

UNITED STATES VIRGIN ISLANDS SOCCER FEDERATION, INC.
INDEPENDENT AUDITOR'S REPORT AND FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE TOTALS FOR 2023)

UNITED STATES VIRGIN ISLANDS SOCCER FEDERATION, INC.
TABLE OF CONTENTS
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024

	PAGE
Independent Auditor's Report	1-2
Financial Statements:	
Statement of Financial Position	3
Statement of Activities and Changes in Net Assets	4
Statement of Functional Expenses	5
Statement of Cash Flows	6
Notes to Financial Statements	7-9

INDEPENDENT AUDITOR'S REPORT

Board of Directors
United States Virgin Islands Soccer Federation, Inc.
St. Croix, United States Virgin Islands

Opinion

I have audited the accompanying financial statements of United States Virgin Islands Soccer Federation, Inc. which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, changes in net assets, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of United State Virgin Islands Soccer Federation, Inc. (the Federation) as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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 the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

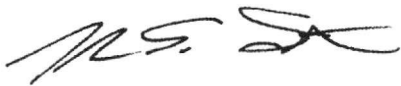
- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Federation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Federation's ability to continue as a going concern for a reasonable period of time.

I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that I identified during the audit.

Report on Summarized Comparative Information

I have previously audited United States Virgin Islands Soccer Federation, Inc. financial statements as of and for the year ended December 31, 2023 and expressed an unqualified audit opinion on those audited financial statements in my report dated June 17, 2024. In my opinion, the summarized comparative information presented as of and for the year ended December 31, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

A handwritten signature in black ink, appearing to be 'M.S. SK', is located below the text.

June 3, 2025

UNITED STATES VIRGIN ISLANDS SOCCER FEDERATION, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2024 AND 2023

ASSETS	<u>2024</u>	<u>2023</u>
Current Assets:		
Cash and cash equivalents	\$ 82,084	\$ 261,054
Accounts receivable	2,750	-
Prepaid expenses	<u>14,955</u>	<u>19,656</u>
Total Current Assets	<u>99,789</u>	<u>280,710</u>
Property and Equipment:		
Land	10,083	-
Depreciable property and equipment, net	3,120,429	2,588,521
Operating lease right of use asset	136,285	145,885
Construction in progress	<u>359,082</u>	<u>986,015</u>
Net Property and Equipment	<u>3,625,879</u>	<u>3,720,421</u>
TOTAL ASSETS	<u>\$ 3,725,668</u>	<u>\$ 4,001,131</u>
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts payable	\$ 922	\$ 14,338
Operating lease liability	<u>136,285</u>	<u>145,885</u>
Total Liabilities	<u>137,207</u>	<u>160,223</u>
Net Assets:		
Net assets not subject to donor restrictions	<u>3,588,461</u>	<u>3,840,908</u>
Total Net Assets	<u>3,588,461</u>	<u>3,840,908</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 3,725,668</u>	<u>\$ 4,001,131</u>

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

UNITED STATES VIRGIN ISLANDS SOCCER FEDERATION, INC.
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
GRANTS AND OTHER INCOME:		
Grants	\$ 2,311,289	\$ 3,023,248
Other income	<u>21,816</u>	<u>81,576</u>
Total Grants and Other Income	<u>2,333,105</u>	<u>3,104,824</u>
FUNCTIONAL EXPENSES:		
Program services	2,363,904	2,157,079
Management and general	<u>221,648</u>	<u>778,713</u>
Total Functional Expenses	<u>2,585,552</u>	<u>2,935,792</u>
Change in Net Assets	(252,447)	169,032
Net Assets at Beginning of Year	<u>3,840,908</u>	<u>3,671,876</u>
Net Assets at End of Year	<u>\$ 3,588,461</u>	<u>\$ 3,840,908</u>
NET ASSETS NOT SUBJECT TO DONOR RESTRICTIONS		
Balance at Beginning Of Year	\$ 3,840,908	\$ 3,218,161
Net Assets Released From Donor Restrictions	-	453,715
(Decrease) In Net Assets Not Subject to Donor Restrictions	<u>(252,447)</u>	<u>169,032</u>
Balance at End of Year	<u>\$ 3,588,461</u>	<u>\$ 3,840,908</u>
NETS ASSETS SUBJECT TO DONOR RESTRICTIONS		
Balance at Beginning Of Year	\$ -	\$ 453,715
Net Assets Released From Donor Restrictions	-	(453,715)
Increase In Net Assets Subject to Donor Restrictions	<u>-</u>	<u>-</u>
Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>

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

UNITED STATES VIRGIN ISLANDS SOCCER FEDERATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE TOTALS FOR 2023)

	Program Services	Management and General	Total 2024	Total 2023
Functional Expenses:				
Travel	\$ 1,149,639	\$ -	\$ 1,149,639	\$ 1,398,888
Contract labor	134,557	10,526	145,083	271,485
Coaching	139,003	2,600	141,603	252,348
Development program	60,686	260	60,946	-
Awards and grants	73,682	-	73,682	48,034
Special events	8,321	-	8,321	26,010
Facility and equipment	60,898	1,800	62,698	58,386
Office	64,582	1,250	65,832	37,167
Payroll and related expenses	382,212	8,950	391,162	332,372
Rent	45,400	2,200	47,600	36,947
Advertising	14,903	-	14,903	8,556
Insurance	23,041	-	23,041	15,928
Automobile	23,396	-	23,396	6,175
Depreciation	-	190,153	190,153	187,466
Utilities	116,802	-	116,802	133,777
Professional and other	66,782	3,909	70,691	122,253
Total Functional Expenses	\$ 2,363,904	\$ 221,648	\$ 2,585,552	\$ 2,935,792

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

UNITED STATES VIRGIN ISLANDS SOCCER FEDERATION, INC.
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
Cash Flows From Operating Activities:		
Change in net assets	\$ (252,447)	\$ 169,032
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	190,153	187,466
(Increase) decrease in receivables	(2,750)	4,739
(Increase) decrease in prepaid expenses	4,701	(16,879)
Increase (decrease) in operating lease liability	(9,600)	(9,600)
Increase (decrease) in accounts payable	<u>(13,416)</u>	<u>(48,399)</u>
Net Cash Provided (Used) By Operating Activities	<u>(83,359)</u>	<u>286,359</u>
Cash Flows From Investing Activities:		
Acquisition of property and equipment	(732,144)	(15,397)
Decrease in operating lease right to use asset	9,600	9,600
(Increase) decrease in construction in progress	<u>626,933</u>	<u>(21,586)</u>
Net Cash Provided (Used) By Investing Activities	<u>(95,611)</u>	<u>(27,383)</u>
Net Increase (Decrease) In Cash And Cash Equivalents	(178,970)	258,976
Cash and cash equivalents - Beginning of year	<u>261,054</u>	<u>2,078</u>
Cash and cash equivalents - End of year	<u>\$ 82,084</u>	<u>\$ 261,054</u>

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

UNITED STATES VIRGIN ISLANDS SOCCER FEDERATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

1. Summary of Significant Accounting Policies:

Nature of Activities – United States Virgin Islands Soccer Federation, Inc.’s (the Federation) is incorporated in the United States Virgin Islands as a not-for-profit organization. The mission of the Federation is to improve and regulate the game of soccer (football) throughout the territory. The Federation is an affiliate of the Federation Internationale de Football Association (FIFA), which is the world’s governing body for soccer and is comprised of the various national soccer associations. FIFA is responsible for the promotion and organization of the game of soccer throughout the world. The Federation is also affiliated with the Confederation of North, Central American and Caribbean Association Football (CONCACAF).

Basis of Accounting – The financial statements of the Federation have been prepared on the accrual basis of accounting, whereby revenues are recognized when earned and expenses are recognized when incurred.

Basis of Presentation – The Federation follows generally accepted accounting principles and classifies its net assets, revenues, expenses, gains and losses based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as either net assets without donor restrictions or net assets with donor restrictions.

Cash and Cash Equivalents – For purposes of reporting cash flows, the Federation considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

Revenue Recognition – Revenue is recognized in the year for which services are provided and contributions are received. A substantial number of volunteers donated significant amounts of their time to the Federation’s program services. Amounts for these services have not been reflected in the financial statements because they do not meet the criteria of generally accepted accounting principles for recording. The Organization’s performance obligations related to its services provided and contributions received are satisfied over time on a daily pro-rata basis using the input method.

Cash Management – The Organization budgets and manages its liquid resources, such as cash, to meet its cash needs for general expenditures within one year of the balance sheet date by maintaining cash balances in bank deposits not subject to donor restrictions.

Cost Allocations – Allocation of costs between management and general and program services is based on management estimates.

UNITED STATES VIRGIN ISLANDS SOCCER FEDERATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

Property and Equipment – Property and equipment are recorded at cost or the fair market value at the date of acquisition or donation. Depreciation is provided sufficient to relate the cost of depreciable assets to operations over their estimated service lives; principally on a straight-line basis. Improvements that significantly add to the productive capacity or extend the useful life of the related asset are capitalized. Maintenance and repairs are charged to operations in the period incurred.

Use of Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures 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.

2. Property and Equipment:

Depreciable property and equipment consist of the following at December 31, 2024:

Land improvements	\$ 2,177,660
Building	1,701,868
Furniture and equipment	294,224
Vehicles	<u>157,199</u>
Total	4,330,951
Less: Accumulated depreciation	<u>(1,210,522)</u>
Net	<u>\$ 3,120,429</u>

Construction in progress represents costs incurred for the construction of a soccer field and other related facilities in St. Croix, U.S. Virgin Islands. The Organization periodically evaluates whether there have been any impairments of capital assets and as of December 31, 2024 no impairment of capital assets was noted.

The Federation conducts its activities from an office located in St. Croix, which was constructed with partial funding FIFA. The office building located in the Upper Bethlehem Estate, St. Croix, is built on land leased from the government of the United States Virgin Islands for a period of 30 years with a monthly payment of \$800 until May of 2042. This lease is classified as an operating lease in accordance with generally accepted accounting principles.

3. Income Taxes:

Management believes the Federation met the requirements to maintain its tax-exempt status and has no income subject to unrelated business income tax. The Federation's income tax returns for the past three years are subject to examination by tax authorities and may change upon examination. Management is not aware of any such examinations.

UNITED STATES VIRGIN ISLANDS SOCCER FEDERATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

4. Subsequent Events:

The Federation evaluated subsequent events for the period from January 1, 2025 to June 3, 2025, the date the financial statements were available for issue. No subsequent events were identified that required disclosure in these financial statements.

5. Concentration Risk:

The Federation is economically dependent on the FIFA Forward Football Development Program. For the year ended December 31, 2024, the Federation reported \$1,730,179 of income from this program. If this source should materially be reduced or eliminated in the future, it would significantly impact the operations of the Federation.

6. Liquidity and Availability of Financial Assets:

The Federation monitors its liquidity so that it can meet its operating needs. It has the following financial assets that could be available within one year of the date of the financial statements at December 31, 2024 to fund expenses:

Cash and cash equivalents	\$82,084
Accounts receivable	2,750
Prepaid expenses	<u>14,955</u>
Financial assets available to meet general expenses over the next 12 months	<u>\$99,789</u>