

**ILLINOIS HIGH SCHOOL ASSOCIATION  
Bloomington, Illinois**

**Financial Statements**

**June 30, 2023 and 2022**

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## **Independent Auditor's Report**

To the Board of Directors  
Illinois High School Association  
Bloomington, Illinois

### ***Opinion***

We have audited the accompanying financial statements of Illinois High School Association (a nonprofit organization), which comprise the statements of financial position as of June 30, 2023 and 2022, 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 financial statements referred to above present fairly, in all material respects, the financial position of Illinois High School Association as of June 30, 2023 and 2022, 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. 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 Illinois High School 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 the 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 Illinois High School Association's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Independent Auditor's Report – Continued**  
**June 30, 2023 and 2022**

***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 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 Illinois High School 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 Illinois High School 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.

***Other Matter***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information listed on the table of contents is presented for 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 related 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 audit 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 auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

*Strigel Knobloch + Company LLC*

Bloomington, Illinois  
December 4, 2023

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Statements of Financial Position**  
**June 30,**

	2023	2022
<b>Assets</b>		
Current assets:		
Cash	\$ 3,268,102	\$ 2,552,070
Investment securities	4,734,342	4,393,481
Accounts receivable	977,431	705,436
Accrued interest receivable	20,930	15,018
Due from IHSA Foundation	316	-
Prepaid expenses	<u>200,350</u>	<u>49,553</u>
Total current assets	<u>9,201,471</u>	<u>7,715,558</u>
Other assets:		
Other assets – held in rabbi trust	319,083	278,547
Right-of-use assets – noncurrent	<u>15,295</u>	<u>-</u>
Total other assets	<u>334,378</u>	<u>278,547</u>
Property, building and equipment – net:		
Property, building and equipment	3,659,485	3,659,485
Less: accumulated depreciation	<u>(2,733,365)</u>	<u>(2,648,348)</u>
Property, building and equipment – net	<u>926,120</u>	<u>1,011,137</u>
 Total assets	 <u>\$ 10,461,969</u>	 <u>\$ 9,005,242</u>
<b>Liabilities and Net Assets</b>		
Current liabilities:		
Accounts payable	\$ 133,167	\$ 206,234
Accrued expenses	67,038	121,002
Deferred revenue	394,042	503,956
Due to IHSA Foundation	-	645
Lease liabilities – current	<u>6,979</u>	<u>-</u>
Total current liabilities	<u>601,226</u>	<u>831,837</u>
Long-term liabilities:		
Pension and deferred compensation	2,249,886	3,105,013
Lease liabilities – non-current	<u>8,316</u>	<u>-</u>
Total long-term liabilities	<u>2,258,202</u>	<u>3,105,013</u>
Total liabilities	2,859,428	3,936,850
 Net assets:		
Net assets without donor restrictions	<u>7,602,541</u>	<u>5,068,392</u>
 Total liabilities and net assets	 <u>\$ 10,461,969</u>	 <u>\$ 9,005,242</u>

The accompanying notes are an integral part of these statements.

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Statements of Activities**  
**For the Years Ended June 30,**

	<u>2023</u>	<u>2022</u>
Revenues, gains and other support:		
Athletic officials	\$ 941,427	\$ 827,963
Athletic tournaments – boys	6,099,310	5,947,474
Athletic tournaments – girls	2,380,742	2,277,095
Contests	525,998	434,890
Investment income, net	359,081	(526,596)
Other	<u>2,371,087</u>	<u>2,768,614</u>
Total revenues, gains and other support	<u>12,677,645</u>	<u>11,729,440</u>
Program expenses:		
Athletic officials	275,613	249,273
Athletic tournaments - boys	3,656,715	3,276,384
Athletic tournaments - girls	1,985,725	1,890,642
Contests	558,131	491,703
Other	<u>697,004</u>	<u>660,097</u>
Total program expenses	<u>7,173,188</u>	<u>6,568,099</u>
Excess of revenues, gains and other support over expenses before administrative expenses	5,504,457	5,161,341
Administrative expenses	<u>(4,006,008)</u>	<u>(3,774,355)</u>
Change in net assets from operations	1,498,449	1,386,986
Pension-related changes other than net periodic pension costs	<u>1,035,700</u>	<u>1,398,296</u>
Total change in net assets	2,534,149	2,785,282
Net assets at beginning of year	<u>5,068,392</u>	<u>2,283,110</u>
Net assets at end of year	<u>\$ 7,602,541</u>	<u>\$ 5,068,392</u>

The accompanying notes are an integral part of these statements.

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Statements of Functional Expenses**  
**For the Years Ended June 30,**

	<u>2023</u>	<u>2022</u>
Program expenses:		
Athletic officials	\$ 275,613	\$ 249,273
Athletic tournaments	5,642,440	5,167,026
Contests	558,131	491,703
Publications	125,670	58,551
Souvenirs	1,788	2,918
Awards	350,400	314,543
Sportsmanship	2,976	863
TV/Internet	210,000	275,000
Special Events	<u>6,170</u>	<u>8,222</u>
Total program expenses	<u>7,173,188</u>	<u>6,568,099</u>
General and administrative expenses:		
Actuarial services	23,721	23,533
Audit and legal services	101,502	131,031
Automobile	24,014	20,328
Bad debt expense	100	400
Board of Directors	52,294	42,407
Building improvements	11,515	11,684
Building utilities	63,784	62,565
Committee expenses	52,076	18,389
Depreciation	85,017	95,820
Employee expense	52,621	40,837
Insurance	654,721	609,556
Maintenance	12,088	26,058
Miscellaneous	161	-
Office expenses	117,099	125,724
Postage	66,323	57,503
Printing	31,265	24,444
Promotion	2,424	-
Retirement expenses:		
Pension	353,378	191,907
Contributions – 401(k)	140,675	238,476
Deferred compensation	46,659	45,987
Salaries and related taxes	2,091,625	1,989,307
Sales tax	2,993	2,283
Sponsorship	390	150
Telephone	<u>19,563</u>	<u>15,966</u>
Total general and administrative expenses	<u>4,006,008</u>	<u>3,774,355</u>
Total expenses	<u>\$ 11,179,196</u>	<u>\$ 10,342,454</u>

The accompanying notes are an integral part of these statements.

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Statements of Cash Flows**  
**For the Years Ended June 30,**

	2023	2022
Cash flows from (used in) operating activities:		
Change in net assets	\$ 2,534,149	\$ 2,785,282
Adjustments to reconcile change in net assets to cash from (used in) operating activities:		
Bad debt expense	100	400
Depreciation	85,017	95,820
(Gain) loss on sale of fixed assets	-	-
Realized (gain) loss on sale of investments	(30,393)	(27,208)
Unrealized (gain) loss on investments	(165,153)	688,579
Debt forgiveness – PPP Loan	-	(411,095)
Change in operating assets and liabilities:		
Accounts receivable	(272,095)	(379,620)
Accrued interest receivable	(5,912)	(1,755)
Prepaid expenses	(150,797)	100,878
Accounts payable	(73,067)	(3,101)
Accrued expenses	(53,964)	21,654
Deferred revenue	(109,914)	299,591
Pension and deferred compensation liabilities	(855,127)	(1,488,107)
Due to/from IHSA Foundation	(961)	766
Net cash from (used in) operating activities	901,883	1,682,084
Cash flows from (used in) investing activities:		
Purchase of fixed assets	-	(97,361)
Proceeds from sale of fixed assets	-	-
Purchase of investments held in rabbi trust	(102,459)	(80,152)
Proceeds from sale of investments held in rabbi trust	61,923	60,120
Purchase of investments	(1,090,320)	(628,864)
Proceeds from sale of investments	945,005	454,331
Net cash from (used in) investing activities	(185,851)	(291,926)
Change in cash	716,032	1,390,158
Cash at beginning of year	2,552,070	1,161,912
Cash at end of year	\$ 3,268,102	\$ 2,552,070

The accompanying notes are an integral part of these statements.



# ILLINOIS HIGH SCHOOL ASSOCIATION

## Notes to Financial Statements

June 30, 2023 and 2022

### Note 1 – Summary of Accounting Policies

#### Organization

The Illinois High School Association (the “Association”), a nonprofit association, was formed to supervise and control interscholastic activities in which its member schools within the State of Illinois may engage. The Association’s primary source of revenue is gate receipts from athletic tournaments.

#### Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

#### Basis of Presentation

Under FASB ASC 958, the Association is required to distinguish between contributions received for each net asset category in accordance with donor-imposed restrictions. Under these standards, the Association reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net Assets Without Donor Restrictions are those assets presently available for use by the Association at the discretion of the Board.

Net Assets With Donor Restrictions are those assets which are subject to donor-imposed stipulations that may or will be met, either by actions of the Association and/or the passage of time, or with a donor-imposed restriction that stipulates that resources be maintained permanently but permits the Association to use up or expend part or all of the income (or other economic benefits) derived from the donated assets.

The Association did not have any net assets with donor restrictions as of June 30, 2023 and 2022.

#### 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 the revenues, expense, gains, losses and other changes in net assets during the reporting period. Actual results could differ from those estimates.

#### Concentration of Credit Risk

The Association maintains cash balances at financial institutions located in the area. Accounts at the institutions are insured by the Federal Deposit Insurance Corporation up to \$250,000. Balances may exceed the insured limit throughout the year. The Association believes there is no significant risk with respect to these deposits.

See independent auditor’s report.

# ILLINOIS HIGH SCHOOL ASSOCIATION

## Notes to Financial Statements – Continued

June 30, 2023 and 2022

### Note 1 – Summary of Accounting Policies – Continued

#### Functional Expenses

The cost of providing various programs and supporting services are summarized on a functional basis in the Statements of Activities. Expenses are directly charged to the appropriate activity, where feasible. The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, they require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include operating and overhead expenses. These expenses are allocated among the programs and administrative services based on an estimated percentage of what functions are benefited. Personnel costs are allocated based on estimates of time and effort, by individual employee. The Association reevaluates its allocation method each year to determine if adjustments are necessary based on actual activities conducted during the year.

#### Cash

The Association considers cash on hand and on deposit with banks and financial institutions to be cash.

#### Receivables and Credit Policies

Accounts receivable are uncollateralized customer obligations that generally require payment within thirty days from the date of occurrence. Accounts receivable are stated at the invoice amount. Due to the uncertainty regarding collection, penalty fees, if any, are recognized as income when received. Account balances with specific amounts over 45 days old are considered delinquent.

Payments of accounts receivable are applied to the specific occurrence identified on the customer's remittance advise or, if unspecified, to the earliest unpaid document. In the case that a customer is also a vendor, account receivable and account payable balance are netted together, which eliminates one account and reduces the other.

Management reviews accounts receivable balances that exceed one year from the occurrence and based on an assessment of current creditworthiness, estimates the portion, if any, of the balance that will not be collected. All accounts or portions thereof deemed to be uncollectible are written off to bad debt expense. Bad debt expense for the years ended June 30, 2023 and 2022 was \$100 and \$400, respectively.

#### Certificates of Deposit

Certificates of deposit are carried at cost.

#### Investment Securities

Investments are stated at fair value based on quoted market prices or recent trade activities and unrealized and realized gains (losses) are reflected in the statements of activities.

See independent auditor's report.

# ILLINOIS HIGH SCHOOL ASSOCIATION

## Notes to Financial Statements – Continued

June 30, 2023 and 2022

### Note 1 – Summary of Accounting Policies – Continued

#### Other Assets

As further described in Note 7, the Association has a nonqualified deferred compensation plan. Assets held in the rabbi trust for the plan are recorded as other assets on the statements of financial position, measured at fair value, and are subject to claims by creditors of the Association in the event of insolvency.

#### Property Building and Equipment

Property, building and equipment are carried at cost. Depreciation is computed at annual rates sufficient to amortize the cost over their estimated useful lives (between three and forty years), principally on the straight-line basis. An addition of equipment in an amount that does not exceed \$2,500 per item is expensed as incurred.

#### Income Taxes

The Association is a not-for-profit corporation and is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. An informational return, Form 990, is filed with the Internal Revenue Service each year.

#### Deferred Revenue

Officials' fees collected in advance for the coming school year have been included in deferred revenue in the accompanying statement of financial position. Such deferred revenue is recognized as revenue when earned during the coming school year.

#### Advertising

The Association expenses advertising costs as incurred. Total advertising expense was \$2,424 and \$-0- for the years ending June 30, 2023 and 2022, respectively.

#### Revenue Recognition

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are recorded as decreases in net assets without donor restrictions.

Contributions, including unconditional promises to give, are recognized as revenues in the period that the unconditional promise is received. All other donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires or otherwise met, net assets with donor restrictions are reclassified to net assets without donor restrictions. Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been substantially met.

See independent auditor's report.

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Notes to Financial Statements – Continued**  
**June 30, 2023 and 2022**

**Note 1 – Summary of Accounting Policies – Continued**

Revenue Recognition – Continued

The Association reports gifts of land, buildings, and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Association reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service. During 2023 and 2022, the Association received \$-0- of in-kind property and services.

The Association's performance obligation for ticket revenue is satisfied as events are performed, and revenue is recognized immediately or in the month of the related events. Officials and membership fees are deferred until earned during the related sporting season. TV/Internet income and royalty income are recognized over time based on the length of the related agreements.

Adoption of New Accounting Policy

Due to amendments to U.S. generally accepted accounting principles (US GAAP), commencing July 1, 2022, all real estate and equipment leases that have lease terms exceeding 12 months will now be required to be recorded on the balance sheet as right-of-use assets accompanied by liabilities for the present value of the lease payments that the Organization is obligated to make in order to obtain control of the leased assets for the duration of each lease term.

Lease-related expense, under these amendments, will be recognized in different patterns depending on whether the underlying lease is classified as an operating lease or a finance lease. Total lease expense for operating leases will be recognized as a single expense using the straight-line method over the term of the lease, which includes options to renew the lease that we are reasonably certain to exercise. Finance lease expense will consist of two components, interest expense on the lease obligation payable and straight-line amortization of the right-of-use asset.

Implementation of these amendments is reflected retrospectively as of July 1, 2022, the effective date of the amendments. As a result of implementation, the Organization recorded additional lease assets and liabilities of \$24,113 as of July 1, 2022. To ease the burden of implementation, the Organization elected an available package of practical expedients permitted under the transition guidance included in the amended US GAAP that permits the Organization to carry forward the historical lease identification, classification and initial direct costs associated with the Organization's pre-existing leases. The implementation of these amendments did not materially impact the Organization's net income or cash flows. Apart from these amendments, there have been no other changes in significant accounting policies during the year ended June 30, 2023.

See independent auditor's report.

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Notes to Financial Statements – Continued**  
**June 30, 2023 and 2022**

**Note 1 – Summary of Accounting Policies – Continued**

Adoption of New Accounting Policy – Continued

The Organization determines if an arrangement is a lease or contains a lease at the inception of the contract. The Organization operating leases are presented under the captions operating lease right-of-use (ROU) assets, current portion of operating lease liabilities, and long-term portion of operating lease liabilities in the accompanying balance sheet as of June 30, 2023. The Organization does not have any finance leases as of June 30, 2023.

Both operating lease and finance lease ROU assets and lease liabilities are initially measured as the present value of future lease payments over the lease term as determined at each lease’s commencement date. In measuring assets and liabilities for certain classes of underlying assets, the Organization has elected a practical expedient to account for lease and nonlease components together as a single lease component. The following table summarizes the interest rates the Organization uses to discount lease payments by class of underlying leased assets and those classes of leased assets for which the Organization has elected the practical expedient to combine lease and nonlease components:

Class of Underlying Leased Assets	Interest Rate Used to Discount Lease Payments		Elected Treatment of Lease and Nonlease Components
	Arms-Length Leases	Related Party Leases	
Commercial Real Estate	The Organization’s incremental borrowing rate	Interest rate implicit in the lease if readily determinable; otherwise, the Organization’s incremental borrowing rate	Separately accounted for and allocated based on relative standalone fair values
Vehicles Copiers and other office equipment	Nominal yield at lease inception, applicable to U.S. treasury instruments with a maturity of similar length to the lease term		Combined and treated as a single lease component

Operating lease expense is recognized on a straight-line basis over the term of each lease. Operating lease ROU assets include all fixed contractual lease payments and initial direct costs incurred by the Organization, less any lease incentives the Organization receives from the lessor. Facility leases generally obligate the Organization for lease expense, nonlease reimbursements to the lessor of the Organization’s proportionate share of common area maintenance (CAM), and non-component reimbursements to the lessor of certain of the lessor’s costs such as real estate taxes and lessor insurance premiums applicable to the leased property. As permitted by US GAAP, the Organization has elected not to apply these new lease accounting policies to leases with a term of less than one year at the lease’s commencement date. Expenses associated with these short-term leases are recognized on a straight-line basis over the term of the lease. The Organization’s lease agreements do not contain any material variable lease payments, residual value guarantees, options to purchase leased assets, or restrictive covenants. See Note 9 for additional disclosures regarding leases.

See independent auditor’s report.

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Notes to Financial Statements – Continued**  
**June 30, 2023 and 2022**

**Note 1 – Summary of Accounting Policies – Continued**

Reclassifications

Certain prior year amounts have been reclassified for consistency with the current year presentation. These reclassifications had no effect on the reported results of operations.

**Note 2 – Revenue from Contracts with Customers**

Contract Assets and Liabilities

The Association had the following contract assets and liabilities for the years ended June 30:

<u>Accounts receivable</u>	<u>2023</u>	<u>2022</u>
Beginning of year	\$ 705,436	\$ 326,216
End of year	977,431	705,436
<u>Deferred revenue</u>		
Beginning of year	\$ 503,956	\$ 204,365
End of year	394,042	503,956

Disaggregated Revenues from Contracts with Customers

For the years ended June 30, 2023 and 2022, the Association recognized \$10,874,417 and \$10,700,832, respectively from contracts with customers. Revenue recognized for services transferred over time was \$1,537,442 and \$1,743,359 for the years ended June 30, 2023 and 2022, respectively. Revenue recognized for services and goods transferred at a point in time was \$9,336,975 and \$8,957,473 for the years ended June 30, 2023 and 2022, respectively.

**Note 3 – Fair Value Measurements**

The Association has determined the fair value of certain assets and liabilities through application of ASC 820. The fair value hierarchy ranks the quality and reliability of the information used to determine fair values. Financial assets and liabilities carried at fair value are classified and disclosed in one of the following three categories:

- Level 1 – Valuations for assets and liabilities traded in active exchange markets. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.
- Level 2 – Valuations for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third party pricing services for identical or similar assets or liabilities.
- Level 3 – Valuations for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discounted cash flow models and similar techniques, and not based on market exchange, dealer or broker traded transactions. Level 3 valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets.

See independent auditor's report.

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Notes to Financial Statements – Continued**  
**June 30, 2023 and 2022**

**Note 3 – Fair Value Measurements – Continued**

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Common stocks and mutual funds listed on a national market or exchange are valued at the last sales price, or if there is no sale and the market is still considered active at the last transaction price before year end. Corporate bonds are valued based on either the most recent observable trade and/or external quotes. The fair value of municipal bonds is derived using recent trade activity, market price quotations, and new issuance levels. In the absence of this information, fair value is calculated using comparable bonds credit spreads. Current interest rates, credit events, and individual bond characteristics such as coupon, call features, maturity, and revenue purpose are considered in the valuation process.

Fair values of assets and liabilities measured on a recurring basis are as follows:

	<u>Fair Value</u>	<u>Fair Value Measurements at Reporting Date Using</u>		
		<u>(Level 1)</u>	<u>(Level 2)</u>	<u>(Level 3)</u>
<u>June 30, 2023</u>				
Common stock	\$ 1,950,391	\$ 1,950,391	\$ -	\$ -
Mutual funds	899,910	899,910	-	-
Money market funds <sup>1</sup>	44,717	40,717	-	-
Mutual funds <sup>1</sup>	274,366	274,366	-	-
Corporate bonds	707,161	707,161	-	-
Municipal bonds	<u>1,176,880</u>	<u>-</u>	<u>1,176,880</u>	<u>-</u>
	<u>\$ 5,053,425</u>	<u>\$ 3,872,545</u>	<u>\$ 1,176,880</u>	<u>\$ -</u>
<u>June 30, 2022</u>				
Common stock	\$ 1,792,644	\$ 1,792,644	\$ -	\$ -
Mutual funds	953,614	953,614	-	-
Money market funds <sup>1</sup>	31,773	31,773	-	-
Mutual funds <sup>1</sup>	246,774	246,774	-	-
Corporate bonds	568,551	568,551	-	-
Municipal bonds	<u>1,078,672</u>	<u>-</u>	<u>1,078,672</u>	<u>-</u>
	<u>\$ 4,672,028</u>	<u>\$ 3,593,356</u>	<u>\$ 1,078,672</u>	<u>\$ -</u>

<sup>1</sup>Money market funds and mutual funds held in a rabbi trust are included in other assets in the statements of financial position.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Association believes its valuation methods are appropriate and consistent with our market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

See independent auditor's report.

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Notes to Financial Statements – Continued**  
**June 30, 2023 and 2022**

**Note 4 – Investment Securities and Certificates of Deposit**

As of June 30, investment securities consisted of the following:

	<u>2023</u>	<u>2022</u>
Common stock – equity (at fair value)	\$ 1,950,391	\$ 1,792,644
Mutual funds (at fair value)	899,910	953,614
Corporate and municipal bonds (at fair value)	<u>1,884,041</u>	<u>1,647,223</u>
	<u>\$ 4,734,342</u>	<u>\$ 4,393,481</u>

For the year ended June 30, investment income consisted of the following:

	<u>2023</u>	<u>2022</u>
Interest and dividends net of expenses of \$24,388 and \$25,453, respectively	\$ 163,535	\$ 134,775
Realized gain on investment securities	30,393	27,208
Unrealized gain (loss) on investment securities	<u>165,153</u>	<u>(688,579)</u>
	<u>\$ 359,081</u>	<u>\$ (526,596)</u>

**Note 5 – Property, Building and Equipment**

Property, building and equipment at cost consist of the following as of June 30:

	<u>2023</u>	<u>2022</u>
Automobiles	\$ 165,662	\$ 165,662
Office furniture and equipment	1,096,474	1,096,474
Building	2,313,272	2,313,272
Land	<u>84,077</u>	<u>84,077</u>
	<u>\$ 3,659,485</u>	<u>\$ 3,659,485</u>

Depreciation expense for the years ended June 30, 2023 and 2022 was \$85,017 and \$95,820, respectively.

**Note 6 – Pension Plan**

The Association has a defined benefit pension plan covering substantially all of its employees. The Association’s policy is to fund current pension costs with at least the minimum amount that is required under the Employee Retirement Income Security Act of 1974 (ERISA). Contributions are intended to provide not only benefits attributed to service to date but also for those expected to be earned in the future. The benefits are based on years of service and the employee’s compensation reduced by a social security benefit. This plan has been frozen effective July 1, 2008.

See independent auditor’s report.



**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Notes to Financial Statements – Continued**  
**June 30, 2023 and 2022**

**Note 6 – Pension Plan – Continued**

The following sets forth the plan’s funded status and amounts recognized in the Association’s financial statements as of June 30:

	<u>2023</u>	<u>2022</u>
Projected benefit obligation	\$ (10,421,709)	\$ (11,068,023)
Plan assets at fair value	<u>9,231,911</u>	<u>9,085,412</u>
Funded status, included in pension and deferred compensation liabilities on the statements of financial position	\$ <u>(1,189,798)</u>	\$ <u>(1,982,611)</u>
Employer contributions	\$ <u>160,000</u>	\$ <u>247,737</u>
Accumulated benefit obligation	\$ <u>(10,421,709)</u>	\$ <u>(11,068,023)</u>
Benefits paid	\$ <u>718,820</u>	\$ <u>699,485</u>

Amounts recognized in the statement of activities for the years ended June 30:

	<u>2023</u>	<u>2022</u>
Interest cost	\$ 466,793	\$ 346,131
Expected return on plan assets	(221,277)	(262,086)
Amortization of prior service cost	<u>107,862</u>	<u>107,862</u>
Net periodic pension cost	353,378	191,907
Employer contributions	(160,000)	(247,737)
Pension related changes other than net periodic pension cost	<u>(986,191)</u>	<u>(1,148,068)</u>
	\$ <u>(792,813)</u>	\$ <u>(1,203,898)</u>

The assumptions shown below were used in accounting for the pension plan for the year ended June 30:

	<u>2023</u>	<u>2022</u>
Discount rate	4.89%	4.37%
Rates of increase in compensation (due to freeze)	0.00%	0.00%
Expected long-term rate of return on assets	5.10%	2.57%

The discount rate and expected rate of return on plan assets are critical assumptions which significantly affect pension accounting. Even relatively small changes in these rates would significantly change the recorded pension expense and accrued liability. Management believes the discount rate and expected rate of return on plan assets used in determining its year end pension accounting are reasonable based on currently available information. However, it is at least reasonably possible that these assumed rates will be revised in the near term, based on future events and changes in circumstances.

See independent auditor’s report.

**ILLINOIS HIGH SCHOOL ASSOCIATION**

**Notes to Financial Statements – Continued**

**June 30, 2023 and 2022**

**Note 6 – Pension Plan – Continued**

The Association’s expected long-term rate of return on plan assets assumption of 5.10% is based on using the “building block” approach described by the Actuarial Standards Board in Actuarial Standards of Practice No. 27 – *Selection Economic Assumptions for Measuring Pension Obligations*. Based on the Association’s investment policy for the pension plan in effect as of the beginning of fiscal year, a best estimate range was determined for the expected real rate of return and using a mid-point of each expectation.

The following table summarizes plan assets measured at fair value as of June 30, 2023, segregated by the level of valuation inputs within the fair value hierarchy utilized to measure fair value.

	Fair Value Measurements at Reporting Date Using			Total Fair Value
	(Level 1)	(Level 2)	(Level 3)	
Cash	\$ -	\$ -	\$ -	\$ -
Equity securities:				
Common stock	2,024,537	-	-	2,024,537
Exchange traded funds	71,203	-	-	71,203
Mutual funds	1,593,969	-	-	1,593,969
	<u>3,689,709</u>	<u>-</u>	<u>-</u>	<u>3,689,709</u>
Fixed income:				
Money market funds	326,207	-	-	326,207
Mutual funds	1,699,140	-	-	1,699,140
Corporate bonds	1,147,850	-	-	1,147,850
Municipal bonds	-	2,369,005	-	2,369,005
	<u>3,173,197</u>	<u>2,369,005</u>	<u>-</u>	<u>5,542,202</u>
Total	\$ <u>6,862,906</u>	\$ <u>2,369,005</u>	\$ <u>-</u>	\$ <u>9,231,911</u>

The Association’s asset allocation as of June 30, 2022 was as follows:

Equity	40%	\$ 3,679,162
Fixed income	60%	5,406,250
Cash	0%	<u>-</u>
Total	100%	\$ <u>9,085,412</u>

The Associations’ target asset allocation as of June 30, 2023, by asset category, is as follows:

Equity	30-60%
Fixed income	40-65%
Cash	0-10%

See independent auditor’s report.

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Notes to Financial Statements – Continued**  
**June 30, 2023 and 2022**

**Note 6 – Pension Plan – Continued**

The Association’s investment policy includes various guidelines and procedures designed to ensure assets are invested in a manner necessary to meet expected future benefits earned by participants. The investment guidelines consider a broad range of economic conditions. Central to the policy are target allocation ranges (shown above) by major asset categories.

The objective of the target allocations is to maintain investment portfolios that diversify risk through prudent asset allocation parameters, achieve asset returns that meet or exceed the plan’s actuarial assumptions, and achieve asset returns that are competitive with like institutions employing similar investment strategies.

The investment policy is periodically reviewed by the Association and a designated third-party fiduciary for investment matters. The policy is established and administered in a manner to comply at all times with applicable government regulations. The investment statements are reviewed quarterly by the Board of Directors. The Association expects to contribute \$100,000 to its pension plan for the year ending June 30, 2023.

The following benefit payments which reflect expected future service, as appropriate, are expected to be paid:

Years Ending June 30,	
2024	\$ 740,892
2025	729,002
2026	721,533
2027	723,778
2028	722,188
2029-2033	3,516,367

Reconciliation of items not yet reflected in net periodic benefit cost is as follows:

	<u>July 1, 2022</u>	<u>Reclassified as Net Periodic Benefit Cost</u>	<u>Amounts Arising During Period</u>	<u>June 30, 2023</u>
Net loss	\$ <u>503,668</u>	\$ <u>(107,862)</u>	\$ <u>(878,329)</u>	\$ <u>(482,523)</u>
	<u>July 1, 2021</u>	<u>Reclassified as Net Periodic Benefit Cost</u>	<u>Amounts Arising During Period</u>	<u>June 30, 2022</u>
Net loss	\$ <u>1,651,736</u>	\$ <u>(107,862)</u>	\$ <u>(1,040,206)</u>	\$ <u>503,668</u>

See independent auditor’s report.

**ILLINOIS HIGH SCHOOL ASSOCIATION**

**Notes to Financial Statements – Continued**

**June 30, 2023 and 2022**

**Note 7 – Employee Benefit Plans**

The Association has a 401(k) savings plan and trust covering substantially all full-time employees. The Association matches 100% of the first 3% of earnings contributed by each employee. The Association also contributes 7% of the administrators’ salaries into two lump sum payments during the year, with an exception being those who participate in the deferred compensation plan. Expenses for the plan were \$140,675 and \$238,476 for the years ending June 30, 2023 and 2022, respectively.

Effective June 15, 2009, the Association established a nonqualified deferred compensation plan for the purpose of providing supplemental retirement benefits to certain employees in connection with the freeze of benefit accruals of the Association’s pension plan.

The following table sets forth the plan’s funded status and amounts recognized in the Association’s financial statements as of June 30:

	2023	2022
Projected benefit obligation	\$ (1,060,088)	\$ (1,122,402)
Fair value of plan assets	319,083	278,547
Funded status	\$ (741,005)	\$ (843,855)
Accrued benefit cost included in long-term pension and deferred compensation liabilities	\$ (1,060,088)	\$ (1,122,402)
Accumulated benefit obligation	\$ (1,060,088)	\$ (1,122,402)
Employer contributions	\$ 100,000	\$ 100,000
Benefits paid	\$ 61,923	\$ 60,120

Amounts recognized in statements of activities for the years ended June 30:

	2023	2022
Interest cost	\$ 48,024	\$ 35,728
Expected return on plan assets	(2,267)	(2,091)
Amortization of net (gain) loss	902	12,350
Net periodic benefit cost	46,659	45,987
Actual gain (loss)		
Employer contributions	(100,000)	(100,000)
Actual return on		
Benefit related changes other than net periodic benefit cost	(49,509)	(250,228)
	\$ (102,850)	\$ (304,241)

See independent auditor’s report.

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Notes to Financial Statements – Continued**  
**June 30, 2023 and 2022**

**Note 7 – Employee Benefit Plans – Continued**

Amounts used to determine benefit obligation as of June 30:

	<u>2023</u>	<u>2022</u>
Discount rate	4.90%	4.41%
Rates of increase in compensation	N/A	N/A
Expected long-term rate of return on assets	4.25%	0.925%

The following benefit payments, which reflect expected future service, as appropriate, are expected to be paid as follows:

<u>Years Ended</u> <u>June 30,</u>	
2024	\$ 63,526
2025	64,842
2026	64,634
2027	65,372
2028	66,560
2029-2033	348,315

**Note 8 – Illinois High School Activities Foundation**

The Illinois High School Activities Foundation was incorporated on February 14, 1994 to promote and support educational and/or charitable interest, by scholarship, donation, loan or otherwise. The Association is the sole member of the Foundation. The Foundation’s by-laws provide the Association with the authority to appoint all directors of the Foundation. The net assets and changes in net assets of the Foundation are insignificant and, accordingly, have not been consolidated with the financial statements of the Association.

**Note 9 – Leases**

*As of and for the Year Ended August 31, 2023*

The Association leases certain office equipment under noncancelable operating leases with monthly payments between \$209 and \$352, expiring between November 30, 2023 and June 30, 2027. The components of lease expense for the year ended June 30, 2023, consist of the following:

<u>Cost element</u>	<u>Line item of Statement of Income</u>	<u>Amount</u>
Operating lease cost	Cost of revenue	\$ -
	Operating expenses	<u>12,088</u>
Total operating lease cost		<u>\$ 12,088</u>

See independent auditor’s report.

**ILLINOIS HIGH SCHOOL ASSOCIATION**

**Notes to Financial Statements – Continued**

**June 30, 2023 and 2022**

**Note 9 – Leases – Continued**

*As of and for the Year Ended August 31, 2023 – Continued*

Future minimum lease payments for the next five years and in the aggregate under all noncancelable leases with a term of one year or greater as of June 30, 2023, are as follows for the years ending June 30:

2024	\$	7,555
2025		2,991
2026		2,991
2027		<u>2,991</u>
Total future minimum lease payments		16,528
Less: imputed interest included therein		<u>(1,233)</u>
Net	\$	<u><u>15,295</u></u>

The following table provides additional information related to the Association’s operating leases as of June 30, 2023:

Current portion of lease liabilities	\$	6,979
Long-term portion of lease liabilities		<u>8,316</u>
Total lease liabilities	\$	<u><u>15,295</u></u>
Weighted average remaining lease term		3.05 years
Weighted average discount rate		5.00%

The following table provides supplemental cash flow information related to the Association’s leases for the year ended June 30, 2023:

Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash outflows for operating leases	\$	9,722
Right-of-use assets obtained in exchange for incurring lease liabilities:		
Operating leases	\$	24,113

*As of and for the Year Ended August 31, 2022*

The Association leases certain office equipment under noncancelable operating leases with monthly payments between \$134 and \$352, expiring between June 30, 2022 and June 30, 2027. Total lease expense for the year ended June 30, 2022 was \$14,059. Future minimum lease payments are as follows for the years ended June 30:

2023	\$	8,666
2024		4,036
2025		2,991
2026		2,991
2027		<u>2,991</u>
Total	\$	<u><u>21,675</u></u>

See independent auditor’s report.

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Notes to Financial Statements – Continued**  
**June 30, 2023 and 2022**

**Note 10 – Litigation**

The Association is subject to pending and threatened legal actions which arise in the normal course of business. While the final outcome cannot be determined at this time, management is of the opinion that the ultimate liability, if any, from the resolution of these matters will not have a material effect on the Association’s financial statements.

**Note 11 – Association Liquidity**

The following reflects the Association’s financial assets reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of June 30:

Financial assets:	<u>2023</u>	<u>2022</u>
Cash	\$ 3,268,102	\$ 2,547,110
Investments	4,734,342	4,393,481
Accounts receivable	977,431	705,436
Accrued interest receivable	20,930	15,018
Other assets – held in rabbi trust	<u>319,083</u>	<u>278,547</u>
Total financial assets	9,319,888	7,939,592
Less those unavailable for general expenditure within one year, due to:		
Donor restrictions	<u>-</u>	<u>-</u>
Financial assets available to meet cash needs	<u>\$ 9,319,888</u>	<u>\$ 7,939,592</u>

In the event of an unanticipated liquidity need, the Association could draw upon \$1,000,000 of available line of credit (as further discussed in Note 13). The Association structures its financial assets to be available as its general expenditures, liabilities and other obligations come due which provides the Association with liquidity sustainability for future operations and eliminates any unanticipated liquidity needs.

**Note 12 – Note Payable**

During the year ended June 30, 2021, the Association received a note payable through the Payroll Protection Program from Citizens Equity First Credit Union, at a fixed rate of 1.00%, with all principal and accrued and unpaid interest due upon maturity in April 2023. On October 18, 2021, the Association received confirmation that the note payable through the Payroll Protection Program from Citizens Equity First Credit Union had been forgiven in full, including any accrued and unpaid interest.

See independent auditor’s report.

## ILLINOIS HIGH SCHOOL ASSOCIATION

### Notes to Financial Statements – Continued

June 30, 2023 and 2022

#### Note 13 – Line of Credit

The Association received an operating line of credit with a bank. The Association may borrow up to \$1,000,000 at a variable rate of interest of the US Prime Rate, which was 8.25% and 5.50% as of June 30, 2023 and 2022, respectively. The Association's outstanding balance as of June 30, 2023 and 2022 was \$-0-, matures November 12, 2023, and is collateralized by the investments of the Association. The line of credit is subject to certain financial covenants, which were in compliance as of June 30, 2023.

#### Note 14 – Uncertain Tax Positions

Accounting principles generally accepted in the United States of America require the Association's management evaluate tax positions taken by the Association and recognize a tax liability if the Association has taken an uncertain position that more than likely would not be sustained upon examination by the Internal Revenue Service. Management has analyzed the tax positions taken by the Association, and has concluded that as of June 30, 2023, there are no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the financial statements. The Association is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. Tax years prior to 2020 are closed.

#### Note 15 – Subsequent Events

No events have occurred subsequent to June 30, 2023, that are required to be disclosed in the financial statements. This evaluation was made as of December 4, 2023, the date these financial statements were available to be issued.



**SUPPLEMENTARY INFORMATION**

**ILLINOIS HIGH SCHOOL ASSOCIATION**

**Schedule of Revenues and Expenses**

**For the Year Ended June 30, 2023**

	<u>Revenue</u>	<u>Expense</u>	<u>Net Amount</u>
Athletic officials:			
Dues and registration	\$ <u>941,427</u>	\$ <u>275,613</u>	\$ <u>665,814</u>
Boys athletic tournaments:			
Baseball	\$ 540,739	\$ 297,086	243,653
Basketball	2,275,852	1,008,808	1,267,044
Bass fishing	500	8,350	(7,850)
Bowling	26,160	18,007	8,153
Cross country	16,233	70,365	(54,132)
Football	1,702,374	996,991	705,383
Golf	16,478	54,513	(38,035)
Gymnastics	16,562	26,667	(10,105)
Lacrosse	55,301	41,084	14,217
Soccer	386,738	260,447	126,291
Swimming	75,338	68,103	7,235
Tennis	100	38,461	(38,361)
Track and field	230,210	124,944	105,266
Volleyball	126,277	115,672	10,605
Wrestling	591,923	467,754	124,169
Water polo	38,525	29,641	8,884
Miscellaneous (all State Finals)	<u>-</u>	<u>29,822</u>	<u>(29,822)</u>
	\$ <u>6,099,310</u>	\$ <u>3,656,715</u>	<u>2,442,595</u>
Girls athletic tournaments:			
Badminton	\$ 9,427	\$ 9,090	337
Basketball	702,493	586,683	115,810
Bowling	31,561	16,363	15,198
Cross country	16,333	70,365	(54,032)
Golf	199	29,116	(28,917)
Gymnastics	27,603	52,605	(25,002)
Lacrosse	47,557	37,162	10,395
Soccer	286,768	213,014	73,754
Softball	341,099	268,766	72,333
Swimming	79,135	66,866	12,269
Tennis	-	27,920	(27,920)
Track and field	173,833	118,968	54,865
Volleyball	587,529	415,019	172,510
Water polo	37,001	29,182	7,819
Wrestling	<u>40,204</u>	<u>44,606</u>	<u>(4,402)</u>
	\$ <u>2,380,742</u>	\$ <u>1,985,725</u>	<u>395,017</u>

See independent auditor's report.

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Schedule of Revenues and Expenses – Continued**  
**For the Year Ended June 30, 2023**

	Revenue	Expense	Net Amount
<b>Contests:</b>			
Dance team	\$ 118,456	\$ 78,146	\$ 40,310
Music	128,455	131,453	(2,998)
Speech	71,730	150,038	(78,308)
Chess	-	32,513	(32,513)
Scholastic bowl	1,235	40,097	(38,862)
Competitive cheerleading	193,532	106,059	87,473
E-Sports	700	6,175	(5,475)
Journalism	11,890	13,650	(1,760)
	<u>\$ 525,998</u>	<u>\$ 558,131</u>	<u>(32,133)</u>
<b>Other revenue, gains, and other support:</b>			
Donations	\$ 1,444,147	\$ -	1,444,147
Publications	36,801	125,670	(88,869)
Souvenirs	228,129	1,788	226,341
Miscellaneous	5,538	-	5,538
Radio and television	37,450	-	37,450
Awards	-	350,400	(350,400)
Sportsmanship	-	2,976	(2,976)
Royalty income	281,423	-	281,423
Contract services	60,457	-	60,457
TV / Internet income	197,118	210,000	(12,882)
Rebates	80,024	-	80,024
Special events	-	6,170	(6,170)
	<u>\$ 2,371,087</u>	<u>\$ 697,004</u>	<u>1,674,083</u>
Investment income, net			<u>359,081</u>
Total before administrative expenses			5,504,457
Administrative expenses			<u>4,006,008</u>
Change in net assets before pension related changes other than net periodic pension costs			<u>\$ 1,498,449</u>

See independent auditor's report.

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Schedule of Revenues and Expenses**  
**For the Year Ended June 30, 2022**

	<u>Revenue</u>	<u>Expense</u>	<u>Net Amount</u>
Athletic officials:			
Dues and registration	\$ <u>827,963</u>	\$ <u>249,273</u>	\$ <u>578,690</u>
Boys athletic tournaments:			
Baseball	\$ 489,256	\$ 282,643	206,613
Basketball	2,019,281	914,865	1,104,416
Bass fishing	300	6,286	(5,986)
Bowling	14,341	16,151	(1,810)
Cross country	19,644	65,563	(45,919)
Football	1,928,248	850,090	1,078,158
Golf	10,069	48,295	(38,226)
Gymnastics	15,556	24,520	(8,964)
Lacrosse	51,825	38,562	13,263
Soccer	468,297	264,764	203,533
Swimming	78,329	63,871	14,458
Tennis	-	27,249	(27,249)
Track and field	190,148	112,457	77,691
Volleyball	113,430	103,932	9,498
Wrestling	514,990	431,388	83,602
Water polo	<u>33,760</u>	<u>25,748</u>	<u>8,012</u>
	<u>\$ 5,947,474</u>	<u>\$ 3,276,384</u>	<u>2,671,090</u>
Girls athletic tournaments:			
Badminton	\$ 10,767	\$ 9,313	1,454
Basketball	665,096	591,559	73,537
Bowling	24,611	9,015	15,596
Cross country	19,644	65,563	(45,919)
Golf	3,559	24,334	(20,775)
Gymnastics	27,324	48,148	(20,824)
Lacrosse	40,712	32,872	7,840
Soccer	282,852	204,911	77,941
Softball	293,474	250,145	43,329
Swimming	78,233	62,089	16,144
Tennis	-	25,445	(25,445)
Track and field	148,703	108,609	40,094
Volleyball	622,977	394,940	228,037
Water polo	34,348	25,808	8,540
Wrestling	<u>24,795</u>	<u>37,891</u>	<u>(13,096)</u>
	<u>\$ 2,277,095</u>	<u>\$ 1,890,642</u>	<u>386,453</u>

See independent auditor's report.

**ILLINOIS HIGH SCHOOL ASSOCIATION**  
**Schedule of Revenues and Expenses – Continued**  
**For the Year Ended June 30, 2022**

	<u>Revenue</u>	<u>Expense</u>	<u>Net Amount</u>
Contests:			
Dance team	\$ 101,717	\$ 67,742	\$ 33,975
Music	111,387	121,732	(10,345)
Speech	55,504	129,413	(73,909)
Chess	1,800	30,725	(28,925)
Scholastic bowl	960	37,437	(36,477)
Competitive cheerleading	149,612	89,118	60,494
E-Sports	1,500	4,083	(2,583)
Journalism	<u>12,410</u>	<u>11,453</u>	<u>957</u>
	<u>\$ 434,890</u>	<u>\$ 491,703</u>	<u>(56,813)</u>
Other revenue, gains, and other support:			
Donations	\$ 1,139,360	\$ -	1,139,360
Membership fees	497,313	-	497,313
Publications	31,595	58,551	(26,956)
Souvenirs	184,300	2,918	181,382
Gain on sale of assets	-	-	-
Miscellaneous	4,749	-	4,749
Debt forgiveness	411,095	-	411,095
Radio and television	25,175	-	25,175
Awards	-	314,543	(314,543)
Sportsmanship	-	863	(863)
Royalty income	264,403	-	264,403
Contract services	56,944	-	56,944
TV / Internet income	153,680	275,000	(121,320)
Special events	<u>-</u>	<u>8,222</u>	<u>(8,222)</u>
	<u>\$ 2,768,614</u>	<u>\$ 660,097</u>	<u>2,108,517</u>
Investment income, net			<u>(526,596)</u>
Total before administrative expenses			5,161,341
Administrative expenses			<u>3,774,355</u>
Change in net assets before pension related changes other than net periodic pension costs			<u>\$ 1,386,986</u>

See independent auditor's report.