded at cost or the fair market value at the date of donation. Depreciation is computed on a straight-line basis over the estimated useful lives which range from three to seven years. Expenditures for repairs and maintenance are charged to activities as incurred, while major improvements are capitalized. Upon sale or retirement, the related cost and allowances for depreciation are removed from the accounts and the related gain or loss is reflected in operations.

NEW YORK STATE WEST YOUTH SOCCER ASSOCIATION, INC.

NOTES TO FINANCIAL STATEMENTS, Cont'd
(See Independent Accountant's Review Report)

AUGUST 31, 2023 AND 2022

NOTE A: THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Cont'd

Net assets

Net assets, revenues and other support are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net assets without donor restrictions:

Net assets available for use in general operations and not subject to donor restrictions.

Net assets with donor restrictions:

Net assets subject to donor-imposed restrictions that will be met by events specified by the donor. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated purpose for which the resource was restricted has been fulfilled.

Revenue recognition

The Association's revenues are primarily derived from fees charged to youth recreational and club soccer teams for registration, training, passes and courses. These fees are recognized as revenue when the customer obtains control of the good or service, as the Association's performance obligation is met at that time. Control is determined based on the event the customer signed up for becoming available to the customer, providing them the ability to participate in the event to which the registration, training, passes, and courses relate. Fees charged to the customer are realized upon the start of the registration period or date at which the course is held, whether or not the customer actually participates in the event to which the fees relate. Refunds are not typically paid to non-attendees. Amounts received in advance to pay for fees that relate to a subsequent period are recorded as deferred revenues.

Functional allocation of expenses

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

Tax status

The Association is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Association has filed for and received income tax exemptions in the various jurisdictions where it is required to do so. The Association files Form 990 tax returns in the U.S. federal jurisdiction and in New York State. With few exceptions, as of August 31, 2023, the Association is no longer subject to U.S. federal or state income tax examinations by tax authorities for years ended prior to August 31, 2020. The tax returns for years ended August 31, 2020 through August 31, 2023 are still subject to potential audit by the IRS and taxing authorities in New York State. Management of the Association believes they have no material uncertain tax positions and, accordingly, they have not recognized any liability for unrecognized tax benefits.

NEW YORK STATE WEST YOUTH SOCCER ASSOCIATION, INC.

NOTES TO FINANCIAL STATEMENTS, Cont'd
(See Independent Accountant's Review Report)

AUGUST 31, 2023 AND 2022

NOTE A: THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Cont'd

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 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 may differ from those estimates.

Adoption of new accounting standard - leases

In February 2016, the FASB issued a new standard related to leases to increase transparency and comparability among entities by requiring the recognition of ROU assets and lease liabilities on the statement of financial position. Most prominent among the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases under current U.S. GAAP. The Association adopted ASC 842 with the date of initial application of September 1, 2022. As part of the adoption, the Association elected the practical expediency not to apply the standard to short term leases. The Association's lease agreements are all short term leases.

New accounting pronouncement – credit losses

In June 2016 the FASB issued ASU 2016-13, "Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments" (ASU 2016-13), which requires entities to use a new impairment model referred to as the current expected credit losses (CECL) model rather than incurred losses. The new standard affects accounting for loans, accounts (trade) receivable, held-to-maturity debt securities, and other financial assets included in the scope. For non-public entities, the new standard is effective for fiscal years beginning after December 15, 2022, including interim periods within those fiscal years. The Association is currently evaluating the provisions of this standard to determine the impact the new standard will have on the Association's financial position or results of operations.

Subsequent events

The Association has conducted an evaluation of potential subsequent events occurring after the statement of financial position date through October 13, 2023, which is the date the financial statements are available to be issued. No subsequent events requiring disclosures were noted.

NEW YORK STATE WEST YOUTH SOCCER ASSOCIATION, INC.

NOTES TO FINANCIAL STATEMENTS, Cont'd
(See Independent Accountant's Review Report)

AUGUST 31, 2023 AND 2022

NOTE B: LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

	August 31,	
	2023	2022
Cash and cash equivalents	\$ 73,933	\$ 50,646
Investments	836,004	597,957
Accounts receivable	33,639	49,015
Total financial assets available within one year	943,576	697,618
Less amounts unavailable for general expenditure due to:		
Donor restriction	(48,282)	-
Board designated	(297,807)	(100,009)
Total financial assets available to management for general expenditures within one year	\$ 597,487	\$ 597,609

As part of the Association's liquidity management plan, financial assets are structured to be available as general expenditures, liabilities, and other obligations come due. At August 31, 2023 and 2022, \$297,807, and \$100,009, respectively, of the investment balance was designated by the Board of Directors as emergency reserves.

NOTE C: CONTRACT BALANCES

Contract balances are comprised of the following:

	August 31,		
	2023	2022	2021
Accounts receivable	\$ 33,639	\$ 49,015	\$ 46,710
Deferred revenues	\$ 49,523	\$ 68,109	\$ 41,493

NEW YORK STATE WEST YOUTH SOCCER ASSOCIATION, INC.

NOTES TO FINANCIAL STATEMENTS, Cont'd
(See Independent Accountant's Review Report)

AUGUST 31, 2023 AND 2022

NOTE D: FAIR VALUE MEASUREMENTS

Accounting principles generally accepted in the United States of America establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes 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 below:

Level 1 Valuation is based upon quoted prices for identical instruments traded in active markets.

Level 2 Valuation is based upon:

- Quoted prices for similar instruments in active markets;
- Quoted prices for identical or similar instruments in inactive markets;
- Inputs other than quoted prices that are observable for the instruments;
- 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's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. All investments are valued based upon quoted prices for identical instruments in active markets. There have been no changes in the methodologies used at August 31, 2023 or 2022.

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, while 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.

NEW YORK STATE WEST YOUTH SOCCER ASSOCIATION, INC.

NOTES TO FINANCIAL STATEMENTS, Cont'd
(See Independent Accountant's Review Report)

AUGUST 31, 2023 AND 2022

NOTE D: FAIR VALUE MEASUREMENTS, Cont'd

The following table sets forth by level, within the fair value hierarchy, the Association's investments at fair value as of August 31, 2023 and 2022:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>August 31, 2023</u>				
Cash equivalents	\$ 125,074	\$ -	\$ -	\$ 125,074
Certificate of deposit	197,240	-	-	197,240
Mutual funds:				
Bond	132,120	-	-	132,120
Foreign	62,111	-	-	62,111
Growth	90,808	-	-	90,808
Other	<u>55,417</u>	<u>-</u>	<u>-</u>	<u>55,417</u>
Total mutual funds	340,456	-	-	340,456
Equities:				
Consumer	51,309	-	-	51,309
Energy	9,111	-	-	9,111
Financials	27,784	-	-	27,784
Health care	36,298	-	-	36,298
Industrials	8,160	-	-	8,160
Information technology	35,215	-	-	35,215
Other	<u>5,357</u>	<u>-</u>	<u>-</u>	<u>5,357</u>
Total equities	<u>173,234</u>	<u>-</u>	<u>-</u>	<u>173,234</u>
Total assets at fair value	<u>\$ 836,004</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 836,004</u>

NEW YORK STATE WEST YOUTH SOCCER ASSOCIATION, INC.

NOTES TO FINANCIAL STATEMENTS, Cont'd
(See Independent Accountant's Review Report)

AUGUST 31, 2023 AND 2022

NOTE D: FAIR VALUE MEASUREMENTS, Cont'd

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>August 31, 2022</u>				
Cash equivalents	\$ 109,049	\$ -	\$ -	\$ 109,049
Mutual funds:				
Bond	135,522	-	-	135,522
Foreign	53,527	-	-	53,527
Growth	91,184	-	-	91,184
Other	<u>53,900</u>	<u>-</u>	<u>-</u>	<u>53,900</u>
Total mutual funds	334,133	-	-	334,133
Equities:				
Consumer	42,742	-	-	42,742
Energy	8,623	-	-	8,623
Financials	21,283	-	-	21,283
Health care	28,969	-	-	28,969
Industrials	11,804	-	-	11,804
Information technology	34,076	-	-	34,076
Other	<u>7,278</u>	<u>-</u>	<u>-</u>	<u>7,278</u>
Total equities	<u>154,775</u>	<u>-</u>	<u>-</u>	<u>154,775</u>
Total assets at fair value	<u>\$ 597,957</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 597,957</u>

NEW YORK STATE WEST YOUTH SOCCER ASSOCIATION, INC.

NOTES TO FINANCIAL STATEMENTS, Cont'd
(See Independent Accountant's Review Report)

AUGUST 31, 2023 AND 2022

NOTE E: INVESTMENTS

Investments are recorded at fair value. Realized and unrealized gains and losses are reflected in the statements of activities and changes in net assets.

Fair value, cost and unrealized appreciation (depreciation) of the Association's investments are as follows:

	Fair value	Cost	Unrealized appreciation (depreciation)
August 31, 2023:			
Cash equivalents	\$ 125,074	\$ 125,074	\$ -
Certificate of deposit	197,240	197,000	240
Mutual funds	340,456	396,358	(55,902)
Equities	173,234	116,404	56,830
	<u>\$ 836,004</u>	<u>\$ 834,836</u>	<u>\$ 1,168</u>
August 31, 2022:			
Cash equivalents	\$ 109,049	\$ 109,049	\$ -
Mutual funds	334,133	396,449	(62,316)
Equities	154,775	117,363	37,412
	<u>\$ 597,957</u>	<u>\$ 622,861</u>	<u>\$ (24,904)</u>

Management evaluates securities for other-than-temporary impairments on a regular basis, and more frequently when economic or market concerns warrant such evaluation. Consideration is given to (1) the length of time and the extent to which the fair value has been less than cost, (2) the financial condition and near-term prospects of the issuer, and (3) the intent and ability of the Association to retain its investment in the issuer for a period of time sufficient to allow for any anticipated recovery in fair value. In the opinion of management, none of the individual losses as of August 31, 2023 and 2022 represent an other-than-temporary impairment.

Investment securities are exposed to various risks, such as interest rate, market and credit risk. Due to the risk associated with investment securities and the uncertainties related to changes in the fair value of investment securities, it is at least reasonably possible that changes in risks could materially affect the Association's financial statements.

NOTE F: LEASES

The Association leases sites for tournaments and coach training and education on an as needed basis and certain storage facilities on a month-to-month basis for storage of equipment and supplies.

Short term lease expense amounted to \$90,076 and \$85,154 for the years ended August 31, 2023 and 2022, respectively.

NEW YORK STATE WEST YOUTH SOCCER ASSOCIATION, INC.

NOTES TO FINANCIAL STATEMENTS, Cont'd
(See Independent Accountant's Review Report)

AUGUST 31, 2023 AND 2022

NOTE G: RETIREMENT PLAN

The Association has a 401(k) profit sharing plan covering substantially all employees. The Plan is subject to a maximum employer match of 4% of compensation, based on Internal Revenue Code limitations. Contributions to the Plan amounted to \$13,207 and \$12,796 for the years ended August 31, 2023 and 2022, respectively.

NOTE H: FUNCTIONAL EXPENSES

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The principal expenses that are allocated are payroll and employee benefits, which are allocated on the basis of estimates of time and effort.

NOTE I: NET ASSETS WITHOUT DONOR RESTRICTIONS

Net assets without donor restrictions are as follows:

	August 31,	
	2023	2022
Undesignated	\$ 391,411	\$ 341,569
Board designated	297,807	100,009
Investment in property and equipment	1,272	5,554
	<u>\$ 690,490</u>	<u>\$ 447,132</u>

NOTE J: NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are as follows:

	August 31,	
	2023	2022
Rochester Futbol Club Scholarship Fund	<u>\$ 48,282</u>	<u>\$ -</u>

NOTE K: ACCOUNTING IMPACT OF COVID-19 OUTBREAK

In response to the COVID-19 outbreak, in March 2021, the Association received a second loan totaling \$111,370 through the Paycheck Protection Program established by the Small Business Administration which was forgiven in November 2021 and recognized as revenue in the accompanying statement of activities and changes in net assets for the year ended August 31, 2022.

In addition, the Association qualified for the Employee Retention Credit under the CARES Act and the Economic Aid Act. The credit is a refundable wage-related tax credit available to eligible employers. The Association recognized a benefit of \$197,563 as revenue in the accompanying statement of activities and changes in net assets for the year ended August 31, 2023.