

Return of Organization Exempt From Income Tax

1996

This Form is Open to Public Inspection

Under section 501(c) of the Internal Revenue Code (except black lung benefit trust or private foundation) or section 4947(a)(1) nonexempt charitable trust

Department of the Treasury
Internal Revenue Service

Note: The organization may have to use a copy of this return to satisfy state reporting requirements.

A For the 1996 calendar year, OR tax year period beginning , 1996, and ending , 19

- B** Check if:
- Change of address
 - Initial return
 - Final return
 - Amended return (required also for State reporting)

Please use IRS label or print or type. See Specific Instructions.

C Name of organization
WORLD T.E.A.M. SPORTS, INC.

Number and street (or P.O. box if mail is not delivered to street address) Room/suite
2108 SOUTH BOULEVARD 101

City, town, or post office, state, and ZIP+4
CHARLOTTE, NC 28203

D Employer identification number
56 1827893

E State registration number
62659

F Check If exemption application is pending

G Type of organization → Exempt under section 501(c)(3) ◀ (insert number) OR section 4947(a)(1) nonexempt charitable trust
Note: Section 501(c)(3) exempt organizations and 4947(a)(1) nonexempt charitable trusts MUST attach a completed Schedule A (Form 990).

H(a) Is this a group return filed for affiliates? Yes No **I** If either box in H is checked "Yes," enter four-digit group exemption number (GEN) ▶ N/A

(b) If "Yes," enter the number of affiliates for which this return is filed: ▶ N/A **J** Accounting method: Cash Accrual

(c) Is this a separate return filed by an organization covered by a group ruling? Yes No Other (specify) ▶

K Check here If the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS; but if it received a Form 990 Package in the mail, it should file a return without financial data. Some states require a complete return.

Note: Form 990-EZ may be used by organizations with gross receipts less than \$100,000 and total assets less than \$250,000 at end of year.

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See Specific Instructions on page 9.)

1 Contributions, gifts, grants, and similar amounts received:				
a Direct public support	1a		859,789	
b Indirect public support	1b			
c Government contributions (grants)	1c			
d Total (add lines 1a through 1c) (attach schedule of contributors) (cash \$ <u>796,340</u> noncash \$ <u>63,449</u>)				1d 859,789
<i>SCH. 1</i>				
2 Program service revenue including government fees and contracts (from Part VII, line 93)	2			210,880
3 Membership dues and assessments	3			
4 Interest on savings and temporary cash investments	4			
5 Dividends and interest from securities	5			
6a Gross rents	6a		944	
b Less: rental expenses	6b			
c Net rental income or (loss) (subtract line 6b from line 6a)	6c			944
7 Other investment income (describe ▶)	7			
8a Gross amount from sale of assets other than inventory	(A) Securities		(B) Other	
	8a			
	b Less: cost or other basis and sales expenses	8b		
	c Gain or (loss) (attach schedule)	8c	0	0
d Net gain or (loss) (combine line 8c, columns (A) and (B))	8d			0
9 Special events and activities (attach schedule) <i>SCH. 2</i>				
a Gross revenue (not including \$ <u>125,525</u> of contributions reported on line 1a)	9a		3,400	
b Less: direct expenses other than fundraising expenses	9b		71,791	
c Net income or (loss) from special events (subtract line 9b from line 9a)	9c			(68,391)
10a Gross sales of inventory, less returns and allowances	10a			
b Less: cost of goods sold	10b			
c Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)	10c			0
11 Other revenue (from Part VII, line 103)	11			5,908
12 Total revenue (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)	12			1,009,130
Expenses	13 Program services (from line 44, column (B))	13		568,715
	14 Management and general (from line 44, column (C))	14		192,442
	15 Fundraising (from line 44, column (D))	15		94,115
	16 Payments to affiliates (attach schedule)	16		
17 Total expenses (add lines 16 and 44, column (A))	17			855,272
Net Assets	18 Excess or (deficit) for the year (subtract line 17 from line 12)	18		153,858
	19 Net assets or fund balances at beginning of year (from line 73, column (A))	19		(148,156)
	20 Other changes in net assets or fund balances (attach explanation)	20		(18,107)
	21 Net assets or fund balances at end of year (combine lines 18, 19, and 20)	21		

Part II Statement of Functional Expenses

All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others. (See Specific Instructions on page 13.)

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22	Grants and allocations (attach schedule) (cash \$ _____ noncash \$ _____)	22			
23	Specific assistance to individuals (attach schedule)	23			
24	Benefits paid to or for members (attach schedule)	24			
25	Compensation of officers, directors, etc.	25	122,292	103,948	18,344
26	Other salaries and wages	26	203,278	91,394	46,770
27	Pension plan contributions	27			0
28	Other employee benefits	28			65,114
29	Payroll taxes	29	22,805	13,683	4,561
30	Professional fundraising fees	30			
31	Accounting fees	31			
32	Legal fees	32			
33	Supplies	33	12,440	0	12,192
34	Telephone	34	14,277	0	12,670
35	Postage and shipping	35			248
36	Occupancy	36	15,739	0	15,739
37	Equipment rental and maintenance	37			0
38	Printing and publications	38			
39	Travel	39	271,410	264,425	0
40	Conferences, conventions, and meetings	40			6,985
41	Interest	41			
42	Depreciation, depletion, etc. (attach schedule)	42	15,857	15,540	317
43	Other expenses (itemize): a INSURANCE	43a	41,258	41,258	0
b	PUBLIC RELATIONS & MARKETING	43b	59,901	0	52,411
c	PROFESSIONAL FEES	43c	20,549	12,439	0
d	TELEVISION PRODUCTION	43d	22,583	22,583	0
e	MISCELLANEOUS	43e	32,883	3,445	29,438
44	Total functional expenses (add lines 22 through 43) Organizations completing columns (B)-(D), carry these totals to lines 13-15	44	855,272	568,715	192,442

Reporting of Joint Costs.—Did you report in column (B) (Program services) any joint costs from a combined educational campaign and fundraising solicitation? Yes No
 If "Yes," enter (i) the aggregate amount of these joint costs \$ N/A; (ii) the amount allocated to Program services \$ N/A; (iii) the amount allocated to Management and general \$ N/A; and (iv) the amount allocated to Fundraising \$ N/A

Part III Statement of Program Service Accomplishments (See Specific Instructions on page 16.)

What is the organization's primary exempt purpose? SEE SCHEDULE 4	Program Service Expenses <small>(Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)</small>
a 1996 PARALYMPIC TORCH RELAY - WORLD TEAM SPORTS (WTS) MANAGED THE 10-DAY PARALYMPIC TORCH RELAY FROM WASHINGTON TO ATLANTA. MORE THAN 900 INDIVIDUALS WERE DIRECTLY INVOLVED IN CARRYING THE TORCH. (Grants and allocations \$ _____)	290,555
b WORLD TEAM CYCLING OUTREACH - WTS SPONSORS AN AMATEUR CYCLING TEAM OF 18 DISABLED & ABLE-BODIED INDIVIDUALS. IN CONJUNCTION WITH THEIR RACING, THEY CONDUCT SPECIAL OUTREACH CLINICS & PRESENTATIONS WITH CHILDREN & DISABLED INDIVIDUALS. MORE THAN 150 CLINICS/PRESENTATIONS TOOK PLACE AROUND THE COUNTRY IN 1996. (Grants and allocations \$ _____)	177,517
c OUTER BANKS CHALLENGE - 5-DAY, MULTI-SPORT EVENT CONSISTING OF CYCLING, SEA KAYAKING, CLIMBING AND REPELLING ON THE OUTER BANKS OF NORTH CAROLINA. THIS SELF-ESTEEM BUILDING PROGRAM SERVICED APPROXIMATELY 40 PEOPLE WITH DISABILITIES. (Grants and allocations \$ _____)	91,573
d HOOD TO COAST RELAY - WORLD TEAM SPORTS FIELDED A TEAM FOR THE 2-DAY RUNNING RACE FROM MOUNT HOOD TO THE COAST OF OREGON. WORLD TEAM SPORTS HAD 7 DISABLED AND 5 ABLE-BODIED INDIVIDUALS TAKE PART IN THE EVENT. (Grants and allocations \$ _____)	9,070
e Other program services (attach schedule) (Grants and allocations \$ _____)	
f Total of Program Service Expenses (should equal line 44, column (B), Program services)	568,715

Part IV Balance Sheets (See Specific Instructions on page 16.)

Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.

		(A) Beginning of year		(B) End of year
Assets	45 Cash—non-interest-bearing	100,691	45	6,405
	46 Savings and temporary cash investments		46	
	47a Accounts receivable		47a	
	b Less: allowance for doubtful accounts	13,862	47c	0
	48a Pledges receivable		48a	
	b Less: allowance for doubtful accounts		48b	0
	49 Grants receivable		49	
	50 Receivables from officers, directors, trustees, and key employees (attach schedule)		50	
	51a Other notes and loans receivable (attach schedule)		51a	
	b Less: allowance for doubtful accounts		51b	0
	52 Inventories for sale or use		52	
	53 Prepaid expenses and deferred charges		53	
	54 Investments—securities (attach schedule)		54	
	55a Investments—land, buildings, and equipment: basis		55a	
b Less: accumulated depreciation (attach schedule)		55b	0	
56 Investments—other (attach schedule)		56		
57a Land, buildings, and equipment: basis	75,550	57a		
b Less: accumulated depreciation (attach schedule)	35,011	57b	35,028	
58 Other assets (describe ▶ _____)		58		
59 Total assets (add lines 45 through 58) (must equal line 74)	149,581	59	46,944	
Liabilities	60 Accounts payable and accrued expenses	285,737	60	43,481
	61 Grants payable		61	
	62 Deferred revenue		62	
	63 Loans from officers, directors, trustees, and key employees (attach schedule)	12,000	63	5,000
	64a Tax-exempt bond liabilities (attach schedule)		64a	
	b Mortgages and other notes payable (attach schedule)	0	64b	10,868
	65 Other liabilities (describe ▶ _____)		65	
66 Total liabilities (add lines 60 through 65)	297,737	66	59,349	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.			
	67 Unrestricted	(148,156)	67	(12,405)
	68 Temporarily restricted		68	
	69 Permanently restricted		69	
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74.			
	70 Capital stock, trust principal or current funds		70	
	71 Paid-in or capital surplus, or land, building, and equipment fund		71	
	72 Retained earnings, endowment, accumulated income, or other funds		72	
	73 Total net assets or fund balances (add lines 67 through 69 OR lines 70 through 72; column (A) must equal line 19 and column (B) must equal line 21)	(148,156)	73	(12,405)
	74 Total liabilities and net assets / fund balances (add lines 66 and 73)	149,581	74	46,944

Part IV-A Reconciliation of Revenue per Audited Financial Statements with Revenue per Return (See Specific Instructions, page 18.)

Form section for Part IV-A reconciliation of revenue. Includes fields for total revenue, adjustments for unrealized gains, donated services, recoveries, and investment expenses.

Part IV-B Reconciliation of Expenses per Audited Financial Statements with Expenses per Return

Form section for Part IV-B reconciliation of expenses. Includes fields for total expenses, adjustments for donated services, prior year adjustments, losses, and investment expenses.

Part V List of Officers, Directors, Trustees, and Key Employees (List each one even if not compensated; see Specific Instructions on page 18.)

Table with 5 columns: (A) Name and address, (B) Title and average hours per week devoted to position, (C) Compensation (if not paid, enter -0-), (D) Contributions to employee benefit plans & deferred compensation, (E) Expense account and other allowances. Includes entries for Stephen H. Whisnant and Brian J. Miller.

75 Did any officer, director, trustee, or key employee receive aggregate compensation of more than \$100,000 from your organization and all related organizations, of which more than \$10,000 was provided by the related organizations? [] Yes [X] No

Part VI Other Information (See Specific Instructions on page 19.)

Form with questions 76-92 and Yes/No columns. Includes sub-questions like 81a, 82a, 83a, 84a, 85a-f, 86a-b, 87a-b, 89a-d, and 92. Includes a table for 85c-f and 89c-d.

Part VII Analysis of Income-Producing Activities (See Specific Instructions on page 22.)

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
93 Program service revenue:					
a VIDEO SALES					9,380
b PROCEEDS FROM TV SPOT			01	201,500	
c					
d					
e					
f					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments					
96 Dividends and interest from securities					
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property			16	944	
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory					
101 Net income or (loss) from special events			01	(68,391)	
102 Gross profit or (loss) from sales of inventory					
103 Other revenue: a MISCELLANEOUS					5,908
b					
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0		134,053	15,288
105 Total (add line 104, columns (B), (D), and (E))					149,341

Note: (Line 105 plus line 1d, Part I, should equal the amount on line 12, Part I.)

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See Specific Instructions on page 23.)

Line No. ▼	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
93(a)	VIDEOS OF WORLD T.E.A.M. SPORTING EVENTS WHICH DISSEMINATE INFORMATION RELATED TO THE ORGANIZATION'S EXEMPT PURPOSES
103(a)	REVENUE RECEIVED IN THE COURSE OF CONDUCTING THE ORGANIZATION'S BUSINESS.

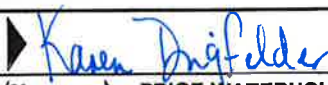
Part IX Information Regarding Taxable Subsidiaries (Complete this Part if the "Yes" box on line 88 is checked.)

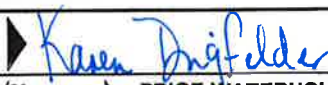
Name, address, and employer identification number of corporation or partnership	Percentage of ownership interest	Nature of business activities	Total income	End-of-year assets
N/A	%			
	%			
	%			
	%			

Please Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge. (See General Instructions on page 8.)

TAXPAYER COPY

Signature of officer 	Date 12 August 1997	Type or print name and title.
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Paid Preparer's Use Only	Preparer's signature 	Date 12 August 1997	Check if self-employed <input type="checkbox"/>	Preparer's SSN 145 40 7404
	Firm's name (or yours if self-employed) and address PRICE WATERHOUSE LLP 1301 K STREET, NW, WASHINGTON, D.C.	EIN 13 5326270	ZIP + 4 20005	