



Financial Statements
June 30, 2024 and 2023

Oklahoma Secondary Schools Activities Association

Oklahoma Secondary Schools Activities Association

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June 30, 2024 and 2023

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Independent Auditor's Report

To the Board of Directors
Oklahoma Secondary Schools Activities Association
Oklahoma City, Oklahoma

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the Oklahoma Secondary Schools Activities Association (the Association), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of Oklahoma Secondary Schools Activities Association as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Oklahoma Secondary Schools Activities Association and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management 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, and 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Oklahoma Secondary Schools Activities Association's ability to continue as a going concern for one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Oklahoma Secondary Schools Activities Association's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Oklahoma Secondary Schools Activities Association's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information on pages 17 through 19 is presented for the purposes of additional analysis and is not a required part of the 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 audits 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 GAAS. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 8, 2024 on our consideration of the Oklahoma Secondary Schools Activities Association's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Oklahoma Secondary Schools Activities Association's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Oklahoma Secondary Schools Activities Association's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Eide Bailly LLP".

Oklahoma City, Oklahoma
November 8, 2024

Oklahoma Secondary Schools Activities Association

Statements of Financial Position

June 30, 2024 and 2023

	2024	2023
Assets		
Cash and cash equivalents	\$ 2,556,094	\$ 2,218,241
Certificates of deposit	3,756,751	3,024,331
Investments	266,174	244,038
Accounts receivable	188,685	302,154
Insurance receivable	278,693	-
Prepaid expenses and other assets	20,453	8,988
Property and equipment, net	825,176	856,142
Total assets	\$ 7,892,026	\$ 6,653,894
Liabilities and Net Assets		
Accounts payable and accrued liabilities	\$ 184,270	\$ 276,150
Total liabilities	184,270	276,150
Net Assets		
Without donor restrictions	7,707,756	6,377,744
Total liabilities and net assets	\$ 7,892,026	\$ 6,653,894

Oklahoma Secondary Schools Activities Association

Statements of Activities

Years Ended June 30, 2024 and 2023

	2024	2023
Revenue, Support, and Gains		
Activities	\$ 7,579,482	\$ 6,583,529
Corporate sponsorship	757,166	578,673
Official's fees and camp	241,498	215,937
Royalties	398,782	484,078
Championship passes	32,335	29,800
Net investment return	194,520	82,567
In-kind contributions	35,962	35,962
Contribution	-	205,040
Insurance recovery	278,693	-
Miscellaneous	232,673	241,355
Total revenue, support, and gains	<u>9,751,111</u>	<u>8,456,941</u>
Expenses and Losses		
Program services expense	7,972,470	7,291,915
Management and administrative	448,629	412,950
Total expenses and losses	<u>8,421,099</u>	<u>7,704,865</u>
Change in Net Assets - Without Donor Restrictions	1,330,012	752,076
Net Assets, Beginning of Year	<u>6,377,744</u>	<u>5,625,668</u>
Net Assets, End of Year	<u>\$ 7,707,756</u>	<u>\$ 6,377,744</u>

Oklahoma Secondary Schools Activities Association

Statement of Functional Expenses

Year Ended June 30, 2024

	Program	Management and Administrative	Total
Activities	\$ 5,301,457	\$ -	\$ 5,301,457
Salaries and wages	1,216,776	214,725	1,431,501
Employee benefit programs	96,789	17,080	113,869
Pension fund	213,780	37,726	251,506
Payroll taxes	94,150	16,615	110,765
Telephone and internet	16,493	2,911	19,404
Postage	39,653	6,998	46,651
Utilities	35,868	6,330	42,198
Dues and subscriptions	2,975	525	3,500
Bldg. and equip. maintenance	15,349	2,709	18,058
Insurance	264,370	46,653	311,023
Board of directors	18,012	18,012	36,024
Committees and meeting costs	84,062	9,340	93,402
Legal fees	243,790	12,831	256,621
Professional fees - other	132,770	23,430	156,200
Official's expense	24,380	-	24,380
Data processing	14,191	2,504	16,695
Depreciation	65,739	11,601	77,340
Printing	39,228	6,922	46,150
Office and other	23,800	4,200	28,000
Automobile	28,838	5,089	33,927
Courtesy fund	-	2,428	2,428
	<u>\$ 7,972,470</u>	<u>\$ 448,629</u>	<u>\$ 8,421,099</u>

Oklahoma Secondary Schools Activities Association

Statement of Functional Expenses

Year Ended June 30, 2023

	Program	Management and Administrative	Total
Activities	\$ 4,947,611	\$ -	\$ 4,947,611
Salaries and wages	1,121,681	197,944	1,319,625
Employee benefit programs	85,280	15,049	100,329
Pension fund	161,117	28,432	189,549
Payroll taxes	84,553	14,921	99,474
Telephone and internet	16,506	2,913	19,419
Postage	35,582	6,279	41,861
Utilities	34,649	6,114	40,763
Dues and subscriptions	2,656	469	3,125
Bldg. and equip. maintenance	25,606	4,519	30,125
Insurance	295,473	52,142	347,615
Board of directors	19,081	19,080	38,161
Committees and meeting costs	69,983	7,776	77,759
Legal fees	88,592	4,663	93,255
Professional fees - other	109,217	19,273	128,490
Official's expense	23,287	-	23,287
Data processing	12,517	2,209	14,726
Depreciation	66,525	11,740	78,265
Printing	38,919	6,868	45,787
Office and other	23,044	4,067	27,111
Automobile	30,036	5,301	35,337
Courtesy fund	-	3,191	3,191
	<u>\$ 7,291,915</u>	<u>\$ 412,950</u>	<u>\$ 7,704,865</u>

Oklahoma Secondary Schools Activities Association

Statements of Cash Flows

Years Ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Cash Flows from Operating Activities		
Change in net assets	\$ 1,330,012	\$ 752,076
Adjustments to reconcile change in net assets to net cash from operating activities		
Depreciation	77,340	78,265
Realized and unrealized gain on operating investments	(22,136)	(5,532)
Changes in operating assets and liabilities		
Accounts receivable	113,469	(150,278)
Insurance receivable	(278,693)	-
Prepaid expenses and other assets	(11,465)	4
Accounts payable and accrued liabilities	(91,880)	13,466
Net Cash from Operating Activities	<u>1,116,647</u>	<u>688,001</u>
Cash Flows from Investing Activities		
Purchases of certificates of deposit	(1,253,806)	(2,872,505)
Maturities of certificates of deposit	521,386	2,331,738
Purchases of property and equipment	(46,374)	(75,624)
Net Cash used for Investing Activities	<u>(778,794)</u>	<u>(616,391)</u>
Net Change in Cash and Cash Equivalents	337,853	71,610
Cash and Cash Equivalents, Beginning of Year	<u>2,218,241</u>	<u>2,146,631</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 2,556,094</u></u>	<u><u>\$ 2,218,241</u></u>

Note 1 - Principal Activity and Significant Accounting Policies**Organization**

The Oklahoma Secondary Schools Activities Association (the "Association") is a not-for-profit organization whose mission is to provide support to secondary schools in Oklahoma for athletics, activities and other services. The Association's primary source of revenue is from event revenue, corporate sponsorships, and officials' fees. The Association falls under the regulations of the Oklahoma Extracurricular Activities Accountability Act.

Basis of Accounting

The financial statements have been prepared using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded as earned and expenses are recorded at the time liabilities are incurred.

Cash and Cash Equivalents

Cash and cash equivalents include various checking accounts. The Association considers cash equivalents to be all highly liquid debt instruments with a maturity of three months or less.

Receivables and Credit Policies

Receivables primarily consist of amounts due from corporate sponsorships and royalty agreements and are non-interest bearing. At June 30, 2024 and 2023, management considered all receivables to be fully collectible; therefore, no allowance for credit losses was considered necessary.

Property and Equipment

The cost of property, furniture and equipment is depreciated over the estimated useful lives of the related assets. Depreciation is computed using the straight-line method based on the following useful lives:

Buildings and improvements	20-40 years
Furniture and fixtures	7-10 years
Equipment	3-15 years
Transportation equipment	5 years

Maintenance and repairs which do not improve or extend the useful life of the asset are expensed when incurred. Additions and betterments in excess of \$1,000 are capitalized.

The Association records impairments to property and equipment when it becomes probable that the carrying value of the assets will not be fully recovered over their estimated lives. Impairments are recorded to reduce the carrying value of the assets to their estimated fair values determined by the Association based on facts and circumstances in existence at the time of the determination, estimates of probable future economic conditions, and other information. No impairments were recorded in 2024 or 2023.

Investments

The Association invests in certificates of deposit and mutual funds. Interest, dividends, and unrealized and realized gains and losses less external and direct internal investment expenses are reported as net investment return in the statement of activities. Mutual funds are recorded at fair value and certificates of deposits are recorded at the lower of fair value or cost.

The maturity dates of the certificates of deposit range from September 9, 2024, to May 23, 2025, and have interest rates that range from 3.64% to 5.46%.

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net Assets With Donor Restrictions – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. The Association has no net assets with donor restrictions as of June 30, 2024 and 2023.

Revenue and Revenue Recognition

Activity fees are collected and recognized over the duration period, which is generally one season, during which time member schools have continuous access to facilities, officials, equipment, and certain community events. The revenue from activity fees is used to cover the costs of operating the related activities and the Association, maintaining the common elements and improvements, and providing for facility repair and replacement. Official's fees are collected and recognized over the duration period, which is generally one season, during which time individuals can officiate the Association's sporting events. Activity and official's fees paid in advance are deferred to the period to which they relate. As of June 30, 2024 and 2023, there were no significant deferred revenues.

The Association recognizes activity revenue at the time of admission to the related events. Contract revenue from corporate sponsorships and royalty agreements is recognized over a point of time.

Donated Services and In-Kind Contributions

Volunteers contribute significant amounts of time to the Association's program services; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. In-kind contributions, consisting of donated goods, are recorded at fair value at the date of donation. These contributed goods were valued at \$35,962 for both years ended June 30, 2024, and 2023.

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include depreciation and maintenance which are allocated on a square footage basis, as well as salaries and wages, benefits, payroll taxes, professional services, office expenses, information technology, interest, insurance, and other, which are allocated on the basis of estimates of time and effort.

Income Taxes

The Association has been ruled tax exempt by the Internal Revenue Service under the provisions of Section 501(c)(3) of the Internal Revenue Code. The Association does not believe it has engaged in any activity that would result in an uncertain tax position. As a result, management does not believe that any uncertain tax positions currently exist, and no loss contingency has been recognized in the accompanying financial statements. Tax statutes dictate that tax returns filed in any previous three reporting periods remain open to federal or state examination. Currently there are no open examinations with either the Internal Revenue Service or state taxing authorities.

Management believes that the Association has appropriate support for any tax positions taken affecting its annual filing requirements. Certain transactions of the Association are currently under review for potential unrelated business tax income but currently, these tax positions are not expected to be material to the financial statements.

The Association would recognize future accrued interest and penalties related to unrecognized tax benefits and liabilities in income tax expense if such interest and penalties are incurred.

Estimates

The preparation of financial statements in conformity 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 reporting period. Actual results could differ from those estimates and those differences could be material.

Financial Instruments and Credit Risk

The Association manages deposit concentration risk by placing cash, mutual funds, and certificates of deposit with financial institutions believed by management to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in mutual funds. At June 30, 2024 and 2023, the Association's bank balances exceeded the FDIC-insured limits by \$3,419,717 and \$2,418,628, respectively. To date, Oklahoma Secondary Schools Activities Association has not experienced losses in any of these accounts.

Credit risk associated with accounts receivable is considered to be limited due to long-standing relationships with those companies and subsequent collection of those accounts.

Although the fair values of investments are subject to fluctuation on a year-to-year basis, management believes that the investment policies and guidelines are prudent for Oklahoma Secondary Schools Activities Association.

Adoption of New Accounting Standard

As of July 1, 2023, the Association adopted Accounting Standards Update (ASU) No. 2016-13, *Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments* (ASU 2016-13), which replaces the incurred loss methodology with an expected loss methodology that is referred to as the current expected credit loss (CECL) methodology. The CECL model is applicable to the measurement of credit losses on financial assets measured at amortized cost, including trade and loan receivables, and held to maturity debt securities. CECL requires entities to measure all expected credit losses for financial assets held at the reporting date based on historical experience, current conditions, and reasonable and supportable forecasts. The update also requires that credit losses on available-for-sale debt securities be presented as an allowance rather than a write-down of the security. This standard provides financial statement users with more decision-useful information about the expected losses on financial instruments.

The Association adopted ASU 2016-13 using the modified retrospective review method for all financial assets measured at amortized cost. Results for reporting periods beginning after July 1, 2023, are presented under Topic 326 while prior period amounts continue to be reported in accordance with previously applicable GAAP. The adoption of the new standard did not materially impact the Association's Statements of Financial Position or Statements of Cash Flows.

Subsequent Events

Subsequent events have been evaluated through November 8, 2024, the date the financial statements were available to be issued.

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 the statement of financial position date, comprise the following as of June 30, 2024:

Cash and cash equivalents	\$ 2,556,094
Certificates of Deposit (CDs)	3,756,751
Accounts receivable	188,685
Insurance receivable	278,693
Investments	<u>266,174</u>
Financial assets available for general expenditure	<u>\$ 7,046,397</u>

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following as of June 30, 2023:

Cash and cash equivalents	\$ 2,218,241
Certificates of Deposit (CDs)	3,024,331
Accounts receivable	302,154
Investments	<u>244,038</u>
Financial assets available for general expenditure	<u>\$ 5,788,764</u>

As part of a liquidity management plan, cash in excess of daily requirements is invested in mutual funds and CDs.

Note 3 - Fair Value Measurements and Disclosures

Certain assets are reported at fair value in the financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available.

Oklahoma Secondary Schools Activities Association

Notes to Financial Statements

June 30, 2024 and 2023

A three-tier hierarchy categorizes the inputs as follows:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets that Oklahoma Secondary Schools Activities Association can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset, either directly or indirectly. These include quoted prices for similar assets in active markets, quoted prices for identical or similar assets in markets that are not active, inputs other than quoted prices that are observable for the asset, and market-corroborated inputs.

Level 3 – Unobservable inputs for the asset. In these situations, Oklahoma Secondary Schools Activities Association develops inputs using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, taking into account factors specific to the asset. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to Oklahoma Secondary Schools Activities Association's assessment of the quality, risk or liquidity profile of the asset.

Assets measured at fair value on a recurring basis consist of mutual funds held by the Association. Mutual funds are valued based on quoted market prices from active markets which the Association has access. Certificates of deposit are not listed below as such amounts are held at cost which approximates fair value.

The following table summarizes the valuation of the Association's assets by fair value hierarchy levels as of June 30, 2024 and 2023:

2024			
	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
Total			
Mutual funds	\$ 266,174	\$ -	\$ -
2023			
	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
Total			
Mutual funds	\$ 244,038	\$ -	\$ -

Oklahoma Secondary Schools Activities Association

Notes to Financial Statements

June 30, 2024 and 2023

Note 4 - Property and Equipment

Property and equipment consists of the following at June 30, 2024 and 2023:

	2024	2023
Land	\$ 361,824	\$ 361,824
Buildings and improvements	982,940	982,940
Furniture and fixtures	154,034	154,034
Equipment	122,295	122,295
Transportation equipment	200,412	208,562
	1,821,505	1,829,655
Less accumulated depreciation and amortization	(996,329)	(973,513)
	<u>\$ 825,176</u>	<u>\$ 856,142</u>

Depreciation expense totaled \$77,340 and \$78,265 for the years ended June 30, 2024 and 2023, respectively.

Note 5 - Employee Benefits

The Association has adopted a Simplified Employee Pension Plan (a "SEP") to provide benefits to all eligible employees. All Association employees who have been employed for six months and who have reached twenty-one years of age are eligible participants; however, the employer contribution is discretionary. Employee contributions to these accounts are not permitted. The Association's contribution for the years ended June 30, 2024 and 2023 were \$251,506 and \$189,549, respectively, included in pension fund expense.

Note 6 - Contingencies

The Association is responsible for establishing, monitoring, and enforcing the guidelines for participation as approved by its membership. At times, the Association is named in litigation challenging the Association's ruling and seeking monetary damages and attorney costs. The Association maintains insurance for potential losses with a deductible of \$50,000 per occurrence at June 30, 2024. In management's opinion, the resolution of litigation matters, if any, would not have a material effect on the financial position of the Association at June 30, 2024 and 2023.

The Association's employee retention credit filings remain open for potential examination by the Internal Revenue Service through the statute of limitations, which has varying expiration dates extending through 2027. Any disallowed claims resulting from such examinations could be subject to repayment to the federal government.

Note 7 - Employee Retention Credit (ERC)

The Coronavirus Aid, Relief, and Economic Security Act provided an employee retention credit (the credit) which is a refundable tax credit against certain employment taxes of up to \$5,000 per employee for eligible employers. The credit is equal to 50% of qualified wages paid to employees, capped at \$10,000 of qualified wages through December 31, 2020. During the year ended June 30, 2023, the Association recorded a \$75,000 related to the credit which is presented in the statement of operations as revenue.

The Consolidated Appropriations Act of 2021 and the American Rescue Plan Act of 2021 expanded the availability of the credit, extended the credit through September 30, 2021, and increased the credit to 70% of qualified wages, capped at \$7,000 per quarter. As a result of the changes to the credit, the maximum credit per employee increased from \$10,000 in 2020 to \$21,000 in 2021. During the year ended June 30, 2023, the Association recorded a \$130,040 benefit related to the credit which is presented in the statement of operations as revenue.



Supplementary Information
June 30, 2024 and 2023

Oklahoma Secondary Schools Activities Association

Oklahoma Secondary Schools Activities Association

Detailed Activity Schedule

Year Ended June 30, 2024

	Site Revenue/ Expenditures	Other Revenue/ Expenditures	Total
Basketball			
Revenue	\$ 2,824,594	\$ 35,840	\$ 2,860,434
Expenditures	1,857,613	26,364	1,883,977
Net	966,981	9,476	976,457
Football			
Revenue	1,305,755	12,520	1,318,275
Expenditures	871,125	15,597	886,722
Net	434,630	(3,077)	431,553
Music			
Revenue	398,492	10,360	408,852
Expenditures	362,141	6,948	369,089
Net	36,351	3,412	39,763
Softball			
Revenue	649,284	20,070	669,354
Expenditures	483,338	15,047	498,385
Net	165,946	5,023	170,969
Baseball			
Revenue	545,472	15,780	561,252
Expenditures	376,155	12,709	388,864
Net	169,317	3,071	172,388
Track			
Revenue	222,508	57,300	279,808
Expenditures	261,878	5,284	267,162
Net	(39,370)	52,016	12,646
Speech			
Revenue	27,410	4,720	32,130
Expenditures	40,513	-	40,513
Net	(13,103)	4,720	(8,383)
Wrestling			
Revenue	260,176	19,950	280,126
Expenditures	253,244	6,527	259,771
Net	6,932	13,423	20,355

Oklahoma Secondary Schools Activities Association

Detailed Activity Schedule

Year Ended June 30, 2024

	Site Revenue/ Expenditures	Other Revenue/ Expenditures	Total
Cheerleading			
Revenue	\$ 132,848	\$ 4,700	\$ 137,548
Expenditures	69,426	4,497	73,923
Net	63,422	203	63,625
Game Day Cheerleading			
Revenue	155,332	20,200	175,532
Expenditures	41,979	-	41,979
Net	113,353	20,200	133,553
Soccer			
Revenue	284,563	9,360	293,923
Expenditures	89,890	2,382	92,272
Net	194,673	6,978	201,651
Golf			
Revenue	61,244	99,420	160,664
Expenditures	135,558	225	135,783
Net	(74,314)	99,195	24,881
Swimming and Diving			
Revenue	49,596	4,160	53,756
Expenditures	29,886	420	30,306
Net	19,710	3,740	23,450
Tennis			
Revenue	70,975	7,679	78,654
Expenditures	63,315	-	63,315
Net	7,660	7,679	15,339
Cross Country			
Revenue	111,849	24,640	136,489
Expenditures	78,904	364	79,268
Net	32,945	24,276	57,221
Volleyball			
Revenue	101,660	5,000	106,660
Expenditures	51,188	4,133	55,321
Net	50,472	867	51,339

Oklahoma Secondary Schools Activities Association

Detailed Activity Schedule

Year Ended June 30, 2024

	Site Revenue/ Expenditures	Other Revenue/ Expenditures	Total
Academic			
Revenue	\$ -	\$ 26,025	\$ 26,025
Expenditures	49,317	-	49,317
Net	(49,317)	26,025	(23,292)
E-Sports			
Revenue	-	-	-
Expenditures	3,321	-	3,321
Net	(3,321)	-	(3,321)
Other			
Revenue	-	-	-
Expenditures	50,788	31,381	82,169
Net	(50,788)	(31,381)	(82,169)
Totals			
Revenue	7,201,758	377,724	7,579,482
Expenditures	5,169,579	131,878	5,301,457
Net	\$ 2,032,179	\$ 245,846	\$ 2,278,025



Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

To the Board of Directors
Oklahoma Secondary Schools Activities Association
Oklahoma City, Oklahoma

We have audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the Oklahoma Secondary Schools Activities Association (the Association), which comprise the Association's statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon dated November 8, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Association's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control. Accordingly, we do not express an opinion on the effectiveness of the Association's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Association's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Association's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Association's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Oklahoma City, Oklahoma