

# NATIONAL GOVERNING BODY SUPPORT SERVICE ALLOCATION

*Excerpts taken from audited financial statements of the US Olympic & Paralympic Committee and 13 national governing bodies confirm all use similar support service allocations.*

## US OLYMPIC & PARALYMPIC COMMITTEE

*Audited by Grant Thornton*

The cost of providing the various programs and supporting services has been summarized on a functional basis in the consolidated statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Costs allocated among the programs include expenses associated with the following departments: Facilities Management, Information Technology, Events and Logistics, Security, and Shipping and Receiving. Costs of the Facilities Management and Security departments are allocated to the programs based upon square footage. Information Technology costs are allocated by the number of workstations associated with each program. Lastly, costs of Events and Logistics, and Shipping and Receiving are allocated based upon each program's travel budget and headcount.

## US SAILING

*Audited by Kahn, Litwin & Renza*

The consolidated financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation, on a reasonable basis, that is consistently applied across the various programs they support. The expenses that are allocated include occupancy, depreciation, information technology, insurance, legal fees, advertising and promotion, salaries, wages and benefits, payroll taxes, and professional services. Each program is allocated a certain percentage of expenses based on their headcounts as a percentage of the Organization's total headcount.

## U.S. SKI & SNOWBOARD

*Audited by Eide Bailley*

The costs of program and supporting services activities have been summarized on a functional basis in the combined/ consolidated statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The combined/consolidated financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries and wages, payroll taxes and benefits, professional services, office expenses and equipment, information technology, occupancy, travel, conference and meetings, interest, insurance, fulfillment, TV production, depreciation, and grants and other assistance. The expenses are allocated based on historical experience and reviewed as circumstances require. Note 15 presents the natural classification detail of expenses by function.

## U.S. FIGURE SKATING

*Audited by SKR+CO*

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

## USA VOLLEYBALL

*Audited by Waugh & Goodwin*

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. The expenses are allocated based on internal records and estimates made by the Organizations' management.

# NATIONAL GOVERNING BODY RESOURCE ALLOCATION **CONT.**

## **USA SWIMMING**

*Audited by SKR+CO*

The financial statements report certain categories of expenses that are attributable to one or more programs or supporting services of the Organization. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Costs have been allocated between various programs and support services on several bases and estimates. Grants are allocated to the programs benefited. Salary, benefits, contract labor and travel are allocated fully to the related program and on the basis of estimates of time and effort spent by personnel in the various program and supporting services. Other expenses such as professional fees, management fees and supplies have been allocated based on usage. Rent expenses have been allocated based on square footage.

## **USA TRACK & FIELD**

*Audited by RSM US LLP*

The costs of providing the program and supporting services of a USATF have been summarized on a functional basis in the statements of functional expenses. Expenses that can be identified with a specific program or supporting service are charged directly to that program or supporting service. Certain categories of expenses that are attributed to more than one program or supporting function have been allocated among the functional expense categories. The expenses that are allocated include salaries, benefits, depreciation, interest, occupancy, and other administrative costs. These expenses are allocated on the basis of Full time Equivalents using estimates of time and effort. Management evaluates these allocations on an annual basis.

## **USA CYCLING**

*Audited by Waugh & Goodwin*

The consolidated financial statements report certain categories of expenses that are attributable to one or more program or supporting services of the Corporation. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Personnel expenses are allocated on the basis of time and effort spent by personnel in the various program and supporting services made by the Corporation's management. Depreciation expense is allocated based upon respective assets that benefit each program or supporting service.

## **U.S. TENNIS ASSOCIATION**

*Audited by BDO*

The consolidated financial statements report certain categories of expenses that are attributable to one or more program or supporting functions of the Organization. Those expenses include depreciation and amortization, facility expenses, telephone expenses, health and benefit, general third party processing expenses, and the information technology department. Depreciation and amortization, facility expenses and telephone expenses are allocated based on square footage. Health and benefits and general third party expenses are service providers that are allocated based on headcount. The information technology department is allocated based on estimates of time and costs to support specific areas.

## **USA WRESTLING**

*Audited by Waugh & Goodwin*

The consolidated financial statements report certain categories of expenses that are attributable to one or more program or supporting services of the Corporation. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Personnel expenses are allocated on the basis of time and effort spent by personnel in the various program and supporting services made by the Corporation's management. Depreciation expense is allocated based upon respective assets that benefit each program or supporting service.

# NATIONAL GOVERNING BODY RESOURCE ALLOCATION **CONT.**

## **USA TRIATHLON**

*Audited by SKR+CO*

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

## **USA FENCING**

*Audited by BiggsKoffard*

Expenses are recognized when incurred in accordance with the accrual basis of accounting. The costs of providing the various program services and supporting activities have been summarized on a functional basis in the statements of activities and functional expenses. These expenses require allocation on a reasonable basis that is consistently applied. Any costs that could be directly assigned to a specific function are allocated to that function. Payroll is allocated based on time and effort and all remaining expenses were allocated based on the purpose of the expense.

## **USA ICE HOCKEY**

*Audited by Waugh & Goodwin*

The financial statements report certain categories of expenses that are attributed to one or more program or supporting function. Some of these expenses which are allocated include utilities and depreciation, which are allocated on a square footage basis, as well as salaries, which are allocated on the basis of time and effort estimates.

## **USA WATER POLO**

*Audited by McMillen & Company*

The financial statements report certain categories of expenses that are attributable to one or more program or supporting services of the Corporation. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Personnel expenses are allocated on the basis of estimates of time and effort spent by personnel in the various program and supporting services made by the Corporation's management. For the years ended December 31, 2022 and 2021, the Corporation's supporting service expenses amounted to 10.85% and 13.52% respectively, of the total support and revenue.