

**Lion Athletics Association**

Financial Report

Year Ended June 30, 2019

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# PEDELAHORE & CO., LLP

*Certified Public Accountants*

## Independent Auditor's Report

To the Board of Directors  
Lion Athletics Association  
Hammond, Louisiana

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Lion Athletics Association (a nonprofit organization), which comprise the statement of financial position as of June 30, 2019, 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 from 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 Lion Athletics Association as of June 30, 2019, 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.

## **Emphasis Of A Matter**

### Change In Accounting Principle

As described in Note 1 to the financial statements, the Organization adopted Financial Accounting Standards Board's ASU 2016-14, Not-for-profit Entities, related to the presentation of financial statements, for the year ended June 30, 2019. Our opinion is not modified with respect to that matter.

### Prior Period Adjustment

As discussed in Note 11 to the financial statements, prior period financial statements were adjusted to reflect the correction of an overstatement of amounts previously reported for revenue and an understatement of previously reported deferred revenue as of June 30, 2018, which were discovered by management of the Association during the current year. Accordingly, amounts reported for deferred revenue and revenue have been restated in the June 30, 2018 financial statements now presented with a corresponding adjustment to net assets without donor restrictions as of June 30, 2018. Our opinion is not modified with respect to that matter.

## **Report on Summarized Comparative Information**

We have previously audited the Lion Athletics Association's 2018 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 19, 2018. In our opinion, the summarized information presented herein as of and for the year ended June 30, 2018, is consistent, in material respects, with the audited financial statements from which it has been derived.

*Redelshaw & Co. LLP*

New Orleans, Louisiana  
December 19, 2019

**Lion Athletics Association**  
**Statement Of Financial Position**  
June 30, 2019  
(With Comparative Totals For 2018)

	<u>Assets</u>	
	<u>2019</u>	<u>2018</u>
<b>Current Assets</b>		
Cash	\$ 313,084	\$ 246,126
Accounts receivable	231,404	142,359
Promises to give	-	100,000
Total current assets	<u>544,488</u>	<u>488,485</u>
<b>Property, Plant And Equipment</b>		
Facility improvements	1,328,896	1,324,814
Machinery and equipment	312,008	263,665
Office furniture and equipment	<u>15,537</u>	<u>15,537</u>
	1,656,441	1,604,016
Less accumulated depreciation	<u>809,910</u>	<u>663,363</u>
	<u>846,531</u>	<u>940,653</u>
	<u>\$ 1,391,019</u>	<u>\$ 1,429,138</u>
 <b><u>Liabilities And Net Assets</u></b>  		
<b>Current Liabilities</b>		
Accounts payable and accrued expenses	\$ 60,261	\$ 90,535
Due to concessions	2,300	2,000
Deferred revenue	134,085	118,683
Current maturities of long-term debt	<u>97,805</u>	<u>70,180</u>
Total current liabilities	<u>294,451</u>	<u>281,398</u>
<b>Long-term liabilities</b>		
Long-term debt, net of current maturities	<u>459,486</u>	<u>415,933</u>
<b>Net Assets</b>		
Without donor restrictions	198,511	283,366
With donor drestrictions	<u>438,571</u>	<u>448,441</u>
	<u>637,082</u>	<u>731,807</u>
	<u>\$ 1,391,019</u>	<u>\$ 1,429,138</u>

The Notes To Financial Statements are an integral part of these statements.

**Lion Athletics Association**  
**Statement Of Activities And Changes In Net Assets**  
Year Ended June 30, 2019  
(With Comparative Totals For 2018)

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Totals</b>	
			<b>2019</b>	<b>2018</b>
<b>Revenue And Other Support</b>				
Donations	\$ 28,427	\$ 108,659	\$ 137,086	\$ 197,798
Sponsors	1,295,079	1,850	1,296,929	1,103,876
Ticket Fees	139,841	-	139,841	39,222
In-kind donations	17,448	118,008	135,456	200,311
Memberships	120	105,692	105,812	86,783
Special events/tournaments	8,160	93,251	101,411	16,550
Concession sales				
Net of cost of goods sold	72,505	-	72,505	91,377
Other revenue	23,685	148,174	171,859	259,017
	<u>1,585,265</u>	<u>575,634</u>	<u>2,160,899</u>	<u>1,994,934</u>
 Net Assets Released From Restrictions				
Satisfaction Of Program Restrictions	<u>585,504</u>	<u>(585,504)</u>	<u>-</u>	<u>-</u>
 Expenses				
Program Services	1,005,143	-	1,005,143	878,510
Support Services	871,562	-	871,562	824,398
Fundraising	378,919	-	378,919	331,747
	<u>2,255,624</u>	<u>-</u>	<u>2,255,624</u>	<u>2,034,655</u>
 Changes in net assets	(84,855)	(9,870)	(94,725)	(39,721)
 Net Assets - Beginning Of Year	<u>283,366</u>	<u>448,441</u>	<u>731,807</u>	<u>771,528</u>
 <b>Net Assets - End Of Year</b>	<u>\$ 198,511</u>	<u>\$ 438,571</u>	<u>\$ 637,082</u>	<u>\$ 731,807</u>

The Notes To Financial Statements are an integral part of these statements.

**Lion Athletics Association**  
**Statement Of Functional Expenses**  
Year Ended June 30, 2019  
(With Comparative Totals For 2018)

**2019**

	Program							
	Baseball	Men's Basketball	Women's Basketball	Football	Golf	Soccer	Softball	Tennis
Interest	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Signs	-	-	-	614	-	-	-	-
Bank fees	703	-	-	-	-	-	-	-
Broadcasting	9,130	5,075	2,500	6,950	-	-	140	-
Hospitality/Marketing	1,848	1,214	760	31,342	287	1,098	1,468	247
Operating expenses	-	-	-	2,640	-	-	200	-
Sponsorship expenses	-	-	-	-	-	-	-	-
Printing	4,938	7,824	4,637	36,062	-	795	4,140	198
Recruiting	-	-	175	5,156	-	-	-	-
Supplies/Equipment/Uniforms	-	325	-	2,053	-	-	-	-
Facility Improvements	-	1,288	1,288	-	-	-	-	-
Fundraising	-	-	-	-	-	-	-	-
In kind expense	20,444	2,428	14,259	34,375	-	13,904	24,144	-
Depreciation	66,314	5,760	7,200	1,838	-	-	-	1,314
Insurance	-	-	-	-	-	-	-	-
Salary and benefits	55,884	26,363	249	104,351	249	2,930	25,762	249
Telephone	-	-	-	-	-	-	-	-
Transfers to Southeastern	2,350	35,714	20,040	110,200	29,500	11,600	26,555	7,937
Transfers to Southeastern Facilities	-	-	-	1,223	-	1,222	152,500	-
Travel	370	2,774	-	-	-	-	118	-
Team travel	-	170	38	1,212	-	-	-	1,152
Training	-	-	-	-	-	-	160	-
	<u>\$ 161,981</u>	<u>\$ 88,935</u>	<u>\$ 51,146</u>	<u>\$ 338,016</u>	<u>\$ 30,036</u>	<u>\$ 31,549</u>	<u>\$ 235,187</u>	<u>\$ 11,097</u>

2019								2018
Program					Supporting Activities			
Track	Volleyball	Cheer	All Other Funds	Total Program Expenses	Management and General	Fundraising	Total Expenses	Total Expenses
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 34,447	\$ -	\$ 34,447	\$ 25,605
288	-	-	-	902	12,840	-	13,742	31,452
-	-	-	-	703	4,691	9,664	15,058	9,517
-	-	-	-	23,795	-	-	23,795	62,455
1,186	1,543	-	776	41,769	167,736	-	209,505	180,800
2,675	103	-	-	5,618	36,087	-	41,705	57,141
-	-	-	-	-	-	300,337	300,337	267,409
-	794	-	-	59,388	38	-	59,426	59,083
-	234	-	-	5,565	-	-	5,565	535
50	-	-	330	2,758	-	-	2,758	7,657
-	-	-	-	2,576	1,629	-	4,205	896
-	-	-	-	-	-	68,918	68,918	64,338
-	114	-	240	109,908	25,548	-	135,456	200,311
-	-	-	3,026	85,452	61,095	-	146,547	141,078
-	-	-	-	-	5,568	-	5,568	6,250
9,522	249	-	-	225,808	180,872	-	406,680	350,280
-	-	-	-	-	24,050	-	24,050	32,796
7,350	6,500	12,428	-	270,174	316,961	-	587,135	516,798
-	-	-	-	154,945	-	-	154,945	8,467
-	589	-	958	4,809	-	-	4,809	4,335
553	173	-	-	3,298	-	-	3,298	2,252
-	-	7,515	-	7,675	-	-	7,675	5,200
<u>\$ 21,624</u>	<u>\$ 10,299</u>	<u>\$ 19,943</u>	<u>\$ 5,330</u>	<u>\$ 1,005,143</u>	<u>\$ 871,562</u>	<u>\$ 378,919</u>	<u>\$ 2,255,624</u>	<u>\$ 2,034,655</u>

The Notes To Financial Statements are an integral part of these statements.

**Lion Athletics Association**  
**Statement Of Cash Flows**  
Year Ended June 30, 2019  
(With Comparative Totals For 2018)

	<u>2019</u>	<u>2018</u>
<b>Cash Flows From Operating Activities</b>		
Change in net assets	\$ (94,725)	\$ (39,721)
Adjustments to reconcile net income to net cash provided (used) by operating activities:		
Depreciation	146,547	141,078
(Increase) decrease in:		
Accounts receivable	(89,045)	(37,986)
Promises to give	100,000	100,000
Prepaid expenses	-	1,369
Increase (decrease) in:		
Accounts payable	(29,974)	(210,849)
Deferred revenue	<u>15,402</u>	<u>103,528</u>
Net cash provided (used) by operating activities	<u>48,205</u>	<u>57,419</u>
<b>Support Services</b>		
Purchase of property and equipment	<u>(52,424)</u>	<u>(28,640)</u>
Net cash provided (used) by investing activities	<u>(52,424)</u>	<u>(28,640)</u>
<b>Cash Flows From Financing Activities</b>		
Proceeds from long-term debt	152,500	-
Payments on long-term debt	<u>(81,323)</u>	<u>(70,390)</u>
Net cash provided (used) by financing activities	<u>71,177</u>	<u>(70,390)</u>
<b>Net Increase (Decrease) In Cash And Cash Equivalents</b>	<b>66,958</b>	<b>(41,611)</b>
Cash and cash equivalents at beginning of year	<u>246,126</u>	<u>287,737</u>
Cash and cash equivalents at end of year	<u>\$ 313,084</u>	<u>\$ 246,126</u>
Supplementary disclosures of cash flow information		
cash paid during the year for interest	<u>\$ 34,447</u>	<u>\$ 25,605</u>

The Notes To Financial Statements are an integral part of these statements.

**Lion Athletics Association**  
Notes To Financial Statement  
Year Ended June 30, 2019

**Note 1. Summary Of Significant Accounting Policies**

Nature of Organization

Lion Athletics Association (the Association) was incorporated on March 18, 1982, under the provisions of Louisiana Revised Statute 12:201 as a nonprofit corporation. The Association was formed to promote and support, on all levels, the Southeastern Louisiana University Athletics Programs. These programs include baseball, basketball, softball, football, golf, tennis, track, soccer, volley ball, cheerleading, athletic training and weight training. The Association is supported primarily through contributions from corporate sponsors and private donors.

Basis of Accounting

The accompanying financial statements of the Association have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) in its Accounting Standards Codification (ASC) 958-210-50-3, *Financial Statements of Not-for-Profit Organizations*. Under FASB ASC 958-210-50-3, the Association is required to report information regarding its financial position and activities according to two classes of net assets:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor-imposed restrictions. The governing board may designate, from net assets without donor restriction net assets for an operating reserve or board-designated endowment.

Net Assets With Donor Restrictions – Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature: those restrictions will be met by actions of the Association or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

**Lion Athletics Association**  
Notes To Financial Statement  
Year Ended June 30, 2019

**Note 1. Summary Of Significant Accounting Policies (continued)**

Revenue Recognition

Revenues are reported as increases in net asset with donor restrictions or without donor restrictions, depending on the existence and/or nature of any donor restrictions. All donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gain or losses on assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law.

Cash and Cash Equivalents

The Association considers all short term investments with an original maturity of three months or less to be cash equivalents.

Promises to Give

Contributions are recognized when the donor makes a promise to give the Association that is, in substance, unconditional. Donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

The Association uses the allowance method to determine uncollectible receivables. The allowance is based on prior year experience and managements analysis of specific promises made. At June 30, 2019, there is no allowance.

Use of Estimates

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

**Lion Athletics Association**  
Notes To Financial Statement  
Year Ended June 30, 2019

**Note 1. Summary Of Significant Accounting Policies (continued)**

Property, Plant and Equipment

Property, plant and equipment utilized by the Association are generally not recorded on the financial statement of the Association, as these assets are owned by Southeastern Louisiana University. For those assets owned by the Association, purchased property and equipment greater than \$1,000 is carried at cost; while donated property and equipment is recorded at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over an estimated life between five and twenty-five years.

Depreciation expense for the year ended June 30, 2019, was \$146,547.

Donated Services

A significant portion of the Association's functions are conducted by unpaid volunteers. The value of this contributed time is not reflected in the accompanying financial statements since the volunteers' time does not meet the requirement for recognition under FASB recommendations for not-for-profit entities.

Income Tax Status

Under provisions of the Internal Revenue Code, Section 501(c)(3), and the applicable income tax regulations of Louisiana, the Association is exempt from taxes on income other than unrelated business income. The Association has also been classified as an entity that is not a private foundation within the meaning of Section 509(a) and qualifies for deductible contributions as provided in Section 170(b)(1)(A)(VI). Since the Association had no unrelated business income during the year ended June 30, 2019, no provision for income tax was made. Management has evaluated its tax positions and has determined that there are no uncertainties in income taxes that require adjustments for or disclosures in the financial statements.

Also, the Association's federal income tax returns are subject to possible examination by the taxing authorities until the expiration of the related statutes of limitations on those returns. In general, federal income tax returns have a three year statute of limitations.

**Lion Athletics Association**  
Notes To Financial Statement  
Year Ended June 30, 2019

**Note 1. Summary Of Significant Accounting Policies (continued)**

Accounts Receivable

Accounts receivable represent amounts due the Association. They are stated at amounts management expects to collect from outstanding balances. An allowance for doubtful accounts is recorded based on a combination of write-off history, ageing analysis and any specific known troubled account. It is the Association's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected. The allowance account was \$-0- at June 30, 2019. At June 30, 2019, accounts receivable consist of the following:

Sponsorships	\$ 117,624
Southeastern Louisiana University	75,115
Others	2,463
Foundation	<u>36,202</u>
	<u>\$231,404</u>

Cost Allocation

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

Deferred Revenue

Lion Athletics Association adopted FASB ASC 210, which notes that collections received in advance of the delivery of goods or performance of services are intended to be included in liabilities, known as deferred revenues, which consisted of sponsorships, memberships, ticket fees and a la carte items. Deferred income was \$134,085 at June 30, 2019. The revenue from these contracts will be recognized in the year the athletic season associated with the item is completed.

Advertising

The Association's policy is to expense advertising costs as the costs are incurred.

Reclassifications

Certain reclassifications have been made to prior year financial statements in order for them to be in conformity with current year presentation.

**Lion Athletics Association**  
**Notes To Financial Statement**  
Year Ended June 30, 2019

**Note 1. Summary Of Significant Accounting Policies (continued)**

New Accounting Pronouncement

On August 18, 2016, the FASB issued ASU 2016-14, Not-for-Profit Entities (Topic 958) – the Presentation of Financial Statements of Not-for-Profit Entities. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The Association has adjusted the presentation of these statements accordingly.

**Note 2. Donated Services And Supplies**

In-kind donations of \$135,456 are for donated services and supplies that the Association would normally have had to purchase were recorded because the donations met the criteria of enhancing non-financial assets and the value of the services and materials provided were readily determinable.

**Note 3. Net Assets with Donor Restrictions**

Net assets with donor restrictions for the following programs or purpose at June 30, 2019:

Baseball and baseball facility	\$ 24,848
Men's basketball	20,333
Women's basketball	13,716
Football	148,960
Golf	3,716
Soccer and soccer facility	6,142
Softball	21,620
Tennis	5,816
Track and track facility	18,599
Athletic training	1,244
Volleyball	40,149
Cheerleading	22,054
Student athletic advisory committee	3,998
Weight training program	74,467
All other general funds	<u>32,909</u>
	<u>\$ 438,571</u>

**Lion Athletics Association**  
**Notes To Financial Statement**  
Year Ended June 30, 2019

**Note 3. Net Assets with Donor Restrictions (continued)**

Changes in Net Assets with donor restrictions for the fiscal year ended June 30, 2019 are as follows:

Net Assets With Donor Restrictions at July 1, 2018	\$ 448,441
Increase in Net Assets With Donor Restrictions	575,634
Net Assets Released from Restrictions	<u>(585,504)</u>
 Net Assets With Donor Restrictions at June 30, 2019	 <u>\$ 438,571</u>

**Note 4. Long-term Debt**

The Association has a note payable, dated March 17, 2017, to pay for turf on the baseball field and for the baseball scoreboard. Monthly payments are \$7,999.58, including interest and principal. The interest rate on this note is subject to change from time to time based on changes in an independent index. The Index currently is 5.75% per annum. The loan has a maturity date of March 17, 2022 with a balloon payment of the entire unpaid balance of principal and interest due at that time. The loan balance at June 30, 2019, was \$417,859.

The Association has a note payable, dated September 14, 2018, to pay for turf on the softball field. Monthly payments are \$2,197.13, including interest and principal. The interest rate on this note is subject to change from time to time based on changes in an independent index. The Index currently is 5.75% per annum. The loan has a maturity date of September 14, 2023 with a balloon payment of the entire unpaid balance of principal and interest due at that time. The loan balance at June 30, 2019, was \$139,432.

Interest expense paid and incurred was \$34,447 in 2019.

The future maturities of these notes payable as of June 30, 2019, are as follows:

<u>Year Ending</u>	
2020	\$ 97,805
2021	102,601
2022	277,446
2023	22,504
2024	<u>56,935</u>
	 <u>\$ 557,291</u>

Lion Athletic Association is required to comply with various covenants as listed in loan agreement with First Guaranty Bank. As of June 30, 2019, the Association was in compliance with the covenants.

**Lion Athletics Association**  
Notes To Financial Statement  
Year Ended June 30, 2019

**Note 5. Concentration Of Risk**

Concentration of credit risk arising from cash deposits

The Association maintains its cash balances at banks that are insured by the Federal Deposit Insurance Corporation. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000. At June 30, 2019, the balance in the bank exceeded the limit by approximately \$400,000.

Concentration of credit risk due to accounts receivable

Credit risk for accounts receivable can be concentrated if substantially all of the balances are receivable from entities located within the same geographic region. As of June 30, 2019, accounts receivable was \$142,359 and allowance for doubtful accounts was \$-0-. At June 30, 2019, approximately 32% or \$75,115 of the accounts receivables is due from Southeastern Louisiana University.

**Note 6. Related Party Transactions**

The Association occupies an office provided by Southeastern Louisiana University. Since the value of the facilities used by the Association is not readily determinable, no related donation income or rent expense is recorded. In addition, and in accordance with Louisiana Revised Statutes 17:3390, the Association is of the opinion that all expenditures and in-kind services, except unrestricted funds used for administration, benefit the University. These amounts greatly exceed the cost of housing, personnel, and other support furnished to the Association by the University.

Financial services for the Association are performed by Southeastern Louisiana University Foundation employees. The Association paid \$16,029 to the Foundation for the year ended June 30, 2019, for these services.

**Note 7. Fundraising Expense Ratio**

The following represents the entity's fund raising expense ratio for the year ended June 30, 2019:

Total support generated in the statement of activities	\$1,569,472
Fund raising expense	\$ 378,919
Fund raising expense ratio	24%

**Lion Athletics Association**  
Notes To Financial Statement  
Year Ended June 30, 2019

**Note 8. Contingencies**

The Association is occasionally involved in litigation and regulatory investigations arising in the ordinary course of operations. While the ultimate outcome of these matters is not presently determinable, it is the opinion of management that the resolution of outstanding claims will not have a material adverse effect on the financial position or results of operations of the Association.

The Association is liable to some Athletic coaches in the event the coach is terminated. The amounts vary by contract. The ultimate outcome of these matters is uncertain. It is the opinion of management such matters will not have a material effect upon the financial position of the Association.

**Note 9. Comparative Totals For 2018**

The financial statements include certain prior year summarized comparative information in total but not by fund. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Association's financial statements for the year ended June 30, 2018, from which the summarized information was derived.

**Note 10. Liquidity and Availability of Financial Assets**

The following reflects the Association's financial assets as of the statement of financial position date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date.

Cash and equivalents	\$ 313,804
Accounts receivable	<u>231,404</u>
Total financial assets at year-end	545,208
Less those unavailable for general expenditures within one year:	<u>-</u>
Financial assets available to meet cash needs for general expenditure within one year	<u>\$ 545,208</u>

As part the Association's liquidity management, the Association invests cash in excess of daily requirements in short term investments, typically savings accounts.

**Lion Athletics Association**  
Notes To Financial Statement  
Year Ended June 30, 2019

**Note 11. Prior Period Adjustment**

Net assets as of the beginning of the fiscal year have been adjusted to increase deferred revenue for adjustments to balances not previously recognized in the prior year. Accordingly, an adjustment of \$77,118 was made during 2019 to increase deferred revenue as of the beginning of the year. A corresponding entry was made to decrease net assets without donor restrictions by \$77,118; the amounts reported have been restated in the 2018 comparative financial statements now presented by increasing deferred revenue and decreasing ticket sales (revenue) by \$77,118.

**Note 12. Subsequent Events**

Management has evaluated subsequent events through the date that the financial statements were available to be issued, December 19, 2019.