

WEST NASHVILLE SPORTS LEAGUE, INC.
NASHVILLE, TENNESSEE

**FINANCIAL STATEMENTS AND
ACCOMPANYING ACCOUNTANT'S
REPORT**

DECEMBER 31, 2016

R. SCOTT DIXON

CERTIFIED PUBLIC ACCOUNTANT

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Independent Auditors' Report

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

We have audited the accompanying financial statements of West Nashville Sports League, Inc. (a nonprofit organization) which comprise the statements of financial position as of December 31, 2016 and 2015, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

(continued)

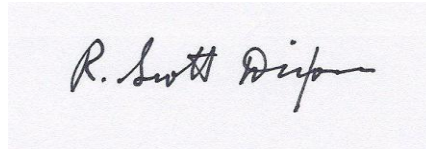
Independent Auditors' Report, continued

Opinion

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, 2016 and 2015, 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.

Other-matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The statements of functional expenses are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such other 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.

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Nashville, Tennessee
September 26, 2017

WEST NASHVILLE SPORTS LEAGUE, INC.
STATEMENT OF FINANCIAL POSITION
December 31, 2016 and 2015

	<i>December 31,</i>	
	<i>2016</i>	<i>2015</i>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 481,024	\$ 471,799
Accounts receivable, trade	-	264
Overpaid federal payroll taxes	-	126
Other receivables currently due	1,457	1,318
Prepaid costs and expenses --		
Program service costs (Note 3)	50,144	49,923
Facilities deposits, basketball programs (Note 3)	11,750	14,200
Insurance	23,899	22,899
Total current assets	568,274	560,529
EQUIPMENT AND MACHINERY		
Automotive equipment	16,420	16,420
Baseball field equipment	101,538	95,273
Field improvements	86,593	82,593
Flag football equipment	1,750	1,750
Office and computer equipment	24,040	24,040
	230,341	220,076
Less: accumulated depreciation	127,846	109,587
Equipment and machinery, net	102,495	110,489
Total assets	\$ 670,769	\$ 671,018
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable, trade	\$ 23,687	\$ 27,175
Payable to officer/director (Note 2)	-	8,740
Accrued expenses --		
Program service expenses	-	11,111
Salaries	2,484	2,828
Intermediary receipts payable --		
Contributions for benefit of Miracle League (Note 6)	29,417	15,585
Payroll taxes payable	21	-
Other current liabilities	-	318
Deferred program service revenue (Note 3)	335,520	288,708
Total current liabilities	391,129	354,465
NET ASSETS		
Unrestricted	279,640	316,553
Temporarily restricted	-	-
Permanently restricted	-	-
Total net assets	279,640	316,553
Total liabilities and net assets	\$ 670,769	\$ 671,018

See accompanying notes to financial statements.

WEST NASHVILLE SPORTS LEAGUE, INC.
STATEMENT OF ACTIVITIES
For the Years Ended December 31, 2016 and 2015

	<u>For the Year Ended December 31, 2016</u>			<u>For the Year Ended December 31, 2015</u>		
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
SUPPORT AND REVENUE						
Support, sponsorships and contributions (Note 5)	\$ 47,785	\$ -	\$ 47,785	\$ 60,444	\$ 35	\$ 60,479
Other income	9,327	-	9,327	269	-	269
Program service revenue, net --						
Baseball, fall	78,925	-	78,925	77,606	-	77,606
Baseball, spring	326,726	-	326,726	338,055	-	338,055
Basketball, summer	62,109	-	62,109	53,842	-	53,842
Basketball, winter	418,747	-	418,747	370,187	-	370,187
Flag football	229,946	-	229,946	183,908	-	183,908
Soccer	30,195	-	30,195	63,758	-	63,758
Total support and revenue	<u>1,203,760</u>	<u>-</u>	<u>1,203,760</u>	<u>1,148,069</u>	<u>35</u>	<u>1,148,104</u>
Net assets released from restrictions	-	-	-	35	(35)	-
Total support, revenue and other gains	<u>1,203,760</u>	<u>-</u>	<u>1,203,760</u>	<u>1,148,104</u>	<u>-</u>	<u>1,148,104</u>
PROGRAM AND SUPPORTING EXPENSES						
Program service expenses (Note 5) --						
Baseball, fall	84,503	-	84,503	66,445	-	66,445
Baseball, spring	235,501	-	235,501	258,523	-	258,523
Basketball, summer	41,394	-	41,394	30,348	-	30,348
Basketball, winter	300,091	-	300,091	244,437	-	244,437
Flag football	152,457	-	152,457	115,114	-	115,114
Soccer	18,698	-	18,698	42,674	-	42,674
Supporting service expenses --						
Management and general	408,029	-	408,029	378,120	-	378,120
Total program and supporting expenses	<u>1,240,673</u>	<u>-</u>	<u>1,240,673</u>	<u>1,135,661</u>	<u>-</u>	<u>1,135,661</u>
OTHER LOSSES						
Loss on disposition of machinery and equipment	-	-	-	(468)	-	(468)
Total other losses	<u>-</u>	<u>-</u>	<u>-</u>	<u>(468)</u>	<u>-</u>	<u>(468)</u>
Increase (decrease) in net assets	(36,913)	-	(36,913)	11,975	-	11,975
NET ASSETS, beginning of the year	<u>316,553</u>	<u>-</u>	<u>316,553</u>	<u>304,578</u>	<u>-</u>	<u>304,578</u>
NET ASSETS, end of the year	<u>\$ 279,640</u>	<u>\$ -</u>	<u>\$ 279,640</u>	<u>\$ 316,553</u>	<u>\$ -</u>	<u>\$ 316,553</u>

See accompanying notes to financial statements.

WEST NASHVILLE SPORTS LEAGUE, INC.
STATEMENT OF CASH FLOWS
For the Years Ended December 31, 2016 and 2015

	<u>For the Year Ended December 31,</u>	
	<u>2016</u>	<u>2015</u>
CASH FLOW FROM OPERATING ACTIVITIES		
Change in net assets	\$ (36,913)	\$ 11,975
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	18,260	17,907
Loss on disposition of machinery and equipment	-	468
Cash received as intermediary for benefit of Miracle League	13,832	15,585
Decrease in accounts receivable, trade	264	11,577
Decrease in overpaid federal payroll taxes	126	1,819
(Increase) in other receivables currently due	(139)	(1,318)
(Increase) decrease in prepaid program service costs	2,228	(28,707)
(Increase) in prepaid insurance	(1,000)	(6,675)
Increase (decrease) in accounts payable, trade	(3,488)	12,679
Increase (decrease) in accrued program service expenses	(11,111)	11,111
Increase (decrease) in accrued salaries	(344)	726
Increase (decrease) in payroll taxes payable	21	(257)
(Decrease) in other current liabilities	(318)	-
Increase in deferred program service revenue	46,812	50,229
Less: cash restricted for capital project, Warner Park lights	-	(35)
Net cash provided by operating activities	28,230	97,084
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for equipment and machinery	(10,265)	(23,761)
CASH FLOWS FROM FINANCING ACTIVITIES		
Advances from employee/director (Note 2)	(8,740)	8,740
Cash released from restrictions for capital project, Warner Park lights and improvements	-	35
Net cash provided by operating activities	(8,740)	8,775
INCREASE (DECREASE) IN CASH	9,225	82,098
CASH AND CASH EQUIVALENTS, beginning of the year	471,799	389,701
CASH AND CASH EQUIVALENTS, end of the year	\$ 481,024	\$ 471,799
SUPPLEMENTAL DISCLOSURES		
Acquisition of property and equipment on account --		
Cost of property and equipment	\$ 1,716	-
Payable on account	1,716	-

See accompanying notes to financial statements.

WEST NASHVILLE SPORTS LEAGUE, INC.
STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended December 31, 2016

	PROGRAM SERVICES						Management and General	Total Expenses
	Fall Baseball	Spring Baseball	Summer Basketball	Winter Basketball	Flag Football	Soccer		
Contract labor								
Administration	\$ -	\$ 467	\$ -	\$ 1,827	\$ 426	\$ -	\$ -	\$ 2,720
Concessions	5,446	21,066	-	90	4,023	-	-	30,625
Custodians and security	693	775	-	1,300	693	-	-	3,461
Field and facilities maintenance	8,551	11,027	-	84	-	70	1,873	21,605
Gym and field monitors	-	859	-	35,051	2,381	653	-	38,944
Coaches and instructors	-	3,870	-	4,050	650	-	-	8,570
Referees and umpires	17,978	38,632	16,157	101,951	34,579	5,207	-	214,504
Clinics expense	-	-	-	-	-	-	-	-
Director's compensation	-	-	-	-	-	-	65,798	65,798
Salaries, other	-	-	-	-	-	-	186,640	186,640
Taxes, licenses and permits	-	-	-	-	-	-	24,873	24,873
Advertising and promotions	375	708	-	11,582	-	-	6,245	18,910
Registration, bank and management fees	1,754	7,110	2,103	11,326	6,568	1,574	640	31,075
Donations	-	-	-	-	-	-	12,481	12,481
Computer expenses	-	-	-	-	-	-	6,763	6,763
Concession expenses	12,926	46,842	-	-	24,685	-	1,507	85,960
Depreciation	-	-	-	-	-	-	18,260	18,260
Dues, fees and subscriptions	-	2,700	-	616	-	-	880	4,196
Gasoline	234	624	109	118	879	-	1,599	3,563
Gymnasium and field rentals	4,000	5,750	15,050	51,574	16,475	-	-	92,849
Insurance	-	-	-	-	-	-	33,815	33,815
Professional fees	-	-	-	-	-	-	5,500	5,500
Meals and entertainment	-	3,300	25	43	-	-	3,839	7,207
Office expenses	-	-	-	450	-	-	4,994	5,444
Meetings expense	-	-	-	3,072	3,914	-	1,838	8,824
Printing and reproduction	970	5,635	290	5,591	4,577	1,894	572	19,529
Repairs and maintenance	10,040	16,197	-	-	1,545	-	8,823	36,605
Supplies	1,617	3,226	-	3,429	158	380	1,413	10,223
Team and tournament sponsorships	216	3,145	-	413	-	-	240	4,014
Trophies and medallions	625	3,371	-	7,254	4,787	186	-	16,223
Uniforms	17,218	57,039	7,660	58,375	45,978	8,734	1,187	196,191
Utilities and telephone	1,860	2,344	-	-	139	-	16,185	20,528
Other expenses	-	814	-	1,895	-	-	2,064	4,773
Total functional expenses	<u>\$ 84,503</u>	<u>\$ 235,501</u>	<u>\$ 41,394</u>	<u>\$ 300,091</u>	<u>\$ 152,457</u>	<u>\$ 18,698</u>	<u>\$ 408,029</u>	<u>\$ 1,240,673</u>

See accompanying notes to financial statements.

WEST NASHVILLE SPORTS LEAGUE, INC.
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2015

	PROGRAM SERVICES						<i>Management and General</i>	<i>Total Expenses</i>
	<i>Fall Baseball</i>	<i>Spring Baseball</i>	<i>Summer Basketball</i>	<i>Winter Basketball</i>	<i>Flag Football</i>	<i>Soccer</i>		
Contract labor								
Administration	\$ 170	\$ 2,807	\$ -	\$ 6,612	\$ 99	\$ 552	\$ 3,015	\$ 13,255
Concessions	4,559	23,361	-	-	2,849	-	93	30,862
Custodians and security	672	97	-	13,040	733	97	-	14,639
Field and facilities maintenance	4,659	14,150	-	-	1,859	222	50	20,940
Gym and field monitors	82	1,193	80	33,362	955	665	-	36,337
Coaches and instructors	925	500	-	2,275	300	-	-	4,000
Referees and umpires	9,762	43,850	13,840	92,319	24,271	7,582	-	191,624
Clinics expense	6,573	-	-	150	200	-	-	6,923
Director's compensation	-	-	-	-	-	-	61,810	61,810
Salaries, other	-	-	-	-	-	-	161,263	161,263
Taxes, licenses and permits	-	-	-	-	-	-	19,057	19,057
Advertising and promotions	-	343	-	2,402	-	-	6,677	9,422
Registration, bank and management fees	2,038	7,130	1,448	6,798	5,074	3,100	1,464	27,052
Donations	-	-	-	-	-	-	8,855	8,855
Computer expenses	-	-	-	-	-	-	6,689	6,689
Concession expenses	10,287	53,521	-	204	11,208	10,796	117	86,133
Depreciation	-	-	-	-	-	-	17,907	17,907
Dues, fees and subscriptions	-	5,843	-	-	-	-	948	6,791
Gasoline	167	933	-	75	112	172	2,179	3,638
Gymnasium and field rentals	5,225	8,150	8,450	35,908	12,184	-	-	69,917
Insurance	-	-	-	-	-	-	29,935	29,935
Professional fees	-	-	-	-	-	-	5,000	5,000
Meals and entertainment	-	2,435	-	13	2,726	31	4,692	9,897
Office expenses	-	264	-	20	-	-	5,994	6,278
Meetings expense	-	-	-	400	-	-	3,482	3,882
Printing and reproduction	1,765	3,037	131	2,900	1,440	3,462	812	13,547
Repairs and maintenance	9,066	20,742	-	-	-	810	13,740	44,358
Supplies	975	13,321	-	1,412	327	1,217	3,243	20,495
Team and tournament sponsorships	-	508	-	-	-	-	427	935
Trophies and medallions	-	6,802	-	9,361	3,425	90	-	19,678
Uniforms	9,520	49,178	6,399	37,186	47,352	13,878	944	164,457
Utilities and telephone	-	358	-	-	-	-	17,726	18,084
Other expenses	-	-	-	-	-	-	2,001	2,001
Total functional expenses	<u>\$ 66,445</u>	<u>\$ 258,523</u>	<u>\$ 30,348</u>	<u>\$ 244,437</u>	<u>\$ 115,114</u>	<u>\$ 42,674</u>	<u>\$ 378,120</u>	<u>\$ 1,135,661</u>

See accompanying notes to financial statements.

WEST NASHVILLE SPORTS LEAGUE, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2016 and 2015

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 six programs in four sports consisting of winter basketball, summer basketball, spring baseball, fall baseball, flag football and soccer. 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 SUPPORT

Contributions are recognized when the donor makes a promise to give that is, in substance, unconditional. Unrestricted support is free from donor-imposed restrictions and is recognized as revenues and an increase in unrestricted net assets in the period it is earned. Temporarily restricted support is limited by donor-imposed time restrictions or purpose restrictions and is recognized as an increase in temporarily restricted net assets. When net assets are released from the restriction, either with the passage of time or fulfillment of the specific purpose, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Permanently restricted support is required by donor restriction or by law to be maintained in perpetuity.

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 three classes of net assets: unrestricted, temporarily restricted, and permanently restricted.

WEST NASHVILLE SPORTS LEAGUE, INC.
NOTES TO FINANCIAL STATEMENTS, continued
December 31, 2016 and 2015

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

ACCOUNTS RECEIVABLE

Trade receivables are shown at their net realizable value and represent amounts collected and held by the Organization's online credit card processing company for deposit in the subsequent year. No amounts are deemed uncollectible and no provision for bad debts is reflected in the statement of activities.

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

Equipment, machinery and improvements are reported at cost or, if donated, at the approximate fair value at the time of donation, and include improvements that significantly add to utility or extend useful lives. Costs of maintenance and repairs are charged to expense as incurred. 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. Donations of equipment and machinery are recorded as support at the date of donation. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose.

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.

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.

INCOME TAXES

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, 2013, 2014 and 2015 are subject to examination by the IRS, generally for three years after they were filed.

WEST NASHVILLE SPORTS LEAGUE, INC.
NOTES TO FINANCIAL STATEMENTS, continued
December 31, 2016 and 2015

NOTE 2. PAYABLE TO OFFICER/DIRECTOR

During the year ended December 31, 2015, the Organization inadvertently deposited funds belonging to an officer/director into its operating bank account in the amount of \$8,740. As a result of the error, the funds were due to the officer/director immediately and were repaid by the Organization during the year ended December 31, 2016.

NOTE 3. DEFERRED PROGRAM SERVICE REVENUE AND PREPAID EXPENSES

Deferred program service revenue in the amount of \$335,520 and \$288,708, respectively, are funds received during the years ended December 31, 2016 and 2015, for the Organization's sports programs that commence and will be performed in their entirety during the immediately succeeding year. Prepaid program service costs in the amount of \$61,894 and \$64,123, respectively, are amounts expended during the years ended December 31, 2016 and 2015, 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 4. 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. It is the opinion of management that the solvency of the referenced financial institutions is not of concern currently.

NOTE 5. 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, 2016 and 2015 because the criteria for recognition of such volunteer effort under FASB ASC 958 have not been satisfied.

The Organization utilizes portions of properties owned by Metropolitan Board of Parks and Recreation and Harpeth Hills Church of Christ in the administration of its spring and fall baseball and flag football programs. The use and license agreements between the Organization and the Board and Church are each on a year-to-year basis. The Organization uses the properties and facilities substantially during the months of March through July and September through October in the administration of its baseball and flag football programs. No rent was paid by the Organization to the Board or Church. The Organization is responsible for all maintenance of the properties that it utilizes for its program services. Management has estimated the approximate fair value of the rental of the properties during periods of use to be \$4,000 each, annually. Consequently, \$8,000 is included as part of support, sponsorships and contributions, and program service expenses in the statements of activities for 2016 and 2015 to reflect the fair value of use of the donated facilities.

WEST NASHVILLE SPORTS LEAGUE, INC.
NOTES TO FINANCIAL STATEMENTS, continued
December 31, 2016 and 2015

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). As of December 31, 2016, Miracle League has an application pending with the Internal Revenue Service for recognition as an organization exempt from income tax under Section 501(c)(3) of the Internal Revenue Code. 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 \$4,706 and \$8,355 for the years ended December 31, 2016 and 2015, respectively, are included as donations and supporting service expenses on the statement of activities. As of December 31, 2016, the Organization has raised \$29,417 from supporters and the general public for the direct benefit of Miracle League. Such amounts are included as intermediary receipts payable on the statement of financial position.

NOTE 7. 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.

NOTE 8. 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 9. EVALUATION OF SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through September 26, 2017, the date which the financial statements were available to be issued.

END OF NOTES