



Certified Public Accountants

January 4, 2023

To the Board of Directors
Potomac Valley Swimming, Inc
PO Box 3729
McLean, VA 22103

We have audited the financial statements of Potomac Valley Swimming, Inc. (the Organization) for the year ended August 31, 2022, and have issued our report thereon dated January 4, 2023. Professional standards require that we provide you with information about our responsibilities under generally accepted accounting standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information to you in our engagement letter to you dated November 1, 2022. Professional standards also require that we provide you with the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Potomac Valley Swimming, Inc. are described in Note 2 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended August 31, 2022. We noted no transactions entered into by the Organization during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the financial statements was:

Functional expense allocation

Management's estimate of the allocation of expenses by function is based on management's estimates of the use of resources and service efforts during the year. Expenses are charged to program, administrative, or fundraising based on a combination of specific identification and allocation by management. We evaluated the key factors and assumptions used to develop the statement of functional expenses in determining that it is reasonable in relation to the financial statements taken as a whole.

The disclosures in the financial statements are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. No adjustments were made.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated January 4, 2023.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Organization's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Organization's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition of our retention.

This information is intended solely for the use of the Board of Directors and management of Potomac Valley Swimming, Inc. and is not intended to be, and should not be, used by anyone other than these specified parties.

Sincerely,

Kositzka, Wicks and Company

Kositzka, Wicks and Company
Certified Public Accountants

POTOMAC VALLEY SWIMMING, INC.

FINANCIAL STATEMENTS

AUGUST 31, 2022 AND 2021



Certified Public Accountants

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Certified Public Accountants

Independent Auditor's Report

To the Board of Directors
Potomac Valley Swimming, Inc.

Opinion

We have audited the accompanying financial statements of **Potomac Valley Swimming, Inc.** (a nonprofit organization), which comprise the statement of financial position as of August 31, 2022, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of **Potomac Valley Swimming, Inc.** as of August 31, 2022, 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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of **Potomac Valley Swimming, Inc.** and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Prior Period Financial Statements

The August 31, 2021 financial statements were reviewed by us, and our report thereon, dated January 13, 2022, stated we were not aware of any material modifications that should be made to those financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. However, a review is substantially less in scope than an audit and does not provide a basis for the expression of an opinion on the financial statements as a whole.

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 **Potomac Valley Swimming, Inc.**'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

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

Board of Directors
Potomac Valley Swimming, Inc.

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

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

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

Kositzka, Wicks and Company

Alexandria, Virginia
January 4, 2023

Potomac Valley Swimming, Inc.

Statements of Financial Position August 31,

(Audited)
2022

(Reviewed)
2021

Assets

Current assets

Cash and cash equivalents	\$ 732,091	\$ 476,379
Accounts receivable	13,899	42,009
Investments	373,410	442,668
Prepaid expenses	-	125
Security deposit	1,000	1,000
Total assets	<u>\$ 1,120,400</u>	<u>\$ 962,181</u>

Liabilities and net assets

Current liabilities

Accounts payable and accrued expenses	\$ 67,337	\$ 24,904
Deferred registration revenue	90,444	27,777
SBA Paycheck Protection Program loan	-	27,050
Total liabilities	<u>157,781</u>	<u>79,731</u>

Net assets

Without donor restrictions	962,619	882,450
Total liabilities and net assets	<u>\$ 1,120,400</u>	<u>\$ 962,181</u>

See accompanying notes and independent auditor's report.

Potomac Valley Swimming, Inc.

Statements of Activities for the years ended August 31,

(Audited)
2022

(Reviewed)
2021

	Without donor restrictions and total	Without donor restrictions and total
Revenue		
Membership registration	\$ 1,086,482	\$ 750,891
Less, amounts refunded due to COVID-19	-	(107,296)
Less, amounts transferred to USA Swimming	(837,555)	(571,054)
Net membership revenue	<u>248,927</u>	<u>72,541</u>
Investment income (loss), net	(69,188)	61,113
Meet fees	591,137	273,559
SBA Paycheck Protection Program forgiveness	27,050	21,305
Miscellaneous income	4,946	9,100
Total revenue	<u>802,872</u>	<u>437,618</u>
Expenses		
Program services		
Meets and programs	531,968	321,577
Officials	29,077	22,658
Membership registration	39,299	39,971
	<u>600,344</u>	<u>384,206</u>
Operations	122,359	121,479
Total expenses	<u>722,703</u>	<u>505,685</u>
Change in net assets	80,169	(68,067)
Net assets, beginning of year	882,450	950,517
Net assets, end of year	<u>\$ 962,619</u>	<u>\$ 882,450</u>

See accompanying notes and independent auditor's report.

Potomac Valley Swimming, Inc.

Statement of Functional Expenses for the year ended August 31, 2022 (Audited)

	Meets and programs	Officials	Membership registration	Total programs	Operations	Total
Activities and hospitality	\$ 36,202	\$ -	\$ -	\$ 36,202	\$ -	\$ 36,202
Advertising	-	-	-	-	425	425
Apparel and supplies	-	4,352	-	4,352	-	4,352
Background checks	-	1,520	-	1,520	-	1,520
Bank charges	-	-	-	-	1,844	1,844
Computer expenses	-	-	-	-	3,368	3,368
Equipment rental and repairs	22,152	-	-	22,152	-	22,152
Meet management fees	70,319	-	-	70,319	-	70,319
Meetings and conferences	-	-	-	-	7,397	7,397
Office expenses	-	-	-	-	902	902
Payroll taxes	-	-	2,793	2,793	7,202	9,995
Pool and other rentals	338,867	-	-	338,867	-	338,867
Professional fees	30,828	-	-	30,828	7,221	38,049
Salaries	-	-	36,506	36,506	94,000	130,506
Travel	33,600	23,205	-	56,805	-	56,805
Total functional expenses	\$ 531,968	\$ 29,077	\$ 39,299	\$ 600,344	\$ 122,359	\$ 722,703

See accompanying notes and independent auditor's report.

Potomac Valley Swimming, Inc.

Statement of Functional Expenses for the year ended August 31, 2021 (Reviewed)

	Meets and programs	Officials	Membership registration	Total programs	Operations	Total
Activities and hospitality	\$ 13,159	\$ -	\$ -	\$ 13,159	\$ -	\$ 13,159
Advertising	-	-	-	-	175	175
Apparel and supplies	-	995	-	995	-	995
Background checks	-	1,583	-	1,583	-	1,583
Bank charges	-	-	-	-	4,269	4,269
Computer expenses	-	-	-	-	3,242	3,242
Depreciation	729	-	-	729	-	729
Diversity and inclusion camp	7,300	-	-	7,300	-	7,300
Equipment rental and repairs	13,432	-	-	13,432	-	13,432
Meet management fees	19,622	-	-	19,622	-	19,622
Office expenses	-	-	-	-	1,932	1,932
Payroll taxes	-	-	4,131	4,131	5,802	9,933
Relief grants awarded	18,000	-	-	18,000	-	18,000
Pool and other rentals	183,298	-	-	183,298	-	183,298
Professional fees	14,754	-	-	14,754	12,059	26,813
Salaries	-	-	35,840	35,840	94,000	129,840
Travel	51,283	20,080	-	71,363	-	71,363
Total functional expenses	\$ 321,577	\$ 22,658	\$ 39,971	\$ 384,206	\$ 121,479	\$ 505,685

See accompanying notes and independent auditor's report.

Potomac Valley Swimming, Inc.

Statements of Cash Flows for the years ended August 31,	(Audited) 2022	(Reviewed) 2021
Cash flows from operating activities		
Change in net assets	\$ 80,169	\$ (68,067)
Adjustments to reconcile change in net assets to net cash used in operating activities		
Depreciation	-	729
Realized and unrealized (gain) loss on investments	70,618	(57,425)
SBA Paycheck Protection Program forgiveness	(27,050)	(21,305)
(Increase) Decrease in operating assets		
Accounts receivable	28,110	(39,645)
Prepaid expense	125	9,546
Increase (decrease) in operating liabilities		
Accounts payable and accrued expenses	42,433	14,827
Deferred registration revenue	62,667	16,373
Net cash provided by (used in) operating activities	<u>257,072</u>	<u>(144,967)</u>
Cash flows from investing activities		
Purchase of investments and reinvestment of dividends	<u>(1,360)</u>	<u>(778)</u>
Net cash used in investing activities	<u>(1,360)</u>	<u>(778)</u>
Cash flows from financing activities		
Proceeds from SBA Paycheck Protection Program loan	<u>-</u>	<u>27,050</u>
Net cash provided from financing activities	<u>-</u>	<u>27,050</u>
Net change in cash and cash equivalents	255,712	(118,695)
Cash and cash equivalents, beginning of year	476,379	595,074
Cash and cash equivalents, end of year	<u>\$ 732,091</u>	<u>\$ 476,379</u>
Supplemental disclosure of cash flow information		
Cash paid for interest	<u>\$ -</u>	<u>\$ -</u>
Income taxes paid	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes and independent auditor's report.

Potomac Valley Swimming, Inc.

Notes to Financial Statements August 31, 2022 and 2021

1. Organization

Potomac Valley Swimming, Inc. (PVS) is a not-for-profit corporation organized to provide education, instruction and training of individuals to develop and improve their capabilities in the sport of competitive swimming. PVS' geographic area of operation includes parts of Maryland, Virginia and the District of Columbia.

PVS programs include conducting meets and other swim activities; training officials, coaches and other volunteers on the rules and regulations of USA swimming. Revenue is generated from membership registrations, meets and other swimming activities.

2. Significant accounting policies

Basis of accounting

The accompanying financial statements are prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP).

Net assets, revenues, gains, and losses are classified based on the existence or absence of restrictions imposed by donors or grantors. Accordingly, net assets and changes therein are classified and reported in two categories as described below.

Net assets without donor restrictions are net assets available for use in general operations and not subject to donor restrictions.

Net assets with donor restrictions are net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. At August 31, 2022 and 2021, PVS had no net assets with donor restrictions.

Cash and cash equivalents

For purposes of the statements of cash flows, PVS considers all cash and unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents. FDIC insurance is \$250,000 per depositor, per insured bank. At August 31, 2022 and 2021, cash exceeded the FDIC limit by \$497,441 and \$241,908, respectively.

Receivables

Receivables are stated at the amount management expects to collect from balances outstanding at year-end. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to bad debt expense. Based on history, management has concluded that realization losses will be immaterial. There was no bad debt expense for the years ended August 31, 2022 and 2021. Receivables are uncollateralized.

Investments

Investments are composed of a money market fund and mutual funds and are stated at fair value at the statement of financial position date and are subject to change thereafter due to market conditions. Investment expenses, realized and unrealized gains and losses are included with investment income in the statement of activities.

See independent auditor's report.

Potomac Valley Swimming, Inc.

Notes to Financial Statements August 31, 2022 and 2021

Property and equipment

Equipment which costs in excess of \$2,500 is capitalized at cost. Depreciation is computed using the straight-line method over an estimated useful life of three years. When equipment is retired or otherwise disposed, the cost and related accumulated depreciation are removed from the accounts with any resulting gain or loss reflected in income. Maintenance and repairs are expensed in the period incurred. All assets were fully depreciated for the years ended August 31, 2022 and 2021, and there was no depreciation for the year ended August 31, 2022. Depreciation for the year ended August 31, 2021 was \$729.

Income tax status

PVS is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Income from certain activities not directly related to the Organization's exempt purpose is subject to taxation as unrelated business income. PVS had no unrelated business income for the years ended August 31, 2022 and 2021.

The material jurisdictions subject to potential examination by taxing authorities are the United States, Maryland and Virginia. The Board does not believe that the ultimate outcome of any future examinations of open tax years will have a material impact on the PVS's results of operations. Tax years that remain subject to examination by the IRS are fiscal years 2019 through 2022.

Use of estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosures of contingent assets and liabilities and the reported amounts of revenues and expenses. Management believes that the estimates and assumptions are reasonable in the circumstances; however, actual results could differ from those estimates.

Other financial assets and liabilities

Financial assets with carrying values approximating fair value include cash and cash equivalents, accounts receivable and prepaid expenses. Financial liabilities with carrying values approximating fair value include accounts payable, accrued expenses and deferred registration revenue. The carrying value of these financial assets and liabilities approximates fair value due to their short maturities.

Revenue recognition

Membership registrations are typically received at the beginning of the fiscal year and allow members to actively participate in meets and receive insurance coverage from September 1 through December 31 of the following fiscal year. Due to the ongoing benefits received over time, the revenue is recognized ratably over the membership period; membership dues are held in deferred revenue until recognized. The membership registrations are not prorated for partial periods; the full registration amount is paid and allows access for the remainder of the sixteen-month period. A portion of membership dues collected are payable to USA Swimming (USAS) and are remitted to USAS on a regular basis.

Meet fees are recognized at a point in time, when the meet takes place.

In-kind contributions

PVS receives a significant amount of donated services from unpaid volunteers. These services are not included in the statement of activities because they do not meet the criteria for recognition as required by the donated services topic of the Accounting Standards Codification. Over 500 individuals volunteer their time during the year.

See independent auditor's report.

Potomac Valley Swimming, Inc.

Notes to Financial Statements August 31, 2022 and 2021

Functional classification of expenses

The costs of program and supporting services have been summarized on a functional basis in the statements of activities. The statement of functional expenses present the natural classification detail of expenses by function. Expenses are charged to programs and supporting services based on a combination of specific identification and allocation by management. Certain categories of expenses are attributed to more than one function and have been allocated on a reasonable basis that is consistently applied. Expenses that are allocated on a time-and-effort basis include salaries and payroll taxes.

Upcoming accounting pronouncements

The FASB has issued ASU 2016-13 which adopts the current expected credit loss (CECL) model. The CECL model requires a financial asset or a group of financial assets (including trade receivables, contract assets, lease receivables, financial guarantees, loans and loan commitments, and held-to-maturity debt securities) measured at amortized cost basis to be presented at the net amount expected to be collected. The income statement will reflect the measurement of credit losses for newly recognized financial assets, as well as the increases or decreases of expected credit losses that have taken place during the period. ASU 2016-13 is effective for annual reporting periods beginning after December 15, 2022 and the Organization plans to adopt this standard on its effective date, September 1, 2023. Management is assessing the impact that the standard will have on the financial statements.

3. Investments and fair value measurements

PVS reports certain assets and liabilities at fair value in the financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the liability, including assumptions about risk. Inputs are classified into a three-tier hierarchy as follows: Level 1, which refers to securities valued using quoted prices from active markets for identical assets; Level 2, which refers to securities not traded on an active market but for which observable market inputs are readily available; and Level 3, which refers to securities valued based on significant unobservable inputs. Assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement.

PVS investment assets are classified within Level 1 because they are comprised of equities and open-end mutual funds with readily determinable fair values based on daily redemption values.

Investments, at fair value, consisted of the following at August 31:

	Level 1 and total 2022	Level 1 and total 2021
Money market funds	\$ 6,453	\$ 635
Mutual funds		
US equity	160,304	198,500
International equity	24,238	49,827
Emerging markets equity	8,451	-
Fixed income	173,964	193,706
Total Level 1 assets	<u>\$ 373,410</u>	<u>\$ 442,668</u>

See independent auditor's report.

Potomac Valley Swimming, Inc.

Notes to Financial Statements August 31, 2022 and 2021

4. Liquidity and availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, include the following assets at August 31:

	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 732,091	\$ 476,379
Accounts receivable	13,899	42,009
Investments	373,410	442,668
	<u>\$ 1,119,400</u>	<u>\$ 961,056</u>

5. Revenue recognition

PVS recognizes membership revenue over the life of the membership, with dues collected but not yet recognized being held in deferred revenue. Deferred revenue activity for the years ended August 31, 2022 and 2021 is as follows:

	<u>2022</u>	<u>2021</u>
Deferred revenue, beginning of year	\$ 27,777	\$ 11,404
Revenue recognized that was included in deferred revenue at the beginning of the year	(27,777)	(11,404)
Increase in deferred revenue due to cash received during the year	90,444	27,777
Deferred revenue, end of year	<u>\$ 90,444</u>	<u>\$ 27,777</u>

PVS's revenue disaggregated by the timing of satisfaction of performance obligations for the years ended August 31, 2022 and 2021 is as follows:

	<u>2022</u>	<u>2021</u>
Performance obligations satisfied at a point in time		
Meet fees	\$ 591,137	\$ 273,559
Performance obligations satisfied over time		
Membership registration, net	248,927	72,541
	<u>\$ 840,064</u>	<u>\$ 346,100</u>

See independent auditor's report.

Potomac Valley Swimming, Inc.

Notes to Financial Statements August 31, 2022 and 2021

6. Related party transactions

PVS pays member clubs' meet management fees for hosting PVS sponsored meets. In many cases, member clubs' management may also occupy positions on PVS's Board of Directors or serve in leadership positions on PVS Committees. PVS's method of awarding meets to clubs requires a majority vote by PVS's full Board of Directors. PVS also awards member clubs travel assistance for athlete travel to meets where the athlete represents PVS. No single individual or club has the ability to unilaterally award a meet or approve travel assistance. For the years ended August 31, 2022 and 2021, fees paid to related clubs totaled \$72,854 and \$111,636, respectively.

7. Commitments

CARES Act SBA Paycheck Protection Program loan

PVS obtained a \$21,305 CARES Act SBA Paycheck Protection Program loan in May 2020 as a result of the COVID-19 pandemic. The loan was fully forgiven on April 1, 2021. PVS obtained a \$27,050 Second Draw Paycheck Protection Program loan on February 9, 2021. PVS complied with the loan requirements, and the Second Draw Payment Protection Program loan was fully forgiven on December 8, 2021.

Storage lease

On June 1, 2020, PVS entered into a one year agreement to lease space to store documents, records and equipment used in swim meets. The lease dictated payments of \$1,000 per month, required a \$1,000 security deposit and could be terminated with a written notice of termination 180 days prior. The lease was extended for an additional year on June 1, 2021, and again on June 1, 2022, at monthly rates of \$1,050 and \$1,100, respectively. Total storage rental expenses were \$12,750 and \$12,150 for the years ended August 31, 2022 and 2021, respectively, and are included in equipment rental and repairs expense on the statement of functional expenses. Future minimum lease payments for the year ending August 31, 2023 are \$9,900.

8. Relief grants awarded and registrations refunded

Due to the outbreak of COVID-19, PVS refunded a portion of PVS' membership registration fees to each club. In addition to the registration refunds, relief grants were awarded to 18 clubs who submitted applications for PVS grants in the year ended August 31, 2021. Each application was independently reviewed and validated for eligibility by the PVS Grant Committee and confirmation of eligibility was determined by majority vote. The Committee submitted recommendations of recipients to the PVS Board of Directors for its consideration and the PVS Board made final grant awards in a formal "virtual" meeting (due to government restrictions on in-person).

No grants were awarded for the year ended August 31, 2022.

9. Subsequent events

Potomac Valley Swimming, Inc. assessed events occurring subsequent to August 31, 2022 through January 4, 2023, the date the financial statements were available to be issued, for potential recognition and disclosure in the financial statements. No events have occurred that would require adjustment to or disclosure in the financial statements.

See independent auditor's report.