

Mid American Hockey Association, Inc.
Financial Statements
March 31, 2023

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

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

Opinion

We have audited the accompanying financial statements of Mid American Hockey Association, Inc. (a nonprofit organization), which comprise the statement of financial position - modified cash basis as of March 31, 2023, and the related statements of activities - modified cash basis and functional expenses – modified cash basis for the year then ended, and the related notes to the financial statements.

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, 2023, and its support, revenue, and expenses for the year then ended in accordance with the modified cash basis of accounting as described in Note 1.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 Mid American Hockey Association, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified 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 this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting described in Note 1, and for determining that the modified 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 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 generally accepted 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 generally accepted auditing standards, we:

- Exercise professional judgement 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 Mid American Hockey Association, Inc.'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 Mid American Hockey Association, Inc.'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.

Respectfully submitted,

Hosack, Specht, Muetzl & Wood LLP

HOSACK, SPECHT, MUETZEL & WOOD LLP
Pittsburgh, Pennsylvania
June 14, 2023

Mid American Hockey Association, Inc.
Statement of Financial Position – Modified Cash Basis
March 31, 2023

ASSETS

Assets	
Current Assets	
Cash and Cash Equivalents	\$ 454,337
Investments	<u>632,400</u>
Total Assets	<u>\$1,086,737</u>

LIABILITIES AND NET ASSETS

Liabilities	<u>\$ -</u>
Net Assets	
Without Donor Restriction	<u>1,086,737</u>
Total Liabilities and Net Assets	<u>\$1,086,737</u>

See Accompanying Notes

Mid American Hockey Association, Inc.
Statement of Activities – Modified Cash Basis
Year Ended March 31, 2023

	Without Donor Restriction
Support and Revenue	
Grant Revenue	\$ 99,285
Player Registration	189,648
Tournament Fees	166,375
Development Program Fees	282,804
Investment Gain (Loss)	<u>(40,141)</u>
Total Support and Revenue	<u>697,971</u>
Expenses	
Program Services	
Development Programs	362,396
Tournaments	77,491
Roger Sharrer Awards	106,327
Other Program Expenses	34,126
Supporting Services	
Management and General	<u>85,957</u>
Total Expenses	<u>666,297</u>
Change in Net Assets	31,674
Net Assets - April 1, 2022	<u>1,055,063</u>
Net Assets - March 31, 2023	<u><u>\$ 1,086,737</u></u>

See Accompanying Notes

Mid American Hockey Association, Inc.
Statement of Functional Expenses – Modified Cash Basis
Year Ended March 31, 2023

	Development Programs	Tournaments	Roger Sharrer Awards	Other Program Expenses	Total Program Services	General and Administrative	Total Support Services	Total Expenses
Grants	\$ -	\$ -	\$ 106,327	\$ -	\$ 106,327	\$ -	\$ -	\$ 106,327
Independent Contractors	93,831	31,438	-	-	125,269	35,004	35,004	160,273
Facility Rental/Supplies	122,137	46,053	-	34,126	202,316	-	-	202,316
Travel, Room and Board	146,428	-	-	-	146,428	33,695	33,695	180,123
Office Expense	-	-	-	-	-	992	992	992
Bank and Wire Fees	-	-	-	-	-	3,033	3,033	3,033
Training, Seminars and Board Meetings	-	-	-	-	-	5,779	5,779	5,779
Accounting	-	-	-	-	-	5,030	5,030	5,030
Postage and Shipping	-	-	-	-	-	28	28	28
Website	-	-	-	-	-	595	595	595
Insurance	-	-	-	-	-	1,615	1,615	1,615
Miscellaneous	-	-	-	-	-	186	186	186
	<u>\$ 362,396</u>	<u>\$ 77,491</u>	<u>\$ 106,327</u>	<u>\$ 34,126</u>	<u>\$ 580,340</u>	<u>\$ 85,957</u>	<u>\$ 85,957</u>	<u>\$ 666,297</u>

See Accompanying Notes

Mid American Hockey Association, Inc.
Notes to Financial Statements
March 31, 2023

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 modified 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 2022, 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 2020 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, 2023

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, 2023, 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, 2023, are:

Financial Assets:

Cash and Cash Equivalents	\$ 454,337
Investments	<u>632,400</u>
Amounts Available for General Expenditures within One Year	<u>\$ 1,086,737</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, 2023, \$204,337 of the Association's bank balance of \$454,337 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 \$12,418 for the year ended March 31, 2023.

Mid American Hockey Association, Inc.
Notes to Financial Statements
March 31, 2023

Note 5 - Evaluation of Subsequent Events

Mid American Hockey Association, Inc. has evaluated subsequent events through June 14, 2023, the date which the financial statements were available to be issued.