

Hicks & Associates CPAs

CERTIFIED PUBLIC ACCOUNTANTS

KENTUCKY HIGH SCHOOL ATHLETIC ASSOCIATION

AUDIT SUMMARY AND PRESENTATION FOR THE YEAR ENDED JUNE 30, 2015

1. Services provided by Hicks & Associates CPAs:

- Audit of Kentucky High School Athletic Association's financial statements and supplemental information – Unmodified opinion
- Reports to management and recommendations on accounting procedures
- Preparation of form 990 and 990-T (tax returns)
- Available for tax and consulting advice

2. Financial highlights and indicators:

	<u>6/30/15</u>	<u>6/30/14</u>	<u>6/30/13</u>
• Total revenues	\$ 4,465,903	\$ 4,496,236	\$ 4,488,575
• Change in revenues	-0.67%	+0.17%	+0.27%
• Total expenses	\$ 4,755,014	\$ 4,617,403	\$ 4,532,452
• Change in expenses	+2.98%	+1.87%	-1.43%
• Net income (loss)	\$ (263,311)	\$ (84,927)	\$ (11,536)
• Boys basketball net revenue	\$ 908,639	\$ 1,161,369	\$ 1,020,324
• Change in boys basketball net revenue	-21.76%	+13.82%	+2.54%
• Total assets	\$ 3,768,043	\$ 4,009,352	\$ 4,119,337
• Total net assets	\$ 1,593,064	\$ 1,856,375	\$ 3,457,677
• Cash provided by operations	\$ (143,262)	\$ 267,732	\$ 68,100

3. Other Comments:

- For the year ended June 30, 2015, the Association was required to implement GASB No. 68 in its audited financial statements; this requires the Association to present its net pension liability for KERS in the statements of financial position including additional required disclosures
- Fixed asset additions totaled \$31,945 during the year ended June 30, 2015
- Depreciation expense totaled \$174,918 for the year ended June 30, 2015
- There was \$1,176,371 in cash as of June 30, 2015; of this amount, \$660,125 is unrestricted; \$466,549 is designated by the board; and \$49,697 is temporarily restricted