

FORT HUNT YOUTH ATHLETIC ASSOCIATION

**Financial Statements
For the Year Ended December 31, 2015
and
Report Thereon**

LANE & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report

To the Board of Directors of the
Fort Hunt Youth Athletic Association

Report on the Financial Statements

We have audited the accompanying financial statements of the Fort Hunt Youth Athletic Association (a nonprofit organization), which comprise the statement of financial position as of December 31, 2015, and the related statements of activities, functional expenses, and cash flows for the year 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.

Auditor's Responsibility

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 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 Fort Hunt Youth Athletic Association as of December 31, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

A handwritten signature in black ink, appearing to read "P. + Company". The signature is written in a cursive, flowing style.

Washington, D.C., U.S.A.

January 17, 2017

FORT HUNT YOUTH ATHLETIC ASSOCIATION
STATEMENT OF FINANCIAL POSITION
December 31, 2015

ASSETS

Cash	\$ 252,144
Accounts receivable	813
Prepaid expenses	<u>1,142</u>
 Total Assets	 <u>\$ 254,099</u>

LIABILITIES AND NET ASSETS

Accounts payable	<u>\$ 2,776</u>
 Net assets	
Unrestricted	188,679
Temporarily restricted	<u>62,644</u>
Total Net Assets	<u>251,323</u>
 Total Liabilities and Net Assets	 <u>\$ 254,099</u>

The accompanying notes are an integral
part of these financial statements.

FORT HUNT YOUTH ATHLETIC ASSOCIATION
STATEMENT OF ACTIVITIES
For the year ended December 31, 2015

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Revenue			
Grants and contributions	\$ 69,647	\$ 4,151	\$ 73,798
Registration	503,154		503,154
Fundraising	51,762		51,762
Other	6,178		6,178
Interest income	588	-	588
	<u>631,329</u>	<u>4,151</u>	<u>635,480</u>
Net assets released from program restrictions:	<u>6,000</u>	<u>(6,000)</u>	<u>-</u>
Total Revenue	<u>637,329</u>	<u>(1,849)</u>	<u>635,480</u>
Expenses			
Program			
Athletic Programs	596,646	-	596,646
General and administrative	52,821	-	52,821
Fundraising	9,317	-	9,317
	<u>658,784</u>	<u>-</u>	<u>658,784</u>
Change in net assets	(21,455)	(1,849)	(23,304)
Net Assets - Beginning of Year	<u>210,134</u>	<u>64,493</u>	<u>274,627</u>
Net Assets - End of Year	<u>\$ 188,679</u>	<u>\$ 62,644</u>	<u>\$ 251,323</u>

The accompanying notes are an integral
part of these financial statements.

FORT HUNT YOUTH ATHLETIC ASSOCIATION
STATEMENT OF FUNCTIONAL EXPENSES
For the year ended December 31, 2015

	<u>Athletic</u> <u>Programs</u>	<u>General &</u> <u>Administrative</u>	<u>Fundraising</u>	<u>Total</u>
Fields Maintenance/Repairs	\$ 80,559	\$ -	\$ -	\$ 80,559
Equipment	58,623	-	-	58,623
Uniforms	109,540	-	-	109,540
League Fees	139,894	-	-	139,894
Officials	46,888	-	-	46,888
Tournament Support	19,341	-	-	19,341
Training	20,130	-	-	20,130
Other Program Expenses	46,883	-	-	46,883
Scholarships	6,000	-	-	6,000
Capital Projects	68,788	-	-	68,788
Bank Charges	-	13,358	-	13,358
Office & Utilities	-	4,818	-	4,818
Professional Fees	-	9,301	-	9,301
Insurance	-	24,582	-	24,582
Contributions & Gifts	-	762	-	762
Fundraising	-	-	<u>9,317</u>	<u>9,317</u>
 Total expenses	 <u>\$ 596,646</u>	 <u>\$ 52,821</u>	 <u>\$ 9,317</u>	 <u>\$ 658,784</u>

The accompanying notes are an integral part of these financial statements.

FORT HUNT YOUTH ATHLETIC ASSOCIATION
STATEMENT OF CASH FLOWS
For the year ended December 31, 2015

Cash Flows from Operating Activities	
Change in net assets	\$ (23,304)
Adjustments to reconcile change in net assets to net cash used in operating activities	
Changes in assets and liabilities	
Decrease in accounts receivable	21,237
Increase in prepaid expenses	(1,142)
Increase in accounts payable	<u>2,436</u>
Net Cash Used In Operating Activities	<u>(773)</u>
Net Decrease in Cash	(773)
Cash, Beginning of Year	<u>252,917</u>
Cash, End of Year	<u><u>\$ 252,144</u></u>

The accompanying notes are an integral part of these financial statements.

Fort Hunt Youth Athletic Association

Notes to Financial Statements

1. Organization

The Fort Hunt Youth Athletic Association (FHYAA) was established in 1959 to serve the youth of Fort Hunt and the surrounding communities. Their mission is to provide children up to age eighteen the opportunity to experience recreational sports in an atmosphere that encourages and promotes teamwork, friendships and self-confidence, in a positive, safe and supportive environment. FHYAA strives to teach proper sports fundamentals, strategies and good sportsmanship, which empowers our young athletes to become responsible citizens. FHYAA currently provides recreational baseball, basketball, cheerleading, football, lacrosse, rugby, softball, and volleyball.

FHYAA is a nonprofit organization managed by volunteer members who serve in various capacities. The organization recognizes that without their volunteers, they could not function. FHYAA is thankful for and proud of the extensive network of community members that volunteer their time and effort to serve as coaches for our teams, Commissioners and Board Members for individual sports, as well as Board Members for FHYAA.

2. Summary of Significant Accounting Policies

Basis of Accounting

FHYAA maintains its accounts on the accrual basis of accounting in accordance with generally accepted accounting principles.

Estimates

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

Income Taxes

Under section 501(c)(3) of the Internal Revenue Code, FHYAA is exempt from federal taxes on income other than on unrelated business income. At December 31, 2015, no provision was made as FHYAA had no net unrelated business income. Management annually reviews its tax positions and has determined that there are no material uncertain tax positions that require recognition on the financial statements.

Accounts Receivable

FHYAA's accounts receivable is derived from amounts collectible with one year. Management has determined that all the accounts are fully collectible and therefore, no allowance for doubtful accounts was recorded.

Fort Hunt Youth Athletic Association

Notes to Financial Statements

2. Summary of Significant Accounting Policies (continued)

Cash

For financial statement purposes, FHYAA considers its checking account and money market account to be cash. These accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 at each financial institution.

Classification of Net assets

Unrestricted net assets – Unrestricted net assets result from revenues and other inflows of assets whose use by FHYAA is not limited by donor-imposed restrictions.

Temporarily restricted net assets – Temporarily restricted net assets result from contributions and other inflows of assets whose use by FHYAA is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of FHYAA pursuant to those stipulations. Temporarily restricted net assets whose restrictions are met in the same year are recorded as unrestricted.

Revenue Recognition

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

Functional Allocation of Expenses

The costs of providing FHYAA's various programs and supporting services have been summarized on a functional basis in the statement of activities. Overhead costs which cannot be specifically identified as program and supporting service expense are allocated to these activities based on management estimates.

3. Temporarily Restricted Net Assets

At December 31, 2015, net assets of \$62,644 were temporarily restricted for the Jackson Casey Memorial Fund. The Jackson Casey Memorial Fund is a scholarship fund for the benefit of members and former members of FHYAA and its community.

4. Subsequent Event

In preparing these financial statements, FHYAA has evaluated events and transactions for potential recognition through January 17, 2017, the date the financial statements were available to be issued. There were no additional events or transactions that were discovered during the evaluation that required further disclosure.