



**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

**ANNUAL FINANCIAL REPORT
2019-2020
YEAR ENDED JULY 31, 2020**





**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

ANNUAL FINANCIAL REPORT

YEAR ENDED JULY 31, 2020

TABLE OF CONTENTS

	<u>REFERENCE</u>	<u>PAGE</u>
ORGANIZATION		2
FINANCIAL SECTION		
Independent Auditor’s Report.....		4
Management’s Discussion and Analysis.....		6
BASIC FINANCIAL STATEMENTS		
Statement of Net Position	Exhibit 1.....	12
Statement of Revenues, Expenses, and Changes in Net Position	Exhibit 2.....	13
Statement of Cash Flows.....	Exhibit 3.....	14
Notes to Financial Statements		15
REQUIRED SUPPLEMENTARY INFORMATION		
Schedule of Changes in Total OPEB Liability and Related Ratios		24
SUPPLEMENTAL INFORMATION		
Statement of Net Position by Location	Schedule 1	26
Statement of Revenues, Expenses, and Changes in Net Position by Location.....	Schedule 2	28
Statement of Cash Flows by Location	Schedule 3	30
Schedule of Tournament Revenues and Direct Expenses.....	Schedule 4	32

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

ORGANIZATION 2020

Term Expires

BOARD OF DIRECTORS

Bonnie Spohn Schmaltz, President.....	2020
Blaine Novak, Vice President	2021
Thomas Jerome, Treasurer	2022
Dustin Bosshart.....	2022
Joel Boyd*	2020
Rob Carpentier	2020
Kristen DeClerk-Thompson.....	2020
Mike Domin	2021
Kirby Ekstrom.....	2021
Walt Hautala*	2022
Matt Heier*	2023
Jill Johnson	2020
Amanda Kaus.....	2023
Eric Lehtola	2020
John Ostrowski.....	2023
Russ Reetz	2022
Troy Stein.....	2023
John Vraa	2023
Todd Waterbury	2021
Frank White*.....	2021

EXECUTIVE STAFF

Erich Martens, Executive Director.....	Indefinite
Lisa Lissimore, Associate Director.....	Indefinite
Bob Madison, Associate Director.....	Indefinite
Craig Perry, Associate Director	Indefinite
Jody Redman, Associate Director.....	Indefinite

**Appointed by the Governor*

FINANCIAL SECTION



JULIE BLAHA
STATE AUDITOR

STATE OF MINNESOTA

OFFICE OF THE STATE AUDITOR

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Minnesota State High School League
Brooklyn Center, Minnesota

Report on the Financial Statements

We have audited the accompanying financial statements of the Minnesota State High School League (MSHSL) as of and for the year ended July 31, 2020, and the related notes to the financial statements, which collectively comprise the MSHSL's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of Regions 3A, 6A, 7A, 8A, 7AA, and 8AA, which represent approximately 15 percent, 24 percent, and 16 percent, respectively, of the assets, net position, and revenues of the MSHSL. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for those listed regions of the MSHSL, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the financial position of the MSHSL as of July 31, 2020, and the changes in its financial position and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

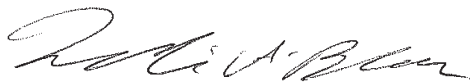
Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Required Supplementary Information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the MSHSL's basic financial statements. The Supplemental Information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The Supplemental Information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplemental Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.



JULIE BLAHA
STATE AUDITOR



DIANNE SYVERSON, CPA
DEPUTY STATE AUDITOR

February 25, 2021

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

MANAGEMENT'S DISCUSSION AND ANALYSIS JULY 31, 2020

(Unaudited)

Introduction

The discussion and analysis of the Minnesota State High School League's (MSHSL) financial statements provides an overview of the financial position and activities of the League for the year ended July 31, 2020. The discussion has been prepared by management and should be read in conjunction with the financial statements and the accompanying notes.

Financial Statements

The MSHSL's Management's Discussion and Analysis (MD&A) report serves as an introduction to the basic financial statements. The basic financial statements consist of two parts: the financial statements and notes to the financial statements. The MD&A (this section) is required to accompany the basic financial statements and, therefore, is included as required supplementary information.

The MSHSL presents three financial statements: the Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; and the Statement of Cash Flows. These financial statements provide information about activities of the MSHSL as a whole and present a longer-term view of the League's finances.

Statement of Net Position

The Statement of Net Position presents the financial position of the League at the end of the fiscal year, under a classified balance sheet format that reflects current and noncurrent assets and liabilities, and reports net position under the following classifications:

- **Investment in capital assets.** This category includes property and equipment, net of accumulated depreciation.
- **Unrestricted.** Includes assets that are not subject to limitations or stipulations imposed by external entities and that have not been set aside for capital purposes. These assets are available for any purpose of the League and include resources that may be reserved for specific purposes as determined by management, financial, or Board of Directors policies.

The League's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position at July 31, 2020 and 2019, are summarized below.

	<u>2020</u>	<u>2019</u>	<u>Percentage Change</u>
Current assets	\$ 4,822,008	\$ 3,904,382	23.5%
Noncurrent assets	735,108	1,028,006	(28.5%)
Capital assets	718,371	766,575	(6.3%)
Total assets	<u>\$ 6,275,487</u>	<u>\$ 5,698,963</u>	10.1%
Deferred outflows of resources	<u>\$ 11,318</u>	<u>\$ 23,725</u>	(52.3%)
Current liabilities	\$ 1,114,009	\$ 909,990	22.4%
Noncurrent liabilities	1,415,813	1,423,273	(0.5%)
Total liabilities	<u>\$ 2,529,822</u>	<u>\$ 2,333,263</u>	8.4%
Deferred inflows of resources	<u>\$ 67,305</u>	<u>\$ -</u>	100.0%
Investment in capital assets	\$ 718,371	\$ 766,575	(6.3%)
Unrestricted	2,971,307	2,622,850	13.3%
Total net position	<u>\$ 3,689,678</u>	<u>\$ 3,389,425</u>	8.9%

Current assets on July 31, 2020, totaled \$4,822,008, an increase of 23.5% or \$917,626. Current assets consist primarily of cash and cash equivalents, investments in negotiable and nonnegotiable certificates of deposit and accounts receivable. The cash balance increased in 2020 due to the receipt of a PPP Loan in April for \$793,300 and the Regions holding cash for anticipated expenses in the new year.

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

Capital assets, net of accumulated depreciation, totaled \$718,371. There were no capital assets purchased in 2020. A \$48,204 decrease in capital assets is due to the depreciation expense recorded in 2020. The noncurrent assets consist of deferred compensation under section 457(b) of the Internal Revenue Code for the executive staff and investments held for retirement benefits payable to employees who have met certain eligibility criteria for payment of sick leave balances.

Current liabilities totaled \$1,114,009 on July 31, 2020, a 22.4% increase or \$204,019. Current liabilities primarily consist of PPP Loan debt to the Small Business Administration and other accrued liabilities. The PPP Loan is \$793,300. Based on PPP Loan terms and the 2020 CARES Act it is anticipated the League will receive full forgiveness of this debt. Noncurrent liabilities totaled \$1,415,813 at July 31, 2020, a decrease of 0.5% or \$7,460. Noncurrent liabilities consist of retirement benefits payable, other post-employment benefits and deferred compensation. The other post-employment benefit liabilities decreased \$52,681 in 2020.

Statement of Revenues, Expenses, and Changes in Net Position

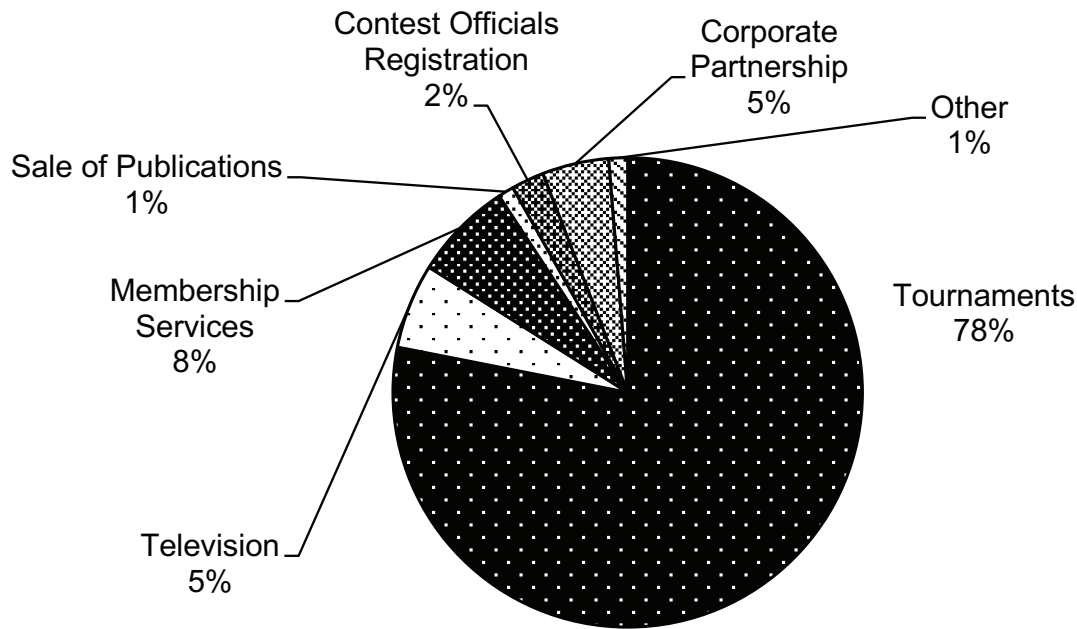
The Statement of Revenues, Expenses, and Changes in Net Position presents the League's operating and nonoperating financial activity during the year. This statement displays the net income or loss from operations. Operating revenues are those generated by the League's principal ongoing operations such as tournaments, membership fees, official's registrations, and sale of publications. Corporate partnerships are considered nonoperating revenue because the League does not give equal value in exchange for the resources received.

The League's revenues, expenses, and changes in net position for the years ended July 31, 2020 and 2019, are summarized below.

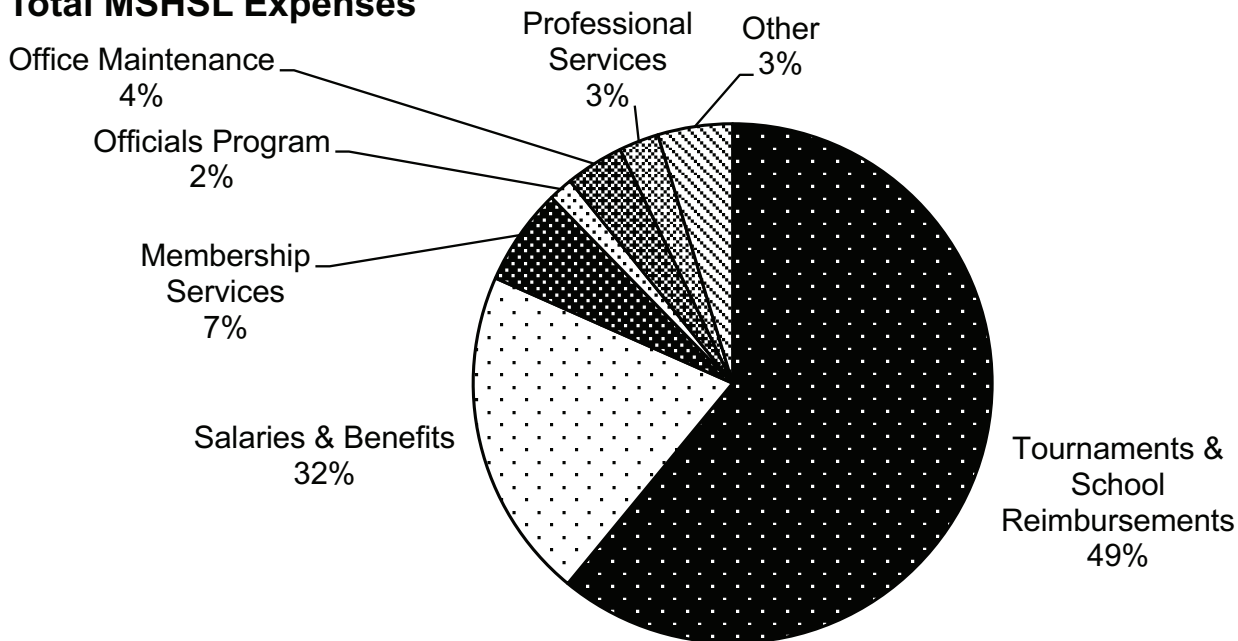
	<u>2020</u>	<u>2019</u>	<u>Percentage Change</u>
Operating revenues			
Tournaments	\$ 11,237,288	\$ 13,567,377	(17.2%)
Television	682,089	852,200	(20.0%)
Membership services	1,204,120	998,011	20.7%
Contest officials registration	230,540	308,967	(25.4%)
Sale of publications	145,894	124,754	16.9%
Other	153,423	209,967	(26.9%)
Total operating revenues	<u>\$ 13,653,354</u>	<u>\$ 16,061,276</u>	(15.0%)
Operating expenses			
Tournaments and school reimbursements	\$ 6,900,367	\$ 9,811,974	(29.7%)
Membership services	916,793	957,254	(4.2%)
Officials program	217,437	268,643	(19.1%)
Salaries and benefits	4,475,372	4,064,876	10.1%
Professional services	445,436	531,078	(16.1%)
Office maintenance	574,788	672,277	(14.5%)
Other	463,146	671,392	(31.0%)
Total operating expenses	<u>\$ 13,993,339</u>	<u>\$ 16,977,494</u>	(17.6%)
Operating income (loss)	<u>\$ (339,985)</u>	<u>\$ (916,218)</u>	62.9%
Non-operating revenues (expenses)			
Corporate partnership	\$ 717,732	\$ 936,349	(23.3%)
Interest	(77,494)	59,577	(230.1%)
Total non-operating revenues (expenses)	<u>\$ 640,238</u>	<u>\$ 995,926</u>	(35.7%)
Change in net position	<u>\$ 300,253</u>	<u>\$ 79,708</u>	276.7%
Net position, August 1	<u>\$ 3,389,425</u>	<u>\$ 3,309,717</u>	2.4%
Net position, July 31	<u>\$ 3,689,678</u>	<u>\$ 3,389,425</u>	8.9%

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

Total MSHSL Revenues



Total MSHSL Expenses



For the year ended July 31, 2020, tournament revenue totaled \$11,237,288, a decrease of \$2,330,089 or 17.2%. The major portion of tournament revenue is the sale of tickets for admission to MSHSL events. Due to the COVID-19 pandemic the League shutdown the final three events of the winter season and all 12 of the events in the spring 2020 season. This shutdown resulted in significantly less people attending the tournaments in 2020 compared to 2019. Other tournament revenue consists of program sales, t-shirt and souvenir sales, and program advertising. Each of these revenue sources were negatively impacted because of the pandemic.

Television revenues were also reduced by 20% in 2020 due to the pandemic since there were no events to televise. The League's Board of Directors originally signed a 10-year, \$9.7 million contract with a local television station in 2005. In 2009, the League signed an agreement with the television station extending the contract to 2021. The current contract remains in effect through September 30, 2026, subject to an option to extend the contract through the 2030-31 season.

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

Membership services revenue consists of a membership fee and an activity registration fee for each activity the school sponsors at the high school level. For the year ended July 31, 2020, membership service revenue increased by just over \$206,000. This increase in activity fee revenue was anticipated by the League as each activity registration was increased from \$90 to \$110.

Contest officials register annually with the League and attend online rules meetings and must pass a test to officiate League sponsored games. These registrations decreased 25.4% in fiscal year 2020. The decrease in registrations is a direct result of the COVID-19 pandemic. The League continues to train registered officials in League sponsored activities.

Publications are sold to member schools, officials, and the general public. Publications include the Official Handbook and sports rules books. The sale of these publications increased by 16.9% in fiscal year 2020. This increase in revenue was anticipated due to the League implementing every other year rulebook requirement for schools and officials.

Operating expenses consist of tournament expenses, school reimbursements as well as general and administrative expenses. Tournament and school reimbursements decreased by 29.7% in fiscal year 2020. The decrease in tournament expenses and school reimbursements was due in large part to the elimination of the 15 tournament events from the end of March through June 2020. Membership services expense decreased 4.2%. The League continues to support member schools and educational based athletics through this programing. The official's program expenses decreased 19.1% in 2020. For fiscal year ended July 31, 2020, total operating expenses decreased by 17.6%.

Statement of Cash Flows

The Statement of Cash Flows presents information about changes in the League's cash position using the direct method of reporting sources and uses of cash. The direct method reports all major cash inflows and outflows at gross amounts, differentiating these activities into cash flows arising from operating activities, noncapital and related financing, capital and related financing, and investing activities.

The League's cash flows for the years ended July 31, 2020 and 2019, are summarized below.

	2020	2019	Percentage Change
Cash provided by (used in)			
Operating activities	\$ (863,540)	\$ (725,234)	(19.1%)
Non-capital and related financing activities	1,512,178	935,835	61.6%
Investing activities	(35,825)	(144,663)	75.2%
Net increase (decrease) in cash	\$ 612,813	\$ 65,938	829.3%
Cash and cash equivalents-August 1	1,878,854	1,812,916	3.6%
Cash and cash equivalents-July 31	\$ 2,491,667	\$ 1,878,854	32.6%

Capital Assets

Investment in capital assets includes land, building and building improvements, furniture and equipment, and computer equipment. Total depreciation expense for the year was \$48,204. There were no capital additions in 2020.

Economic Factors That Will Affect the Future

On March 11, 2020, the World Health Organization declared the outbreak of a coronavirus (COVID-19) pandemic. Economic activity decreased in fiscal year 2020, including the cancellation of 15 MSHSL Tournaments. As a result, tournament and television revenues decreased approximately 17 percent in fiscal year 2020. The circumstances surrounding COVID-19 create uncertainty in expectations for future revenue related to tournament ticket sales, sponsorships, and television fees for the 2020-21 fiscal year.

During 2020, the MSHSL received a loan from BankVista in the amount of \$793,300 under the Paycheck Protection Program (PPP) established by the Coronavirus Aid, Relief, and Economic Security (CARES) Act. The loan is subject to a note dated April 15, 2020 and may be forgiven to the extent proceeds of the loan are used for eligible expenditures such as payroll, benefits, rent and utilities. The amount of loan forgiveness will be determined by the lender and Small Business Administration (SBA). Any unforgiven portion of the PPP loan is payable over two years at an interest rate of 1%, with a deferral of payments for the first six months. The MSHSL believes it used loan proceeds for purposes consistent with the PPP Loan program and that its use of the proceeds will meet the conditions for full forgiveness of the loan.

The PPP Loan 2 program was established in December 2020. The MSHSL applied for this loan through BankVista in January 2021.

Looking toward the future, management believes that the League is well positioned to continue its strong level of excellence in service to the students, administrators, schools, and citizens of the state of Minnesota. The League's revenues are largely dependent on hosting section and state tournaments as 88% of total revenue is directly tied to tournaments. The MSHSL school membership fees have helped make up for a lack of tournament revenue in the new year.

Contacting the League's Financial Management

This financial report is designed to provide our member schools, administrators, board members, and the citizens of Minnesota a general overview of the League's finances and to demonstrate the League's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Richard Matter, Assistant Director, or Erich Martens, Executive Director, at (763) 560-2262.

BASIC FINANCIAL STATEMENTS

STATEMENT OF NET POSITION
JULY 31, 2020Assets

	<u>2020</u>
Current Assets	
Cash and cash equivalents (Note 2)	\$ 2,491,667
Investments (Note 2)	1,850,840
Accounts receivable	456,624
Accrued interest receivable	568
Prepaid items	<u>22,309</u>
Total current assets	<u>\$ 4,822,008</u>
Noncurrent Assets	
Restricted assets	
Deferred compensation (Note 10)	<u>\$ 442,689</u>
Capital assets	
Non-depreciable	\$ 318,564
Depreciable-net of accumulated depreciation	<u>399,807</u>
Net capital assets (Note 3)	<u>\$ 718,371</u>
Other assets	
Investments held for retirement benefits (Note 7)	<u>\$ 292,419</u>
Total noncurrent assets	<u>\$ 1,453,479</u>
Total Assets	<u>\$ 6,275,487</u>
Deferred Outflows of Resources	
Deferred outflows of resources (Note 13)	<u>\$ 11,318</u>
Liabilities and Net Position	
Current Liabilities	
Salaries payable	\$ 79,079
Accounts payable	42,226
School expense reimbursement payable	23,300
Accrued employee benefits payable (Note 6)	173,297
PPP loan (Note 14)	793,300
Unearned income (Note 5)	<u>2,807</u>
Total current liabilities	<u>\$ 1,114,009</u>
Noncurrent Liabilities	
Retirement benefits payable (Note 7)	\$ 302,896
Total other post-employment benefits payable (Note 13)	670,228
Deferred compensation (Note 10)	<u>442,689</u>
Total noncurrent liabilities	<u>\$ 1,415,813</u>
Total Liabilities	<u>\$ 2,529,822</u>
Deferred inflows of resources (Note 13)	<u>\$ 67,305</u>
Net Position (Note 8)	
Investment in capital assets	\$ 718,371
Unrestricted	<u>2,971,307</u>
Total Net Position	<u>\$ 3,689,678</u>

The notes to the financial statements are an integral part of this statement.

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION FOR THE YEAR ENDED JULY 31, 2020

	<u>2020</u>
Operating Revenues	
Tournaments	\$ 11,237,288
Television	682,089
Membership services	1,204,120
Contest officials registration	230,540
Sales of handbooks, rule books, and supplies	145,894
Other	<u>153,423</u>
Total Operating Revenues	<u>\$ 13,653,354</u>
Operating Expenses	
Tournaments	\$ 6,865,342
School expense reimbursement	35,025
Membership services	
Insurance	780,694
Handbooks, rule books, and supplies	91,179
Other	44,920
Fine arts programs	19,763
Officials program	217,437
Committees	63,025
Board of directors	54,069
Salaries	2,939,103
Employee benefits	1,536,269
Insurance	22,786
Legal	83,737
Other professional services	361,699
Maintenance	34,601
Utilities	37,654
Postage	41,537
Supplies	66,284
Data processing and office equipment	75,276
Computer support services	85,294
Website design and build	163,152
Public relations	91,420
Corporate sponsor commission	31,500
Television consulting	14,867
Depreciation	48,204
Other	<u>188,502</u>
Total Operating Expenses	<u>\$ 13,993,339</u>
Operating Income (Loss)	<u>\$ (339,985)</u>
Nonoperating Revenues (Expenses)	
Corporate partnership	\$ 717,732
Interest	<u>(77,494)</u>
Total Nonoperating Revenues (Expenses)	<u>\$ 640,238</u>
Change in Net Position	\$ 300,253
Total Net Position - August 1	<u>3,389,425</u>
Total Net Position - July 31	<u><u>\$ 3,689,678</u></u>

The notes to the financial statements are an integral part of this statement.

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JULY 31, 2020**

	<u>2020</u>
Cash Flows from Operating Activities	
Cash received from customers	\$ 10,824,587
Cash received from schools	1,204,120
Payments to suppliers for goods and services	(8,132,140)
Payments to employees for services	(2,996,929)
Payments for fringe benefits	(1,481,816)
Payments to schools	<u>(281,362)</u>
Net Cash Provided by (Used In) Operating Activities	<u>\$ (863,540)</u>
Cash Flows from Non-Capital and Related Financing Activities	
Corporate partnership	\$ 717,732
PPP loan	793,300
Operating transfers in	897,462
Operating transfers out	<u>(896,316)</u>
Net Cash Provided by (Used In) Non-Capital and Related Financing Activities	<u>\$ 1,512,178</u>
Cash Flows from Investing Activities	
Interest on investments	\$ (71,850)
Proceeds from sales and maturities of investments	2,072,070
Purchases of investments	<u>(2,036,045)</u>
Net Cash Provided by (Used In) Investing Activities	<u>\$ (35,825)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	\$ 612,813
Cash and Cash Equivalents - August 1	<u>1,878,854</u>
Cash and Cash Equivalents - July 31	<u><u>\$ 2,491,667</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used In) Operating Activities	
Operating Income (Loss)	<u>\$ (339,985)</u>
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided by (Used In) Operating Activities	
Depreciation	\$ 48,204
(Increase) Decrease in accounts receivable	(146,924)
(Increase) Decrease in prepaid expenses	(1,146)
(Increase) Decrease in deferred outflows of resources	12,407
Increase (Decrease) in deferred inflows of resources	67,305
Increase (Decrease) in salaries payable	(43,387)
Increase (Decrease) in accounts payable	(68,410)
Increase (Decrease) in school expense reimbursement payable	(347,565)
Increase (Decrease) in short-term accrued employee benefits payable	48,013
Increase (Decrease) in unearned income	(5,343)
Increase (Decrease) in total other post-employment benefits payable	(52,681)
Increase (Decrease) in retirement benefits payable	<u>(34,028)</u>
Total adjustments	<u>\$ (523,555)</u>
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ (863,540)</u></u>

Non-cash Operating Activities

The MSHSL has \$1,501,067 of non-monetary exchange revenues and expenses.

The notes to the financial statements are an integral part of this statement.

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JULY 31, 2020

1. Summary of Significant Accounting Policies

The Minnesota State High School League's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) for the year ended July 31, 2020. The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (statements and interpretations). The more significant accounting policies established in GAAP and used by the League are discussed below.

Nature of Operations – The Minnesota State High School League (MSHSL) is a nonprofit corporation whose Articles of Incorporation and Constitution were filed with the Secretary of State on May 27, 1960. The MSHSL is a voluntary association of high schools whose governing boards have delegated their control of extracurricular activities to the MSHSL. These activities include statewide athletic programs for both able-bodied athletes and athletes with disabilities, music, drama, speech, and debate.

Reporting Entity – The Board of Directors is responsible for the management of the affairs of the MSHSL. The League's Constitution directs the Board of Directors to divide the state into regions and to have control of all region and section contests. Each Administrative Region Committee is charged with the immediate management of the activities assigned by the Board. The Administrative Region Committees must adhere to the League's Constitution, Articles of Incorporation, and policies developed by the Board of Directors. They do not have the authority to determine or interpret eligibility bylaws, nor may they penalize a school for bylaw infractions. Because the Administrative Regions are not legally separate entities, the July 31, 2020, financial statements of the MSHSL include the financial information of all 16 Administrative Regions.

Measurement Focus and Basis of Accounting – The financial statements are reported using the economic resources measurement focus and the full accrual basis of accounting. Revenues are recognized when they are earned. Expenses are recognized when they are incurred.

When both restricted and unrestricted resources are available for use, it is the League's policy to use restricted resources first, and then unrestricted resources as they are needed.

Cash and Cash Equivalents – For purposes of the statement of cash flows, all highly liquid investments with a maturity of three months or less when purchased, excluding investments held for retirement benefits, are considered to be cash equivalents.

Investments – Investments are stated at fair value. Certain investments have been designated by the Board of Directors for the payment of retirement benefits.

Restricted Assets - The League established a deferred compensation plan under Section 457(b) of the Internal Revenue Code for some of the executive staff. The assets in the plan are held by the MSHSL, subject to the claims of its general creditors, until the employee becomes eligible for withdrawals as provided in the plan agreement.

Capital Assets – Property and equipment are stated at cost. Replacements or improvements are capitalized. The capitalization threshold is \$3,000. Maintenance and repairs which do not improve or extend the lives of the assets are expensed as incurred. Depreciation is recorded using the straight line method over the assets' estimated useful lives:

Land improvements	40 years
Buildings and building improvements	40 years
Furniture and equipment	5-10 years
Computer equipment	3 years

Deferred Outflows and Inflows of Resources – In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense) until then. The MSHSL's deferred outflows of resources consist of other postemployment benefit (OPEB) contributions paid subsequent to the measurement date. These outflows arise only under the full accrual basis of accounting and are reported only in the statement of net position.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The MSHSL's deferred inflows of resources consist of changes in assumptions and differences between expected and actual liabilities for OPEB. These inflows arise only under the full accrual basis of accounting and are reported only in the statement of net position.

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

1. Summary of Significant Accounting Policies (Continued)

Revenues – Operating revenues, such as tournament revenue, result from exchange transactions associated with the principal activity of the League. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as investment earnings, result from nonexchange transactions or incidental activities. Corporate partnerships are considered nonoperating revenue because the League does not give equal value in exchange for the resources received.

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 and expenses during the reporting period. Actual results could differ from those estimates.

School Expense Reimbursement – A liability is set up to report the proportionate return of excess nonappropriated funds to member schools based on their participation in MSHSL-sponsored tournaments.

Sick Pay Policy – The MSHSL employees are entitled to 15 days of paid sick leave per year. Qualified employees that meet the requirements of the sick leave pay plan may be compensated for unused balances to a maximum of one year salary.

Tax Exempt Status – The MSHSL is a nonprofit organization exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and applicable state statutes.

2. Deposits and Investments

The MSHSL is governed by the deposit and investment limitations of its own internal policies. The deposits and investments held on July 31, 2020, reported at fair value, are shown below.

	Maturities	Fair Value
Deposits:		
Checking and savings	-	\$ 2,534,499
Cash with broker	-	2
Total Deposits		\$ 2,534,501
Investments:		
Negotiable certificates of deposit		
Wells Fargo	Various	\$ 996,379
RBC	-	1,103,842
External Investment Pools		442,689
Total Investments		\$ 2,542,910
Total Deposits and Investments		\$ 5,077,411
Add:		
Petty Cash	-	204
Total Cash, Cash Equivalents, and Investments		\$ 5,077,615
Reconciliation to the Statement of		
Net Position:		
Cash and cash equivalents		\$ 2,491,667
Investments		1,850,840
Deferred compensation		442,689
Investments held for retirement benefits		292,419
Total Cash, Cash Equivalents, and Investments		\$ 5,077,615

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

2. Deposits and Investments (Continued)

Custodial Credit Risk – As of July 31, 2020, deposits in financial institutions, reported as components of cash, cash equivalents, and investments, had a carrying value of \$2,534,501. Bank balances were \$2,836,605, of which \$141,750 was not covered by federal depository insurance. The MSHSL's investment policy does not specifically address custodial credit risk. As of July 31, 2020, the League's investments were not exposed to custodial credit risk.

Investment Interest Rate Risk – The MSHSL has a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The League's policy doesn't specifically address interest rate risk.

Investment Credit Risk – The MSHSL has a formal investment policy that limits its investment choices. Fixed income investments are required to be rated "A" or higher by Standards and Poor's or "A2" by Moody's. Certificates of deposit must stay within FDIC limits.

Concentration of Investment Credit Risk – The MSHSL investment policy limits the amount it may invest in any one issuer. The policy states that no more than 10% of the investment portfolio shall be invested in securities issued by one corporation except for insured depositories and obligations of the United States Government and Government Agencies. At July 31, 2020, the MSHSL had eight individual negotiable certificates of deposits that exceeded 10% of total investments.

Fair Value of Investments

The MSHSL measures and records its investments using fair value measurement guidelines established by accounting principles generally accepted in the United States of America. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and,
- Level 3: Unobservable inputs

At July 31, 2020, the MSHSL had the following recurring fair value measurements.

	Fair Value Measurement Using			
	July 31, 2020	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level				
Debt securities	-	-	-	-
Negotiable certificates of deposit	\$ 2,100,221		\$ 2,100,221	
Equities	-	-	-	-
Total Investments included in the Fair Value hierarchy	<u>\$ 2,100,221</u>	<u>-</u>	<u>\$ 2,100,221</u>	<u>-</u>

Debt and equity securities classified in Level 1 are valued using a market approach quoted in active markets for those securities. Debt and equity securities classified in Level 2 are valued using the following approach:

- Negotiable Certificates of Deposit: matrix pricing based on the securities relationship to benchmark quoted prices.

The MSHSL holds \$442,689 in an external investment pool as a deferred compensation plan for select employees. The fair value of the investment is the fair value per share of the underlying portfolio. These investments may be redeemed when the employees become eligible under contract provisions.

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

3. Capital Assets

Capital assets comprise the following at July 31, 2020:

	08/01/2019	Additions	Deductions/ Adjustments	07/31/2020
Capital asset, not being depreciated:				
Land and land improvements	\$ 318,564	\$ -	\$ -	\$ 318,564
Capital assets, being depreciated:				
Building and building improvements	\$ 1,606,791	\$ -	\$ -	\$ 1,606,791
Furniture and equipment	231,734	-	-	231,734
Computer equipment	4,454	-	-	4,454
Total capital assets being depreciated	\$ 1,842,979	\$ -	\$ -	\$ 1,842,979
Less: accumulated depreciation				
Building and building improvements	\$(1,172,246)	\$ (43,875)	\$ -	\$ (1,216,121)
Furniture and equipment	(218,268)	(4,329)	-	(222,597)
Computer equipment	(4,454)	-	-	(4,454)
Total accumulated depreciation	\$(1,394,968)	\$ (48,204)	\$ -	\$ (1,443,172)
Total capital assets being depreciated, net	\$ 448,011	\$ (48,204)	\$ -	\$ 399,807
Net Capital Assets	\$ 766,575	\$ (48,204)	\$ -	\$ 718,371

Depreciation expense totaling \$48,204 was charged for the year ended July 31, 2020.

4. Operating Leases

The MSHSL is obligated under operating leases for mailing equipment and photocopying equipment. Expenses associated with these leases were \$15,052 for the year ended July 31, 2020. Future minimum lease payments at July 31, 2020, are as follows:

2021	\$ 14,419
2022	7,076
2023	1,786
2024	706
Total	\$ 23,987

5. Unearned Income

Unearned income consists of amounts received for membership services and official handbooks, yearbooks, and rules books, which are not yet ready for distribution. This income is recognized in subsequent years.

6. Accrued Employee Benefits Payable

MSHSL employees that meet certain eligibility criteria earn vacation benefits based on years of service. Employees earn between two weeks and five weeks of vacation annually. Unused vacation time cannot exceed 1.5 to 4 times the employee's current rate of accrual. Employees are paid 100% of their accumulated vacation pay when they terminate their employment.

Accrued employee benefits payable at July 31, 2020:

Current Liabilities	
Vacation Leave	\$ 173,297

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

7. Retirement Benefits Payable

The MSHSL has a retirement plan that provides certain unused sick leave compensation benefits for eligible employees.

Following 10 or 15 years of service to the MSHSL and after the employee reaches age 55, the employee may receive a payment for unused sick leave at the time of separation from the MSHSL. Said payment shall be calculated by multiplying the number of unused sick leave days times the daily rate of pay at separation. The maximum unused sick leave payment shall not exceed one year's salary.

Retirement benefits payable on July 31, 2020 is \$302,896. Noncurrent retirement benefits are \$302,896. Costs associated with employees who have earned benefits but whose benefits have not vested because they have not yet met the requirements of the plan have not been accrued because the ultimate cost to the MSHSL cannot be reasonably estimated. The MSHSL has designated certain investments to be used for payment of future retirement benefits. These amounts are less than the accrued liability by \$10,477 for the year ended July 31, 2020.

Retirement benefits activity for the year ended July 31, 2020:

	<u>08/01/2019</u>	<u>Additions</u>	<u>Deductions</u>	<u>07/31/2020</u>	<u>Due Within One Year</u>
Retirement benefits payable	\$ 336,924	\$ 138,561	\$ 172,589	\$ 302,896	\$ -

8. Equity Classifications

Equity is classified as net position and displayed in two components:

- A. Investment in capital assets - Consists of capital assets, net of accumulated depreciation.
- B. Unrestricted - All other net position that does not meet the definition of "investment in capital assets".

9. MSHSL 403(b) Plan

The MSHSL participates with eligible employees, who so elect, in a 403(b) plan. Employees must contribute at least six percent of their gross wages to receive the MSHSL's contribution.

The MSHSL contributed 13 percent of the participating employees' wages. The only obligation of the MSHSL is to make contributions for the term of the participating employees' employment. In accordance with the plan terms, each employee's share of the MSHSL's contribution is fully vested with the employee. The MSHSL's contributions were \$378,816 for the year ended July 31, 2020.

10. Deferred Compensation

The MSHSL established in the year ending July 31, 2008, a deferred compensation plan under Section 457(b) of the Internal Revenue Code for select members of the executive staff. Under the provisions of the plan, the MSHSL contributes four and twelve percent of the executive staff's salary to the plan.

The assets in the plan are held by the MSHSL, subject to the claims of its general creditors, until the employee becomes eligible for withdrawals as provided in the plan agreement. The assets (held in investment options in accordance with the employee's selection) and the related liability are shown on the MSHSL's balance sheet at July 31, 2020.

11. Risk Management

The MSHSL is exposed to various risks of loss related to: torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; natural disasters; and catastrophic injury. To cover its liabilities, the MSHSL purchases commercial insurance. There were no significant reductions in insurance coverage from the prior year. The amount of settlements did not exceed insurance coverage for each of the past three fiscal years.

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

12. Long Term Contracts

The MSHSL has signed contracts with a television station and certain corporate sponsors. These contracts last from 3 to 11 years. The revenue from these contracts is recognized when earned. In addition, the MSHSL exchanges advertising for other non-monetary assets or services such as tournament equipment, and radio, television or print advertising. The value of the services exchanged is recorded in tournament revenue and expense accounts.

13. Other Post-Employment Benefits

Plan Description

Following retirement, if the employee has reached the age of 58 or 60 depending on the employee's classification and has been employed by the MSHSL for 20 years, payment of medical, hospitalization, dental, and term life insurance premiums for the employee will be made by the MSHSL as if the individual were still on staff until the conclusion of the fiscal year the employee reaches age 65, subject to the approval of the insurance carriers. This arrangement qualifies as a single employer defined benefit plan.

For those qualified retirees that meet the criteria for a full medical, dental, and life insurance benefit, the MSHSL contributes 100% of the benefit cost.

The contribution requirements of the plan members and the MSHSL are established and may be amended by the MSHSL Board of Directors. The MSHSL finances the plan on a "pay-as-you-go" basis.

No assets have been accumulated in a trust that meets the criteria in paragraph 4 of GASB 75. The OPEB plan does not issue a stand-alone financial report.

Participants

Participants of the plan consisted of the following at August 1, 2018, the date of the latest actuarial valuation.

Active employees	23
Retired employees	1
Dependents of retirees	1
Total plan participants	25

Total OPEB Liability

The MSHSL's total OPEB liability of \$670,228 was measured as of August 1, 2019 and was determined by an actuarial valuation as of August 1, 2019.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the August 1, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	2.50 percent
Salary increases	3.00 percent
Discount rate	3.10 percent
20-year municipal bond yield	3.10 percent
Pre-Medicare plan medical trend rate	6.50 percent as of August 1, 2019 grading to 5.00 percent over 6 years
Medicare supplement plan medical trend rate	4.00 percent
Dental trend rate	4.00 percent

Mortality rates were based on Pub-2010 Public Retirement Plans Headcount-Weighted Mortality Tables (General, Teachers) with MP-2018 Generational Improvement Scale.

The discount rate was based on the estimated yield of 20-year AA-rated municipal bonds. The overall single discount rate is 3.10 percent.

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

13. Other Post-Employment Benefits(Continued)

Changes in the Total OPEB Liability

Balance at July 31, 2019	\$722,909
Service cost	29,978
Interest cost	25,198
Contributions during the year	(23,725)
Assumption changes	(7,559)
Difference between expected and actual experience	(76,573)
Net changes	(52,681)
Balance at July 31, 2020	\$670,228

OPEB Liability Sensitivity

The following presents the total OPEB liability of the MSHSL, calculated using the discount rate previously disclosed, as well as what the MSHSL's total OPEB liability would be if it were calculated using a discount rate that is 1.0 percentage-point lower or 1.0 percentage-point higher than the current discount rate:

	<u>1.00% Increase</u>	<u>Current Discount Rate</u>	<u>1.00% Decrease</u>
Total OPEB Liability	\$ 628,484	\$ 670,228	\$ 713,645

The following presents the total OPEB liability of the MSHSL, calculated using the health care cost trend previously disclosed, as well as what the MSHSL's total OPEB liability would be if it were calculated using health care cost trend rates that are 1.0 percentage-point lower or 1.0 percentage-point higher than the current health care cost trend rate:

	<u>1.00% Increase</u>	<u>Current Discount Rate</u>	<u>1.00% Decrease</u>
Total OPEB Liability	\$ 740,190	\$ 670,228	\$ 609,287

OPEB Expense and Deferred Outflows of Resources Related to OPEB

For the year ended July 31, 2020, the MSHSL recognized OPEB expense of \$27,031. At July 31, 2020, the MSHSL reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Balances at July 31, 2020</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual liability	\$ -	\$ 61,258
Changes in assumptions	-	6,047
Employer contributions subsequent to the measurement date	11,318	-
Total	<u>11,318</u>	<u>67,305</u>

The amount reported as deferred outflows of resources related to OPEB will be recognized in OPEB expense for the year ended July 31, 2021.

The amount reported as deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended July 31</u>	<u>OPEB Expense Amount</u>
2021	\$ (16,827)
2022	(16,826)
2023	(16,826)
2024	(16,826)

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

13. Other Post-Employment Benefits (Continued)

Changes in Actuarial Assumptions

The following changes in actuarial assumptions from the last valuation completed for the MSHSL as of August 1, 2018 are:

- The health care trend rates were changed to better anticipate short term and long term medical increases.
- The mortality tables were updated from the RP-2014 White Collar Mortality Tables with MP-2016 Generational Improvement Scale to the Pub-2010 Public Retirement Plans Headcount-Weighted Mortality Tables (General, Teachers) with MP-2018 Generational Improvement Scale.
- The salary increase rates were changed from a flat 3.00% per year for all employees to rates which vary by service and contract group.
- The discount rate was changed from 3.40% to 3.10%.
- These changes in assumptions decreased the liability \$7,559.

14. COVID-19 Impact and Considerations

On March 11, 2020, the World Health Organization declared the outbreak of a coronavirus (COVID-19) a pandemic. Economic activity decreased in fiscal year 2020, including the cancellation of 15 MSHSL Tournaments. As a result, a decrease of approximately 17 percent of tournament and television revenue was received in fiscal year 2020. The circumstances surrounding COVID-19 create uncertainty in expectations for future revenue related to tournament ticket sales, sponsorships, and television fees for the 2020-21 fiscal year.

The MSHSL received a loan from BankVista in the amount of \$793,300 under the Paycheck Protection Program established by the Coronavirus Aid, Relief, and Economic Security (CARES) Act. The loan is subject to a note dated April 15, 2020 and may be forgiven to the extent proceeds of the loan are used for eligible expenditures such as payroll, benefits, rent and utilities. The amount of loan forgiveness will be determined by the lender and Small Business Administration (SBA). Any unforgiven portion of the PPP loan is payable over two years at an interest rate of 1%, with a deferral of payments for the first six months. The MSHSL believes it used loan proceeds for purposes consistent with the PPP Loan program and that its use of the proceeds will meet the conditions for full forgiveness of the loan.

The PPP Loan 2 program was established in December 2020. The MSHSL applied for this loan through BankVista in January 2021.

15. Subsequent Event

During the 5th Special Session of the 91st Legislative Session, the Minnesota Legislature approved legislation that would allow the MSHSL to make a one-time transfer of up to \$500,000 from sales tax savings from the MSHSL Foundation to the MSHSL to address current budget shortfalls due to Covid-19. The funds could be used by the MSHSL to offset increases in school membership fees and help Regions and the MSHSL pay for section and state tournament expenses.

REQUIRED SUPPLEMENTARY INFORMATION

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

**SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS -
OTHER POSTEMPLOYMENT BENEFITS
JULY 31, 2020**

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability			
Service cost	\$ 29,978	\$ 32,812	\$ 31,856
Interest	25,198	24,005	22,559
Benefit payments	(23,725)	(14,124)	(11,583)
Assumption changes	(7,559)	-	-
Difference between expected and actual experience	<u>(76,573)</u>	<u>-</u>	<u>-</u>
Net change in total OPEB liability	\$ (52,681)	\$ 42,693	\$ 42,832
Total OPEB liability - beginning	<u>722,909</u>	<u>680,216</u>	<u>637,384</u>
Total OPEB liability - ending	<u>\$ 670,228</u>	<u>\$ 722,909</u>	<u>\$ 680,216</u>
Covered-employee payroll	\$ 2,144,717	\$ 2,330,146	\$ 2,262,278
Total OPEB liability as a percentage of covered employee payroll	31%	31%	30%

This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

The assets are not accumulated in a trust that meets the criteria in paragraph 4 of GASB 75.

The following changes in actuarial assumptions occurred for the year ended July 31, 2020:

- The health care trend rates were changed to better anticipate short term and long-term medical increases.
- The mortality tables were updated from the RP-2014 White Collar Mortality Tables with MP-2016 Generational Improvement Scale to the Pub-2010 Public Retirement Plans Headcount-Weighted Mortality Tables (General, Teachers) with MP-2018 Generational Improvement Scale.
- The discount rate was changed from 3.4 percent to 3.1 percent.
- The salary increase rates were changed from a flat 3.00% per year for all employees to rates which vary by service and contract group.

There were no changes to actuarial assumptions or plan provisions for the year ended July 31, 2019.

The following changes in actuarial assumptions occurred for the year ended July 31, 2018.

- The health care trend rates were changed to better anticipate short-term and long-term medical increases.
- The mortality tables were updated from the RP-2000 Combined Healthy Mortality Tables projected to 2014 with Scale BB to the RP-2014 White Collar Mortality Tables with MP-2016 Generational Improvement Scale.
- The discount rate was changed from 4.00 percent to 3.40 percent.
- The actuarial cost method was changed from projected unit credit to entry age as prescribed by GASB 75.
- The withdrawal tables were updated.

SUPPLEMENTAL INFORMATION

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

**STATEMENT OF NET POSITION BY LOCATION
JULY 31, 2020**

	MSHSL OFFICE	1A	2A	3A	4A	5A	6A
<u>Assets</u>							
Current Assets							
Cash and cash equivalents (Note 2)	\$ 569,411	68,543	114,741	150,151	50,337	133,030	228,119
Investments (Notes 2)	1,850,840	-	-	-	-	-	-
Accounts receivable	447,288	-	-	-	-	-	-
Accrued interest receivable	490	-	-	-	-	78	-
Prepaid items	22,309	-	-	-	-	-	-
Total current assets	<u>\$ 2,890,338</u>	<u>68,543</u>	<u>114,741</u>	<u>150,151</u>	<u>50,337</u>	<u>133,108</u>	<u>228,119</u>
Noncurrent assets							
Restricted assets							
Deferred compensation (Note 10)	\$ 442,689	-	-	-	-	-	-
Capital assets							
Non-depreciable	\$ 318,564	-	-	-	-	-	-
Depreciable-net of accumulated depreciation	399,807	-	-	-	-	-	-
Net capital assets (Note 3)	<u>\$ 718,371</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other assets							
Investments held for retirement benefits (Note 7)	\$ 292,419	-	-	-	-	-	-
Total noncurrent assets	<u>\$ 1,453,479</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 4,343,817</u>	<u>68,543</u>	<u>114,741</u>	<u>150,151</u>	<u>50,337</u>	<u>133,108</u>	<u>228,119</u>
<u>Deferred Outflows of Resources</u>							
Deferred outflows of resources (Note 13)	\$ 11,318	-	-	-	-	-	-
<u>Liabilities and Net Position</u>							
Current Liabilities							
Salaries payable	\$ 62,593	-	-	-	-	-	-
Accounts Payable	28,646	131	40	-	-	-	-
School expense reimbursement payable	-	-	-	-	-	-	-
Accrued employee benefits payable (Note 6)	173,297	-	-	-	-	-	-
PPP loan payable (Note 14)	793,300	-	-	-	-	-	-
Unearned income (Note 5)	2,807	-	-	-	-	-	-
Total current liabilities	<u>\$ 1,060,643</u>	<u>131</u>	<u>40</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Noncurrent Liabilities							
Retirement benefits payable (Note 7)	\$ 302,896	-	-	-	-	-	-
Total other post-employment benefits payable (Note 13)	670,228	-	-	-	-	-	-
Deferred compensation (Note 10)	442,689	-	-	-	-	-	-
Total noncurrent liabilities	<u>\$ 1,415,813</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>\$ 2,476,456</u>	<u>131</u>	<u>40</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Deferred Inflows of Resources</u>							
Deferred inflows of resources (Note 13)	\$ 67,305	-	-	-	-	-	-
Net Position (Note 8)							
Investment in capital assets	\$ 718,371	-	-	-	-	-	-
Unrestricted	1,093,003	68,412	114,701	150,151	50,337	133,108	228,119
Total Net Position	<u>\$ 1,811,374</u>	<u>68,412</u>	<u>114,701</u>	<u>150,151</u>	<u>50,337</u>	<u>133,108</u>	<u>228,119</u>

SCHEDULE 1

ADMINISTRATIVE REGIONS										TOTAL	COMBINED	
7A	8A	1AA	2AA	3AA	4AA	5AA	6AA	7AA	8AA	ADMINISTRATIVE	REGIONS	TOTAL
177,557	97,875	109,849	144,683	96,138	67,110	120,654	106,994	135,922	120,553	\$	1,922,256	\$ 2,491,667
-	-	-	-	-	-	-	-	-	-	-	-	1,850,840
5,445	-	-	3,891	-	-	-	-	-	-	-	9,336	456,624
-	-	-	-	-	-	-	-	-	-	-	78	568
-	-	-	-	-	-	-	-	-	-	-	-	22,309
<u>183,002</u>	<u>97,875</u>	<u>109,849</u>	<u>148,574</u>	<u>96,138</u>	<u>67,110</u>	<u>120,654</u>	<u>106,994</u>	<u>135,922</u>	<u>120,553</u>	\$	<u>1,931,670</u>	<u>\$ 4,822,008</u>
-	-	-	-	-	-	-	-	-	-	\$	-	\$ 442,689
-	-	-	-	-	-	-	-	-	-	\$	-	\$ 318,564
-	-	-	-	-	-	-	-	-	-	-	-	399,807
-	-	-	-	-	-	-	-	-	-	\$	-	\$ 718,371
-	-	-	-	-	-	-	-	-	-	\$	-	\$ 292,419
-	-	-	-	-	-	-	-	-	-	\$	-	\$ 1,453,479
<u>183,002</u>	<u>97,875</u>	<u>109,849</u>	<u>148,574</u>	<u>96,138</u>	<u>67,110</u>	<u>120,654</u>	<u>106,994</u>	<u>135,922</u>	<u>120,553</u>	\$	<u>1,931,670</u>	<u>\$ 6,275,487</u>
-	-	-	-	-	-	-	-	-	-	\$	-	\$ 11,318
16,486	-	-	-	-	-	-	-	-	-	\$	16,486	\$ 79,079
-	-	-	1,322	-	272	11,815	-	-	-	-	13,580	42,226
23,300	-	-	-	-	-	-	-	-	-	-	23,300	23,300
-	-	-	-	-	-	-	-	-	-	-	-	173,297
-	-	-	-	-	-	-	-	-	-	-	-	793,300
-	-	-	-	-	-	-	-	-	-	-	-	2,807
<u>39,786</u>	-	-	<u>1,322</u>	-	<u>272</u>	<u>11,815</u>	-	-	-	\$	<u>53,366</u>	<u>\$ 1,114,009</u>
-	-	-	-	-	-	-	-	-	-	\$	-	\$ 302,896
-	-	-	-	-	-	-	-	-	-	-	-	670,228
-	-	-	-	-	-	-	-	-	-	-	-	442,689
-	-	-	-	-	-	-	-	-	-	\$	-	\$ 1,415,813
<u>39,786</u>	-	-	<u>1,322</u>	-	<u>272</u>	<u>11,815</u>	-	-	-	\$	<u>53,366</u>	<u>\$ 2,529,822</u>
-	-	-	-	-	-	-	-	-	-	\$	-	\$ 67,305
-	-	-	-	-	-	-	-	-	-	\$	-	\$ 718,371
<u>143,216</u>	<u>97,875</u>	<u>109,849</u>	<u>147,252</u>	<u>96,138</u>	<u>66,838</u>	<u>108,839</u>	<u>106,994</u>	<u>135,922</u>	<u>120,553</u>		<u>1,878,304</u>	<u>2,971,307</u>
<u>143,216</u>	<u>97,875</u>	<u>109,849</u>	<u>147,252</u>	<u>96,138</u>	<u>66,838</u>	<u>108,839</u>	<u>106,994</u>	<u>135,922</u>	<u>120,553</u>	\$	<u>1,878,304</u>	<u>\$ 3,689,678</u>

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION BY LOCATION
FOR THE YEAR END OF JULY 31, 2020**

	MSHSL OFFICE	1A	2A	3A	4A	5A	6A
Operating Revenues							
Tournaments	\$ 5,957,146	425,379	330,328	359,771	183,147	376,697	501,230
Television	680,489	-	-	-	-	-	-
Membership services	1,204,120	-	-	-	-	-	-
Contest officials registration	230,540	-	-	-	-	-	-
Sales of handbooks, rule books, and supplies	145,894	-	-	-	-	-	-
Other	128,423	237	-	-	498	1,769	8,206
Total Operating Revenues	\$ 8,346,612	425,616	330,328	359,771	183,645	378,466	509,436
Operating Expenses							
Tournaments	\$ 3,686,291	266,106	167,548	214,835	110,009	209,164	241,385
School expense reimbursement	-	-	35,025	-	-	-	-
Membership services							
Insurance	762,204	1,927	1,151	1,085	1,541	1,308	864
Handbooks, rule books, and supplies	91,179	-	-	-	-	-	-
Other	44,920	-	-	-	-	-	-
Fine arts programs	19,763	-	-	-	-	-	-
Officials program	217,437	-	-	-	-	-	-
Committees	10,927	2,341	3,479	9,353	681	3,192	2,769
Board of directors	54,069	-	-	-	-	-	-
Salaries	2,208,892	46,247	37,385	66,984	40,520	44,654	60,603
Employee benefits	1,405,789	9,550	7,720	-	8,363	9,221	12,443
Insurance	22,786	-	-	-	-	-	-
Legal	83,737	-	-	-	-	-	-
Other professional services	98,635	84,865	14,647	4,100	43,967	57,576	6,758
Maintenance	34,601	-	-	-	-	-	-
Utilities	37,654	-	-	-	-	-	-
Postage	41,537	-	-	-	-	-	-
Supplies	14,916	3,962	988	1,587	1,652	3,389	7,193
Data processing and office equipment	75,276	-	-	-	-	-	-
Computer support services	85,294	-	-	-	-	-	-
Website design and build	163,152	-	-	-	-	-	-
Public relations	46,482	5,483	4,997	-	-	14,884	-
Corporate sponsor commission	31,500	-	-	-	-	-	-
Television consulting	14,867	-	-	-	-	-	-
Depreciation	48,204	-	-	-	-	-	-
Other	172,640	54	562	-	260	1,035	2,076
Total Operating Expenses	\$ 9,472,752	420,535	273,502	297,944	206,993	344,423	334,091
Operating Income (Loss)	\$ (1,126,140)	5,081	56,826	61,827	(23,348)	34,043	175,345
Nonoperating Revenues (Expenses)							
Corporate partnership	\$ 717,732	-	-	-	-	-	-
Interest	(79,369)	-	-	110	-	223	47
Total Nonoperating Revenues (Expenses)	\$ 638,363	-	-	110	-	223	47
Income Before Transfers	\$ (487,777)	5,081	56,826	61,937	(23,348)	34,266	175,392
Operating Transfers In	-	20,459	37,521	37,921	87,815	66,166	51,111
Operating Transfers Out	(40,000)	(11,164)	(48,608)	(38,303)	(44,779)	(61,664)	(84,976)
Change in Net Position	\$ (527,777)	14,376	45,739	61,555	19,688	38,768	141,527
Total Net Position - August 1	2,339,151	54,036	68,962	88,596	30,649	94,340	86,592
Total Net Position - July 31	\$ 1,811,374	68,412	114,701	150,151	50,337	133,108	228,119

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

SCHEDULE 2

ADMINISTRATIVE REGIONS										TOTAL	COMBINED
7A	8A	1AA	2AA	3AA	4AA	5AA	6AA	7AA	8AA	ADMINISTRATIVE REGIONS	TOTAL
402,416	253,604	271,225	409,852	278,099	299,612	187,418	294,718	329,272	377,374	\$ 5,280,142	\$ 11,237,288
-	-	-	-	-	-	1,600	-	-	-	1,600	682,089
-	-	-	-	-	-	-	-	-	-	-	1,204,120
-	-	-	-	-	-	-	-	-	-	-	230,540
-	-	-	-	-	-	-	-	-	-	-	145,894
-	4,680	-	1,989	1,248	3,653	1,041	839	840	-	25,000	153,423
<u>402,416</u>	<u>258,284</u>	<u>271,225</u>	<u>411,841</u>	<u>279,347</u>	<u>303,265</u>	<u>190,059</u>	<u>295,557</u>	<u>330,112</u>	<u>377,374</u>	<u>\$ 5,306,742</u>	<u>\$ 13,653,354</u>
210,085	169,171	186,028	239,419	195,118	203,336	137,691	195,087	208,821	225,248	\$ 3,179,051	\$ 6,865,342
-	-	-	-	-	-	-	-	-	-	35,025	35,025
1,037	1,798	450	1,175	1,199	1,597	1,336	461	1,111	450	18,490	780,694
-	-	-	-	-	-	-	-	-	-	-	91,179
-	-	-	-	-	-	-	-	-	-	-	44,920
-	-	-	-	-	-	-	-	-	-	-	19,763
-	-	-	-	-	-	-	-	-	-	-	217,437
5,448	5,970	3,495	1,967	257	1,022	-	72	5,151	6,901	52,098	63,025
-	-	-	-	-	-	-	-	-	-	-	54,069
50,752	53,931	40,786	38,942	39,461	39,520	39,227	39,228	46,342	45,629	730,211	2,939,103
10,480	10,615	8,422	8,042	8,149	7,720	6,346	8,100	9,569	5,740	130,480	1,536,269
-	-	-	-	-	-	-	-	-	-	-	22,786
-	-	-	-	-	-	-	-	-	-	-	83,737
8,721	3,085	7,903	5,993	3,628	4,960	3,572	4,940	5,918	2,431	263,064	361,699
-	-	-	-	-	-	-	-	-	-	-	34,601
-	-	-	-	-	-	-	-	-	-	-	37,654
-	-	-	-	-	-	-	-	-	-	-	41,537
9,097	4,404	700	4,179	1,794	965	1,827	2,947	4,559	2,125	51,368	66,284
-	-	-	-	-	-	-	-	-	-	-	75,276
-	-	-	-	-	-	-	-	-	-	-	85,294
-	-	-	-	-	-	-	-	-	-	-	163,152
-	16,370	-	-	-	-	-	-	-	3,204	44,938	91,420
-	-	-	-	-	-	-	-	-	-	-	31,500
-	-	-	-	-	-	-	-	-	-	-	14,867
-	-	-	-	-	-	-	-	-	-	-	48,204
<u>2,010</u>	<u>1,832</u>	<u>109</u>	<u>2,543</u>	<u>1,437</u>	<u>-</u>	<u>3,934</u>	<u>-</u>	<u>10</u>	<u>-</u>	<u>15,862</u>	<u>188,502</u>
<u>297,630</u>	<u>267,176</u>	<u>247,893</u>	<u>302,260</u>	<u>251,043</u>	<u>259,120</u>	<u>193,933</u>	<u>250,835</u>	<u>281,481</u>	<u>291,728</u>	<u>\$ 4,520,587</u>	<u>\$ 13,993,339</u>
<u>104,786</u>	<u>(8,892)</u>	<u>23,332</u>	<u>109,581</u>	<u>28,304</u>	<u>44,145</u>	<u>(3,874)</u>	<u>44,722</u>	<u>48,631</u>	<u>85,646</u>	<u>\$ 786,155</u>	<u>\$ (339,985)</u>
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 717,732
<u>20</u>	<u>96</u>	<u>225</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>853</u>	<u>49</u>	<u>31</u>	<u>221</u>	<u>1,875</u>	<u>(77,494)</u>
<u>20</u>	<u>96</u>	<u>225</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>853</u>	<u>49</u>	<u>31</u>	<u>221</u>	<u>\$ 1,875</u>	<u>\$ 640,238</u>
104,806	(8,796)	23,557	109,581	28,304	44,145	(3,021)	44,771	48,662	85,867	\$ 788,030	\$ 300,253
9,266	55,633	39,339	76,527	79,901	55,859	86,269	83,408	64,388	44,735	896,318	896,318
<u>(47,589)</u>	<u>(15,499)</u>	<u>(25,874)</u>	<u>(117,595)</u>	<u>(60,625)</u>	<u>(69,991)</u>	<u>(33,898)</u>	<u>(70,820)</u>	<u>(45,988)</u>	<u>(78,945)</u>	<u>(856,318)</u>	<u>(896,318)</u>
66,483	31,338	37,022	68,513	47,580	30,013	49,350	57,359	67,062	51,657	\$ 828,030	\$ 300,253
<u>76,733</u>	<u>66,537</u>	<u>72,827</u>	<u>78,739</u>	<u>48,558</u>	<u>36,825</u>	<u>59,489</u>	<u>49,635</u>	<u>68,860</u>	<u>68,896</u>	<u>1,050,274</u>	<u>3,389,425</u>
<u>143,216</u>	<u>97,875</u>	<u>109,849</u>	<u>147,252</u>	<u>96,138</u>	<u>66,838</u>	<u>108,839</u>	<u>106,994</u>	<u>135,922</u>	<u>120,553</u>	<u>\$ 1,878,304</u>	<u>\$ 3,689,678</u>

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

**STATEMENT OF CASH FLOWS BY LOCATION
FOR THE YEAR END OF JULY 31, 2020**

	MSHSL OFFICE	1A	2A	3A	4A	5A	6A
Cash Flows from Operating Activities							
Cash received from customers	\$ 5,494,680	425,616	330,692	359,771	183,645	378,766	509,436
Cash received from schools	1,204,120	-	-	-	-	-	-
Payments to suppliers for goods and services	(4,383,262)	(364,857)	(193,332)	(207,425)	(158,895)	(290,548)	(362,976)
Payments to employees for services	(2,268,765)	(46,247)	(37,385)	(90,416)	(40,520)	(44,654)	(60,603)
Payments for fringe benefits	(1,364,773)	(9,550)	(7,720)	-	(8,363)	(9,221)	(12,443)
Payments to schools	-	-	(98,886)	(21,792)	-	(18,806)	-
Net Cash Provided By (Used In) Operating Activities	<u>(1,318,000)</u>	<u>4,962</u>	<u>(6,631)</u>	<u>40,138</u>	<u>(24,133)</u>	<u>15,537</u>	<u>73,414</u>
Cash Flows from Non-Capital and Related Financing Activities							
Corporate partnership	\$ 717,732	-	-	-	-	-	-
PPP loan	793,300	-	-	-	-	-	-
Operating transfers in	-	20,459	37,521	38,435	87,815	66,166	51,111
Operating transfers out	(40,000)	(11,164)	(48,608)	(38,303)	(44,779)	(61,664)	(84,976)
Net Cash Provided By (Used In) Non-Capital and Related Financing Activities	<u>\$ 1,471,032</u>	<u>9,295</u>	<u>(11,087)</u>	<u>132</u>	<u>43,036</u>	<u>4,502</u>	<u>(33,865)</u>
Cash Flows from Investing Activities							
Interest on investments	\$ (73,736)	-	-	110	-	236	47
Proceeds from sales and maturities of investments	2,072,070	-	-	-	-	-	-
Purchases of investments	(2,036,045)	-	-	-	-	-	-
Net Cash Provided By (Used In) Investing Activities	<u>\$ (37,711)</u>	<u>-</u>	<u>-</u>	<u>110</u>	<u>-</u>	<u>236</u>	<u>47</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>\$ 115,321</u>	<u>14,257</u>	<u>(17,718)</u>	<u>40,380</u>	<u>18,903</u>	<u>20,275</u>	<u>39,596</u>
Cash and Cash Equivalents - August 1	<u>454,090</u>	<u>54,286</u>	<u>132,459</u>	<u>109,771</u>	<u>31,434</u>	<u>112,755</u>	<u>188,523</u>
Cash and Cash Equivalents - July 31	<u>\$ 569,411</u>	<u>68,543</u>	<u>114,741</u>	<u>150,151</u>	<u>50,337</u>	<u>133,030</u>	<u>228,119</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities							
Operating Income (Loss)	\$ (1,126,140)	5,081	56,826	61,827	(23,348)	34,043	175,345
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities							
Depreciation	\$ 48,204	-	-	-	-	-	-
(Increase) Decrease in accounts receivable	(145,149)	-	364	-	-	300	-
(Increase) Decrease in prepaid expenses	(1,596)	-	-	-	-	-	-
(Increase) Decrease in deferred outflows of resources	12,407	-	-	-	-	-	-
Increase (Decrease) in deferred inflows of resources	67,305	-	-	-	-	-	-
Increase (Decrease) in salaries payable	(59,873)	-	-	-	-	-	-
Increase (Decrease) in accounts payable	(69,119)	(119)	40	-	(785)	-	-
Increase (Decrease) in school expense reimbursement payable	-	-	(63,861)	(21,689)	-	(18,806)	(101,931)
Increase (Decrease) in short-term accrued employee benefits payable	48,013	-	-	-	-	-	-
Increase (Decrease) in unearned income	(5,343)	-	-	-	-	-	-
Increase (Decrease) in net other post-employment benefits payable	(52,681)	-	-	-	-	-	-
Increase (Decrease) in retirement benefits payable	(34,028)	-	-	-	-	-	-
Total adjustments	<u>\$ (191,860)</u>	<u>(119)</u>	<u>(63,457)</u>	<u>(21,689)</u>	<u>(785)</u>	<u>(18,506)</u>	<u>(101,931)</u>
Net Cash Provided By (Used In) Operating Activities	<u>\$ (1,318,000)</u>	<u>4,962</u>	<u>(6,631)</u>	<u>40,138</u>	<u>(24,133)</u>	<u>15,537</u>	<u>73,414</u>

Non-cash Operating Activities
The MSHSL has \$1,501,067 of non-monetary exchange revenues and expenses.

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

SCHEDULE 3

ADMINISTRATIVE REGIONS										TOTAL	COMBINED
7A	8A	1AA	2AA	3AA	4AA	5AA	6AA	7AA	8AA	ADMINISTRATIVE	TOTAL
397,673	258,734	271,225	409,989	279,347	303,524	193,959	295,557	354,599	377,374	\$ 5,329,907	\$ 10,824,587
-	-	-	-	-	-	-	-	-	-	-	1,204,120
(237,946)	(213,245)	(198,685)	(255,531)	(203,433)	(211,703)	(155,755)	(203,507)	(250,681)	(240,359)	(3,748,878)	(8,132,140)
(37,088)	(53,931)	(40,786)	(38,942)	(39,461)	(39,520)	(27,412)	(39,228)	(46,342)	(45,629)	(728,164)	(2,996,929)
(7,658)	-	(8,422)	(8,042)	(8,149)	(7,720)	(6,346)	(8,100)	(9,569)	(5,740)	(117,043)	(1,481,816)
-	(25,684)	-	(48,691)	-	-	(16,423)	-	(51,080)	-	(281,362)	(281,362)
<u>114,981</u>	<u>(34,126)</u>	<u>23,332</u>	<u>58,783</u>	<u>28,304</u>	<u>44,581</u>	<u>(11,977)</u>	<u>44,722</u>	<u>(3,073)</u>	<u>85,646</u>	\$ <u>454,460</u>	\$ <u>(863,540)</u>
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 717,732
-	-	-	-	-	-	-	-	-	-	-	793,300
9,266	55,633	39,339	76,527	79,901	55,859	86,269	83,408	64,388	45,365	897,462	897,462
(47,589)	(15,499)	(25,874)	(117,595)	(60,625)	(69,991)	(33,898)	(70,818)	(45,988)	(78,945)	(856,316)	(896,316)
<u>(38,323)</u>	<u>40,134</u>	<u>13,465</u>	<u>(41,068)</u>	<u>19,276</u>	<u>(14,132)</u>	<u>52,371</u>	<u>12,590</u>	<u>18,400</u>	<u>(33,580)</u>	\$ <u>41,146</u>	\$ <u>1,512,178</u>
20	96	225	-	-	-	853	47	31	221	\$ 1,886	\$ (71,850)
-	-	-	-	-	-	-	-	-	-	-	2,072,070
-	-	-	-	-	-	-	-	-	-	-	(2,036,045)
<u>20</u>	<u>96</u>	<u>225</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>853</u>	<u>47</u>	<u>31</u>	<u>221</u>	\$ <u>1,886</u>	\$ <u>(35,825)</u>
76,678	6,104	37,022	17,715	47,580	30,449	41,247	57,359	15,358	52,287	\$ 497,492	612,813
<u>100,879</u>	<u>91,771</u>	<u>72,827</u>	<u>126,968</u>	<u>48,558</u>	<u>36,661</u>	<u>79,407</u>	<u>49,635</u>	<u>120,564</u>	<u>68,266</u>	<u>1,424,764</u>	<u>1,878,854</u>
<u>177,557</u>	<u>97,875</u>	<u>109,849</u>	<u>144,683</u>	<u>96,138</u>	<u>67,110</u>	<u>120,654</u>	<u>106,994</u>	<u>135,922</u>	<u>120,553</u>	\$ <u>1,922,256</u>	\$ <u>2,491,667</u>
104,786	(8,892)	23,332	109,581	28,304	44,145	(3,874)	44,722	48,631	85,646	\$ 786,155	\$ (339,985)
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 48,204
(4,746)	-	-	(1,852)	-	259	3,900	-	-	-	(1,775)	(146,924)
-	450	-	-	-	-	-	-	-	-	450	(1,146)
-	-	-	-	-	-	-	-	-	-	-	12,407
-	-	-	-	-	-	-	-	-	-	-	67,305
16,486	-	-	-	-	-	-	-	-	-	16,486	(43,387)
(1,545)	-	-	(855)	-	177	4,420	-	(624)	-	709	(68,410)
-	(25,684)	-	(48,091)	-	-	(16,423)	-	(51,080)	-	(347,565)	(347,565)
-	-	-	-	-	-	-	-	-	-	-	48,013
-	-	-	-	-	-	-	-	-	-	-	(5,343)
-	-	-	-	-	-	-	-	-	-	-	(52,681)
-	-	-	-	-	-	-	-	-	-	-	(34,028)
<u>10,195</u>	<u>(25,234)</u>	<u>-</u>	<u>(50,798)</u>	<u>-</u>	<u>436</u>	<u>(8,103)</u>	<u>-</u>	<u>(51,704)</u>	<u>-</u>	\$ <u>(331,695)</u>	\$ <u>(523,555)</u>
<u>114,981</u>	<u>(34,126)</u>	<u>23,332</u>	<u>58,783</u>	<u>28,304</u>	<u>44,581</u>	<u>(11,977)</u>	<u>44,722</u>	<u>(3,073)</u>	<u>85,646</u>	\$ <u>454,460</u>	\$ <u>(863,540)</u>

SCHEDULE 4

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

**SCHEDULE OF TOURNAMENT REVENUES AND DIRECT EXPENSES
FOR THE YEAR END OF JULY 31, 2020**

	MSHSL OFFICE			ADMINISTRATIVE REGIONS			COMBINED TOTAL		
	Revenues	Direct Expenses	Excess (Deficiency) of Revenues Over Direct Expenses	Revenues	Direct Expenses	Excess (Deficiency) of Revenues Over Direct Expenses	Revenues	Direct Expenses	Excess (Deficiency) of Revenues Over Direct Expenses
Tournament									
Baseball	\$ -	\$ 5,339	\$ (5,339)	\$ -	\$ 16,311	\$ (16,311)	\$ -	\$ 21,650	\$ (21,650)
Boys' basketball	931	11,960	(11,029)	985,095	364,206	620,889	986,026	376,166	609,860
Girls' basketball	186,422	202,791	(16,369)	745,170	360,506	384,664	931,592	563,297	368,295
Cross country running	17,040	39,719	(22,679)	31,212	62,578	(31,366)	48,252	102,297	(54,045)
Football	1,037,135	219,739	817,396	1,026,851	499,944	526,907	2,063,986	719,683	1,344,303
Golf	-	6,627	(6,627)	6,100	12,848	(6,748)	6,100	19,475	(13,375)
Girls' gymnastics	55,795	82,870	(27,075)	29,492	57,295	(27,803)	85,287	140,165	(54,878)
Boys' hockey	1,570,627	461,550	1,109,077	675,106	265,690	409,416	2,245,733	727,240	1,518,493
Nordic ski racing	4,925	22,449	(17,524)	5,086	36,295	(31,209)	10,011	58,744	(48,733)
Alpine skiing	4,538	19,399	(14,861)	789	34,630	(33,841)	5,327	54,029	(48,702)
Soccer	224,675	82,525	142,150	308,059	209,293	98,766	532,734	291,818	240,916
Girls' softball	-	4,729	(4,729)	483	12,351	(11,868)	483	17,080	(16,597)
Boys' swimming	59,039	50,315	8,724	58,412	57,067	1,345	117,451	107,382	10,069
Girls' swimming	63,528	50,849	12,679	80,913	72,456	8,457	144,441	123,305	21,136
Boys' tennis	-	1,875	(1,875)	950	4,082	(3,132)	950	5,957	(5,007)
Girls' tennis	6,565	37,698	(31,133)	8,390	82,119	(73,729)	14,955	119,817	(104,862)
Track and field	-	3,539	(3,539)	1,025	31,609	(30,584)	1,025	35,148	(34,123)
Girls' volleyball	233,260	181,016	52,244	616,143	291,386	324,757	849,403	472,402	377,001
Wrestling	511,022	258,055	252,967	286,565	238,910	47,655	797,587	496,965	300,622
Synchronized swimming	-	405	(405)	-	-	-	-	405	(405)
Adapted soccer	9,053	14,123	(5,070)	-	-	-	9,053	14,123	(5,070)
Adapted floor hockey	-	7,634	(7,634)	-	-	-	-	7,634	(7,634)
Adapted softball	-	2,413	(2,413)	-	-	-	-	2,413	(2,413)
Adapted bowling	-	1,814	(1,814)	-	-	-	-	1,814	(1,814)
Debate	-	22,713	(22,713)	1,792	26,108	(24,316)	1,792	48,821	(47,029)
Speech	-	1,274	(1,274)	2,872	13,760	(10,888)	2,872	15,034	(12,162)
One-act play	19,562	20,436	(874)	42,600	78,018	(35,418)	62,162	98,454	(36,292)
Girls' hockey	244,337	260,503	(16,166)	195,678	125,091	70,587	440,015	385,594	54,421
Music	-	-	-	68,858	137,484	(68,626)	68,858	137,484	(68,626)
Cheerleading	-	1,188	(1,188)	-	-	-	-	1,188	(1,188)
Girls' dance team	207,625	100,632	106,993	98,737	80,340	18,397	306,362	180,972	125,390
Lacrosse	-	3,105	(3,105)	-	4,840	(4,840)	-	7,945	(7,945)
Visual arts	-	2,169	(2,169)	3,764	3,834	(70)	3,764	6,003	(2,239)
Robotics	-	1,879	(1,879)	-	-	-	-	1,879	(1,879)
Clay Target	-	1,892	(1,892)	-	-	-	-	1,892	(1,892)
Advertising	1,501,067	1,501,067	-	-	-	-	1,501,067	1,501,067	-
Total	\$ 5,957,146	\$ 3,686,291	\$ 2,270,855	\$ 5,280,142	\$ 3,179,051	\$ 2,101,091	\$ 11,237,288	\$ 6,865,342	\$ 4,371,946