

Mid American Hockey Association, Inc.
Financial Statements
March 31, 2021

Mid American Hockey Association, Inc.
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Independent Auditor's Report

Members of the Board
Mid American Hockey Association, Inc.
Monongahela, Pennsylvania

We have audited the accompanying financial statements of Mid American Hockey Association, Inc. (a nonprofit organization), which comprise the statement of financial position - cash basis as of March 31, 2021, and the related statements of activities - cash basis and functional expenses - cash basis 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 the cash basis of accounting as described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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 assets, liabilities, and net assets of Mid American Hockey Association, Inc. as of March 31, 2021, and its support, revenue, and expenses for the year then ended in accordance with the cash basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Respectfully submitted,

Hosack, Specht, Muetzel & Wood LLP

HOSACK, SPECHT, MUETZEL & WOOD LLP
Pittsburgh, Pennsylvania
June 3, 2021

Mid American Hockey Association, Inc.
Statement of Financial Position – Cash Basis
March 31, 2021

ASSETS

Assets	
Current Assets	
Cash and Cash Equivalents	\$ 320,393
Investments	<u>656,881</u>
Total Assets	<u>\$ 977,274</u>

LIABILITIES AND NET ASSETS

Liabilities	<u>\$ -</u>
Net Assets	
Without Donor Restriction	<u>977,274</u>
Total Liabilities and Net Assets	<u>\$ 977,274</u>

See Accompanying Notes

Mid American Hockey Association, Inc.
Statement of Activities – Cash Basis
Year Ended March 31, 2021

	Without Donor Restriction
Support and Revenue	
Grant Revenue	\$ 111,071
Player Registration	173,823
Tournament Fees	131,490
Development Program Fees	18,422
Investment Gain (Loss)	167,659
Prior Year's Refund of Expenditures	<u>8,670</u>
Total Support and Revenue	<u>611,135</u>
Expenses	
Program Services	
Development Programs	26,170
Tournaments	64,337
Roger Sharrer Awards	52,608
Other Program Expenses	22,789
Supporting Services	
Management and General	<u>50,002</u>
Total Expenses	<u>215,906</u>
Change in Net Assets	395,229
Net Assets - April 1, 2020	<u>582,045</u>
Net Assets - March 1, 2021	<u>\$ 977,274</u>

See Accompanying Notes

Mid American Hockey Association, Inc.
Statement of Functional Expenses – Cash Basis
Year Ended March 31, 2021

	Development Programs	Tournaments	Roger Sharrer Awards	Other Program Expenses	Total Program Services	General and Administrative	Total Support Services	Total Expenses
Grants	\$ -	\$ -	\$ 52,608	\$ -	\$ 52,608	\$ -	\$ -	\$ 52,608
Independent Contractors	-	17,751	-	1,500	19,251	35,004	35,004	54,255
Facility Rental/Supplies	-	46,586	-	21,289	67,875	-	-	67,875
Office Expense	-	-	-	-	-	4,690	4,690	4,690
Bank and Wire Fees	-	-	-	-	-	540	540	540
Training, Seminars and Board Meetings	-	-	-	-	-	1,861	1,861	1,861
Accounting	-	-	-	-	-	5,060	5,060	5,060
Background Screening	-	-	-	-	-	52	52	52
Postage and Shipping	-	-	-	-	-	142	142	142
Website	-	-	-	-	-	595	595	595
Insurance	-	-	-	-	-	970	970	970
Refund of Prior Year's Receipts	26,170	-	-	-	26,170	-	-	26,170
Miscellaneous	-	-	-	-	-	1,088	1,088	1,088
	<u>\$ 26,170</u>	<u>\$ 64,337</u>	<u>\$ 52,608</u>	<u>\$ 22,789</u>	<u>\$ 165,904</u>	<u>\$ 50,002</u>	<u>\$ 50,002</u>	<u>\$ 215,906</u>

Mid American Hockey Association, Inc.
Notes to Financial Statements
March 31, 2021

Note 1 - Nature of Activities and Significant Accounting Policies

Nature of Activities

Mid American Hockey Association, Inc. is a nonprofit corporation organized for the purpose of promoting, maintaining, protecting and perpetuating amateur youth hockey in the geographical area of Indiana, Kentucky, Ohio, Western Pennsylvania and West Virginia. Mid American Hockey Association, Inc. is an affiliate of USA Hockey, Inc. However, USA Hockey, Inc. acknowledges that Mid American Hockey Association, Inc. is and shall remain a separate entity with complete authority to conduct its affairs and programs.

Basis of Accounting

The financial statements are prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles. Consequently, revenues are recognized when received rather than when earned, and expenses and purchases of assets are recognized when cash is disbursed rather than when the obligation is incurred.

Income Taxes

Mid American Hockey Association, Inc. is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation and therefore has made no provision for federal income taxes in the accompanying financial statements.

Accounting for Uncertain Income Tax Positions

The Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) on income taxes clarifies recognition, measurement, presentation and disclosure relating to uncertain tax positions. For financial statements covering periods prior to 2020, Mid American Hockey Association, Inc. evaluated uncertain tax positions in accordance with existing accounting principles and made such accruals and disclosures as might have been required. Mid American Hockey Association, Inc.'s federal income tax returns for tax years 2018 and beyond remain subject to examination by the Internal Revenue Service.

Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

Cash and Cash Equivalents

Cash and cash equivalents include checking and savings accounts. The carrying value of cash and cash equivalents approximates fair value.

Mid American Hockey Association, Inc.
Notes to Financial Statements
March 31, 2021

Public Support and Revenue

Grants and other contributions of cash and other assets are reported as with donor restriction support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, with donor restriction net assets are reclassified to without donor restriction net assets and reported in the statement of activities as net assets released from restrictions. As of March 31, 2021, all of the net assets of the Organization are without donor restriction.

Note 2 - Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of March 31, 2021, are:

Financial Assets:

Cash and Cash Equivalents	\$ 320,393
Investments	<u>656,881</u>
Amounts Available for General Expenditures within One Year	<u>\$ 977,274</u>

As shown above, Mid American Hockey Association, Inc. has a substantial amount of financial assets available for general expenditures within one year to cover any short-term cash needs.

Note 3 - Concentration of Credit Risk for Cash Held in Bank

Mid American Hockey Association, Inc. maintains cash balances in banks which are insured by Federal Deposit Insurance Corporation for up to \$250,000. As of March 31, 2021, \$70,393 of the Association's bank balance of \$320,393 was exposed to custodial credit risk.

Note 4 - Investments - USA Hockey Foundation

Mid American Hockey Association, Inc. has investment funds held by USA Hockey Foundation (the Foundation). Mid American Hockey is the sole beneficiary of any distributions from this fund.

The investment is recorded as an asset in the statement of financial position of Mid American Hockey Association, Inc. Investments held at the Foundation are pooled with other organizations' funds and are held and managed as a single fund. The investment objective will be the long-term maximization of total return through the use of investment strategies designed to maximize the long-term total return in a manner consistent with reasonable efforts to preserve the real value of capital. Mid American Hockey's ownership in such investments is represented by an undivided interest in investment portfolios managed by the Foundation, not in the underlying assets themselves.

Investment income includes interest, dividends, realized and unrealized gains and losses. The net realized gains (losses) were \$65,914 for the year ended March 31, 2021. The net unrealized gains (losses) were \$101,745 for the year ended March 31, 2021.

Mid American Hockey Association, Inc.
Notes to Financial Statements
March 31, 2021

Note 5 – Risk and Uncertainties

The COVID-19 outbreak in the United States caused economic uncertainties and business disruption through mandated and voluntary closings. The disruption impacted various aspects of the Association's operations. However, the ultimate outcome of the pandemic and its effects on the financial position and activities of the Association cannot be determined at this time. The Association's staff will continue to monitor operating results to mitigate any financial impact that may occur.

Note 6 - Evaluation of Subsequent Events

Mid American Hockey Association, Inc. has evaluated subsequent events through June 3, 2021, the date which the financial statements were available to be issued.