

**Wheelchair and Ambulatory Sports USA, Inc.**

**FINANCIAL STATEMENTS**

**For the Year Ended**

**December 31, 2012**

**Wheelchair and Ambulatory Sports USA, Inc.**

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**Wheelchair and Ambulatory Sports USA, Inc.**  
**Statement of Financial Position**  
**December 31, 2012**

	<b>Unrestricted Net Assets</b>	<b>Temporarily Restricted Net Assets</b>	<b>Permanently Restricted Net Assets</b>	<b>Totals</b>
<b>ASSETS</b>				
<b>Current Assets</b>				
<b>Checking/Savings</b>	\$ 129,077	\$ 73,059	\$ -	\$ 202,136
<b>Fiduciary Accounts</b>	\$ 23,100			23,100
<b>Other Current Assets</b>	-	-	-	-
<b>Investments</b>	190,012	-	-	190,012
<b>Total Current Assets</b>	<u>342,189</u>	<u>73,059</u>	<u>-</u>	<u>415,248</u>
				-
<b>Total Fixed Assets</b>	-	-	-	-
<b>TOTAL ASSETS</b>	<u><b>\$ 342,189</b></u>	<u><b>\$ 73,059</b></u>	<u><b>\$ -</b></u>	<u><b>\$ 415,248</b></u>
<b>LIABILITIES &amp; NET ASSETS</b>				
<b>Liabilities</b>				
<b>Current Liabilities</b>				
<b>Accounts Payable</b>	\$ 3,212	\$ -	\$ -	\$ 3,212
<b>Designated Accounts</b>	50,296			50,296
<b>Fiduciary Accounts</b>	23,100	-	-	23,100
<b>Total Current Liabilities</b>	<u>76,608</u>	<u>-</u>	<u>-</u>	<u>76,608</u>
<b>Total Liabilities</b>	76,608	-	-	76,608
<b>Net Assets</b>				
<b>Unrestricted</b>	265,581	-	-	265,581
<b>Temporarily Restricted</b>	-	73,059		73,059
<b>Permanently Restricted</b>	-	-	-	-
<b>Total Net Assets</b>	<u>265,581</u>	<u>73,059</u>	<u>-</u>	<u>338,640</u>
<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<u><b>\$ 342,189</b></u>	<u><b>\$ 73,059</b></u>	<u><b>\$ -</b></u>	<u><b>\$ 415,248</b></u>

**Wheelchair and Ambulatory Sports USA, Inc.**  
**Statement of Activities**  
**December 31, 2012**

	<b>Unrestricted Net Assets</b>	<b>Temporarily Restricted Net Assets</b>	<b>Permanently Restricted Net Assets</b>	<b>Totals</b>
<b>Ordinary Income/Expense</b>				
<b>Income</b>				
<b>ADF Account Fees</b>	\$ 1,075	\$ -	\$ -	\$ 1,075
<b>Contributions Income</b>	10,152	77,007	-	87,159
<b>Investment Income</b>	6,008	-	-	6,008
<b>Membership Dues</b>	33,092	-	-	33,092
<b>Miscellaneous Income</b>	100,129	-	-	100,129
<b>Program Fees</b>	39,232	-	-	39,232
<b>Grants</b>	20,000	-	-	20,000
<b>Rental and Other</b>	3,598	-	-	3,598
<b>Net Assets released     from restrictions</b>	72,985	(72,985)	-	-
<b>Total Income</b>	<u>286,271</u>	<u>4,022</u>	<u>-</u>	<u>290,293</u>
<b>Expense</b>				
<b>Program Expenses</b>	188,305	-	-	188,305
<b>Management And General</b>	12,933	-	-	12,933
<b>Fundraising</b>	3,045	-	-	3,045
<b>Total Expenses</b>	<u>204,283</u>	<u>-</u>	<u>-</u>	<u>204,283</u>
<b>Changes in Net Assets from Operating Activities</b>	81,988	4,022	-	86,010
<b>Unrealized Gain(Loss) from Investments</b>	<u>16,837</u>	<u>-</u>	<u>-</u>	<u>16,837</u>
<b>Total Change in Net Assets</b>	98,825	4,022	-	102,847
<b>Net Assets Beginning</b>	<u>166,756</u>	<u>69,037</u>	<u>-</u>	<u>235,793</u>
<b>Net Assets Ending</b>	<u>\$ 265,581</u>	<u>\$ 73,059</u>	<u>\$ -</u>	<u>\$ 338,640</u>

**Wheelchair and Ambulatory Sports USA, Inc.**  
**Statement of Cash flows**  
**For the Year Ended December 31, 2012**

	<b>Unrestricted Net Assets</b>	<b>Temporarily Restricted Net Assets</b>	<b>Permanently Restricted Net Assets</b>	<b>Totals</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Change in net assets	\$ 81,988	\$ 27,122	\$ -	\$ 109,110
Adjustments to reconcile change in net cash provided by operating activities				
Change in assets and liabilities				
Decrease in prepaid expenses	-			-
Increase in accounts payable	(22,974)			(22,974)
	<u>59,014</u>	<u>27,122</u>	<u>-</u>	<u>86,136</u>
Net Cash provided by (used by) operating activities				
	<u>59,014</u>	<u>27,122</u>	<u>-</u>	<u>86,136</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
Increase in marketable securities	4,776			4,776
Increase in athlete development and other fiduciary accounts	(9,549)	-	-	(9,549)
	<u>(4,773)</u>	<u>-</u>	<u>-</u>	<u>(4,773)</u>
Net Cash provided by (used by) investing activities				
	<u>(4,773)</u>	<u>-</u>	<u>-</u>	<u>(4,773)</u>
<b>INCREASE (DECREASE) IN CASH</b>	54,241	27,122	-	81,363
<b>CASH, BEGINNING OF YEAR</b>	<u>74,836</u>	<u>69,037</u>	<u>-</u>	<u>143,873</u>
<b>CASH, END OF YEAR</b>	<u><u>129,077</u></u>	<u><u>96,159</u></u>	<u><u>-</u></u>	<u><u>225,236</u></u>

**Wheelchair and Ambulatory Sports USA, Inc.**  
**Schedule of Functional Expenses**  
**For the Year Ended December 31, 2012**

	<b>Program Services:</b>	<b>Supporting Services:</b>		<b>Totals</b>
	<b>Disability Sports Development</b>	<b>Management and General</b>	<b>Fundraising</b>	
Athlete Development Costs	72,985	-	-	72,985
Account Service Charges	249	120	-	369
Compensation	28,333	7,785	1,945	38,063
Dues and Subscriptions	2,825	-	-	2,825
Depreciation	-	-	-	-
Insurance	18,750	1,150	-	19,900
Marketing	1,724	-	-	1,724
Miscellaneous	-	85	-	85
Office Supplies	375	464	-	839
Postage and Delivery	493	241	-	734
Printing and Reproduction	-	-	-	-
Professional Fees	-	1,100	1,100	2,200
Program Expense	60,832	-	-	60,832
Rent	-	-	-	-
Storage Fees	-	921	-	921
Telephone	1,739	832	-	2,571
Travel & Ent	-	-	-	-
Website Expenses	-	235	-	235
<b>Total Expense</b>	<b>188,305</b>	<b>12,933</b>	<b>3,045</b>	<b>204,283</b>

**Wheelchair and Ambulatory Sports USA, Inc.**  
**Notes to Financial Statements**  
**December 31, 2012**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

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

Basis of Accounting

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

Depreciation

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

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

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

Functional Expenses

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

Investments

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

Advertising

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

**Wheelchair and Ambulatory Sports USA, Inc.**  
**Notes to Financial Statements**  
**December 31, 2012**

NOTE 2 - FIXED ASSETS

The following is a schedule of the components of Fixed Assets as of December 31, 2012:

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

NOTE 3 - TEMPORARILY RESTRICTED ASSETS

The Organization maintains Athlete Development funds for member athletes to be used for training, competition, travel and equipment needs. Donors contribute to the athletes funds and they are designated for this purpose. Athletes submit requests to be reimbursed for these expenditures. The balance of the funds held in these accounts at December 31, 2012 is \$40,272. Other restricted accounts were \$ 24,086 for Team USA, \$3,700 for Classification and \$5,000 for International teams.

NOTE 4 - FIDUCIARY ACCOUNTS

The Organization maintains funds for various sport NGB's (National Governing Body), and other programs. At December 31, 2012 the following were funds were held:

NGB's	\$ 22,423
Other Programs	<u>677</u>
	<u>\$ 23,100</u>

NOTE 5 - OPERATING LEASES

The Organization leases storage space for records on a month to month basis for \$ 82 per month. In March of 2013 to contract expires and is not expected to be renewed.. The anticipated annual expense is in future periods is as follows:

12-31-13	\$ 246
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**Wheelchair and Ambulatory Sports USA, Inc.**  
**Notes to Financial Statements**  
**December 31, 2012**

NOTE 7- RISKS AND UNCERTAINTIES

The Organization maintains several bank accounts which are subject to the loss limitation rules of the FDIC. Under these rules, if the financial institution were to close, the accounts are insured up to \$250,000 per customer. The amount of excess funds at December 31, 2012 is \$13,083.

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

NOTE 13 INCOME TAXES

The Organization evaluates all significant tax positions as required by generally accepted accounting principles in the United States. As of December 31, 2012, the Organization does not believe that it has taken any tax positions that would require the recording of any additional tax liability. The Organization's tax returns are subject to examination by the appropriate taxing jurisdictions. As of December 31, 2012, the Organization's federal and various state returns generally remain open for the last three years.