

**AXEMEN LACROSSE CLUB
FINANCIAL STATEMENTS
September 30, 2012**

AXEMEN LACROSSE CLUB
September 30, 2012

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors

AXEMEN LACROSSE CLUB:

I have audited the accompanying financial statements of Axemen Lacrosse Club, which comprise of the statement of financial position as at September 30, 2012, and the statement of operation, statement of changes in net assets, and the statement of cash flows for the year , and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

Except for the proceeding paragraph, in my opinion, the financial statements present fairly, in all material respects, the financial position of Axemen Lacrosse Club as at September 30, 2012, and its financial performance and its cash flows for the year in accordance with Canadian accounting standards for not-for-profit organizations.

As is common with many non-profit organizations, the Axemen Lacrosse Club derives revenue from fundraising events, activities, and other sources, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the Axemen Lacrosse Club.

Calgary, Alberta
December 5, 2012

Deborah V. Walker Professional Corporation
Certified General Accountant

AXEMEN LACROSSE CLUB
STATEMENT OF FINANCIAL POSITION
As at September 30, 2012

	<u>2012</u>	<u>2011</u>
ASSETS		
Current		
Cash	\$ 152,194	\$ 79,507
Guaranteed investment certificate	33,756	25,500
Accounts receivable	2,305	5,610
Interest receivable	420	147
Deposits and prepaids	<u>2,565</u>	<u>2,524</u>
	191,240	113,288
 Capital assets (note 4)	 <u>61,309</u>	 <u>48,361</u>
	<u>\$ 252,549</u>	<u>\$ 161,649</u>
 LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 9,727	\$ 3,087
 NET ASSETS		
Invested in capital assets	61,309	48,361
Unrestricted net assets	<u>181,513</u>	<u>110,201</u>
	<u>242,822</u>	<u>158,562</u>
	<u>\$ 252,549</u>	<u>\$ 161,649</u>

APPROVED BY THE BOARD

_____ Director

_____ Director

The accompanying notes are integral to the financial statements

AXEMEN LACROSSE CLUB
STATEMENT OF OPERATIONS
Year ended September 30, 2012

	<u>2012</u>	<u>2011</u>
REVENUE		
Registration fees	\$ 210,182	\$ 218,255
Winter development camp	19,575	15,000
Fundraising revenue	44,449	5,500
Clinic income	2,325	1,650
Sales and miscellaneous income	830	565
Interest	<u>644</u>	<u>570</u>
	\$ 278,005	\$ 241,540
EXPENSES		
Registration expense	\$ 72,396	\$ 89,163
Junior expenses	28,734	30,608
Arena fees	21,742	24,121
Amortization	20,436	16,120
Online registration fees	7,887	5,810
Evaluation costs	7,872	139
Administrative expense	5,772	5,535
Storage	5,411	5,137
Team photos	5,204	5,316
Professional fees	4,284	4,279
Referee expense	2,520	2,645
Honorarium	2,500	-
Volunteer appreciation	2,155	2,873
Mini Tyke/Tyke expense	1,578	-
Coach development	1,275	3,060
Banner/SFC logo	1,095	2,242
Insurance	776	830
Bank charges	593	432
Equipment expense	571	2,086
Telephone and telecommunications	332	938
Bad debt	410	-
Draw winners	202	-
Cost of sales	<u>-</u>	<u>5,445</u>
	193,745	206,779
Excess (deficiency) of revenue over expenses	<u>\$ 84,260</u>	<u>\$ 34,761</u>

The accompanying notes are integral to the financial statements

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AXEMEN LACROSSE CLUB
STATEMENT OF CHANGES IN NET ASSETS
As at September 30, 2012

	Invested in		<u>2012</u>	<u>2011</u>
	Capital Assets	Unrestricted	Total	Total
Net assets, opening balance	\$ 48,361	\$ 110,201	\$ 158,562	\$ 123,801
Transfers	33,384	(33,384)	-	-
Excess (deficiency) of revenue over expenses	<u>(20,436)</u>	<u>104,696</u>	<u>84,260</u>	<u>34,761</u>
Net assets, end of year	<u>\$ 61,309</u>	<u>\$ 181,513</u>	<u>\$ 242,822</u>	<u>\$ 158,562</u>

The accompanying notes are integral to the financial statements

AXEMEN LACROSSE CLUB
STATEMENT OF CASH FLOWS
Year ended September 30, 2012

	<u>2012</u>	<u>2011</u>
Operating activities		
Cash receipts	\$ 280,666	\$ 235,360
Interest received	371	570
Cash disbursements	<u>(166,710)</u>	<u>(189,310)</u>
Cash provided by operations	114,327	46,620
Investment activities		
Capital assets purchased	<u>(33,384)</u>	<u>(17,366)</u>
Cash provided by (used in) investments	(33,384)	(17,366)
Increase (decrease) in cash during the year	80,943	29,254
Cash - beginning of year	<u>105,007</u>	<u>75,753</u>
Cash - end of year	\$ <u>185,950</u>	\$ <u>105,007</u>
Cash is represented by:		
Operating account	\$ 152,194	\$ 79,507
Guaranteed investment certificate	<u>33,756</u>	<u>25,500</u>
	\$ <u>185,950</u>	\$ <u>105,007</u>

The accompanying notes are integral to the financial statements

AXEMEN LACROSSE CLUB
NOTES TO FINANCIAL STATEMENTS
September 30, 2012

1. Organization Purpose

The purpose of Axemen Lacrosse Club is to serve its members by promoting and providing opportunities for the members to participate in the sport of lacrosse. The Axemen Lacrosse Club was registered under the Societies Act of Alberta on June 12, 1991, and thus is exempt from income tax under section 149(1) of the Income Tax Act.

2. Significant Accounting Policies

The financial statements of the organization have been prepared in accordance with Canadian accounting standards for not-for-profit organizations on a going-concern basis that assumes that the organization will be able to realize its assets and discharge its liabilities in the normal course of business and include the following significant accounting policies:

Revenue Recognition

The Axemen Lacrosse Club revenue is recognized when the goods and services have been delivered.

Capital Assets

Capital assets are recorded at cost and amortization is provided on a declining balance basis at the following rates:

Equipment	25% declining balance
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Donated Services

Some members of the organization have donated significant amounts of time to the club in order to further the club's programs and objectives. No amounts have been included in the financial statements for donated member or volunteer services related to events and activities, the value of which is unknown, because there is no objective basis available to measure such services.

Use of Estimates

The preparation of these financial statements in conformity with requires management to make estimates that affect Canadian accounting standards for not-for-profit organizations the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities 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.

3. Short Term Investments

Short term investments consist of a redeemable Guaranteed Investment Certificate (GIC) \$25,756 maturing December 12, 2013 earning 1.8% interest per annum and \$8,000 maturing November 12, 2013 earning 0.75% interest per annum.

4. Capital Assets

Capital assets consist of the following:

	Cost	Accumulated Amortization	2012 Net Book Value	2011 Net Book Value
Equipment	204,954	(143,645)	61,309	48,361
	<u>\$ 204,954</u>	<u>\$ (143,645)</u>	<u>\$ 61,309</u>	<u>\$ 48,361</u>

AXEMEN LACROSSE CLUB
NOTES TO FINANCIAL STATEMENTS
September 30, 2012

5. Financial Instruments

The Axemen Lacrosse Club's financial instruments in the statement of financial position consist of cash, GIC, and accrued liabilities. It is management's opinion that the Axemen Lacrosse Club is not exposed to significant currency, interest or credit risk arising from these financial instruments. The fair value of these instruments approximate their carrying value unless otherwise disclosed.

6. Change in Accounting Policy

Effective October 1, 2011 the Club adopted the Canadian accounting standards for not-for-profit organizations (ASNPO). Previously, the financial statements were presented in accordance with Canadian generally accepted accounting principles (GAAP). On adoption of the ASNPO, an organization is able to selectively elect certain exemptions and choose accounting policies that may differ from the previously presented financial statement information. This can result in adjustments to the opening net assets at the transition date, which is the first day of the period which comparative information is presented. As the Club made no changes to the previously presented financial statements, an opening statement of financial position at the date of transition has not been presented as it would not provide any further meaningful information. Also, reconciliation's are not needed for any changes to the equity or net income in the comparative period.