

**WEST NASHVILLE SPORTS LEAGUE, INC.**

FINANCIAL STATEMENTS  
AND  
ACCOMPANYING AUDITOR'S REPORT

DECEMBER 31, 2021 AND 2020

**WEST NASHVILLE SPORTS LEAGUE, INC.**  
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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
West Nashville Sports League, Inc.

### **Opinion**

We have audited the accompanying financial statements of West Nashville Sports League, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2021 and 2020, 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 West Nashville Sports League, Inc. as of December 31, 2021 and 2020, 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 West Nashville Sports League, Inc. 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 West Nashville Sports League, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

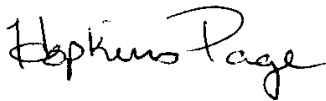
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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, including omissions, 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 West Nashville Sports League, 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 West Nashville Sports League, 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.

A handwritten signature in cursive script that reads "Hopkins Page".

Nashville, Tennessee  
November 14, 2022

**WEST NASHVILLE SPORTS LEAGUE, INC.**  
**STATEMENT OF FINANCIAL POSITION**  
December 31, 2021 and 2020

	<u>December 31,</u>	
	<u>2021</u>	<u>2020</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 960,733	\$ 605,347
Other receivables currently due	718	718
Overpaid payroll taxes	-	-
Prepaid costs and expenses --		
Program service costs (Note 2)	85,582	29,642
Facilities deposits, basketball programs (Note 2)	18,470	18,470
Insurance	21,208	20,201
Total current assets	<u>1,086,711</u>	<u>674,378</u>
<b>EQUIPMENT AND MACHINERY</b>		
Automotive equipment	18,469	18,469
Baseball field equipment	121,488	116,588
Field improvements	125,982	114,228
Flag football equipment/improvements	13,505	1,750
Office and computer equipment	28,509	28,509
Building/Shed	86,801	86,801
	<u>394,754</u>	<u>366,345</u>
Less: accumulated depreciation	<u>(191,034)</u>	<u>(178,483)</u>
Equipment and machinery, net	<u>203,720</u>	<u>187,862</u>
Total assets	<u>\$ 1,290,431</u>	<u>\$ 862,240</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable, trade	\$ 30,214	\$ 19,966
Accrued salaries	2,566	2,566
Intermediary receipts payable --		
Contributions for benefit of Miracle League (Note 5)	9,424	52,829
Payroll taxes payable	4,419	49
PPP Loan	-	82,700
Deferred program service revenue (Note 2)	422,667	300,027
Total current liabilities	<u>469,290</u>	<u>458,137</u>
<b>NET ASSETS, with donor restrictions</b>	-	50,000
<b>NET ASSETS, without donor restrictions</b>	<u>821,141</u>	<u>354,103</u>
Total liabilities and net assets	<u>\$ 1,290,431</u>	<u>\$ 862,240</u>

See accompanying notes to financial statements.

**WEST NASHVILLE SPORTS LEAGUE, INC.****STATEMENT OF ACTIVITIES**

For the Years Ended December 31, 2021 and 2020

	<b><i>For the Year Ended December 31,</i></b>	
	<b><u>2021</u></b>	<b><u>2020</u></b>
<b>SUPPORT AND REVENUE</b>		
Support, sponsorships and contributions	\$ 58,383	\$ 91,038
PPP Loan forgiveness	166,957	
Other income	2,500	6,656
Program service revenue, net --		
Baseball, fall	97,198	109,277
Baseball, spring	365,323	207,922
Basketball, summer/fall	231,306	-
Basketball, winter	414,794	560,878
Flag football	439,881	251,847
Indoor soccer	128,755	136,191
Softball	30,228	
Junior golf	5,105	52
Total support and revenue without donor restrictions	<u>1,940,430</u>	<u>1,363,861</u>
<b>PROGRAM AND SUPPORTING EXPENSES</b>		
Program service expenses --		
Baseball, fall	85,734	75,957
Baseball, spring	260,062	138,575
Basketball, summer/fall	136,691	-
Basketball, winter	267,412	415,535
Flag football	214,810	143,889
Indoor soccer	89,706	87,199
Softball	11,531	-
Junior golf	2,021	2
Miracle League Donations	6,892	55,564
Supporting service expenses --		
Management and general	448,533	453,517
Total program and supporting expenses	<u>1,523,392</u>	<u>1,370,238</u>
Increase in net assets without donor restrictions	417,038	(6,377)
<b>NET ASSETS, beginning of the year</b>	<u>404,103</u>	<u>410,480</u>
<b>NET ASSETS, end of the year</b>	<u>\$ 821,141</u>	<u>\$ 404,103</u>
<b>As shown on Statement of Position</b>		
<b>NET ASSETS, with donor restrictions</b>	<u>\$ -</u>	<u>\$ 50,000</u>
<b>NET ASSETS, without donor restrictions</b>	<u>\$ 821,141</u>	<u>\$ 354,103</u>

See accompanying notes to financial statements.

**WEST NASHVILLE SPORTS LEAGUE, INC.**  
**STATEMENT OF CASH FLOWS**  
For the Years Ended December 31, 2021 and 2020

	<i><u>For the Year Ended December 31,</u></i>	
	<i><u>2021</u></i>	<i><u>2020</u></i>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ 417,038	\$ (6,377)
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	12,551	10,649
Cash received as intermediary for benefit of Miracle League		50,000
Cash paid as intermediary to Miracle League	(43,405)	294
(Increase) decrease in other receivables currently due	-	(124)
(Increase) in prepaid program service costs	(55,940)	11,427
(Increase) decrease in prepaid insurance	(1,007)	6,120
(Increase) decrease in program service deposits	-	2,880
Increase (decrease) in accounts payable, trade	10,248	7,101
Increase (decrease) in accrued salaries	-	(1,845)
Increase (decrease) in payroll taxes payable	4,370	(7,572)
Increase in deferred program service revenue	<u>122,640</u>	<u>(126,775)</u>
Net cash provided by operating activities	466,495	(54,222)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payments for building and equipment	<u>(28,409)</u>	<u>(88,850)</u>
Net cash provided by investing activities	(28,409)	(88,850)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Borrowings/(Forgiveness) of PPP Loan	<u>(82,700)</u>	<u>82,700</u>
Net cash provided by financing activities	<u>(82,700)</u>	<u>82,700</u>
<b>INCREASE IN CASH</b>	355,386	(60,372)
<b>CASH AND CASH EQUIVALENTS, beginning of the year</b>	<u>605,347</u>	<u>665,719</u>
<b>CASH AND CASH EQUIVALENTS, end of the year</b>	<u><u>\$ 960,733</u></u>	<u><u>\$ 605,347</u></u>

See accompanying notes to financial statements.

**WEST NASHVILLE SPORTS LEAGUE, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
For the Year Ended December 31, 2021

	PROGRAM SERVICES										Total Expenses
	Fall Baseball	Spring Baseball	Summer/Fall Basketball	Winter Basketball	Flag Football	Indoor Soccer	Softball	Junior Golf	Miracle League Donations	Management and General	
Contract labor											
Administration	\$ -	\$ -	\$ -	\$ 173	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 173
Custodians and security	1,982	1,176	-	1,100	3,158	-	-	-	-	-	7,416
Field and facilities maintenance	276	800	-	-	-	-	-	-	-	-	1,076
Gate, gym and field monitors	-	2,077	561	2,892	-	-	-	-	-	-	5,530
Coaches and instructors	-	-	-	40	-	-	-	-	-	-	40
Other	300	-	-	-	-	-	-	-	-	-	300
Referees and umpires	13,550	42,910	51,125	80,338	61,282	8,231	1,600	-	-	-	259,036
Director's compensation	3,446	10,454	5,495	10,749	8,635	3,466	446	78	-	35,822	78,591
Salaries, other	12,055	26,075	5,611	28,067	5,216	-	-	-	-	323,365	400,389
Taxes, licenses and permits	-	2,955	883	-	-	-	-	-	260	268	4,366
Advertising and promotions	1,265	897	75	1,290	9,400	1,806	-	590	-	1,805	17,128
Background checks	588	818	777	2,077	2,176	639	150	-	-	28	7,253
Registration, bank and management fees	2,859	8,778	6,700	12,044	13,065	4,731	954	153	653	822	50,759
Donations	-	-	-	-	-	-	-	-	5,222	1,200	6,422
Computer expenses	992	1,932	-	467	1,063	-	-	-	-	4,283	8,737
Concession expenses	13,592	47,245	-	100	36,549	60	-	-	-	-	97,546
Depreciation	-	-	-	-	-	-	-	-	-	12,551	12,551
Dues, fees and subscriptions	-	2,792	-	-	-	-	-	-	-	1,446	4,238
Gasoline	1,412	2,132	148	806	584	-	-	-	-	1,000	6,082
Gymnasium and field rentals	4,380	4,200	21,300	77,973	11,300	52,348	938	1,200	-	-	173,639
Insurance	-	-	-	-	-	-	-	-	-	28,221	28,221
Professional fees	-	-	-	-	-	-	-	-	-	7,650	7,650
Meals and entertainment	-	591	-	1,373	-	225	-	-	219	3,355	5,763
Office expenses	-	-	-	1,504	41	-	-	-	142	7,112	8,799
Meetings expense	-	-	-	309	-	-	-	-	-	-	309
Printing and reproduction	1,936	2,588	17	885	1,707	1,152	306	-	246	855	9,692
Repairs and maintenance	18,747	11,491	-	766	2,656	-	-	-	-	5,876	39,536
Storage	-	-	-	-	-	-	-	-	-	-	-
Supplies	2,743	13,766	25	5,546	782	289	22	-	-	872	24,045
Team and tournament sponsorships	301	-	-	-	(773)	-	-	-	-	-	(472)
Trophies and medallions	811	3,717	2,560	5,449	1,973	1,085	217	-	-	-	15,812
Uniforms	352	63,314	40,986	33,035	53,165	14,816	4,116	-	-	92	209,876
Utilities and telephone	4,147	8,854	429	429	2,831	858	-	-	-	8,613	26,161
Other expenses	-	500	-	-	-	-	2,782	-	150	3,297	6,729
<b>Total functional expenses</b>	<b>\$ 85,734</b>	<b>\$ 260,062</b>	<b>\$ 136,691</b>	<b>\$ 267,412</b>	<b>\$ 214,810</b>	<b>\$ 89,706</b>	<b>\$ 11,531</b>	<b>\$ 2,021</b>	<b>\$ 6,892</b>	<b>\$ 448,533</b>	<b>\$ 1,523,392</b>

See accompanying notes to financial statements.



**WEST NASHVILLE SPORTS LEAGUE, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
For the Year Ended December 31, 2020

PROGRAM SERVICES

	Fall Baseball	Spring Baseball	Summer Basketball	Winter Basketball	Flag Football	Indoor Soccer	Junior Golf	Miracle League Donations	Management and General	Total Expenses
Contract labor										
Administration	\$ -	\$ -	\$ -	\$ 625	\$ 210	\$ -	\$ -	\$ -	\$ -	\$ 835
Custodians and security	1,806	-	1,168	1,728	1,806	-	-	-	-	6,508
Field and facilities maintenance	473	595	-	-	-	-	-	-	-	1,068
Gate, gym and field monitors	-	-	7,511	2,900	-	85	-	-	-	10,496
Coaches and instructors	-	-	140	1,120	-	-	-	-	-	1,260
Other	-	-	847	-	-	251	-	-	(1,098)	-
Referees and umpires	34,819	7,145	59,212	84,715	38,026	9,875	-	-	-	233,792
Director's compensation	2,500	3,500	-	21,579	1,500	-	-	-	45,298	74,377
Salaries, other	8,155	9,270	-	44,627	5,974	-	-	-	266,951	334,977
Taxes, licenses and permits	870	1,138	-	5,960	599	-	-	-	25,894	34,461
Advertising and promotions	-	-	-	4,407	519	-	-	-	6,215	11,141
Background checks	-	2,446	-	1,470	240	1,275	-	-	-	5,431
Registration, bank and management fees	2,383	7,864	59	20,164	7,579	4,319	2	-	180	42,550
Donations	-	-	-	-	-	-	-	55,564	2,460	58,024
Computer expenses	325	930	-	463	1,334	-	-	-	3,457	6,509
Concession expenses	1,105	4,527	-	-	16,387	-	-	-	5,438	27,457
Depreciation	-	-	-	-	-	-	-	-	10,649	10,649
Dues, fees and subscriptions	-	25	-	-	-	-	-	-	657	682
Gasoline	1,472	1,573	-	278	740	-	-	-	155	4,218
Gymnasium and field rentals	4,500	3,852	1,765	65,249	15,114	54,112	-	-	12,250	156,842
Insurance	-	-	-	-	-	-	-	-	34,847	34,847
Professional fees	-	-	-	-	-	-	-	-	7,240	7,240
Meals and entertainment	366	745	-	1,463	191	-	-	-	393	3,158
Office expenses	-	-	-	22	-	-	-	-	2,765	2,787
Meetings expense	-	-	-	-	-	-	-	-	1,695	1,695
Printing and reproduction	559	2,095	-	6,386	1,369	183	-	-	162	10,754
Repairs and maintenance	5,660	9,024	-	-	2,398	-	-	-	2,300	19,382
Storage	-	-	-	-	-	-	-	-	-	-
Supplies	1,228	10,071	-	1,607	4,216	236	-	-	1,668	19,026
Team and tournament sponsorships	-	-	-	-	155	-	-	-	-	155
Trophies and medallions	-	-	-	9,550	3,639	272	-	-	-	13,461
Uniforms	5,907	69,422	611	68,333	40,262	16,591	-	-	-	201,126
Utilities and telephone	3,815	4,353	-	394	1,629	-	-	-	10,464	20,655
Other expenses	-	-	-	1,180	-	-	-	-	13,476	14,656
<b>Total functional expenses</b>	<b>\$ 75,943</b>	<b>\$ 138,575</b>	<b>\$ 71,313</b>	<b>\$ 344,220</b>	<b>\$ 143,887</b>	<b>\$ 87,199</b>	<b>\$ 2</b>	<b>\$ 55,564</b>	<b>\$ 453,516</b>	<b>\$1,370,219</b>

See accompanying notes to financial statements.

**WEST NASHVILLE SPORTS LEAGUE, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2021 and 2020**

***THE SPIRIT OF WNSL*** – West Nashville Sports League is a leading youth sports league currently with thousands of participants in a range of organized sports. We provide a small town, community atmosphere in one of the largest and fastest growing cities in the Southeast, an atmosphere that provides youth participants of all skill levels a platform in which to excel. We pride ourselves on organization, communication and hard work and encourage participants to have fun and focus on fairness of play, recreational competition and what we call WNSL-type standards of gamesmanship. Offering multiple scholarships in all sports, we provide character and life skills development to youth of all economic backgrounds. WNSL promotes sportsmanship and camaraderie. WNSL promotes fun and learning. WNSL promotes “*Love of the Game.*”

**NOTE 1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**ORGANIZATION AND ACTIVITIES**

West Nashville Sports League, Inc. is an organization exempt from income tax incorporated under the laws of the state of Tennessee. The Organization’s sole purpose is to operate youth sports and recreation leagues in the Nashville area. The Organization currently has seven programs in five sports consisting of winter basketball, summer basketball, spring baseball, fall baseball, flag football, indoor soccer, and junior golf. The Organization’s support comes substantially from registration fees paid by the youth participants in the Organization’s programs. The Organization also accepts sponsorship contributions from entities who receive recognition and other benefits in exchange for the contributed amounts.

**RECOGNITION OF DONOR CONTRIBUTIONS AND PROMISES TO GIVE**

Promises to give are recognized as contributions when the donor makes a promise to give that is, in substance, unconditional. Contributions received are recorded as increases in net assets with donor restrictions or net assets without donor restrictions depending on the existence or nature of any donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. There are no unconditional promises to give at December 31, 2019 and 2018.

**BASIS OF ACCOUNTING AND PRESENTATION**

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities. Financial statement presentation follows the recommendations and requirements of the *Not-for-Profit Entities* Topic of the FASB Accounting Standards Codification. Pursuant to the Topic, the Organization is required to report 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.

**WEST NASHVILLE SPORTS LEAGUE, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2021 and 2020**

**NOTE 1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

CASH AND CASH EQUIVALENTS

For purposes of the statement of cash flows, the Organization considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

EQUIPMENT, MACHINERY AND IMPROVEMENTS

The Organization capitalizes acquisitions of equipment, machinery and improvements of at least \$200. Lesser amounts are expensed. Purchased equipment, machinery and improvements are capitalized at cost or, if donated, at their estimated fair value. Equipment, machinery and improvements include improvements that significantly add to utility or extend useful lives.

Costs of maintenance and repairs are charged to expense as incurred.

Donations of equipment, machinery and improvements are reported as contributions without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire equipment, machinery and improvements are reported as contributions with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

Depreciation for furniture and equipment is provided using an accelerated method over estimated useful lives of 5 or 7 years. Depreciation for field improvements is provided using the straight-line method over an estimated useful life of 31.5 years.

ADVERTISING COSTS

Costs incurred for advertising and promotions are expensed when incurred. Advertising expenses are allocated among the programs primarily benefited or, if primarily benefiting the Organization in nature, to management and general expenses. Advertising expenses were \$17,128 for 2021 and \$11,141 for 2020.

SHIPPING AND HANDLING COSTS

Shipping and handling costs are included in costs of administering programs and management activities and are not separately stated or included elsewhere in the financial statements.

**WEST NASHVILLE SPORTS LEAGUE, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2021 and 2020**

**NOTE 1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

INCOME TAX STATUS

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and similar state income tax laws.

The Organization's Forms 990, Return of Organization Exempt from Income Tax, for the years ending December 31, 2019, 2020 and 2021 are subject to examination by the IRS, generally for three years after they were filed.

**NOTE 2. DEFERRED PROGRAM SERVICE REVENUE AND PREPAID EXPENSES**

Deferred program service revenue in the amount of \$422,667 and \$300,027, respectively, are funds received during the years ended December 31, 2021 and 2020, for the Organization's sports programs that commence and will be performed in their entirety during the immediately succeeding year. Prepaid program service costs and facilities deposits in the amount of \$125,260 and \$68,313, respectively, are amounts expended during the years ended December 31, 2021 and 2020, for use in the service programs through which the deferred revenue is realized. Accordingly, deferred revenue and related prepaid costs are recognized in the statements of financial position as current liabilities and assets, respectively.

**NOTE 3. CASH AND CONCENTRATIONS OF CREDIT RISK**

The cash accounts are held by financial institutions in Tennessee and at times may exceed amounts that are federally insured. On December 31, 2021 the Organization had \$139,435 of funds in excess of federal insured limits. It is the opinion of management that the solvency of the referenced financial institutions is not of concern currently.

**NOTE 4. DONATED SERVICES, MATERIALS AND FACILITIES**

The Organization receives donated services from unpaid volunteers assisting the Organization in the administration of its program services. No amounts have been recognized in the accompanying statements of activities for the years ended December 31, 2021 and 2020 because the criteria for recognition of such volunteer effort under FASB ASC 958 have not been satisfied.

**NOTE 5. FUNCTIONAL ALLOCATION OF EXPENSES**

The costs of providing the sports and recreation programs and the costs of administration have been presented in the separate statements of functional expenses. Accordingly, certain costs have been allocated among the program and supporting services benefited.

**WEST NASHVILLE SPORTS LEAGUE, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2021 and 2020**

**NOTE 6. RELATED PARTY TRANSACTIONS – MIRACLE LEAGUE**

The Organization’s president and executive director is an officer in the same capacities with Miracle League of Music City (Miracle League). Miracle League was granted recognition as an organization exempt from income tax under Section 501(c)(3) of the Internal Revenue Code with the Internal Revenue Service on June 8, 2017. West Nashville Sports League has assisted in organization and fundraising efforts for the benefit of Miracle League. Expenses for such efforts in the amount of \$6,892 and \$55,564 for the years ended December 31, 2021 and 2020, respectively, are included as donations and supporting service expenses on the statement of activities. As of December 31, 2021, the Organization has raised \$177,662 from supporters and the general public for the direct benefit of Miracle League, and has transferred \$125,373 of the total amount raised to the Miracle League. The remaining amount of \$9,424 is included as intermediary receipts payable on the statement of financial position.

**NOTE 7. FAIR VALUES OF FINANCIAL INSTRUMENTS**

The carrying amounts of cash and cash equivalents, and trade receivables and payables reported in the statement of financial position approximate fair values because of the short maturities of those instruments.

**NOTE 8. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

The following reflects the Organization’s financial assets as of December 31, 2021 and 2020, respectively, without donor-imposed restrictions within one year of the statement of financial position:

	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 960,733	\$ 605,347
Other receivables, currently due	718	594
Less due Miracle League	<u>(9,424)</u>	<u>(52,829)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 952,027</u>	<u>\$ 598,112</u>

As part of the Organization’s liquidity management, it invests cash in excess of daily requirements in an interest bearing, short-term money market investment account, which is a cash equivalent.

**NOTE 9. EVALUATION OF SUBSEQUENT EVENTS**

No subsequent events occurred that warrant recording or disclosure in these financial statements or notes thereto.

**WEST NASHVILLE SPORTS LEAGUE, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2021 and 2020**

**NOTE 10. FORGIVEABLE LOAN RECEIVED UNDER THE SBA PAYCHECK PROTECTION PROGRAM**

In response to the coronavirus (COVID-19) outbreak, the U.S. Federal Government enacted the Coronavirus Aid, Relief, and Economic Security Act that, among other economic stimulus measures, established the Paycheck Protection Program (PPP) to provide small business loans. on May 7, 2020, the Organization obtained a PPP loan for \$82,700. We received a second PPP loan in the amount of \$84,257 in February 2021. This note matures in March 2023 and bears interest of 1%, per annum. The proceeds from the note were used for qualifying expenses and we received approval for the loan to be forgiven. Therefore, \$166,957 is recognized as a gain on forgiveness of the loan for FYE December 31, 2021.