



Pacific Swimming
(a non-profit corporation)

Financial Statements
and
Independent Accountants'
Review Report

For the Periods Ended
August 31, 2015 and August 31, 2014

Pacific Swimming

For the Periods Ended August 31, 2015 and August 31, 2014

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Independent Accountants' Review Report

**Board of Directors
Pacific Swimming
Concord, California**

We have reviewed the accompanying balance sheet of Pacific Swimming (a non-profit organization) as of August 31, 2015, and the related statements of income and retained earnings and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Our review was made primarily for the purpose of expressing a conclusion that there are no material modifications that should be made to the financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America. The supplementary information for the year ended August 31, 2015 included in the accompanying Schedules I and II is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, and we did not become aware of any material modifications that should be made to such information.

The financial statements for the period ended August 31, 2014, were audited by us and we expressed an unmodified opinion on them in our report dated January 20, 2015. In addition, the supplementary information for the period ended August 31, 2014, contained in Schedules I and II, was subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used

to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. Our report stated that the information was fairly stated in all material respects in relation to the financial statements as a whole. We have not performed any auditing procedures on either the financial statements or on the supplementary information since January 20, 2015.

LMGW

January 25, 2016

Pacific Swimming
Statements of Financial Position
As of August 31, 2015 and August 31, 2014

	2015 (Unaudited)	2014 (Audited)
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 652,855	\$ 444,496
Accounts receivable	8,500	13,670
Prepaid expenses	21,801	14,894
Inventory	7,102	10,210
Investments	2,406,744	2,334,732
	<u>3,097,002</u>	<u>2,818,002</u>
Total Current Assets		
	<u>3,097,002</u>	<u>2,818,002</u>
Fixed Assets:		
Property and equipment, net	10,490	7,447
	<u>10,490</u>	<u>7,447</u>
Total Assets	<u>\$ 3,107,492</u>	<u>\$ 2,825,449</u>
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts payable	\$ 55,728	\$ 26,420
Accrued expenses	9,330	23,681
Deferred revenue	205	2,700
	<u>65,263</u>	<u>52,801</u>
Total Current Liabilities		
	<u>65,263</u>	<u>52,801</u>
Net Assets:		
Unrestricted	3,042,229	2,772,648
	<u>3,042,229</u>	<u>2,772,648</u>
Total Net Assets		
	<u>3,042,229</u>	<u>2,772,648</u>
Total Liabilities and Net Assets	<u>\$ 3,107,492</u>	<u>\$ 2,825,449</u>

See independent accountants' review report and accompanying notes to the financial statements.

Pacific Swimming
Statements of Activities and Changes in Net Assets
For the Periods Ended August 31, 2015 and August 31, 2014

	2015 (Unaudited)	2014 (Audited)
Support and Revenue:		
Member dues	\$ 445,494	\$ 100,790
Meet revenue	681,415	356,977
Age group revenue	123,255	108,235
Camps and other programs	14,295	8,910
Marketing revenue	350	200
Miscellaneous revenue	22,226	16,549
	<u>1,287,035</u>	<u>591,661</u>
Total Support and Revenue		
Expenses:		
Program	836,937	589,095
Management and general	177,390	115,103
	<u>1,014,327</u>	<u>704,198</u>
Total Expenses		
Other Revenue/Expenses		
Interest	1,736	834
Dividends	69,842	45,929
Unrealized capital gains (losses)	(354,336)	117,413
Realized capital gains	275,631	75,270
Miscellaneous income	4,000	-
	<u>(3,127)</u>	<u>239,446</u>
Total Other Revenue/Expenses		
Changes in Net Assets	269,581	126,909
Net Assets at Beginning of Year	<u>2,772,648</u>	<u>2,645,739</u>
Net Assets at End of Year	<u><u>\$ 3,042,229</u></u>	<u><u>\$ 2,772,648</u></u>

See independent accountants' review report and accompanying notes to the financial statements.

Pacific Swimming
Statements of Functional Expenses
For the Periods Ended August 31, 2015 and August 31, 2014

Expenses	2015 (Unaudited)			2014 (Audited)		
	<u>Program Expenses</u>	<u>Management & General</u>	<u>Total</u>	<u>Program Expenses</u>	<u>Management & General</u>	<u>Total</u>
Age Group	\$ 259,260	\$ -	\$ 259,260	\$ 257,458	\$ -	\$ 257,458
National Program	224,797	-	224,797	100,243	-	100,243
Payroll	87,162	51,522	138,684	48,345	28,775	77,120
Treasurer	-	55,488	55,488	-	30,405	30,405
Officials Expenses	44,376	-	44,376	28,002	-	28,002
Meet Expenses	43,401	-	43,401	51,642	-	51,642
Camp Expenses	41,616	-	41,616	25,667	-	25,667
Volunteer Expenses	40,221	-	40,221	16,231	-	16,231
Events	38,532	-	38,532	82	-	82
Diversity	33,647	-	33,647	18,062	-	18,062
Office Expenses	-	31,569	31,569	-	14,858	14,858
Investment Expenses	-	24,127	24,127	-	16,578	16,578
Equipment	9,413	-	9,413	11,539	-	11,539
Contract	7,773	-	7,773	4,200	-	4,200
Website Upgrades	-	5,781	5,781	-	13,294	13,294
Marketing	-	4,566	4,566	-	685	685
Chair Expenses	4,226	-	4,226	1,196	-	1,196
Miscellaneous	-	3,376	3,376	-	9,190	9,190
Depreciation Expense	2,513	-	2,513	1,428	-	1,428
Foreign Tax Withholding	-	961	961	-	1,318	1,318
Grant Awards	-	-	-	25,000	-	25,000
Total Expenses	<u>\$ 836,937</u>	<u>\$ 177,390</u>	<u>\$ 1,014,327</u>	<u>\$ 589,095</u>	<u>\$ 115,103</u>	<u>\$ 704,198</u>

See independent accountants' review report and accompanying notes to the financial statements.

Pacific Swimming
Statements of Cash Flows
For the Periods Ended August 31, 2015 and August 31, 2014

	2015 (Unaudited)	2014 (Audited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Changes in net assets	\$ 269,581	\$ 126,909
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Depreciation expense	\$ 2,513	\$ 1,428
Noncash investment (income) loss	354,336	(117,413)
(Increase) decrease in accounts receivable	5,170	44,884
(Increase) decrease in prepaids	(6,907)	3,279
(Increase) in inventories	3,108	9,583
Increase (decrease) in accounts payable	29,308	(307,556)
Increase (decrease) in deferred revenue	(2,495)	(15,695)
Increase (decrease) in accrued expenses	(14,351)	(18,973)
Total Adjustments	<u>370,682</u>	<u>(400,463)</u>
Net Cash Provided by (Used in) Operating Activities	<u>640,263</u>	<u>(273,554)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from the sale of investments	\$ 857,695	\$ 328,553
Purchases of investments	(1,284,043)	(392,385)
Purchases of equipment	<u>(5,556)</u>	<u>-</u>
Net Cash Provided by (Used in) Investing Activities	<u>(431,904)</u>	<u>(63,832)</u>
NET INCREASE (DECREASE) IN CASH	<u>208,359</u>	<u>(337,386)</u>
CASH AT BEGINNING OF PERIOD	<u>444,496</u>	<u>781,882</u>
CASH AT END OF PERIOD	<u><u>\$ 652,855</u></u>	<u><u>\$ 444,496</u></u>

See independent accountants' review report and accompanying notes to the financial statements.

Pacific Swimming
Notes to Financial Statements
For the Periods Ended August 31, 2015 (unaudited) and 2014 (audited)

A. NATURE OF ACTIVITIES

Pacific Swimming, (the Organization), was incorporated in California in 1980. The Organization is the second largest of USA Swimming's 59 regional associations, known as Local Swim Committees (LSC). The Organization is made up of 135 swim clubs and more than 17,200 swimmers. The membership is centered in California's San Francisco Bay Area.

The LSC's territory is broken into five regional zones from the northern California area as well as parts of Nevada. Zone 1-North includes the area of San Mateo County and portions of Santa Clara County from Palo Alto to Sunnyvale and Cupertino. Zone 1-South includes Santa Clara County, from San Jose and Saratoga to the south and eastern parts of the county as well as Santa Cruz, San Benito and Monterey counties. Zone 2 includes Alameda County, Contra Costa County as well as the greater Stockton and Modesto areas. Zone 3 is made up of the city and county of San Francisco as well as Marin, Sonoma, Napa, Mendocino, Lake, Humboldt and Del Norte counties and the cities of Vallejo and Benicia. Zone 4 includes the area of Reno, Carson City and Lake Tahoe as well as the cities of Mammoth Lakes and Bishop.

The annual meet schedule includes more than 130 meets, from interclub dual meets to major regional, national, and international competitions.

B. SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The Organization presents its financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP). The financials have been prepared using the accrual basis of accounting which recognizes revenues and support when earned and expenses when incurred.

Change in Fiscal Year

On May 3, 2014, the Board of Directors of the Organization approved a change in the Organization's fiscal year end from December 31 to August 31 of each year. This change to the fiscal year reporting cycle began January 1, 2014. As a result of the change, the Organization had an 8-month transition period from January 2014 to August 2014.

Cash and Cash Equivalents

The Organization considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents.

Accounts Receivable

Accounts Receivable consists of revenues billed at year end to be received from local swim clubs. Management believes that all of the accounts receivable will be collected and therefore has not estimated an allowance for doubtful accounts.

Prepaid Expenses

Expenses that were paid during the current year for events occurring during the next calendar year are recorded as prepaid expenses. These expenses will be recognized as the events occur.

Inventory

The Organization's inventory consists of swim apparel and is valued at lower of cost or market on a first-in, first-out basis.

Pacific Swimming
Notes to Financial Statements
For the Periods Ended August 31, 2015 (unaudited) and 2014 (audited)

B. SIGNIFICANT ACCOUNTING POLICIES (continued)

Property and Equipment

Property and Equipment with a total value of \$4,000 or more is recorded at cost if purchased or fair value if contributed and depreciated using the straight-line method over their estimated useful lives as follows:

Furniture and fixtures	7 periods
Computer equipment	5 periods
Software	3 periods

Classes of Net Assets

In accordance with GAAP, where applicable, the financial statements report amounts separately by classes of net assets:

- 1) Unrestricted amounts are those currently available at the discretion of the Board for use in the Organization's programs, and those resources invested in land, buildings and equipment.
- 2) Temporarily restricted amounts are those that are restricted by donors for specific operating purposes or for the acquisition of land, buildings and equipment. If available, temporarily restricted monies are always utilized for a project before designated and general fund monies are expended.
- 3) Permanently restricted net assets are those amounts in which the donor has stipulated that the principal remain intact in perpetuity. Income from the principal is considered unrestricted unless further restricted by the donor.

At August 31, 2015 and 2014, the Organization did not have any temporarily or permanently restricted net assets.

Accrued Expenses

Liabilities related to payroll expenses, credit card liabilities as well as other current liabilities are reported as accrued expenses.

Deferred Revenue

Deferred revenue consists of prepayments for entry fees and other meet related expenses. All deferred revenue will be recognized as revenue within one year.

Revenues and Support

Revenues are recognized when earned. Resources restricted by the donor, grantor, or other outside party for particular purposes are deemed to be earned when the Organization has complied with the specific restrictions.

USA Swimming Membership Dues

The Organization collects membership dues on behalf of USA Swimming and remits to USA Swimming. The Organization records collections as a payable and remittance as an elimination of the payable. The only revenue that is recognized for membership dues is the amount that the Organization collects in excess of the amount due to USA Swimming.

Pacific Swimming
Notes to Financial Statements
For the Periods Ended August 31, 2015 (unaudited) and 2014 (audited)

B. SIGNIFICANT ACCOUNTING POLICIES (continued)

Advertising Expenses

Advertising costs, when they occur, are charged to operations in the period in which the advertisement is placed. Advertising expenses were \$4,566 and \$685 for the periods ended August 31, 2015 and 2014, respectively.

Contributed Services

Many individuals volunteer their time and perform a variety of tasks that assist the Organization, but these services do not meet the criteria for recognition as contributed services.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Tax Exemption Status

The Organization is exempt from federal and state income taxes under Sections 501(c)(3) of the Internal Revenue Code and 23701d of the California Revenue and Taxation Code, respectively. The Organization is not classified as a private foundation.

C. CASH AND CASH EQUIVALENTS

The Federal Deposit Insurance Corporation insures a maximum of \$250,000 in cash deposits per financial institution for all account holders. At August 31, 2015 and 2014, the total amount of uninsured cash held by the Organization had exceeded the insured limit. It is the opinion of management that the solvency of the financial institutions is not of particular concern at this time.

D. INVESTMENTS

GAAP establish a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels; Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs consist of observable inputs other than quoted prices for identical assets, and Level 3 inputs consist of significant other unobservable inputs and have the lowest priority. The Organization uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. When available, the Organization measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs would only be used when Level 1 or Level 2 inputs are not available.

An investment's classification within level in the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The Organization's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment and considers factors specific to the investment. The categorization of the investment within the hierarchy is based upon the pricing transparency of the investment and does not necessarily correspond to the Organization's perceived risk of that investment.

Pacific Swimming
Notes to Financial Statements
For the Periods Ended August 31, 2015 (unaudited) and 2014 (audited)

D. INVESTMENTS (continued)

Assets measured at fair value are summarized as follows at August 31, 2015 and 2014:

	2015			
	Total	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant other unobservable inputs (Level 3)
Cash and sweep				
Balances	\$ 176,594	\$ 176,594	\$ -	\$ -
Stocks and options	1,917,171	1,917,171	-	-
Mutual funds	57,618	57,618	-	-
Preferred stocks	255,361	255,361	-	-
	<u>\$ 2,406,744</u>	<u>\$ 2,406,744</u>	<u>\$ -</u>	<u>\$ -</u>
	2014			
	Total	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant other unobservable inputs (Level 3)
Cash and sweep				
balances	\$ 133,111	\$ 133,111	\$ -	\$ -
Stocks and options	1,896,928	1,896,928	-	-
Mutual funds	62,032	62,032	-	-
Preferred stocks	242,661	242,661	-	-
	<u>\$2,334,732</u>	<u>\$ 2,334,732</u>	<u>\$ -</u>	<u>\$ -</u>

Return Objectives and Risk Parameters

The Organization has adopted investment and spending policies for investments that attempt to provide a predictable stream of funding to programs while seeking to maintain the purchasing power of the portfolio.

Under this policy, the portfolio assets are invested in a manner that is intended to produce results that exceed the price and yield results of various market benchmarks appropriate to the investment classes utilized while assuming a moderate level of risk. The Organization expects its investment portfolio, over time, to provide an average rate of return of approximately 7% annually. Actual returns in any given year may vary from this amount.

Strategies Employed for Achieving Objectives

To satisfy its long-term-rate-of-return objectives, the Organization relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term objectives within prudent risk constraints.

Pacific Swimming
Notes to Financial Statements
For the Periods Ended August 31, 2015 (unaudited) and 2014 (audited)

D. INVESTMENTS (continued)

Spending Policy

The Organization has a policy of appropriating for distribution each year 4% of its unrestricted net assets at the end of the preceding year. In establishing this policy, the Organization considered the long-term expected return on its investments. Accordingly, over the long term, the Organization expects the current spending policy to allow its investment portfolio to grow at an average of 3% annually. This is consistent with the Organization's objective to maintain the purchasing power of the portfolio, as well as to provide real growth through investment return.

E. PROPERTY AND EQUIPMENT

A summary of property and equipment, for the periods ended August 31, 2015 and 2014 is as follows:

	<u>2015</u>	<u>2014</u>
Property and equipment	\$ 34,068	\$ 28,512
Accumulated depreciation	<u>(23,578)</u>	<u>(21,065)</u>
Net property and equipment	<u>\$ 10,490</u>	<u>\$ 7,447</u>

For the periods ended August 31, 2015 and 2014, depreciation expense was \$2,513 and \$1,428, respectively.

F. INCOME TAXES

Per GAAP, an organization must recognize the tax benefit associated with a tax position taken for tax return purposes when it is more likely than not that the position will be sustained. The Organization does not believe there are any material uncertain tax positions and accordingly, they will not recognize any liability for unrecognized tax. No interest or penalties were accrued as of adoption of the standard.

For the periods ended August 31, 2015 and 2014, there were no interest or penalties recorded or included in the financial statements.

There was no unrelated business income for the periods ended August 31, 2015 and 2014. Accordingly, no provision for income taxes is made in these financial statements.

The Organization is subject to potential examination by taxing authorities for income tax returns filed in the U.S. federal jurisdiction and the State of California. The tax periods that remain subject to potential examination for the U.S. federal jurisdiction are December 31, 2011 and forward. The State of California tax jurisdiction returns subject to potential examination for tax periods are December 31, 2010 and forward.

G. RECLASSIFICATION

Certain financial information for the year ending August 31, 2014 has been reclassified to conform to the presentation for the period ending August 31, 2015. The reclassifications have no impact on the previously reported change in net assets.

Pacific Swimming
Notes to Financial Statements
For the Periods Ended August 31, 2015 (unaudited) and 2014 (audited)

H. SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the balance sheet date but before financial statements are issued. The Organization recognizes in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the date of the balance sheet, including the estimates inherent in the process of preparing the financial statements. The Organization's financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the balance sheet, but arose after the balance sheet date and before financial statements are available to be issued.

Subsequent events have been evaluated through January 25, 2016, the date the financial statements were available to be issued and determined that no material subsequent events require an estimate or to be recorded or disclosed as of August 31, 2015.

Supplemental Schedules

Pacific Swimming
Schedule I
Consolidating Statement of Financial Position
As of August 31, 2015
(Unaudited)

ASSETS	Local Swim Committee	Zones					Eliminations	Total
		1-North	1-South	2	3	4		
Current Assets:								
Cash and cash equivalents	\$ 499,059	\$ 33,458	\$ 43,255	\$ 16,465	\$ 48,506	\$ 12,112	\$ -	\$ 652,855
Accounts receivable	8,500	-	-	-	-	-	-	8,500
Prepaid expenses	21,801	-	-	-	-	-	-	21,801
Inventory	7,102	-	-	-	-	-	-	7,102
Investments	2,322,410	-	29,718	54,616	-	-	-	2,406,744
Intercompany	(20,194)	3,739	8,085	9,146	(483)	(293)	-	-
Investments in Zones	268,814	-	-	-	-	-	(268,814)	-
Total Current Assets	3,107,492	37,197	81,058	80,227	48,023	11,819	(268,814)	3,097,002
Property and equipment, net	-	-	5,186	-	5,304	-	-	10,490
Total Assets	<u>\$ 3,107,492</u>	<u>\$ 37,197</u>	<u>\$ 86,244</u>	<u>\$ 80,227</u>	<u>\$ 53,327</u>	<u>\$ 11,819</u>	<u>\$ (268,814)</u>	<u>\$ 3,107,492</u>
LIABILITIES AND NET ASSETS								
Current Liabilities:								
Accounts payable	55,728	-	-	-	-	-	-	55,728
Accrued expenses	9,330	-	-	-	-	-	-	9,330
Deferred revenue	205	-	-	-	-	-	-	205
Total Current Liabilities	65,263	-	-	-	-	-	-	65,263
Net Assets:								
Unrestricted	3,042,229	37,197	86,244	80,227	53,327	11,819	(268,814)	3,042,229
Total Net Assets	3,042,229	37,197	86,244	80,227	53,327	11,819	(268,814)	3,042,229
Total Liabilities and Net Assets	<u>\$ 3,107,492</u>	<u>\$ 37,197</u>	<u>\$ 86,244</u>	<u>\$ 80,227</u>	<u>\$ 53,327</u>	<u>\$ 11,819</u>	<u>\$ (268,814)</u>	<u>\$ 3,107,492</u>

See independent accountants' review report and accompanying notes to the financial statements.

Pacific Swimming
Schedule I
Consolidating Statement of Financial Position
As of August 31, 2014
(Audited)

ASSETS	Local Swim Committee	Zones					Eliminations	Total
		1-North	1-South	2	3	4		
Current Assets:								
Cash and cash equivalents	\$ 282,991	\$ 25,257	\$ 68,852	\$ 9,412	\$ 49,185	\$ 8,799	\$ -	\$ 444,496
Accounts receivable	13,670	-	-	-	-	-	-	13,670
Prepaid expenses	14,894	-	-	-	-	-	-	14,894
Inventory	10,210	-	-	-	-	-	-	10,210
Investments	2,279,603	-	-	55,129	-	-	-	2,334,732
Intercompany	(18,149)	2,835	7,598	8,843	(658)	(469)	-	-
Investment in Zones	242,230	-	-	-	-	-	(242,230)	-
Total Current Assets	2,825,449	28,092	76,450	73,384	48,527	8,330	(242,230)	2,818,002
Property and equipment, net	-	-	-	-	7,447	-	-	7,447
Total Assets	<u>\$ 2,825,449</u>	<u>\$ 28,092</u>	<u>\$ 76,450</u>	<u>\$ 73,384</u>	<u>\$ 55,974</u>	<u>\$ 8,330</u>	<u>\$ (242,230)</u>	<u>\$ 2,825,449</u>
LIABILITIES AND NET ASSETS								
Current Liabilities:								
Accounts payable	\$ 26,420	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 26,420
Accrued expenses	23,681	-	-	-	-	-	-	23,681
Deferred revenue	2,700	-	-	-	-	-	-	2,700
Total Current Liabilities	52,801	-	-	-	-	-	-	52,801
Net Assets:								
Unrestricted	2,772,648	28,092	76,450	73,384	55,974	8,330	(242,230)	2,772,648
Total Net Assets	2,772,648	28,092	76,450	73,384	55,974	8,330	(242,230)	2,772,648
Total Liabilities and Net Assets	<u>\$ 2,825,449</u>	<u>\$ 28,092</u>	<u>\$ 76,450</u>	<u>\$ 73,384</u>	<u>\$ 55,974</u>	<u>\$ 8,330</u>	<u>\$ (242,230)</u>	<u>\$ 2,825,449</u>

See independent accountants' review report and accompanying notes to the financial statements.

Pacific Swimming
Schedule II
Consolidating Statement of Activities and Changes in Net Assets
For the Year Ended August 31, 2015
(Unaudited)

		Zones						
	Local Swim Committee	1-North	1-South	2	3	4	Eliminations	Total
Support and Revenue:								
Member Dues	\$ 445,494	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 445,494
Meet Revenue	591,598	19,842	29,360	25,973	9,855	4,787	-	681,415
Age Group Revenue	122,210	1,045	(715)	(1,835)	1,720	830	-	123,255
Camps and Other Programs	14,295	-	-	-	-	-	-	14,295
Marketing Revenue	350	-	-	-	-	-	-	350
Miscellaneous Revenue	6,822	100	4,230	7,239	3,835	-	-	22,226
Total Support and Revenue	1,180,769	20,987	32,875	31,377	15,410	5,617	-	1,287,035
Expenses								
Age Group	250,480	936	5,195	889	1,314	446	-	259,260
National Program	224,797	-	-	-	-	-	-	224,797
Payroll	138,684	-	-	-	-	-	-	138,684
Treasurer	54,704	(15)	-	-	799	-	-	55,488
Officials Expenses	41,304	-	678	811	1,252	331	-	44,376
Meet Expenses	-	9,586	13,959	12,143	7,713	-	-	43,401
Camp Expenses	41,617	-	-	-	-	-	-	41,617
Volunteer Expenses	34,296	1,375	329	2,856	13	1,351	-	40,220
Events	36,531	-	-	-	2,000	-	-	38,531
Diversity	33,647	-	-	-	-	-	-	33,647
Office Expenses	28,198	-	501	741	2,129	-	-	31,569
Investment Expenses	24,127	-	-	-	-	-	-	24,127
Equipment	-	-	1,807	6,884	722	-	-	9,413
Contract	7,773	-	-	-	-	-	-	7,773
Website Upgrades	5,781	-	-	-	-	-	-	5,781
Marketing	4,566	-	-	-	-	-	-	4,566
Chair Expenses	4,227	-	-	-	-	-	-	4,227
Miscellaneous	3,376	-	-	-	-	-	-	3,376
Depreciation Expense	-	-	370	-	2,143	-	-	2,513
Foreign Tax Withholding	961	-	-	-	-	-	-	961
Total Expenses	935,069	11,882	22,839	24,324	18,085	2,128	-	1,014,327

See independent accountants' review report and accompanying notes to the financial statements.

Pacific Swimming
Schedule II
Consolidating Statement of Activities and Changes in Net Assets
For the Year Ended August 31, 2015
(Unaudited)

		Zones						
	Local Swim Committee	1-North	1-South	2	3	4	Eliminations	Total
Other Revenue/Expenses								
Interest	1,668	-	40	-	28	-	-	1,736
Dividends	69,309	-	-	-	-	-	-	69,309
Unrealized Capital Gains (Losses)	(354,336)	-	-	-	-	-	-	(354,336)
Realized Capital Gains (Losses)	276,656	-	(282)	(210)	-	-	-	276,164
Miscellaneous Income	4,000	-	-	-	-	-	-	4,000
Total Other Revenue/Expenses	<u>(2,703)</u>	<u>-</u>	<u>(242)</u>	<u>(210)</u>	<u>28</u>	<u>-</u>	<u>-</u>	<u>(3,127)</u>
Changes in Net Assets	242,997	9,105	9,794	6,843	(2,647)	3,489	-	269,581
Transfer of net assets (to) from zones	26,584	-	-	-	-	-	(26,584)	-
Net Assets at Beginning of Year	<u>2,772,648</u>	<u>28,092</u>	<u>76,450</u>	<u>73,384</u>	<u>55,974</u>	<u>8,330</u>	<u>(242,230)</u>	<u>2,772,648</u>
Net Assets at End of Year	<u>\$ 3,042,229</u>	<u>\$ 37,197</u>	<u>\$ 86,244</u>	<u>\$ 80,227</u>	<u>\$ 53,327</u>	<u>\$ 11,819</u>	<u>\$ (268,814)</u>	<u>\$ 3,042,229</u>

See independent accountants' review report and accompanying notes to the financial statements.

Pacific Swimming
Schedule II
Consolidating Statement of Activities and Changes in Net Assets
For the Period Ended August 31, 2014
(Audited)

		Zones					Eliminations	Total
	Local Swim Committee	1-North	1-South	2	3	4		
Support and Revenue:								
Member Dues	\$ 100,790	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 100,790
Meet Revenue	272,202	15,174	25,827	20,592	20,665	2,517	-	356,977
Age Group Revenue	109,795	725	(1,200)	(2,745)	1,475	185	-	108,235
Camps and Other Programs	8,910	-	-	-	-	-	-	8,910
Marketing Revenue	200	-	-	-	-	-	-	200
Miscellaneous Revenue	3,250	115	2,028	8,840	2,216	100	-	16,549
Total Support and Revenue	495,147	16,014	26,655	26,687	24,356	2,802	-	591,661
Expenses								
Age Group	249,048	1,008	4,021	1,083	550	1,748	-	257,458
National Program	100,243	-	-	-	-	-	-	100,243
Payroll	77,120	-	-	-	-	-	-	77,120
Meet Expenses	359	9,914	17,563	12,906	10,900	-	-	51,642
Office Expenses	29,714	50	40	245	514	-	-	30,563
Treasurer	29,532	60	-	-	813	-	-	30,405
Camp Expenses	25,667	-	-	-	-	-	-	25,667
Grant Awards	25,000	-	-	-	-	-	-	25,000
Diversity	18,062	-	-	-	-	-	-	18,062
Investment Expenses	16,578	-	-	-	-	-	-	16,578
Volunteer Expenses	12,869	825	341	2,127	30	39	-	16,231
Website Upgrades	13,294	-	-	-	-	-	-	13,294
Officials Expenses	10,338	-	132	361	700	766	-	12,297
Equipment	-	-	594	7,426	3,519	-	-	11,539
Miscellaneous	9,190	-	-	-	-	-	-	9,190
Contract	4,200	-	-	-	-	-	-	4,200
Depreciation Expense	1,428	-	-	-	-	-	-	1,428
Foreign Tax Withholding	1,318	-	-	-	-	-	-	1,318
Chair Expenses	1,196	-	-	-	-	-	-	1,196
Marketing	685	-	-	-	-	-	-	685
Events	(1,918)	-	-	-	2,000	-	-	82
Total Expenses	623,923	11,857	22,691	24,148	19,026	2,553	-	704,198

See independent accountants' review report and accompanying notes to the financial statements.

Pacific Swimming
Schedule II
Consolidating Statement of Activities and Changes in Net Assets
For the Period Ended August 31, 2014
(Audited)

	Local Swim Committee	Zones					Eliminations	Total
		1-North	1-South	2	3	4		
Other Revenue/Expenses								
Interest	768	3	42	-	21	-	-	834
Dividends	45,929	-	-	-	-	-	-	45,929
Unrealized Capital Gains (Losses)	117,413	-	-	-	-	-	-	117,413
Realized Capital Gains (Losses)	70,990	-	-	4,280	-	-	-	75,270
Total Other Revenue/Expenses	<u>235,100</u>	<u>3</u>	<u>42</u>	<u>4,280</u>	<u>21</u>	<u>-</u>	<u>-</u>	<u>239,446</u>
Changes in Net Assets	106,324	4,160	4,006	6,819	5,351	249	-	126,909
Transfer of net assets (to) from zones	20,585	-	-	-	-	-	(20,585)	-
Net Assets at Beginning of Year	<u>2,645,739</u>	<u>23,932</u>	<u>72,444</u>	<u>66,565</u>	<u>50,623</u>	<u>8,081</u>	<u>(221,645)</u>	<u>2,645,739</u>
Net Assets at End of Year	<u><u>\$ 2,772,648</u></u>	<u><u>\$ 28,092</u></u>	<u><u>\$ 76,450</u></u>	<u><u>\$ 73,384</u></u>	<u><u>\$ 55,974</u></u>	<u><u>\$ 8,330</u></u>	<u><u>\$ (242,230)</u></u>	<u><u>\$ 2,772,648</u></u>

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