
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 statement of financial position as of July 31, 2014 and the related statements of activities 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 U.S. generally accepted accounting principles; 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 audit. We conducted our audit in accordance with U.S. generally accepted auditing standards. 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 auditors' 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, 2014, and the changes in its net assets and its cash flows for the year then ended in accordance with U.S. generally accepted accounting principles.

Adjustments to Prior Period Financial Statements

The 2013 financial statements were audited by other auditors whose report dated September 14, 2013 expressed an unmodified opinion on those statements. As discussed in Note O, the Association has restated its 2013 financial statements during the current year. The other auditors reported on the 2013 financial statements before the adjustments.

As part of our audit of the 2014 financial statements, we also audited the adjustments described in Note O that were applied to the 2013 financial statements. In our opinion, such adjustments are appropriate and have been properly applied. We were not engaged to audit, review or apply any procedures to the 2013 financial statements of the Association other than with respect to the adjustments and, accordingly, we do not express an opinion or any other form of assurance on the 2013 financial statements as a whole.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the basic financial statements as a whole. The Schedule of Cash and Cash Equivalents, Schedule of Investments, 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 basic 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 U.S. generally accepted auditing standards. In our opinion, the information is fairly stated in all material respect in relation to the financial statements as a whole.

ABE Becker Meyers Love LLP

October 13, 2014

Nebraska School Activities Association

SCHEDULE OF CASH AND CASH EQUIVALENTS

July 31, 2014

	Interest Rate	Balance
Cash and cash equivalents:		
Cash on hand	-	\$ 50
U.S. Bank, checking account	Variable	2,093,850
U.S. Bank, money market	Variable	227,480
U.S. Bank, government-backed money market	Variable	448,000
Union Bank and Trust Company		
Short Term Federal Investment Trust (STFIT)	Variable	30,602
Total cash and cash equivalents		<u>\$ 2,799,982</u>

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Nebraska School Activities Association
SCHEDULE OF CERTIFICATES OF DEPOSITS
July 31, 2014

	<u>Original Date of Purchase</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance</u>
Certificate of deposit:				
Union Bank and Trust Company	6-17-11	6-17-16	2.35	\$ 35,317
Union Bank and Trust Company	8-11-12	8-11-18	1.15	219,440
Bank of the West	8-2-11	8-2-14	1.09	31,340
Bank of the West	5-30-12	5-30-16	1.34	76,787
Bank of the West	7-21-12	7-21-19	1.00	<u>31,456</u>
Total certificates of deposit				<u>\$ 394,340</u>

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Nebraska School Activities Association
SCHEDULE OF FUNCTIONAL EXPENSES

For the year ended July 31, 2014
With comparative totals for the year ended July 31, 2013

	Program Services			General and Administration	Total 2014	Total 2013
	Activities	Member Services	Publications	Total		
Activities	\$ 1,229,354	\$ -	\$ -	\$ 1,229,354	\$ -	\$ 1,255,172
Salaries	-	784,794	19,868	804,662	188,748	977,523
Payroll taxes	-	60,978	1,544	62,522	14,665	73,346
Medical and LTC insurance	-	134,647	3,409	138,056	32,383	156,109
Retirement	-	61,054	1,546	62,600	14,684	74,644
Lobbying fees	-	-	-	-	21,450	23,200
Postage	-	20,048	477	20,525	3,342	21,016
Officials' and Judges' expense	-	105,304	-	105,304	-	80,019
Awards	-	12,702	-	12,702	-	12,558
Vehicle expense	-	40,857	973	41,830	6,809	49,625
Staff travel	-	41,081	978	42,059	6,847	34,412
Committees	-	5,362	-	5,362	-	6,940
Meetings and promotions	-	9,079	-	9,079	-	9,327
Depreciation and amortization	-	118,577	2,823	121,400	19,763	138,038
General insurance	-	77,798	1,852	79,650	12,967	105,370
Catastrophic insurance	-	225,525	-	225,525	-	225,525
Utilities	-	33,199	790	33,989	5,534	27,902
Equipment maintenance and repair	-	10,019	239	10,258	1,669	6,095
Building maintenance and repair	-	18,159	432	18,591	3,027	22,129
Bank and credit card fees	-	16,138	-	16,138	849	13,381
Telephone	-	22,470	535	23,005	3,745	24,977
Internet expense	-	10,998	262	11,260	1,833	17,300
Stationery and supplies	-	16,728	398	17,126	2,788	20,829
Legal fees	-	86,311	2,055	88,366	14,385	31,711
Audit fees	-	8,896	212	9,108	1,482	10,509
Publications	-	-	34,767	34,767	-	24,098
Miscellaneous	-	13,639	325	13,964	2,273	12,825
Programming	-	22,716	1,262	23,978	1,262	24,528
Legislative commission	-	1,089	-	1,089	-	219
Board of directors	-	79,700	-	79,700	-	65,296
Workers, staff and board uniforms	-	8,824	-	8,824	-	7,278
Representative assembly	-	10,203	-	10,203	-	8,203
Dues and subscriptions	-	5,122	-	5,122	-	4,890
Membership publications	-	9,239	-	9,239	-	10,513
Coaches education	-	-	-	-	2,750	-
Income taxes	-	-	66	66	-	173
Interest expense	-	-	-	-	149,689	157,655
Corporate sponsorship	-	17,256	-	17,256	-	14,953
Total year ended July 31, 2014	<u>\$ 1,229,354</u>	<u>\$ 2,088,512</u>	<u>\$ 74,813</u>	<u>\$ 3,392,679</u>	<u>\$ 512,944</u>	<u>\$ 3,905,623</u>
Total year ended July 31, 2013	<u>\$ 1,255,172</u>	<u>\$ 1,886,005</u>	<u>\$ 88,956</u>	<u>\$ 3,230,133</u>	<u>\$ 518,155</u>	<u>\$ 3,748,288</u>

Nebraska School Activities Association

SCHEDULE OF ACTIVITIES, REVENUES AND EXPENSES

For the year ended July 31, 2014

	Revenues			Expenses			Revenue Over (Under) Expenses	2014 Revenue Over (Under) 2013	2014 Expenses Over (Under) 2013	2014 Net Over (Under) 2013
	Registration Fees	Tournament and Meet Revenues	Other Revenues	Total	Travel Reimbursements To Schools	Tournament and Meet Expenses				
Baseball	\$ 3,285	\$ 63,649	\$ 10,000	\$ 76,934	\$ 4,218	\$ 55,107	\$ 17,609	\$ (12,545)	\$ (4,508)	\$ (8,037)
Basketball										
Boys	13,770	678,056	117,500	809,326	38,982	162,528	607,816	54,923	(4,563)	59,486
Girls	13,770	451,882	117,500	583,152	39,392	161,374	382,386	99,102	(204)	99,306
Cross Country	20,520	54,835	-	75,355	25,495	22,921	26,939	4,578	5,386	(808)
Debate	2,070	-	-	2,070	-	-	2,070	225	-	225
Football	13,590	331,507	20,000	365,097	31,538	61,005	272,554	(5,169)	4,509	(9,678)
Golf										
Boys	10,935	3,785	9,729	24,449	-	22,787	1,662	585	32	553
Girls	6,165	6,514	4,826	17,505	-	12,934	4,571	(529)	(669)	140
Journalism	4,005	50	-	4,055	-	4,579	(524)	590	926	(336)
Music	13,680	1,003	-	14,683	-	6,912	7,771	463	(2,375)	2,838
Play Production	12,420	8,001	22,131	42,552	7,989	17,881	25,870	6,274	934	5,340
Soccer	6,840	98,619	-	105,459	4,463	29,755	71,241	(7,143)	(344)	(6,799)
Softball	6,255	52,570	-	58,825	15,470	30,940	12,415	3,349	4,920	(1,571)
Speech	13,365	13,553	-	26,918	-	47,257	(20,339)	1,485	3,630	(2,145)
Swimming	5,400	41,164	-	46,564	-	18,803	27,761	3,344	(5,465)	8,809
Tennis										
Boys	2,745	4,842	-	7,587	-	6,371	1,216	670	1,258	(588)
Girls	2,970	3,809	-	6,779	-	6,469	310	364	(528)	892
Track	27,405	116,493	-	143,898	64,273	67,620	12,005	2,163	2,977	(814)
Volleyball	13,815	277,950	33,669	325,434	41,758	58,846	224,830	(3,644)	(4,948)	1,304
Wrestling	11,160	454,516	1,251	466,927	62,078	86,007	318,842	(16,123)	(40,388)	24,265
Dual Wrestling	-	17,033	-	17,033	-	13,602	3,431	17,033	13,602	3,431
	\$ 204,165	\$ 2,679,831	\$ 336,606	\$ 3,220,602	\$ 335,656	\$ 893,698	\$ 1,991,248	\$ 149,995	\$ (25,818)	\$ 175,813

Nebraska School Activities Association

SCHEDULE OF ACTIVITIES, REVENUES AND EXPENSES

For the year ended July 31, 2013

	Revenues		Expenses		Revenue Over (Under) Expenses	2013 Revenue Over (Under) 2012		2013 Expenses Over (Under) 2012		2013 Net Over (Under) 2012	
	Registration Fees	Tournament and Meet Revenues	Other Revenues	Total	Travel Reimbursements To Schools	Tournament and Meet Expenses	Total				
Baseball	\$ 3,240	\$ 76,239	\$ 10,000	\$ 89,479	\$ 1,914	\$ 61,919	\$ 63,833	\$ 25,646	\$ 2,654	\$ 14,028	\$ (11,374)
Basketball											
Boys	13,680	665,723	75,000	754,403	50,469	155,604	206,073	548,330	(34,678)	(1,635)	(33,043)
Girls	13,680	395,370	75,000	484,050	47,638	153,332	200,970	283,080	(38,266)	490	(38,756)
Cross Country	19,440	51,337	-	70,777	25,209	17,821	43,030	27,747	12,130	(1,615)	13,745
Debate	1,845	-	-	1,845	-	-	-	1,845	135	-	135
Football	13,590	336,676	20,000	370,266	26,268	61,766	88,034	282,232	(9,492)	(25,213)	15,721
Golf											
Boys	10,890	3,966	9,008	23,864	-	22,755	22,755	1,109	5,017	5,191	(174)
Girls	6,075	7,223	4,736	18,034	-	13,603	13,603	4,431	4,003	395	3,608
Journalism	3,465	-	-	3,465	-	3,653	3,653	(188)	(505)	(272)	(233)
Music	13,590	630	-	14,220	-	9,287	9,287	4,933	420	5,600	(5,180)
Play Production	12,420	19,838	4,020	36,278	7,003	17,933	24,936	11,342	4,960	4,285	675
Soccer	6,660	105,942	-	112,602	5,077	29,485	34,562	78,040	911	(4,078)	4,989
Softball	6,075	49,401	-	55,476	13,453	28,037	41,490	13,986	944	(516)	1,460
Speech	13,275	12,158	-	25,433	-	43,627	43,627	(18,194)	3,726	(4,817)	8,543
Swimming	5,130	38,090	-	43,220	-	24,268	24,268	18,952	(22,736)	6,389	(29,125)
Tennis											
Boys	2,700	4,217	-	6,917	-	5,113	5,113	1,804	642	(620)	1,262
Girls	2,970	3,445	-	6,415	-	6,997	6,997	(582)	447	836	(389)
Track	27,315	114,420	-	141,735	62,818	66,098	128,916	12,819	6,161	(32,191)	38,352
Volleyball	13,680	285,164	30,234	329,078	49,053	56,499	105,552	223,526	2,721	10,175	(7,454)
Wrestling	11,115	459,935	12,000	483,050	63,590	124,883	188,473	294,577	62,436	49,054	13,382
	\$ 200,835	\$ 2,629,774	\$ 239,998	\$ 3,070,607	\$ 352,492	\$ 902,680	\$ 1,255,172	\$ 1,815,435	\$ 1,630	\$ 25,486	\$ (23,856)

Nebraska School Activities Association

SCHEDULES OF BELIEVER/ACHIEVER PROGRAM

July 31,

	<u>2014</u>	<u>2013</u>
Revenue:		
Banquet receipts	\$ <u>1,180</u>	\$ <u>150</u>
Expenses:		
Printing	3,613	3,352
Scholarships	4,500	3,500
Awards	1,788	1,745
Banquet	<u>5,652</u>	<u>6,490</u>
Total expenses	<u>15,553</u>	<u>15,087</u>
Net loss	<u>\$ (14,373)</u>	<u>\$ (14,937)</u>

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