



**Florida High School Athletic
Association, Inc. and Affiliate**

Combined Financial Statements

June 30, 2025 and 2024

REPORT

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Florida High School Athletic Association, Inc.

Opinion

We have audited the accompanying combined financial statements of the Florida High School Athletic Association, Inc. (a nonprofit organization) and Affiliate (the "Association"), which comprise the combined statement of financial position as of June 30, 2025, and the related combined statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the combined financial statements.

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of the Association as of June 30, 2025, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Combined Financial Statements section of our report. We are required to be independent of the Association and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Combined Financial Statements

Management is responsible for the preparation and fair presentation of the combined 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 combined financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the combined financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Association's ability to continue as a going concern within one year after the date that the combined financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Combined Financial Statements

Our objectives are to obtain reasonable assurance about whether the combined 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 combined 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 combined 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 combined 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 the 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 combined financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the 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.

Report on Supplementary Information

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

Report on Summarized Comparative Information

We have previously audited Florida High School Athletic Association, Inc. and Affiliates' 2024 combined financial statements, and we expressed an unmodified audit opinion on those audited financial statements in

our report dated January 30, 2025. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2024, is consistent, in all material respects, with the audited combined financial statements from which it has been derived.

Carr, Riggs & Ingram, L.L.C.

Gainesville, Florida

January 26, 2026

**Florida High School Athletic Association, Inc. and Affiliate
Combined Statements of Financial Position**

<i>June 30,</i>	2025	2024
Assets		
Current assets		
Cash	\$ 476,031	\$ 1,085,336
Accounts receivable, net	1,369,993	987,416
Prepaid expenses	33,748	25,937
Total current assets	1,879,772	2,098,689
Non-current assets		
Investments	5,908,265	5,895,837
Operating lease, right-of-use assets, net	13,698	17,557
Property and equipment, net	1,550,011	1,618,508
Total non-current assets	7,471,974	7,531,902
Total assets	\$ 9,351,746	\$ 9,630,591
Liabilities and Net Assets		
Current liabilities		
Accounts payable	\$ 156,829	\$ 247,350
Accrued payroll and payroll taxes	123,149	107,263
Current portion of operating lease liabilities	4,021	3,858
Deferred revenue	24,409	36,393
Compensated absences, current portion	107,613	112,712
Total current liabilities	416,021	507,576
Long-term liabilities		
Operating lease liabilities, less current portion	9,677	13,699
Compensated absences, net of current portion	327,868	303,995
Total long-term liabilities	337,545	317,694
Total liabilities	753,566	825,270
Net Assets		
With donor restrictions	4,000	-
Without donor restrictions	8,594,180	8,805,321
Total net assets	8,598,180	8,805,321
Total liabilities and net assets	\$ 9,351,746	\$ 9,630,591

The accompanying notes are an integral part of these combined financial statements.

**Florida High School Athletic Association, Inc. and Affiliate
Combined Statements of Activities**

<i>For the years ended June 30,</i>	2025			2024
	Without Donor Restriction	With Donor Restriction	Total	Summarized Total
Revenue and Other Support				
General athletics	\$ 1,211,745	\$ -	\$ 1,211,745	\$ 1,278,161
Championships	1,504,819	-	1,504,819	1,185,322
Member dues	165,417	-	165,417	212,814
Investment income and losses and other income	536,809	-	536,809	586,833
Corporate marketing	2,833,908	-	2,833,908	2,825,428
Officials programs	624,860	-	624,860	494,627
Compliance	417,029	-	417,029	353,564
Recognition	7,510	-	7,510	10,410
Community	-	4,000	4,000	-
Total revenue and other support	7,302,097	4,000	7,306,097	6,947,159
Expenses				
<i>Program services</i>				
General athletics	1,625,302	-	1,625,302	1,505,570
Championships	1,301,461	-	1,301,461	1,057,540
Compliance	776,913	-	776,913	963,972
Communications	1,044,680	-	1,044,680	1,064,332
Officials	910,956	-	910,956	481,579
Recognition	191,284	-	191,284	210,803
Total program services	5,850,596	-	5,850,596	5,283,796
<i>Supporting services</i>				
Management and general	1,662,642	-	1,662,642	1,651,141
Total expenses	7,513,238	-	7,513,238	6,934,937
Change in net assets	(211,141)	4,000	(207,141)	12,222
Net assets at beginning of year	8,805,321	-	8,805,321	8,793,099
Net assets at end of year	\$ 8,594,180	\$ 4,000	\$ 8,598,180	\$ 8,805,321

The accompanying notes are an integral part of these combined financial statements.

Florida High School Athletic Association, Inc. and Affiliate Combined Statements of Functional Expenses

For the year ended June 30, 2025

	Program Services						Supporting Services		2025 Total	Summarized Total for the Year Ended June 30, 2024
	General Athletics	Championships	Compliance	Communications	Officials	Recognition	Total Program Services	Management and General		
Salaries and wages	\$ 1,149,719	\$ -	\$ 581,364	\$ 683,538	\$ 390,988	\$ 68,888	\$ 2,874,497	\$ 942,877	\$ 3,817,374	\$ 3,665,605
Professional services	77,875	56,042	50,599	407	25,605	1,950	212,478	306,916	519,394	439,454
Lobbying	-	-	-	250,277	-	-	250,277	-	250,277	253,126
Insurance	4,993	-	2,853	4,280	110,924	-	123,050	247,362	370,412	353,234
Transportation and travel	26,153	-	27,923	10,874	44,076	1,343	110,369	53,158	163,527	218,558
Infractions	-	76,967	7,010	-	-	-	83,977	-	83,977	7,283
Other committee costs	11,851	-	-	-	-	-	11,851	-	11,851	61,006
Repairs and maintenance	7,742	-	4,451	6,655	2,900	-	21,748	7,266	29,014	26,358
Rentals and leases	-	306,613	-	-	-	-	306,613	-	306,613	75,210
Communications	2,271	335,261	14,905	42,970	4,364	702	400,473	8,246	408,719	73,647
Utilities	11,756	32,192	6,718	10,077	5,038	-	65,781	10,077	75,858	41,958
Game officiating	15,619	488,092	-	-	39,547	-	543,258	-	543,258	330,098
Office supplies	152,664	-	31,850	6,691	14,218	2,710	208,133	29,816	237,949	446,682
Event supplies	3,955	-	12,973	-	93,387	31,447	141,762	2,431	144,193	196,392
Scholarships and other awards	-	-	-	-	384	83,684	84,068	4,788	88,856	509,335
Purchase of equipment	188	-	107	380	54	-	729	2,436	3,165	6,229
Computers and software	207	6,294	118	177	88	-	6,884	16,192	23,076	28,972
Land improvements	6,154	-	3,516	5,275	2,637	-	17,582	5,275	22,857	10,188
Dues and fees	24,323	-	1,025	1,241	166,420	-	193,009	1,547	194,556	27,483
Miscellaneous	105,656	-	17,733	844	-	560	124,793	3,604	128,397	71,414
Training and development	83	-	-	343	-	-	426	-	426	8,709
Depreciation	24,093	-	13,768	20,651	10,326	-	68,838	20,651	89,489	83,996
Total	\$ 1,625,302	\$ 1,301,461	\$ 776,913	\$ 1,044,680	\$ 910,956	\$ 191,284	\$ 5,850,596	\$ 1,662,642	\$ 7,513,238	\$ 6,934,937

The accompanying notes are an integral part of these combined financial statements.

**Florida High School Athletic Association, Inc. and Affiliate
Combined Statements of Cash Flows**

<i>For the years ended June 30,</i>	2025	2024
Operating Activities		
Change in net assets	\$ (207,141)	\$ 12,222
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Bad debt	(30,166)	(30,272)
Depreciation	89,489	83,994
Net gain on investments	(353,416)	(412,820)
Right of use assets	3,859	(17,557)
Changes in operating assets and liabilities		
Accounts receivable	(352,411)	92,205
Prepaid expenses	(7,811)	(17,044)
Accounts payable	(90,521)	3,417
Accrued payroll and payroll taxes	15,886	4,719
Operating lease liability	(3,859)	17,557
Deferred revenue	(11,984)	(41,732)
Compensated absences	18,774	55,619
Net cash provided (used) by operating activities	(929,301)	(249,692)
Investing Activities		
Interest and dividend reinvestment	340,988	(153,847)
Purchase of property and equipment	(20,992)	(31,720)
Net cash provided (used) by investing activities	319,996	(185,567)
Net change in cash	(609,305)	(435,259)
Cash, beginning of year	1,085,336	1,520,595
Cash, end of year	\$ 476,031	\$ 1,085,336

Schedule of Noncash Transactions

Lease liabilities arising from obtaining right-of-use assets		
Operating leases	\$ -	\$ 21,260

The accompanying notes are an integral part of these combined financial statements.

Florida High School Athletic Association, Inc. and Affiliate Notes to Combined Financial Statements

NOTE 1: DESCRIPTION OF THE ASSOCIATION

Combined Financial Statements

The financial statements include the combined accounts of Florida High School Athletic Association, Inc., an organization established in 1920, designated as a 501C(3) in 1951 and Incorporated as a State of Florida not for profit corporation in 1962; and the Florida High School Athletic Association's Land Corporation, established in 1950, incorporated as a State of Florida not for profit corporation in 1993 and designated by the IRS as a 501C(2) organization, collectively referred to as the "Association" or "FHSAA." These entities have the same board of directors and are under the operational control of the Executive Director of the Association. The accounts of these organizations have been combined and all interorganization transactions and balances have been eliminated.

Nature of Activities

The Association regulates, promotes and administers high school interscholastic athletic competition within the State of Florida for both public and private member schools. The Association conducts interscholastic athletic post season tournaments throughout the state, promotes values of high school curriculums, promotes sportsmanship and safety of participants and provides training of coaches, athletic directors and game officials. In 1976, the Florida Legislature designated the FHSAA, Inc. as the governing non-profit organization of athletics in Florida public schools, a designation that continues today as specified in Florida Statute 1006.20(1). The Association also registers, tests, and certifies high school athletic officials. Athletic program revenue includes a share of the gate receipts from FHSAA State Series post season playoff games and state championship games as well as fees for other sanctioned athletic events that occur pre and post season. The Association's program services consist of the following:

General Athletics – The Association supports the youth of Florida who deserve the best possible education that is gained through the classroom and through participation in interscholastic athletic programs which connect teammates, coaches, and officials across the state. The Association provides opportunities for high school students to participate on a fair and equitable basis which produce vital educational benefits through regulated sports programs. The Association provides the necessary supervision, control, and promotion of the interscholastic athlete programs in which students engage.

Championships – The Association provides a level competitive playing opportunity for all student-athletes within the state series by promoting sportsmanship, striving for excellence, and competing with integrity. The Association secures venues that meet regulation and safety standards to promote exceptional experiences which lend to quality lessons in leadership, sportsmanship, and citizenship.

Compliance – The Association upholds the bylaws and policies established by the FHSAA Board of Directors and facilitates due process procedures afforded to member schools, coaches, and students. The Association provides educational resources via seminars, on-site workshops, electronic platforms, and other interactive means to assist with school compliance of FHSAA regulations.

Florida High School Athletic Association, Inc. and Affiliate Notes to Combined Financial Statements

NOTE 1: DESCRIPTION OF THE ASSOCIATION (CONTINUED)

Communications – The Association provides direct lines of communication to member schools, officials, news media, and the public through printed material and electronic platforms. The Association provides oversight of a public liaison advisory committee and lobbying efforts on behalf of the FHSAA Board of Directors to enhance education initiatives of the FHSAA Board of Directors. The Association facilitates promotional activities to engage the membership and its constituents.

Officials – The Association promotes educational development of high school students by establishing guidelines for ethical standards of conduct for all interscholastic officials in Florida. The Association provides support, training, evaluation, and certification of officials for high school sporting events to ensure that they master both the rules of the game and the mechanics necessary to enforce the rules.

Recognition – The Association facilitates several programs through which schools, student-athletes, administrators, coaches, officials, and other individuals are recognized. The Association provides scholarships and awards to various individuals and groups for exceptional achievements in academics, interscholastic athletics, teamwork, sportsmanship, and leadership.

Community – The Association actively engages with stakeholders, including students, public schools, private schools, charter schools, administrators, officials, coaches, parents, and fans, to understand and address their unique needs. The Association provides resources and support through grant programs, scholarships, and education to benefit the public and provide a positive impact across communities in the state of Florida

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying combined financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). The Financial Accounting Standards Board (FASB) provides authoritative guidance regarding U.S. GAAP through the Accounting Standards Codification (ASC) and related Accounting Standards Updates (ASUs).

Use of Estimates

The preparation of U.S. GAAP financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, and disclosure of contingent assets and liabilities at the date of the combined financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Estimates that are particularly susceptible to significant change in the near term are related to contributions of non-financial assets and allocation of functional expenses.

Florida High School Athletic Association, Inc. and Affiliate Notes to Combined Financial Statements

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Comparative Financial Information

The combined financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Association's combined financial statements for the year ended June 30, 2024, from which the summarized information was derived.

Cash

The Association's cash consists of cash in bank checking accounts. At times, amounts in these accounts exceed FDIC insurance limits.

Accounts Receivable

Accounts receivable represents amounts owed to the Association which are expected to be collected within twelve months and are presented in the combined statements of financial position net of the allowance for credit losses.

Allowance for Credit Losses

Management evaluates its receivables on an ongoing basis by analyzing customer relationships and previous payment histories. The allowance for credit losses is management's best estimate of the amount of expected credit losses in the existing accounts based on current market conditions. Historically, losses on uncollectible accounts have been within management's expectations. The allowance for credit losses is reviewed on a periodic basis to ensure there is sufficient reserve to cover any potential credit losses. When receivables are considered uncollectible, they are charged against the allowance for credit losses. Collections on accounts previously written off are included in the change in net assets as received. The allowance for credit losses was \$81,452 and \$51,286 at June 30, 2025 and 2024, respectively

Investments

The Association reports investments in equity securities with readily determinable fair values and all investments in debt securities at their fair values in the combined statements of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying combined statements of activities.

Florida High School Athletic Association, Inc. and Affiliate Notes to Combined Financial Statements

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and Equipment

All acquisitions of property and equipment in excess of \$600 and all expenditures for maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Repairs and maintenance are expensed as incurred. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

Leases

The Association leases equipment. The Association determines if an arrangement is a lease at inception. Operating leases are included in operating lease right-of-use (ROU) assets, other current liabilities, and operating lease liabilities on the combined statements of financial position. Finance leases are included in property and equipment, other current liabilities, and other long-term liabilities on the combined statements of financial position.

ROU assets represent the right to use an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. As most of the leases do not provide an implicit rate, the Association uses a risk-free rate based on the information available at commencement date in determining the present value of lease payments. The operating lease ROU asset also includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Association will exercise that option. Lease expense for lease payments is recognized on a straight-line basis over the lease term.

Our lease agreements do not contain any material residual value guarantees or material restrictive covenants.

Net Assets

The Association reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the board limits resulting from the nature of the Association, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

Net assets with donor restrictions are resources that are subject to donor-imposed restrictions. Some restrictions are temporary in nature, such as those that are restricted by a donor for use for a particular

Florida High School Athletic Association, Inc. and Affiliate Notes to Combined Financial Statements

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Assets (continued)

purpose or in a particular future period. Other restrictions may be perpetual in nature; such as those that are restricted by a donor that the resources be maintained in perpetuity.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions.

Revenue Recognition

Investment income and losses, other income, compliance, community, and recognition revenue are recognized when cash, other assets, or notification of a beneficial interest is received. Revenue from championships, general athletics, member dues, officials programs, and corporate marketing are recognized as revenue when performance obligations under the terms of the contracts with customers are satisfied.

Contributions are recognized when cash, other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met or the donor has explicitly removed the conditions. Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as net assets without donor restrictions.

Donated Assets

Donated sports equipment are recorded as contributions at their fair values at the date of donation, and expensed when provided to schools for use in events.

Functional Allocation of Expenses

Directly identifiable expenses are charged to programs and supporting services. Expenses related to payroll, payroll taxes, and employee benefits are allocated based on actual percentages of time spent in each functional area. Expenses related to maintenance and upkeep of the entire facility are allocated across functional areas based on actual time and effort.

Income Taxes

Under Sections 501(c)(2) and 501(c)(3) of the Internal Revenue Code, the Association is exempt from taxes on income other than unrelated business income. In addition, the Association has been classified as an organization that is not a private foundation. In 1996, the Association filed form 5768 making it eligible to make expenditures to influence legislation.

Florida High School Athletic Association, Inc. and Affiliate

Notes to Combined Financial Statements

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Income Taxes (continued)

The Association utilizes the accounting requirements associated with uncertainty in income taxes using the provisions of Financial Accounting Standards Board (FASB) ASC 740, Income Taxes. Using that guidance, tax positions initially need to be recognized in the combined financial statements when it is more-likely-than-not the positions will be sustained upon examination by the tax authorities. It also provides guidance for derecognition, classification, interest and penalties, accounting in interim periods, disclosure and transition. As of June 30, 2025 and 2024, the Association has no uncertain tax positions that qualify for recognition or disclosure in the combined financial statements.

Reclassifications

Certain reclassifications were made to prior year balances to conform with current year presentation.

Subsequent Events

Management has evaluated subsequent events through the date that the combined financial statements were available to be issued, January 26, 2026 and determined there were no events that occurred that required disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

NOTE 3: LIQUIDITY AND FINANCIAL ASSET AVAILABILITY

The Association maintains its financial assets primarily in cash, accounts receivable, and investments to provide liquidity to ensure funds are available as the Association's expenses come due. The following reflects the Association's financial assets as of the combined statements of financial position date, reduced by amounts not available for general use within one year of the combined statements of financial position date because of contractual restrictions.

<i>June 30,</i>	2025	2024
Total assets at year end	\$ 9,337,863	\$ 9,613,034
Less non-financial assets		
Prepaid expenses	(33,748)	(25,937)
Operating lease right-of-use assets, net	(13,698)	(17,557)
Property and equipment, net	(1,550,011)	(1,618,508)
Financial assets available to meet cash needs for general expenditures within one year	\$ 7,740,406	\$ 7,951,032

The Association is principally supported by dues and fees charged for services it provides.

Florida High School Athletic Association, Inc. and Affiliate
Notes to Combined Financial Statements

NOTE 4: ACCOUNTS RECEIVABLE

Accounts receivable consist of the following:

<i>June 30,</i>	2025	2024
Athletics	\$ 1,408,593	\$ 1,000,583
Interest	42,667	38,119
Total accounts receivable	1,451,260	1,038,702
Less allowance for credit losses	(81,452)	(51,286)
Accounts receivable, net	\$ 1,369,808	\$ 987,416

Bad debts expense totaled for the years ended June 30, 2025 and 2024 amounted to \$30,166 and \$30,272 respectively.

NOTE 5: INVESTMENTS

Investments in marketable securities consist of the following:

<i>June 30,</i>	2025	2024
Cash and money market	\$ 268,567	\$ 728,190
Fixed Income:		
Mortgage backed securities	1,652	3,773
Corporate securities	5,583,214	5,084,555
US treasury securities	54,832	79,319
Total investments	\$ 5,908,265	\$ 5,895,837

Florida High School Athletic Association, Inc. and Affiliate
Notes to Combined Financial Statements

NOTE 6: PROPERTY AND EQUIPMENT

The components of property and equipment consist of the following at June 30, 2025 and 2024:

	Estimated Useful Lives (in years)	2025	2024
Buildings and improvements	15-40	\$ 2,296,702	\$ 2,296,702
Furniture and equipment	3-5	283,782	265,057
Total depreciable property and equipment		2,580,484	2,561,759
Less: accumulated depreciation		1,420,502	1,333,280
Land		390,029	390,029
Property and equipment, net		\$ 1,550,011	\$ 1,618,508

Depreciation expense for the years ended June 30, 2025 and 2024 amounted to \$89,489 and \$83,994, respectively.

NOTE 7: LEASES

The Association has an operating lease for equipment. The lease has remaining lease terms of 3 years.

The components of lease expense consist of the following:

For the years ended June 30,	2025	2024
Operating lease cost	\$ 4,511	\$ 4,511

Weighted average remaining lease term and discount rates consist of the following:

For the year ended June 30,	2025	2024
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows from operating leases	\$ 3,859	\$ 17,557
Right-of-use assets obtained in exchange for lease obligations		
Operating leases	-	\$ 21,260

Florida High School Athletic Association, Inc. and Affiliate
Notes to Combined Financial Statements

NOTE 7: LEASES (CONTINUED)

Weighted average remaining lease term		
Operating leases	3.25 years	4.25 years
Weighted average discount rate		
Operating leases	4.13%	4.13%

Future minimum lease payments under non-cancellable leases as of June 30, 2025, were as follows:

<i>For the year ending June 30,</i>	Operating Leases
2026	\$ 4,511
2027	4,511
2028	4,511
2029	1,128
Total future minimum lease payments	14,661
Less imputed interest	(963)
Present value of lease liabilities	<u>\$ 13,698</u>
Reported as of June 30, 2025	
Current portion of operating lease liabilities	\$ 4,021
Operating lease liabilities, less current portion	9,677
Total	<u>\$ 13,698</u>

NOTE 8: REVENUE

The Association is recognizing revenue for contracts with customers over time for its corporate marketing, member dues, and officials programs, and contracts with customers at a point in time for its championships and general athletics. As of June 30, 2025 and 2024, all performance obligations had been satisfied. The performance obligations are based upon timing of events, which take place on an annual basis.

The Association recognizes revenue once the event particular to the contract has taken place.

Florida High School Athletic Association, Inc. and Affiliate
Notes to Combined Financial Statements

NOTE 8: REVENUE (CONTINUED)

Disaggregated Revenues

A summary of disaggregated revenues information follows:

<i>For the years ended June 30,</i>	2025	2024
Contracts with customers		
Recognized over time	\$ 3,624,185	\$ 3,532,869
Recognized at a point in time	2,716,564	2,463,483
Compliance, and recognition (non-exchange)	424,539	363,974
Investments and other income (loss) (non-exchange)	536,809	586,833
Total revenue	\$ 7,302,097	\$ 6,947,159

The Association's customers are primarily schools and high school sports related entities located in the State of Florida. All revenue was earned during 2025 and 2024.

Contract Balances

<i>June 30,</i>	2025	2024
Receivable from contracts, beginning of year	\$ 987,416	\$ 1,049,349
Receivable from contracts, end of year	\$ 1,369,808	\$ 987,416

NOTE 9: CONTRIBUTION OF NON-FINANCIAL ASSETS

All donated goods were utilized by the Association's program and supporting services. All donor-imposed restrictions were satisfied during the year associated with the contributed goods.

The components of donated goods contributed to the Association consists of the following for the year ended June 30, 2025 and 2024:

<i>For the years ended June 30,</i>	2025	2024
Program services		
Corporate marketing		
Donated Goods	\$ 119,100	\$ 121,100

Donated goods are valued at wholesale prices that would be paid for buying similar products.

Florida High School Athletic Association, Inc. and Affiliate Notes to Combined Financial Statements

NOTE 10: FAIR VALUE MEASUREMENTS

Fair value is the exchange price that would be received for an asset or paid to transfer a liability (exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. There are three levels of inputs that may be used to measure fair values:

Level 1: Quoted prices (unadjusted) for identical assets or liabilities in active markets that the entity has the ability to access as of the measurement date.

Level 2: Significant other observable inputs other than Level 1 prices, such as:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs, other than quoted prices, that are:
 - observable; or
 - can be corroborated by observable market data.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset 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 maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2025 and 2024.

Cash and money markets — The fair value of cash and money markets is determined using trade prices in an active market, then uses a discounted cash flow model to determine the price.

Mortgage backed securities — The fair value of mortgage backed securities is determined using an active TBA market for mortgage pools, which is the basis for determining many prices, yields, and option-adjusted spreads in the mortgage arena.

Corporate securities — The fair value of corporate securities is determined using the discounted cash flow model. The key inputs to the discounted cash flow model are the coupon, yield, expected maturity date, and any applicable options.

US Treasury securities — The fair value of US Treasury securities is determined using the yield on the on-the-run treasury that is most similar to the US Treasury being valued. The yield is adjusted for variances in maturity, coupon, and other features. A discounted cash flow model is used to discount the payments using the yield determined for most US Treasury securities.

Florida High School Athletic Association, Inc. and Affiliate

Notes to Combined Financial Statements

NOTE 10: FAIR VALUE MEASUREMENTS (CONTINUED)

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

Assets and liabilities measured at fair value on a recurring basis, are summarized for the years ended June 30, 2025 and 2024:

<i>June 30, 2025</i>	Level 1	Level 2	Level 3	Total
Cash and money markets	\$ 268,567	\$ -	\$ -	\$ 268,567
Fixed income:				
Mortgage backed securities	-	1,652	-	1,652
Corporate securities	3,381,329	1,542,150	659,735	5,583,214
US treasury securities	54,832	-	-	54,832
Total investments at fair value	\$ 3,704,728	\$ 1,543,802	\$ 659,735	\$ 5,908,265

<i>June 30, 2024</i>	Level 1	Level 2	Level 3	Total
Cash and money markets	\$ 728,190	\$ -	\$ -	\$ 728,190
Fixed income:				
Mortgage backed securities	-	3,773	-	3,773
Corporate securities	3,216,004	1,003,181	865,370	5,084,555
US treasury securities	79,319	-	-	79,319
Total investments at fair value	\$ 4,023,513	\$ 1,006,954	\$ 865,370	\$ 5,895,837

Changes in Fair Value Levels

The availability of observable market data is monitored to assess the appropriate classification of financial instruments within the fair value hierarchy. Changes in economic conditions or model-based valuation techniques may require the transfer of financial instruments from one fair value level to another. In such instances, the transfer is reported at the beginning of the reporting period.

Florida High School Athletic Association, Inc. and Affiliate
Notes to Combined Financial Statements

NOTE 10: FAIR VALUE MEASUREMENTS (CONTINUED)

Management evaluated the significance of transfer between levels based upon the nature of the financial instrument and size of the transfer relative to total assets. The table below sets forth a summary of changes in the fair value of the Level 3 assets for year ended June 30:

<i>June 30,</i>	2025	2024
Balance, beginning of year	\$ 865,370	\$ 430,000
Net change in market value	13,353	88,357
Transfer between levels	(317,688)	347,013
Purchases	98,700	-
Balance, end of year	\$ 659,735	\$ 865,370

NOTE 11: CONCENTRATIONS

The Association maintains cash deposits with a financial institution at June 30, 2025 and 2024, in excess of federally insured limit of approximately \$326,338 and \$795,880, respectively.

NOTE 12: DEFINED CONTRIBUTION PLAN

The Association sponsors a defined contribution plan (the Plan) covering all employees aged 20 and over. The Association makes a contribution to the Plan each year equal to 15% of all participants' compensation. Total expense for the year ended June 30, 2025 and 2024 was \$380,646 and \$356,780 respectively.

Supplementary Information

Florida High School Athletic Association, Inc. and Affiliate Combining Statement of Financial Position

June 30, 2025	Florida High School Athletic Association,				Total
	Inc.	Land Corporation	Eliminations		
Assets					
Current assets					
Cash	\$ 428,040	\$ 47,991	\$ -	\$ -	\$ 476,031
Accounts receivable, net	1,369,993	-	-	-	1,369,993
Prepaid expenses	33,748	-	-	-	33,748
Total current assets	1,831,781	47,991	-	-	1,879,772
Non-current assets					
Investments	5,908,265	-	-	-	5,908,265
Operating lease, right-of-use assets, net	13,698	-	-	-	13,698
Property and equipment, net	-	1,550,011	-	-	1,550,011
Total non-current assets	5,921,963	1,550,011	-	-	7,471,974
Total assets	\$ 7,753,744	\$ 1,598,002	\$ -	\$ -	\$ 9,351,746
Liabilities and net assets					
Current liabilities					
Accounts payable	\$ 153,512	\$ 3,317	\$ -	\$ -	\$ 156,829
Accrued payroll and payroll taxes	123,149	-	-	-	123,149
Current portion of operating lease liabilities	4,021	-	-	-	4,021
Deferred revenue	24,409	-	-	-	24,409
Compensated absences, current portion	107,613	-	-	-	107,613
Total current liabilities	412,704	3,317	-	-	416,021
Long-term liabilities					
Operating lease liabilities, less current portion	9,677	-	-	-	9,677
Compensated absences, net of current portion	327,868	-	-	-	327,868
Total long-term liabilities	337,545	-	-	-	337,545
Total liabilities	750,249	3,317	-	-	753,566
Net assets					
Without donor restrictions	6,999,495	1,594,685	-	-	8,594,180
With donor restrictions	4,000	-	-	-	4,000
Total liabilities and net assets	\$ 7,753,744	\$ 1,598,002	\$ -	\$ -	\$ 9,351,746

Florida High School Athletic Association, Inc. and Affiliate Combining Statement of Activities

For the year ended June 30, 2025	Florida High School Athletic Association, Inc.		Land Corporation	Eliminations	Total
	Without Donor Restriction	With Donor Restriction			
Revenue and Other Support					
General athletics	\$ 1,211,745	\$ -	\$ -	\$ -	\$ 1,211,745
Championships	1,504,819	-	-	-	1,504,819
Member dues	165,417	-	-	-	165,417
Investment income and losses and other income	536,809	-	-	-	536,809
Corporate marketing	2,833,908	-	-	-	2,833,908
Officials programs	624,860	-	-	-	624,860
Compliance	417,029	-	-	-	417,029
Recognition	7,510	-	-	-	7,510
Community	-	4,000	-	-	4,000
Transfer from Association	-	-	104,000	(104,000)	-
Total revenue and other support	7,302,097	4,000	104,000	(104,000)	7,306,097
Expenses					
<i>Program Services</i>					
General athletics	1,568,030	-	57,272	-	1,625,302
Championships	1,301,461	-	-	-	1,301,461
Compliance	744,187	-	32,726	-	776,913
Communications	995,590	-	49,090	-	1,044,680
Officials	886,412	-	24,544	-	910,956
Recognition	191,284	-	-	-	191,284
Total program services	5,686,964	-	163,632	-	5,850,596
<i>Supporting Services</i>					
Management and general	1,607,607	-	55,035	-	1,662,642
Transfer to land corporation	104,000	-	-	(104,000)	-
Total supporting services	1,711,607	-	55,035	(104,000)	1,662,642
Total expenses	7,398,571	-	218,667	(104,000)	7,513,238
Change in net assets	(96,474)	4,000	(114,667)	-	(207,141)
Net assets at beginning of year	7,095,969	-	1,709,352	-	8,805,321
Net assets at end of year	\$ 6,999,495	\$ 4,000	\$ 1,594,685	\$ -	\$ 8,598,180

Florida High School Athletic Association, Inc. and Affiliate Combining Statement of Functional Expenses

For the year ended June 30, 2025

Florida High School Athletic Association, Inc.										
	General Athletics	Championships	Compliance	Communications	Officials	Recognition	Total Program Services	Management and General	Total FHSAA	
Salaries and wages	\$ 1,149,719	\$ -	\$ 581,364	\$ 683,538	\$ 390,988	\$ 68,888	\$ 2,874,497	\$ 942,877	\$ 3,817,374	
Professional services	77,875	56,042	50,599	407	25,605	1,950	212,478	300,971	513,449	
Lobbying	-	-	-	250,277	-	-	250,277	-	250,277	
Insurance	-	-	-	-	108,784	-	108,784	243,082	351,866	
Transportation and travel	26,153	-	27,923	10,874	44,076	1,343	110,369	53,158	163,527	
Infractions	-	76,967	7,010	-	-	-	83,977	-	83,977	
Other committee costs	11,851	-	-	-	-	-	11,851	-	11,851	
Repairs and maintenance	3,720	-	2,153	3,208	1,176	-	10,257	3,819	14,076	
Rentals and leases	-	306,613	-	-	-	-	306,613	-	306,613	
Communications	2,271	335,261	14,905	42,970	4,364	702	400,473	8,246	408,719	
Utilities	-	32,192	-	-	-	-	32,192	-	32,192	
Game officiating	15,619	488,092	-	-	39,547	-	543,258	-	543,258	
Office supplies	148,065	-	29,222	2,749	12,247	2,710	194,993	25,874	220,867	
Event supplies	3,955	-	12,973	-	93,387	31,447	141,762	2,431	144,193	
Scholarships and other awards	-	-	-	-	384	83,684	84,068	4,788	88,856	
Purchase of equipment	188	-	107	380	54	-	729	2,436	3,165	
Computers and software	-	6,294	-	-	-	-	6,294	16,015	22,309	
Land improvements	-	-	-	-	-	-	-	-	-	
Dues and fees	22,875	-	198	-	165,800	-	188,873	306	189,179	
Miscellaneous	105,656	-	17,733	844	-	560	124,793	3,604	128,397	
Training and development	83	-	-	343	-	-	426	-	426	
Depreciation	-	-	-	-	-	-	-	-	-	
Transfer to land corporation	-	-	-	-	-	-	-	104,000	104,000	
Total	\$ 1,568,030	\$ 1,301,461	\$ 744,187	\$ 995,590	\$ 886,412	\$ 191,284	\$ 5,686,964	\$ 1,711,607	\$ 7,398,571	

Florida High School Athletic Association, Inc. and Affiliate Combining Statement of Functional Expenses (Continued)

For the year ended June 30, 2025

	Land Corporation										Eliminations	Total Expenses	
	General Athletics	Championships	Compliance	Communications	Officials	Recognition	Total Program Services	Management and General	Total Land Corp.				
Salaries and wages	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,817,374
Professional services	-	-	-	-	-	-	-	5,945	5,945	-	-	-	519,394
Lobbying	-	-	-	-	-	-	-	-	-	-	-	-	250,277
Insurance	4,993	-	2,853	4,280	2,140	-	14,266	4,280	18,546	-	-	-	370,412
Transportation and travel	-	-	-	-	-	-	-	-	-	-	-	-	163,527
Infractions	-	-	-	-	-	-	-	-	-	-	-	-	83,977
Other committee costs	-	-	-	-	-	-	-	-	-	-	-	-	11,851
Repairs and maintenance	4,022	-	2,298	3,447	1,724	-	11,491	3,447	14,938	-	-	-	29,014
Rentals and leases	-	-	-	-	-	-	-	-	-	-	-	-	306,613
Communications	-	-	-	-	-	-	-	-	-	-	-	-	408,719
Utilities	11,756	-	6,718	10,077	5,038	-	33,589	10,077	43,666	-	-	-	75,858
Game officiating	-	-	-	-	-	-	-	-	-	-	-	-	543,258
Office supplies	4,599	-	2,628	3,942	1,971	-	13,140	3,942	17,082	-	-	-	237,949
Event supplies	-	-	-	-	-	-	-	-	-	-	-	-	144,193
Scholarships and other awards	-	-	-	-	-	-	-	-	-	-	-	-	88,856
Purchase of equipment	207	-	118	177	88	-	590	177	767	-	-	-	3,932
Computers and software	-	-	-	-	-	-	-	-	-	-	-	-	22,309
Land improvements	6,154	-	3,516	5,275	2,637	-	17,582	5,275	22,857	-	-	-	22,857
Dues and fees	1,448	-	827	1,241	620	-	4,136	1,241	5,377	-	-	-	194,556
Miscellaneous	-	-	-	-	-	-	-	-	-	-	-	-	128,397
Training and development	-	-	-	-	-	-	-	-	-	-	-	-	426
Depreciation	24,093	-	13,768	20,651	10,326	-	68,838	20,651	89,489	-	-	-	89,489
Transfer to land corporation	-	-	-	-	-	-	-	-	-	-	(104,000)	-	-
Total	\$ 57,272	\$ -	\$ 32,726	\$ 49,090	\$ 24,544	\$ -	\$ 163,632	\$ 55,035	\$ 218,667	\$ (104,000)	\$ -	\$ 7,513,238	

Florida High School Athletic Association, Inc. and Affiliate Combining Statement of Cash Flows

For the year ended June 30, 2025	Florida High School Athletic Association, Inc.	Land Corporation	Eliminations	Total
Operating Activities				
Change in net assets	\$ (92,474)	\$ (114,667)	\$ -	\$ (207,141)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities				
Bad debt	(30,166)	-	-	(30,166)
Depreciation	-	89,489	-	89,489
Net gain on investments	(353,416)	-	-	(353,416)
Right of use assets	3,859	-	-	3,859
Change in operating assets and liabilities				
Accounts receivable	(352,411)	-	-	(352,411)
Prepaid expenses	(7,811)	-	-	(7,811)
Accounts payable	(93,838)	3,317	-	(90,521)
Accrued payroll and payroll taxes	15,886	-	-	15,886
Operating lease liability	(3,859)	-	-	(3,859)
Deferred revenue	(11,984)	-	-	(11,984)
Compensated absences	18,774	-	-	18,774
Net cash provided (used) by operating activities	(907,440)	(21,861)	-	(929,301)
Investing Activities				
Interest and dividend reinvestment	340,988	-	-	340,988
Purchase of property and equipment	-	(20,992)	-	(20,992)
Net cash provided (used) by investing activities	340,988	(20,992)	-	(20,992)
Net change in cash	(566,452)	(42,853)	-	(950,293)
Cash, beginning of year	994,492	90,844	-	1,085,336
Cash, end of year	\$ 428,040	\$ 47,991	\$ -	\$ 476,031
Schedule of Noncash Transactions				
Lease liabilities arising from obtaining right-of-use assets				
Operating leases	\$ -	\$ -	\$ -	\$ -