



**UNITED STATES FIGURE SKATING  
ASSOCIATION AND AFFILIATES**

**Consolidated Financial Statements  
For the Years Ended June 30, 2022 and 2021,  
Supplemental Schedules  
For the Years Ended June 30, 2022 and 2021  
And  
Independent Auditors' Report**

# UNITED STATES FIGURE SKATING ASSOCIATION AND AFFILIATES

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## **INDEPENDENT AUDITORS' REPORT**

Board of Directors  
United States Figure Skating Association

We have audited the accompanying consolidated financial statements of United States Figure Skating Association and Affiliates (collectively, the Organization) which comprise the consolidated statements of financial position as of June 30, 2022 and 2021 and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of June 30, 2022 and 2021 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 audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization 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 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, 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 the Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### **Auditors' Responsibility 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 auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 the Organization'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 Supplemental Information**

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying supplemental information on pages 23 through 25 is presented for purposes of additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements as a whole.

*Stockman Kast Ryan + Co, LLP*

January 10, 2023

# UNITED STATES FIGURE SKATING ASSOCIATION AND AFFILIATES

## CONSOLIDATED STATEMENTS OF FINANCIAL POSITION JUNE 30, 2022 AND 2021

	2022	2021
<b>ASSETS</b>		
Cash and cash equivalents	\$ 1,684,634	\$ 3,591,824
Accounts receivable	1,074,490	1,446,131
Promises to give	281,000	281,000
Inventory	255,261	200,395
Prepaid expenses and other assets	691,108	480,845
Investments	99,227,337	113,142,725
Property and equipment, net	6,248,764	6,660,368
Historical artifacts	<u>688,261</u>	<u>688,261</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 110,150,855</u></b>	<b><u>\$ 126,491,549</u></b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES</b>		
Accounts payable and accrued expenses	\$ 2,510,490	\$ 3,007,097
Deferred revenue	2,251,249	3,227,841
Refundable advance	<u>                    </u>	<u>745,810</u>
<b>Total liabilities</b>	<b><u>4,761,739</u></b>	<b><u>6,980,748</u></b>
<b>NET ASSETS</b>		
Without donor restrictions		
Undesignated	13,030,234	12,204,592
Board-designated for reserves	69,518,061	80,040,653
Board-designated for skaters	<u>11,820,704</u>	<u>14,392,073</u>
<b>Total without donor restrictions</b>	<b><u>94,368,999</u></b>	<b><u>106,637,318</u></b>
With donor restrictions		
Perpetual in nature	7,550,475	7,550,475
Purpose restricted	<u>3,469,642</u>	<u>5,323,008</u>
<b>Total with donor restrictions</b>	<b><u>11,020,117</u></b>	<b><u>12,873,483</u></b>
<b>Total net assets</b>	<b><u>105,389,116</u></b>	<b><u>119,510,801</u></b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 110,150,855</u></b>	<b><u>\$ 126,491,549</u></b>

See notes to consolidated financial statements.

# UNITED STATES FIGURE SKATING ASSOCIATION AND AFFILIATES

## CONSOLIDATED STATEMENTS OF ACTIVITIES FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	2022			2021		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, GAINS AND OTHER SUPPORT						
Broadcasting and licensing	\$ 6,635,563		\$ 6,635,563	\$ 7,047,219		\$ 7,047,219
Dues and publications	5,363,217		5,363,217	3,713,294		3,713,294
Skating events	4,367,988		4,367,988	494,584		494,584
Admissions and activity fees	2,911,415		2,911,415	1,481,040		1,481,040
USOPC and PSA grants	1,464,864		1,464,864	1,460,430		1,460,430
Contributions	360,983	\$ 119,340	480,323	143,823	\$ 358,000	501,823
Net investment return (loss)	(7,472,299)	(1,542,543)	(9,014,842)	20,824,651	2,585,398	23,410,049
Net assets released from restrictions	430,163	(430,163)		900,107	(900,107)	
Total revenue, gains and other support	14,061,894	(1,853,366)	12,208,528	36,065,148	2,043,291	38,108,439
EXPENSES AND LOSSES						
Program services:						
Development and support of athletes	9,196,816		9,196,816	5,129,228		5,129,228
Skating events	5,551,923		5,551,923	4,378,248		4,378,248
Membership activities and services	3,017,503		3,017,503	2,271,086		2,271,086
Governance and judging	952,165		952,165	475,367		475,367
Publications	528,818		528,818	482,805		482,805
Total program services	19,247,225	—	19,247,225	12,736,734	—	12,736,734
Supporting services:						
Management and general	4,365,995		4,365,995	5,190,665		5,190,665
Donor development	1,216,993		1,216,993	1,287,708		1,287,708
Total supporting services	5,582,988	—	5,582,988	6,478,373	—	6,478,373
Total expenses	24,830,213	—	24,830,213	19,215,107	—	19,215,107
LOSSES						
Bad debt expense	1,500,000		1,500,000			
Total expenses and losses	26,330,213	—	26,330,213	19,215,107	—	19,215,107
CHANGE IN NET ASSETS	(12,268,319)	(1,853,366)	(14,121,685)	16,850,041	2,043,291	18,893,332
NET ASSETS, Beginning of year	106,637,318	12,873,483	119,510,801	89,787,277	10,830,192	100,617,469
NET ASSETS, End of year	\$ 94,368,999	\$ 11,020,117	\$ 105,389,116	\$ 106,637,318	\$ 12,873,483	\$ 119,510,801

See notes to consolidated financial statements.

**UNITED STATES FIGURE SKATING ASSOCIATION AND AFFILIATES**

**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2022**

	Development and Support of Athletes	Skating Events	Membership Activities and Services	Governance and Judging	Publications	Total	Management and General	Donor Development	Total	Total
Salaries, benefits and contract labor	\$ 872,976	\$ 1,195,705	\$ 931,213	\$ 450,833		\$ 3,450,727	\$ 1,772,358	\$ 508,686	\$ 2,281,044	\$ 5,731,771
Athlete programs	3,098,910	3,826,652	672,812	127,666	\$ 5,391	7,731,431				7,731,431
Grants and awards	2,291,490	56,510	140,458		367	2,488,825		335,975	335,975	2,824,800
Professional fees							147,382		147,382	147,382
Depreciation							1,320,621		1,320,621	1,320,621
Travel	1,360,626	320,014		236,610	21,563	1,938,813				1,938,813
Information technology				3,848	71,077	74,925	523,933		523,933	598,858
Insurance	9,548		577,696			587,244	157,578		157,578	744,822
Marketing and fundraising	5,100	62,419	117,516		1,467	186,502		203,222	203,222	389,724
Shipping/postage	697	7,223	39,917	470	206,778	255,085	5,206	524	5,730	260,815
SkateSafe compliance	39,978		323,732	76,736		440,446				440,446
Printing		19,693		2,751	195,406	217,850				217,850
Cost of goods sold			159,510			159,510	2,629		2,629	162,139
Building maintenance	8,660	12,440	6,185			27,285	176,375	7,423	183,798	211,083
Telephone	11,790	17,820	6,794		378	36,782	41,769	9,352	51,121	87,903
Communications and publications	11,975				26,391	38,366				38,366
Utilities	8,216	11,931	5,869			26,016	32,523	7,043	39,566	65,582
Occupancy							11,939		11,939	11,939
Meetings and seminars	46,456		30,714	46,133		123,303				123,303
Supplies	1,358	2,656	544	506		5,064	5,552	141,836	147,388	152,452
Other	1,429,036	18,860	4,543	6,612		1,459,051	168,130	2,932	171,062	1,630,113
<b>Total</b>	<b>\$ 9,196,816</b>	<b>\$ 5,551,923</b>	<b>\$ 3,017,503</b>	<b>\$ 952,165</b>	<b>\$ 528,818</b>	<b>\$ 19,247,225</b>	<b>\$ 4,365,995</b>	<b>\$ 1,216,993</b>	<b>\$ 5,582,988</b>	<b>\$ 24,830,213</b>
Percent of total	37%	23%	12%	4%	2%	78%	18%	4%	22%	100%

See notes to consolidated financial statements.

**UNITED STATES FIGURE SKATING ASSOCIATION AND AFFILIATES**

**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2021**

	Development and Support of Athletes	Skating Events	Membership Activities and Services	Governance and Judging	Publications	Total	Management and General	Donor Development	Total	Total
Salaries, benefits and contract labor	\$ 891,425	\$ 993,417	\$ 690,116	\$ 354,980		\$ 2,929,938	\$ 1,604,403	\$ 827,410	\$ 2,431,813	\$ 5,361,751
Athlete programs	1,800,136	2,819,564	513,223	32,852	\$ 384	5,166,159				5,166,159
Grants and awards	2,104,567	13,245	138,124		261	2,256,197		304,250	304,250	2,560,447
Professional fees							1,291,616		1,291,616	1,291,616
Depreciation							1,169,872		1,169,872	1,169,872
Travel	252,904	456,933		71,280	7,583	788,700				788,700
Information technology	171			2,645	87,571	90,387	566,367		566,367	656,754
Insurance	8,300		382,825			391,125	169,095		169,095	560,220
Marketing and fundraising		13,567	186,198		516	200,281		134,103	134,103	334,384
Shipping/postage	968	6,633	23,729	826	192,675	224,831	5,221	827	6,048	230,879
SkateSafe compliance	20,711		185,525	6,575		212,811				212,811
Printing		12,235			160,651	172,886				172,886
Cost of goods sold			128,671			128,671				128,671
Building maintenance	6,255	12,116	4,135			22,506	91,173	5,323	96,496	119,002
Telephone	10,167	20,282	6,540	12	4,138	41,139	38,621	8,456	47,077	88,216
Communications and publications	16,782				29,026	45,808				45,808
Utilities	5,147	9,808	3,772			18,727	20,368	4,392	24,760	43,487
Occupancy							15,076		15,076	15,076
Meetings and seminars	6,249		3,492	4,000		13,741				13,741
Supplies	797	2,939	522	2,197		6,455	4,965	582	5,547	12,002
Other	4,649	17,509	4,214			26,372	213,888	2,365	216,253	242,625
<b>Total</b>	<b>\$ 5,129,228</b>	<b>\$ 4,378,248</b>	<b>\$ 2,271,086</b>	<b>\$ 475,367</b>	<b>\$ 482,805</b>	<b>\$ 12,736,734</b>	<b>\$ 5,190,665</b>	<b>\$ 1,287,708</b>	<b>\$ 6,478,373</b>	<b>\$ 19,215,107</b>
Percent of total	27%	23%	12%	2%	2%	66%	27%	7%	34%	100%

See notes to consolidated financial statements.



## UNITED STATES FIGURE SKATING ASSOCIATION AND AFFILIATES

### CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	<b>2022</b>	<b>2021</b>
<b>OPERATING ACTIVITIES</b>		
Change in net assets	\$ (14,121,685)	\$ 18,893,332
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation and amortization	1,320,621	1,169,872
Realized and unrealized (gains) losses	10,467,948	(22,494,707)
Changes in operating assets and liabilities:		
Accounts receivable	368,641	(753,189)
Inventory	(54,866)	38,911
Prepaid expenses and other assets	(210,263)	136,695
Accounts payable and accrued expenses	(493,607)	561,394
Deferred revenue	(976,592)	1,680,959
Refundable advance	<u>(745,810)</u>	<u>745,810</u>
Net cash used in operating activities	<u>(4,445,613)</u>	<u>(20,923)</u>
<b>INVESTING ACTIVITIES</b>		
Purchases of investments	(29,650,203)	(20,158,258)
Sales of investments	33,097,643	22,295,642
Purchases of property and equipment	<u>(909,017)</u>	<u>(1,064,485)</u>
Net cash provided by investing activities	<u>2,538,423</u>	<u>1,072,899</u>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(1,907,190)</b>	<b>1,051,976</b>
CASH AND CASH EQUIVALENTS, Beginning of year	<u>3,591,824</u>	<u>2,539,848</u>
CASH AND CASH EQUIVALENTS, End of year	<u>\$ 1,684,634</u>	<u>\$ 3,591,824</u>

See notes to consolidated financial statements.

# UNITED STATES FIGURE SKATING ASSOCIATION AND AFFILIATES

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Nature of Operations** — United States Figure Skating Association (the Association) is the national governing body for figure skating on ice in the United States, and is so recognized by the International Skating Union (ISU) and the United States Olympic and Paralympic Committee (USOPC). The Association's mission is to provide programs to encourage participation, enjoyment and achievement in the sport of figure skating. Established in 1921, the membership includes 788 clubs comprised of member, school, and collegiate clubs and 222,800 registered skaters. The United States Figure Skating Association's headquarters are located in Colorado Springs, Colorado.

Recognizing that competition at every level is a principal incentive for figure skaters to train, develop and improve their proficiency, the Association sanctions official test sessions to measure progress in the various branches of the sport. It also sanctions, directly or indirectly, all official U.S. Figure Skating competitions. Member clubs throughout the United States conduct the tests and competitions. By ascending the competition ladder, competitors registered with the Association develop opportunities to gain entry to international figure skating events, among them the Olympic Winter Games and World Championships.

The World Figure Skating Museum and Hall of Fame (the Museum), an activity of the Association, honors the heritage of the sport. Serving as an international repository for the sport of figure skating, the Museum is dedicated exclusively to the collection, preservation and interpretation of the history and historical artifacts of figure skating throughout the world. The greatest names in figure skating are honored in the Hall of Fame, housed within the Museum.

*Ice Network, LLC* (Ice Network) is a wholly-owned subsidiary of the Association created in 2007 to hold exclusive rights to certain interactive media assets licensed to it by the Association.

*20 First Street Properties* (Properties) is a separate, tax exempt not-for-profit title-holding company created in 2004 solely for the purpose of owning, holding title to, and maintaining the land, buildings and improvements of the Association's headquarters.

*The United States Figure Skating Foundation* (the Foundation) is a separate, tax exempt not-for-profit organization established in 2000 to receive, hold, manage and invest funds transferred, conveyed or contributed to it by or for the benefit of the Association. The Foundation is governed by a separate board of directors, a majority of whom are appointed by the Association's board of directors. The board of directors of the Foundation authorizes supporting distributions to the Association.

**Principles of Consolidation** — The consolidated financial statements include the accounts of the Association, Ice Network, Properties, and the Foundation (collectively, the Organization). All significant intercompany transactions and balances have been eliminated in consolidation.

**Basis of Presentation** — The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions, which represent the expendable resources that are available for operations at management's discretion; and net assets with donor restrictions, which represent resources restricted by donors as to purpose or by the passage of time and resources for which use by the Organization is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled or otherwise removed by actions of the Organization.

**Cash and Cash Equivalents** — The Organization considers all liquid investments with original maturities of three months or less, and which are not held for long-term investment purposes, to be cash equivalents. Cash and highly liquid financial instruments held for long-term investment purposes, regardless of original length to maturity, are reported as investments and are excluded from this definition. The net amount of operating cash added to, or withdrawn from, the long-term investments is reported as an investing activity in the statement of cash flows.

**Accounts Receivable** — Accounts receivable are comprised of amounts due under contracts with event sponsors, marketing agents, licensees and broadcasters. Also included are amounts due from clubs for dues, merchandise, shortfalls of member dues, test fees or sanction fees. The Organization maintains an allowance for doubtful accounts based on expected collectability of accounts receivable. No allowance for doubtful accounts has been recorded at June 30, 2022 and 2021 as accounts receivable are considered by management to be fully collectible.

**Promises to Give** — Unconditional promises to give expected to be collected within one year are recorded at their estimated net realizable values. Unconditional promises to give expected to be collected in more than one year are recorded at the present values of their estimated future cash flows, computed using risk-adjusted interest rates. Amortization of the discount is included in contribution revenue. Conditional promises to give are recognized when the conditions are substantially met. The Organization anticipates full collection of outstanding promises to give at June 30, 2022 and 2021.

**Investments and Investment Return** — Investments are carried at fair value in the statement of financial position. Net investment return consists of interest and dividend income, and the realized and unrealized gains and losses on the investments, less investment management and custodial fees. See Note 6 for additional information on fair value measurements.

Earnings on restricted investments are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the earnings are recognized. All other earnings on donor restricted investments are recognized as an increase in net assets with donor restrictions according to the nature of the restrictions on the original gift. When a donor restriction is met, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

**Financial Instruments and Credit Risk** — The Organization manages deposit concentration risk by placing the cash and money market accounts with various local, regional and national financial institutions. From time to time, portions of those deposits exceed FDIC or other insurance limits.

**Inventory** — The Organization maintains program-related inventory consisting primarily of achievement pins, medals, emblems, team/logo apparel, and other supplies held for resale to clubs, members and athletes.

Inventory is reported using the first-in-first-out method at the lower of cost or net realizable value.

**Prepaid Expenses and Other Assets** — Prepaid expenses and other assets consist primarily of expenses paid and tickets purchased in advance of future skating events.

**Property and Equipment** — All acquisitions of property and equipment in excess of \$1,000 are capitalized. Donated equipment is recorded at fair market value at the date of donation. Purchased equipment is recorded at cost. Depreciation is provided on a straight-line basis over the estimated useful lives of the assets, which range from 30 years for buildings and improvements, 5 to 10 years for software, and from 3 to 7 years for furnishings and equipment. Upon sale or disposition, the asset and its related accumulated depreciation are removed from the accounts and any remaining gain or loss is included in the statement of activities. Costs of repairs and maintenance are charged to expense when incurred.

**Historical Artifacts** — The Museum's historical artifacts are capitalized at original cost, or if donated, at fair value at the date the artifacts were received.

**Revenue and Cost Recognition on Contracts** — The Organization recognizes revenues by applying the following steps: (1) identify the contract(s) with a customer; (2) identify the performance obligations in the contract; (3) determine the transaction price; (4) allocate the transaction price to the performance obligations in the contract, if applicable; and (5) recognize revenue when (or as) the performance obligation is satisfied.

Publications and other related revenues are recognized pursuant to contracts under which the Organization typically has performance obligations to transfer to the customer a distinct good or service and the revenue is recognized at the time each performance obligation is satisfied. Admissions, activity fees, broadcasting and licensing revenues and skating-event and sponsorship revenues received in advance are included in deferred revenue and recognized when the related performance obligation is satisfied. Dues are recognized ratably over the period of membership as services are simultaneously received and consumed by the members.

Contributions received are recorded as with or without donor restrictions depending on the existence or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor restricted support is reported as an increase in net assets without donor restrictions. When a donor restriction is met, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

**Donated Services and Materials** — Donated services and materials are recorded as both a revenue and expenditure in the accompanying statements of activities at their estimated values. Contributions of services are recognized if the services received (a) create or enhance non-financial assets or (b) require specialized skills, are provided by individuals possessing those skills and would typically need to be purchased if not provided by donations.

**Use of Estimates** — The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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, expenses, gains, losses and other changes in net assets during the reporting period. Actual results could differ from those estimates.

**Income Taxes** — The Association and the Foundation are exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, these entities qualify for the charitable contribution deduction and have been classified as organizations that are not private foundations. Properties is exempt from federal income taxes under Section 501(c)(2). Ice Network is a disregarded entity for income tax purposes and is included and reported as a part of the Association's activities.

The Organization believes that it does not have any uncertain tax positions that are material to the financial statements.

**Reclassifications** — Certain reclassifications have been made to prior year amounts to conform to the current year presentation.

**Litigation** — The Organization is involved in various legal proceedings, administrative actions, and claims arising in the normal course of business. In the opinion of management, the Organization's liability, if any, under pending litigation and administrative actions will not materially affect its financial statements.

**Subsequent Events** — The Organization has evaluated subsequent events for recognition or disclosure through the date of the Independent Auditors' Report, which is the date the financial statements were available for issuance.

## 2. LIQUIDITY AND AVAILABILITY OF RESOURCES

The following table reflects the Organization's financial assets as of June 30, 2022 and 2021, reduced by amounts that are not available to meet general expenditures within one year of the statement of financial position date because of contractual restrictions or internal board designations.

Amounts not available to meet general expenditures within one year also include net assets with donor restrictions.

	<b>2022</b>	<b>2021</b>
Cash and cash equivalents	\$ 1,684,634	\$ 3,591,824
Accounts receivable	1,074,490	1,446,131
Promises to give	281,000	281,000
Investments	<u>99,227,337</u>	<u>113,142,725</u>
Total financial assets	<u>102,267,461</u>	<u>118,461,680</u>

	<b>2022</b>	<b>2021</b>
Less amounts unavailable for general expenditures within one year, due to:		
Restricted by donors with purpose restrictions	(3,469,642)	(5,323,008)
Restricted by donors in perpetuity	<u>(7,550,475)</u>	<u>(7,550,475)</u>
Total amounts unavailable for general expenditures within one year	<u>(11,020,117)</u>	<u>(12,873,483)</u>
Less amounts unavailable to management without Board's approval:		
Board designated for skaters	(11,820,704)	(14,392,073)
Board designated for reserves	<u>(69,518,061)</u>	<u>(80,040,653)</u>
Total amounts unavailable to management without Board's approval	<u>(81,338,765)</u>	<u>(94,432,726)</u>
Total financial assets available to management to meet cash needs for general expenditures within one year	<u>\$ 9,908,579</u>	<u>\$ 11,155,471</u>

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, the Organization invests cash in excess of daily requirements in short-term investments. The Organization's typical operating procedure to manage an emergency cash flow need is to hold cash and cash equivalents sufficient to cover budgeted expenses. The Organization manages their cash flow through regular (weekly) analysis of budgeted expenses compared to cash and cash equivalents.

### **3. FUNCTIONAL EXPENSE ALLOCATION METHODS**

The financial statements report certain categories of expenses that are attributable to one or more program or supporting services of the Organization. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Costs have been allocated between various programs and support services on several bases and estimates. Salary, benefits, contract labor and travel which are allocated fully to the related program and on the basis of estimates of time and effort spent by personnel in the various program and supporting services. Certain occupancy expenses such as supplies, shipping and postage, insurance, and information technology have been allocated based on usage. Maintenance and facility expenses have been allocated based on square footage.

#### 4. PROPERTY AND EQUIPMENT

Property and equipment consists of the following at June 30:

	2022	2021
Land	\$ 237,963	\$ 237,963
Buildings	3,494,182	3,221,517
Equipment	2,431,338	3,265,315
Software	<u>8,940,616</u>	<u>8,477,630</u>
Total	15,104,099	15,202,425
Less accumulated depreciation	<u>(8,855,335)</u>	<u>(8,542,057)</u>
Total	<u>\$ 6,248,764</u>	<u>\$ 6,660,368</u>

Depreciation expense was \$1,320,621 and \$1,169,872 during the years ended June 30, 2022 and 2021, respectively.

#### 5. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions include endowment fund assets to be held in perpetuity. Income earned on endowment funds may be appropriated for expenditure in satisfaction of donor-specified purposes and in accordance with the trust agreement.

Net assets with donor restrictions consist of the following at June 30:

	2022	2021
Subject to the expenditure for specified purpose:		
Scholarships	\$ 1,682,786	\$ 3,280,819
Skater assistance	1,205,445	1,317,570
Museum operations	402,682	533,465
Club activities	100,363	92,023
Awards	<u>78,366</u>	<u>99,131</u>
Total	3,469,642	5,323,008
Endowment to be held in perpetuity	<u>7,550,475</u>	<u>7,550,475</u>
Total net assets with donor restrictions	<u>\$ 11,020,117</u>	<u>\$ 12,873,483</u>

#### 6. INVESTMENTS AND FAIR VALUE MEASUREMENTS

The Organization is required to use a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities that the Organization has the ability to access.

Level 2: Prices determined using significant other observable inputs. Inputs to the valuation methodology include:

- 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 for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

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: Prices determined using significant unobservable inputs.

The investment's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. The Organization recognizes transfer between levels at the end of the reporting period.

Investments in equity securities and mutual funds are priced at quoted prices in active markets.

The Organization's investment in the United States Olympic Endowment (USOE) portfolio is valued at fair value using the net asset value of the portfolio provided by the USOE. Certain alternative investments within the USOE portfolio are stated at the estimated net asset values of the underlying investments. The Organization's investment in this portfolio is classified as Level 2.

The Organization may terminate its investment agreement with the USOE effective at the end of any calendar month upon the giving of at least 90 days written notice or upon shorter notice acceptable to the USOE if the USOE determines that adequate liquidity exists in the portfolio to permit early termination.

Several investments are held in hedge funds managed by investment management firms. The funds invest in a variety of hedge funds, including funds of hedge funds, to create a portfolio of funds having widely diversified investment strategies. Investments for which quotations are not available are valued at an estimated net asset value by the fund managers using various models, comparisons and assumptions.

Consideration is given to several factors, including the type of investment, risks, marketability, restrictions on disposition, quotations from other market participants and values of similar investments. Net asset value is used as a practical expedient to estimate fair value. This practical expedient would not be used if it is determined to be probable that the investment will be sold at an amount different from the reported net asset value.

There was no significant change to the valuation methodologies used during the year.



A financial instrument's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

Inputs are used in applying the various valuation techniques and broadly refer to the assumptions that market participants use to make valuation decisions. Inputs may include price information, credit data, liquidity statistics, and other factors. The Organization considers observable data to be that market data which is readily available and reliable and provided by independent sources. The categorization of a financial instrument within the hierarchy is therefore based upon the pricing transparency of the instrument and does not necessarily correspond to the Organization's perceived risk of that investment.

The following table sets forth by level, within the fair value hierarchy, the Organization's financial instruments at fair value as of June 30:

	<b>Quoted Prices in Active Markets for Identical Assets (Level 1)</b>	<b>Significant Other Observable Inputs (Level 2)</b>	<b>Significant Unobservable Inputs (Level 3)</b>	<b>Total</b>
<b>2022:</b>				
Cash and money market funds	\$ 4,533,953			\$ 4,533,953
Equity securities:				
Domestic equity	174,130			174,130
Mutual funds:				
Domestic equity	31,405,086			31,405,086
International equity	14,208,421			14,208,421
Fixed income	8,949,413			8,949,413
Commodities	5,227,337			5,227,337
Real estate	42,539			42,539
USOE portfolio	<u>                    </u>	\$ 20,200,995	<u>                    </u>	<u>20,200,995</u>
Total investments in the fair value hierarchy	<u>\$ 64,540,879</u>	<u>\$ 20,200,995</u>	<u>\$ —</u>	84,741,874
Investments measured at net asset value				<u>14,485,463</u>
Total investments				<u>\$ 99,227,337</u>

	<b>Quoted Prices in Active Markets for Identical Assets (Level 1)</b>	<b>Significant Other Observable Inputs (Level 2)</b>	<b>Significant Unobservable Inputs (Level 3)</b>	<b>Total</b>
<b>2021:</b>				
Cash and money market funds	\$ 3,523,028			\$ 3,523,028
Equity securities:				
Domestic equity	311,526			311,526
Mutual funds:				
Domestic equity	39,158,469			39,158,469
International equity	16,744,281			16,744,281
Fixed income	12,013,979			12,013,979
Commodities	7,238,346			7,238,346
Real estate	45,745			45,745
USOE portfolio	<u>                    </u>	<u>\$ 22,376,735</u>	<u>                    </u>	<u>22,376,735</u>
Total investments in the fair value hierarchy	<u>\$ 79,035,374</u>	<u>\$ 22,376,735</u>	<u>\$ —</u>	101,412,109
Investments measured at net asset value				<u>11,730,616</u>
Total investments				<u>\$ 113,142,725</u>

The USOE portfolio consists of the following investments at June 30:

	<b>2022</b>	<b>2021</b>
Alternative investments	45%	39%
Domestic equities	28%	26%
International equities	15%	16%
Domestic bonds	8%	16%
Cash and other	<u>4%</u>	<u>3%</u>
Total	<u>100%</u>	<u>100%</u>

Alternative investments include hedge equity funds, fund of funds, private equity funds, real estate funds and limited partnerships.

**Investments Measured at Net Asset Value** — The following summarizes liquidity considerations for investments measured at fair value that calculate net asset value as a practical expedient at June 30, 2022 and 2021:

<b>Investments</b>	<b>Fair Value</b>	<b>Redemption Frequency</b>	<b>Redemption Notice Period</b>
<b>2022:</b>			
<b>Traditional Hedge Funds:</b>			
Millennium International, Ltd. - Class MM Sub Class III – Series 01A	\$ 2,763,921	Annually	90 days notice
<b>Hedge Fund of Funds:</b>			
ACL Alternative Fund SAC Limited - USD Share Class A	7,070,072	Daily	
Riverview Global Macro Fund (Cayman) L.P.	2,088,210	Quarterly	65 days notice
H. Barton Venture Select III, LLC	1,390,119	Quarterly	
H. Barton Venture Select IV, LLC	394,003	Quarterly	
Xingtai China International Feeder Fund Class I unrestricted	735,017	Monthly	60 days notice
<b>Fund in Liquidation:</b>			
Cross Shore Overseas Fund LTD - Class GA Series 1	<u>44,121</u>	Annually	75 days notice
Total	<u>\$ 14,485,463</u>		
<b>2021:</b>			
<b>Traditional Hedge Funds:</b>			
Millennium International, Ltd. - Class MM Sub Class III – Series 01A	\$ 4,937,619	Annually	90 days notice
<b>Hedge Fund of Funds:</b>			
ACL Alternative Fund SAC Limited - USD Share Class A	3,532,629	Daily	
Riverview Global Macro Fund (Cayman) L.P.	1,955,573	Quarterly	65 days notice
H. Barton Venture Select III, LLC	1,022,931	Quarterly	
H. Barton Venture Select IV. LLC	132,512	Quarterly	
<b>Fund in Liquidation:</b>			
Cross Shore Overseas Fund LTD - Class GA Series 1	<u>149,352</u>	Annually	75 days notice
Total	<u>\$ 11,730,616</u>		

There are unfunded commitments of \$740,000 and \$1,170,000 in the investments as of June 30, 2022 and 2021, respectively.

*Millennium International, Ltd (International)*: International is a Cayman Islands exempted company. International invests a substantial portion of its capital in Millennium Offshore Intermediate, L.P., which in turn invests its capital in Millennium Partners, L.P. (MLP). MLP is engaged in the business of trading equities, fixed income products, options, futures and other financial instruments.

*ACL Alternative Fund*: ACL Alternative Fund is a segregated account of ACL Alternative Fund SAC Ltd (ACL Alternative Fund SAC). ACL Alternative Fund SAC is an open-ended segregated accounts company located in Bermuda. The ACL Alternative Fund SAC is a multi-manager fund blending Trendfollowing and non-Trendfollowing styles.

*Riverview Global Macro Fund (Cayman) L.P. (Riverview)*: The Riverview fund is a Cayman Islands exempted company, which operates as a feeder to Riverview Global Macro Fund L.P. (GMF). Riverview invests substantially all of its assets into GMF. GMF seeks to generate attractive returns through a broad range of market environments and to provide stable diversification benefits relative to traditional asset classes with the potential to offer downside protection during challenging market environments.

*H. Barton Venture Select III, LLC (Barton)*: Barton operates as a venture investment limited liability company. The purpose and scope of Barton is to seek income and gain through the acquisition, holding, and distribution or other disposition of Venture Fund Securities, temporarily invest cash in Idle Funds Investments, and engage in such other activities as are customary to venture capital or emerging growth investment funds. It is estimated the underlying assets of the venture funds' interests will be liquidated between 2028 and 2030.

*H. Barton Venture Select IV, LLC (Barton)*: Barton operates as a venture investment limited liability company. The purpose and scope of Barton is to seek income and gain through the acquisition, holding, and distribution or other disposition of Venture Fund Securities, temporarily invest cash in Idle Funds Investments, and engage in such other activities as are customary to venture capital or emerging growth investment funds. It is estimated the underlying assets of the venture funds' interests will be liquidated between 2028 and 2030.

*Cross Shore Overseas Fund, Ltd (Cross Shore)*: Cross Shore is a Cayman Islands exempted company. Cross Shore investment objective is to provide capital appreciation through the allocation of its assets among a diverse group of money managers. Cross Shore presently invests substantially all of its assets with Cross Shore Master Fund (Master Fund). The Master Fund uses a long/short equity strategy designed to accomplish Cross Shore's investment objective.

The fund is currently in liquidation and is currently paying out the remainder of the investment. Management believes that they will receive substantially all their remaining investment in this fund and that the fair market value accurately presents the fair value.

*Xingtai China International Feeder Fund (Xingtai)*: The Xingtai China International Feeder Fund is a Cayman Islands exempted company with limited liability. The fund objectives are to achieve longterm capital appreciation and superior absolute returns principally through taking long positions via equity and equity related securities issued by listed companies whose operations are mainly in, or who derive a material amount of earnings from Greater China, or foreign companies whose businesses otherwise benefit from rising domestic consumption in Greater China.

Net investment income is composed of the following for the year ended June 30:

	<b>2022</b>	<b>2021</b>
Net realized and unrealized gains (losses)	\$ (10,467,948)	\$ 22,494,707
Dividend and interest income	1,709,280	1,195,359
Investment management and custodial fees	<u>(256,174)</u>	<u>(280,017)</u>
Net investment income (loss)	<u>\$ (9,014,842)</u>	<u>\$ 23,410,049</u>

Some investments are exposed to various risks that may cause their reported fair values to fluctuate from period to period and could materially affect the recorded amount of investments in the Organization's financial statements. Investments in equity securities fluctuate in value in response to many factors, such as the activities and financial condition of individual companies, general business and industry market conditions and the state or perceived direction of the economy. The values of debt securities fluctuate in response to changing interest rates, credit worthiness of issuers, and overall economic policies that impact market conditions. The values of certain investments, such as hedge funds, can fluctuate in response to direct market conditions and other factors that may or may not have a high correlation to overall market direction. Though the market values of investments are subject to fluctuation, management and the investment committee believe that the investment policy is prudent for the long-term welfare of the Organization.

## 7. COMMITMENTS

The Organization leases a printer, copying equipment, and phone system under non-cancellable operating lease agreements expiring through 2026. The Organization is also committed to a service agreement for the office HVAC system through 2026. Future minimum payments contractually committed to are as follows as of June 30, 2022:

2023	\$ 46,359
2024	45,211
2025	46,281
2026	<u>46,588</u>
Total	<u>\$ 184,439</u>

## 8. ENDOWMENT FUNDS

The Organization's endowment consists of donor-restricted endowment funds. As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The State of Colorado has adopted the Uniform Prudent Management of Institutional Funds Act (UPMIFA). The Organization has interpreted UPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary.

As a result of this interpretation, the Organization classifies as net assets with donor restrictions to be held in perpetuity (a) the original value of gifts donated to the permanent endowment, and (b) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

The remaining portion of the donor-restricted endowment fund that is not classified in net assets with donor restrictions to be held in perpetuity is classified as net assets with donor restrictions restricted for a purpose or passage of time until those amounts are appropriated for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by UPMIFA.

In accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- 1) The duration and preservation of the fund
- 2) The purposes of the Organization and the donor-restricted endowment fund
- 3) General economic conditions
- 4) The possible effect of inflation and deflation
- 5) The expected total return from income and the appreciation of investments
- 6) Other resources of the Organization
- 7) The investment policies of the Organization

Endowment Net Asset Composition by Type of Fund as of June 30, 2022 is as follows:

	<b>With Donor Restrictions</b>
Amounts required to be maintained in perpetuity by donor	\$ 7,550,475
Accumulated investment gains	<u>746,017</u>
Endowment net assets, end of year	<u>\$ 8,296,492</u>

Changes in Endowment Net Assets for the year ended June 30, 2022 is as follows:

	<b>With Donor Restrictions</b>
Endowment net assets, beginning of year	\$ 9,467,068
Appropriations for expenditures	(262,163)
Investment return, net	<u>(908,413)</u>
Endowment net assets, end of year	<u>\$ 8,296,492</u>

Endowment Net Asset Composition by Type of Fund as of June 30, 2021 is as follows:

	<b>With Donor Restrictions</b>
Amounts required to be maintained in perpetuity by donor	\$ 7,550,475
Accumulated investment gains	<u>1,916,593</u>
Endowment net assets, end of year	<u>\$ 9,467,068</u>

Changes in Endowment Net Assets for the year ended June 30, 2021 is as follows:

	<b>With Donor Restrictions</b>
Endowment net assets, beginning of year	\$ 8,036,862
Contributions	45,000
Appropriations for expenditures	(599,357)
Investment return, net	<u>1,984,563</u>
Endowment net assets, end of year	<u>\$ 9,467,068</u>

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires the Organization to retain as a fund of perpetual duration. There were no such deficiencies as of June 30, 2022 and 2021.

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets.

Endowment assets include those assets of donor-restricted funds that the Organization must hold in perpetuity or for a donor-specified period. Under this policy the endowment assets are invested in a manner that is intended to produce maximum results while assuming a moderate level of investment risk. The Organization expects its endowment funds, over time, to provide an average rate of return of approximately the sum of 5% plus the consumer price index (CPI) annually. Actual returns in any given year may vary from this amount.

**9. RETIREMENT PLAN**

The Organization has a tax-deferred retirement plan (the Plan) pursuant to Section 403(b) covering substantially all employees. The Organization matches employees' voluntary contributions up to 4% of the employee's compensation after three months of service. Contributions are vested over three years at the rate of one-third per year. Employer matching and discretionary contributions totaled \$218,330 and \$219,340 for the years ended June 30, 2022 and 2021, respectively.

**10. CONCENTRATIONS**

The Organization had amounts due at June 30, 2022 and 2021 comprising 48% and 89% from one company, respectively, of total accounts receivable.



**UNITED STATES FIGURE SKATING  
ASSOCIATION AND AFFILIATES**

**SUPPLEMENTAL SCHEDULES**

## UNITED STATES FIGURE SKATING ASSOCIATION AND AFFILIATES

### CONSOLIDATING STATEMENT OF FINANCIAL POSITION

JUNE 30, 2022

	USFS Association, Ice Network, and Properties	USFS Foundation	Eliminations	Total
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,684,634			\$ 1,684,634
Accounts receivable	980,238	\$ 97,252	\$ (3,000)	1,074,490
Promises to give	281,000			281,000
Inventory	255,261			255,261
Prepaid expenses and other assets	691,108			691,108
Investments	3,758,546	95,468,791		99,227,337
Property and equipment, net	6,248,764			6,248,764
Historical artifacts	<u>688,261</u>			<u>688,261</u>
<b>TOTAL ASSETS</b>	<u>\$ 14,587,812</u>	<u>\$ 95,566,043</u>	<u>\$ (3,000)</u>	<u>\$ 110,150,855</u>
<b>LIABILITIES AND NET ASSETS</b>				
<b>LIABILITIES</b>				
Accounts payable and accrued expenses	\$ 2,510,490	\$ 3,000	\$ (3,000)	\$ 2,510,490
Deferred revenue	<u>2,251,249</u>			<u>2,251,249</u>
<b>Total liabilities</b>	<u>4,761,739</u>	<u>3,000</u>	<u>(3,000)</u>	<u>4,761,739</u>
<b>NET ASSETS</b>				
<b>Without donor restrictions</b>				
Undesignated	7,881,975	5,148,259		13,030,234
Board-designated for reserves		69,518,061		69,518,061
Board-designated for skaters	<u>358,633</u>	<u>11,462,071</u>		<u>11,820,704</u>
<b>Total without donor restrictions</b>	<u>8,240,608</u>	<u>86,128,391</u>	<u>—</u>	<u>94,368,999</u>
<b>With donor restrictions</b>				
Perpetual in nature	500,475	7,050,000		7,550,475
Purpose restricted	<u>1,084,990</u>	<u>2,384,652</u>		<u>3,469,642</u>
<b>Total with donor restrictions</b>	<u>1,585,465</u>	<u>9,434,652</u>	<u>—</u>	<u>11,020,117</u>
<b>Total net assets</b>	<u>9,826,073</u>	<u>95,563,043</u>	<u>—</u>	<u>105,389,116</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 14,587,812</u>	<u>\$ 95,566,043</u>	<u>\$ —</u>	<u>\$ 110,150,855</u>

## UNITED STATES FIGURE SKATING ASSOCIATION AND AFFILIATES

### CONSOLIDATING STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2022

	USFS Association, Ice Network and Properties	USFS Foundation	Eliminations	Total
<b>REVENUE, GAINS AND OTHER SUPPORT</b>				
Broadcasting and licensing	\$ 6,635,563			\$ 6,635,563
Dues and publications	5,363,217			5,363,217
Skating events	4,367,988			4,367,988
Admissions and activity fees	2,911,415			2,911,415
USOPC and PSA grants	1,464,864			1,464,864
Contributions	6,206,962	\$ 2,000	\$ (5,728,639)	480,323
Net investment loss	<u>(218,965)</u>	<u>(8,795,877)</u>	<u>                    </u>	<u>(9,014,842)</u>
Total revenue, gains and other support	<u>26,731,044</u>	<u>(8,793,877)</u>	<u>(5,728,639)</u>	<u>12,208,528</u>
<b>EXPENSES AND LOSSES</b>				
Program services:				
Development and support of athletes	9,196,816			9,196,816
Skating events	5,551,923			5,551,923
Membership activities and services	3,017,503			3,017,503
Governance and judging	952,165			952,165
Publications	528,818			528,818
Support provided to USFS Association	<u>                    </u>	<u>5,728,639</u>	<u>(5,728,639)</u>	<u>                    </u>
Total program services	<u>19,247,225</u>	<u>5,728,639</u>	<u>(5,728,639)</u>	<u>19,247,225</u>
Supporting services:				
Management and general	5,792,839	73,156		5,865,995
Donor development	<u>1,216,993</u>	<u>                    </u>	<u>                    </u>	<u>1,216,993</u>
Total supporting services	<u>7,009,832</u>	<u>73,156</u>	<u>                    </u>	<u>7,082,988</u>
Total expenses	26,257,057	5,801,795	(5,728,639)	26,330,213
<b>LOSSES</b>				
Bad debts	<u>1,500,000</u>	<u>                    </u>	<u>                    </u>	<u>1,500,000</u>
Total expenses and losses	<u>26,257,057</u>	<u>5,081,795</u>	<u>(5,728,639)</u>	<u>26,330,213</u>
Change in net assets	473,987	(14,595,672)	—	(14,121,685)
NET ASSETS, Beginning of year	<u>9,352,086</u>	<u>110,158,715</u>	<u>                    </u>	<u>119,510,801</u>
NET ASSETS, End of year	<u>\$ 9,826,073</u>	<u>\$ 95,563,043</u>	<u>\$ —</u>	<u>\$ 105,389,116</u>

## UNITED STATES FIGURE SKATING ASSOCIATION AND AFFILIATES

### CONSOLIDATING STATEMENT OF FINANCIAL POSITION

JUNE 30, 2021

	USFS Association, Ice Network, and Properties	USFS Foundation	Eliminations	Total
<b>ASSETS</b>				
Cash and cash equivalents	\$ 3,591,824			\$ 3,591,824
Accounts receivable	1,446,131	\$ 1,200,000	\$ (1,200,000)	1,446,131
Promises to give	281,000			281,000
Inventory	200,395			200,395
Prepaid expenses and other assets	480,845			480,845
Investments	4,184,010	108,958,715		113,142,725
Property and equipment, net	6,660,368			6,660,368
Historical artifacts	<u>688,261</u>			<u>688,261</u>
<b>TOTAL ASSETS</b>	<u>\$ 17,532,834</u>	<u>\$ 110,158,715</u>	<u>\$ (1,200,000)</u>	<u>\$ 126,491,549</u>
<b>LIABILITIES AND NET ASSETS</b>				
<b>LIABILITIES</b>				
Accounts payable and accrued expenses	\$ 4,207,097		\$ (1,200,000)	\$ 3,007,097
Deferred revenue	3,227,841			3,227,841
Refundable advance	<u>745,810</u>			<u>745,810</u>
<b>Total liabilities</b>	<u>8,180,748</u>	<u>—</u>	<u>(1,200,000)</u>	<u>6,980,748</u>
<b>NET ASSETS</b>				
<b>Without donor restrictions</b>				
Undesignated	6,837,945	5,366,647		12,204,592
Board-designated for reserves		80,040,653		80,040,653
Board-designated for skaters	<u>783,839</u>	<u>13,608,234</u>		<u>14,392,073</u>
<b>Total without donor restrictions</b>	<u>7,621,784</u>	<u>99,015,534</u>	<u>—</u>	<u>106,637,318</u>
<b>With donor restrictions</b>				
Perpetual in nature	500,475	7,050,000		7,550,475
Purpose restricted	<u>1,229,827</u>	<u>4,093,181</u>		<u>5,323,008</u>
<b>Total with donor restrictions</b>	<u>1,730,302</u>	<u>11,143,181</u>	<u>—</u>	<u>12,873,483</u>
<b>Total net assets</b>	<u>9,352,086</u>	<u>110,158,715</u>	<u>—</u>	<u>119,510,801</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 17,532,834</u>	<u>\$ 110,158,715</u>	<u>\$ (1,200,000)</u>	<u>\$ 126,491,549</u>

## UNITED STATES FIGURE SKATING ASSOCIATION AND AFFILIATES

### CONSOLIDATING STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2021

	USFS Association, Ice Network and Properties	USFS Foundation	Eliminations	Total
<b>REVENUE, GAINS AND OTHER SUPPORT</b>				
Net investment income	\$ 458,772	\$ 22,951,277		\$ 23,410,049
Broadcasting and licensing	7,047,219			7,047,219
Dues and publications	3,713,294			3,713,294
Admissions and activity fees	1,481,040			1,481,040
USOPC and PSA grants	1,460,430			1,460,430
Contributions	4,864,304	5,025	\$ (4,367,506)	501,823
Skating events	<u>494,584</u>			<u>494,584</u>
Total revenue, gains and other support	<u>19,519,643</u>	<u>22,956,302</u>	<u>(4,367,506)</u>	<u>38,108,439</u>
<b>EXPENSES</b>				
Program services:				
Development and support of athletes	5,129,228			5,129,228
Skating events	4,378,248			4,378,248
Membership activities and services	2,271,086			2,271,086
Governance and judging	482,805			482,805
Publications	475,367			475,367
Support provided to USFS Association		<u>4,367,506</u>	<u>(4,367,506)</u>	
Total program services	<u>12,736,734</u>	<u>4,367,506</u>	<u>(4,367,506)</u>	<u>12,736,734</u>
Supporting services:				
Management and general	5,139,390	51,275		5,190,665
Donor development	<u>1,287,708</u>			<u>1,287,708</u>
Total supporting services	<u>6,427,098</u>	<u>51,275</u>	<u>—</u>	<u>6,478,373</u>
Total expenses	<u>19,163,832</u>	<u>4,418,781</u>	<u>(4,367,506)</u>	<u>19,215,107</u>
Change in net assets	355,811	18,537,521	—	18,893,332
NET ASSETS, Beginning of year	<u>8,996,275</u>	<u>91,621,194</u>		<u>100,617,469</u>
NET ASSETS, End of year	<u>\$ 9,352,086</u>	<u>\$ 110,158,715</u>	<u>\$ —</u>	<u>\$ 119,510,801</u>