Financial Transparency and Governance in Youth Sports – A Case Study of USSSA and Oklahoma

Professor K 9-4-2024

Integrity of the Game vs Economic Impact in Oklahoma Youth Sports

Financial Transparency and Governance in Youth Sports - A Case Study of USSSA and Oklahoma

I. Introduction

- 1. Overview of the Lecture
 - This lecture provides an in-depth analysis of the financial transparency and governance challenges within the United States Specialty Sports Association (USSSA) and their economic impact on youth sports in Oklahoma.
 - It focuses on key financial metrics, such as Total Event Team Entry Fees and Total Event Officials Pay, to demonstrate how financial mismanagement affects both governance and the sustainability of local sports programs.
- 2. Purpose of the Lecture
 - Investigate the financial structure of youth sports in Oklahoma.
 - Highlight the governance issues within USSSA that contribute to financial opacity.
 - Present solutions to improve transparency and accountability in youth sports programs.

II. Background: USSSA and Oklahoma's Youth Sports

- 1. About USSSA
 - USSSA is a leading multi-sport organization that organizes numerous youth sports events across the United States, including Oklahoma.
 - USSSA's operations in Oklahoma are financially significant, as they contribute to local economies through sports tourism and participation fees.
- 2. The Financial Transparency Problem
 - Financial mismanagement and governance issues, similar to those seen in the Florida lawsuit against USSSA, are impacting the association's operations in Oklahoma.
 - Key concerns include how funds are allocated, particularly in terms of entry fees and payments to officials.

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III. Data Analysis: Financial Transparency in Oklahoma's Youth Sports

- 1. Revenue Sources
 - Total Event Team Entry Fees:
 - Oklahoma events managed by USSSA directors generate substantial revenues from team entry fees. For example, Big Show Productions earned \$4,172,385, while Rick Glasser collected \$3,852,320 in total entry fees(Outline - Integrity of ...).
 - Chart Insight: A visual chart of Total Event Team Entry Fees would show Big Show Productions and Rick Glasser as top revenue-generators, demonstrating the financial potential of these youth sports events.
- 2. Expense Allocation
 - Total Event Officials Pay:
 - A significant portion of these revenues is allocated to officials' pay. Big Show Productions paid \$2,454,320 in officials' salaries, while Rick Glasser spent \$2,100,080(Outline - Integrity of ...).
 - Chart Insight: A bar chart comparing Total Event Officials Pay for each director reveals how much of the generated revenue is spent on operational costs, such as officiating.
 - Net Analysis:
 - After accounting for the officials' pay, directors like Big Show Productions retained \$1,718,065 in net revenue(Outline - Integrity of ...). This data emphasizes that while substantial amounts are allocated to officials, large sums remain unaccounted for in terms of direct program impact.

IV. Governance and Oversight Challenges

- 1. Inadequate Financial Oversight
 - The financial data analysis reveals a lack of transparency in fund allocation. While entry fees generate millions, the funds that remain after operational costs are not clearly reported.

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- The absence of detailed oversight mechanisms increases the risk of financial mismanagement, similar to the issues that surfaced in the Florida lawsuit against USSSA(State-Florida-USSSA).
- 2. Comparing with Other Youth Sports Organizations
 - Other organizations, like Little League, implement stricter governance structures and conduct regular financial audits, which enhance transparency and build trust among stakeholders. USSSA's decentralized approach, however, lacks similar mechanisms.

V. Proposed Solutions: Enhancing Financial Transparency

- 1. Stronger Financial Governance
 - Regular Audits: USSSA needs to adopt routine financial audits that cover both revenues (e.g., entry fees) and expenditures (e.g., officials' pay). This will ensure transparency in financial operations.
 - Detailed Financial Reporting: Annual financial reports that clearly outline income from events and where that money is spent should be made publicly available. This will help stakeholders, including parents and local governments, to trust the financial operations.
- 2. Community and Stakeholder Involvement
 - Local Oversight Committees: Involve local stakeholders in financial oversight to monitor how funds are being used. This participatory governance can ensure accountability and prevent financial mismanagement.
 - Education for Directors: Directors should receive financial management training to implement best practices in budgeting, spending, and reporting. This would strengthen governance at all levels of USSSA's operations.

VI. Conclusion

- 1. Key Takeaways
 - Financial transparency within USSSA's Oklahoma operations remains a critical concern.
 Large sums of money are being generated through entry fees, but governance issues prevent effective tracking of how these funds are allocated.

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- Officials' pay represents a significant expense, but after deducting these costs, substantial revenue still remains, which underscores the need for improved financial governance(Outline - Integrity of ...)(State-Florida-USSSA).
- 2. Future Steps
 - Implementing stricter financial oversight and transparency mechanisms is essential for the future of youth sports in Oklahoma. By increasing accountability and involving the community in financial decisions, USSSA can rebuild trust and ensure the sustainability of its programs.

Visual Aids for the Lecture

- 1. Chart 1: Total Event Team Entry Fees by Director
 - This chart will visually display the total entry fees collected by top directors, such as Big Show Productions and Rick Glasser.
- 2. Chart 2: Total Event Officials Pay by Director
 - A chart comparing the total payments made to officials will provide insight into operational costs and highlight the financial outflows involved in running these events.

This final version of the lecture incorporates detailed data analysis, charts, and actionable solutions to address the governance issues within USSSA's operations in Oklahoma. By emphasizing transparency and community involvement, the lecture aims to provide a roadmap for sustainable financial management in youth sports programs.