

Wheelchair and Ambulatory Sports USA, Inc.

FINANCIAL STATEMENTS

For the Year Ended

December 31, 2011

Wheelchair and Ambulatory Sports USA, Inc.

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Wheelchair and Ambulatory Sports USA, Inc.
Statement of Financial Position
December 31, 2011

	Unrestricted Net Assets	Temporarily Restricted Net Assets	Permanently Restricted Net Assets	Totals
ASSETS				
Current Assets				
Checking/Savings	\$ 74,836	\$ 69,037	\$ -	\$ 143,873
Other Current Assets	-	-	-	-
Investments	168,402	-	-	168,402
Total Other Current Assets	<u>168,402</u>	<u>-</u>	<u>-</u>	<u>168,402</u>
Total Current Assets	243,238	69,037	-	312,275
				-
Total Fixed Assets	-	-	-	-
TOTAL ASSETS	<u><u>\$ 243,238</u></u>	<u><u>\$ 69,037</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 312,275</u></u>
LIABILITIES & EQUITY				
Liabilities				
Current Liabilities				
Accounts Payable	\$ 5,005	\$ -	\$ -	\$ 5,005
Other Current Liabilities				
Fiduciary Accounts	71,477	-	-	71,477
Total Other Current Liabilities	<u>76,482</u>	<u>-</u>	<u>-</u>	<u>76,482</u>
Total Current Liabilities	<u>76,482</u>	<u>-</u>	<u>-</u>	<u>76,482</u>
Total Liabilities	76,482	-	-	76,482
Net Assets				
Unrestricted	166,756	-	-	166,756
Temporarily Restricted	-	69,037	-	69,037
Permanently Restricted	-	-	-	-
Total Equity	<u>166,756</u>	<u>69,037</u>	<u>-</u>	<u>235,793</u>
TOTAL LIABILITIES & EQUITY	<u><u>\$ 243,238</u></u>	<u><u>\$ 69,037</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 312,275</u></u>

Wheelchair and Ambulatory Sports USA, Inc.
Statement of Activities
December 31, 2011

	<u>Net Assets</u>	<u>Net Assets</u>	<u>Net Assets</u>	<u>Totals</u>
Ordinary Income/Expense				
Income				
ADF Account Fees	\$ 1,075	\$ -	\$ -	\$ 1,075
Contributions Income	10,152	55,712	-	65,864
Investment Income	6,008	-	-	6,008
Membership Dues	33,092	-	-	33,092
Miscellaneous Income	-	-	-	-
Program Fees	39,232	-	-	39,232
Grants	20,000	-	-	20,000
Rental and Other	3,598	-	-	3,598
Net Assets released from restrictions	41,436	(41,436)	-	-
Total Income	<u>154,593</u>	<u>14,276</u>	<u>-</u>	<u>168,869</u>
Expense				
Program Expenses	137,777	-	-	137,777
Management And General	12,578	-	-	12,578
Fundraising	3,045	-	-	3,045
Total Expenses	<u>153,400</u>	<u>-</u>	<u>-</u>	<u>153,400</u>
Changes in Net Assets				
from Operating Activities	1,193	14,276	-	15,469
Unrealized Gain(Loss) from				
Investments	<u>(8,815)</u>	<u>-</u>	<u>-</u>	<u>(8,815)</u>
Total Change in Net Assets	(7,622)	14,276	-	6,654
Net Assets Beginning	<u>174,378</u>	<u>54,761</u>	<u>-</u>	<u>229,139</u>
Net Assets Ending	<u><u>\$ 166,756</u></u>	<u><u>\$ 69,037</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 235,793</u></u>

Wheelchair and Ambulatory Sports USA, Inc.
Statement of Cash flows
For the Year Ended December 31, 2011

	Unrestricted Net Assets	Temporarily Restricted Net Assets	Permanently Restricted Net Assets	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Change in net assets	\$ (7,622)	\$ 14,276	\$ -	\$ 6,654
Adjustments to reconcile change in net cash provided by operating activities				
Change in assets and liabilities				
Decrease in prepaid expenses	-			-
Increase in accounts payable	230			230
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net Cash provided by (used by) operating activities	<u>(7,392)</u>	<u>14,276</u>	<u>-</u>	<u>6,884</u>
CASH FLOW FROM INVESTING ACTIVITIES				
Decrease in marketable securities	3,196			3,196
Decrease in athlete development and other fiduciary accounts	(11,789)	-	-	(11,789)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net Cash provided by (used by) investing activities	<u>(8,593)</u>	<u>-</u>	<u>-</u>	<u>(8,593)</u>
INCREASE (DECREASE) IN CASH	(15,985)	14,276	-	(1,709)
CASH, BEGINNING OF YEAR	<u>90,821</u>	<u>54,761</u>	<u> </u>	<u>145,582</u>
CASH, END OF YEAR	<u><u>74,836</u></u>	<u><u>69,037</u></u>	<u><u>-</u></u>	<u><u>143,873</u></u>

Wheelchair and Ambulatory Sports USA, Inc.
Schedule of Functional Expenses
For the Year Ended December 31, 2011

	Program Services:	Supporting Services:		Totals
	Disability Sports Development	Management and General	Fundraising	
Athlete Development Costs	41,436	-	-	41,436
Account Service Charges	599	212	-	811
Compensation	29,400	7,785	1,945	39,130
Dues and Subscriptions	2,659	-	-	2,659
Depreciation	5,324	-	-	5,324
Equipment Rental	-	-	-	-
Taxes and Licenses	-	-	-	-
Interest Expense	-	-	-	-
Insurance	15,267	1,078	-	16,345
Marketing	240	-	-	240
Miscellaneous	-	29	-	29
Office Supplies	-	104	-	104
Postage and Delivery	99	46	-	145
Printing and Reproduction	-	50	-	50
Professional Fees	-	1,100	1,100	2,200
Program Expense	40,909	-	-	40,909
Rent	-	-	-	-
Storage Fees	-	806	-	806
Telephone	1,844	1,251	-	3,095
Travel & Ent	-	-	-	-
Website Expenses	-	117	-	117
Total Expense	137,777	12,578	3,045	153,400

Wheelchair and Ambulatory Sports USA, Inc.
Notes to Financial Statements
December 31, 2011

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Wheelchair and Ambulatory Sports USA, Inc. is a nonprofit corporation organized in the state of New York. The corporate office is in Kendall Park, New Jersey. Its purpose is to promote and develop athletics for physically disabled athletes in the United States through regional and national competitions. The organization qualifies as a tax-exempt organization under section 501(c)(3) of the Internal Revenue Code and is exempt from federal and state income tax.

Basis of Accounting

The Organization maintains its accounting records using the accrual basis of accounting.

Depreciation

Depreciation is calculated using the straight-line method over the estimated useful lives of the assets. Depreciation expense is allocated to programs and support services.

Use of 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 and disclosure of contingent 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.

Cash and Cash Equivalents

The Company considers short-term investment securities with maturities of three months or less as cash equivalents. At December 31 there were no cash equivalents.

Functional Expenses

The Organization allocates its expenses on a functional basis among its various programs and support services. Expenses that can be identified with a specific program or support service are allocated directly according to their expenditure classification. Other expenses that are common to several functions are allocated based on management's estimate.

Investments

Investments are considered available for sale and recorded at fair value.

Advertising

The Company advertises in certain trade publications. Costs are expensed as incurred.

Wheelchair and Ambulatory Sports USA, Inc.
Notes to Financial Statements
December 31, 2011

NOTE 2 - FIXED ASSETS

The following is a schedule of the components of Fixed Assets as of December 31, 2011:

	Cost <u>12/31/10</u>	Additions	Disposals	Cost <u>12/31/11</u>	Accumulated Depreciation
Equipment	\$ 54,315	\$ 5,324	\$ -	\$ 59,639	\$ 59,639

NOTE 3 - TEMPORARILY RESTRICTED ASSETS

The Organization maintains Athlete Development funds for member athletes to be used for training, competition, travel and equipment needs. Donors contribute to the athletes funds and they are designated for this purpose. Athletes submit requests to be reimbursed for these expenditures. The balance of the funds held in these accounts at December 31, 2011 is \$69,037.

NOTE 4 - FIDUCIARY ACCOUNTS

The Organization maintains funds for various sport NGB's (National Governing Body), RSO's (Regional Sports Organizations) and other programs designated by the Board. A portion of the membership fees charged is allocated to these NGB's and RSO's to be used to advance the various sports supported by the organization. At December 31, 2011 the following were funds were held:

NGB's	\$ 42,430
RSO,s	6,629
Other Programs	<u>22,418</u>
	<u>\$ 71,477</u>

NOTE 5 - OPERATING LEASES

The Organization leases storage space for records on a month to month basis for \$ 69 per month with estimated 5% increases each year. The anticipated annual expense for he following four years is as follows:

12-31-12	\$ 828
12-31-13	\$ 852
12-31-14	\$ 872
12-31-15	\$ 895

Wheelchair and Ambulatory Sports USA, Inc.
Notes to Financial Statements
December 31, 2011

NOTE 7- RISKS AND UNCERTAINTIES

The Organization maintains several bank accounts which are subject to the loss limitation rules of the FDIC. Under these rules, if the financial institution were to close, the accounts are insured up to \$250,000 per customer. The amount of excess funds at December 31, 2011 are \$0.

The Organization maintains liability insurance to reduce the risk of loss for any claims that might arise during the course of its operations.

NOTE 13 INCOME TAXES

The Organization evaluates all significant tax positions as required by generally accepted accounting principles in the United States. As of December 31, 2011, the Organization does not believe that it has taken any tax positions that would require the recording of any additional tax liability. The Organization's tax returns are subject to examination by the appropriate taxing jurisdictions. As of December 31, 2011, the Organization's federal and various state returns generally remain open for the last three years.

Wheelchair & Ambulatory Sports, USA
Profit & Loss Prev Year Comparison
 January through August 2012

	<u>Jan - Aug 12</u>	<u>Jan - Aug 11</u>	<u>\$ Change</u>	<u>% Change</u>
Ordinary Income/Expense				
Income				
ADF Account Fees	1,100.00	1,075.00	25.00	2.33%
Contributions Income	19,384.22	7,310.33	12,073.89	165.16%
Grants	0.00	20,000.00	-20,000.00	-100.0%
Investment Income	3,347.79	5,408.92	-2,061.13	-38.11%
Membership Dues	24,027.00	27,553.88	-3,526.88	-12.8%
Miscellaneous Income	3,352.78	0.00	3,352.78	100.0%
Program Fees	18,837.10	29,040.90	-10,203.80	-35.14%
Sales	0.00	3,510.00	-3,510.00	-100.0%
Total Income	<u>70,048.89</u>	<u>93,899.03</u>	<u>-23,850.14</u>	<u>-25.4%</u>
Expense				
Dues and Subscriptions	2,809.96	2,659.45	150.51	5.66%
Employee	25,833.57	25,836.00	-2.43	-0.01%
Office Expenses	3,330.15	3,460.91	-130.76	-3.78%
Professional Fees	0.00	0.00	0.00	0.0%
Program Expense	35,955.18	56,463.63	-20,508.45	-36.32%
Supplies	0.00	239.88	-239.88	-100.0%
Website Expenses	233.82	17.88	215.94	1,207.72%
Total Expense	<u>68,162.68</u>	<u>88,677.75</u>	<u>-20,515.07</u>	<u>-23.13%</u>
Net Ordinary Income	1,886.21	5,221.28	-3,335.07	-63.88%
Other Income/Expense				
Other Income				
Other Income	11,094.00	-4,990.00	16,084.00	-322.33%
Total Other Income	<u>11,094.00</u>	<u>-4,990.00</u>	<u>16,084.00</u>	<u>-322.33%</u>
Net Other Income	<u>11,094.00</u>	<u>-4,990.00</u>	<u>16,084.00</u>	<u>-322.33%</u>
Net Income	<u><u>12,980.21</u></u>	<u><u>231.28</u></u>	<u><u>12,748.93</u></u>	<u><u>5,512.34%</u></u>