

AXEMEN LACROSSE CLUB
FINANCIAL STATEMENTS
September 30, 2014

AXEMEN LACROSSE CLUB
September 30, 2014

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
AXEMEN LACROSSE CLUB:

I have audited the accompanying financial statements of the Axemen Lacrosse Club, which comprise the statement of financial position as at September 30, 2014, and the statement of operation, statement of changes in net assets, and the statement of cash flows for the year ended September 30, 2014, 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 generally accepted 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.

Basis for Qualified Opinion

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

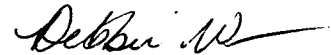
Therefore, I was not able to determine whether, as at September 30, 2014 and for the year ended any adjustments might be necessary to fundraising revenue, excess of revenues over expenditures, and cash flows from operations for the year ended September 30, 2014, current assets and net assets as at September 30, 2014.

Qualified Opinion

In my opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Axemen Lacrosse Club as at September 30, 2014, and the results of its operations and its cash flows for the year ended September 30, 2014 in accordance with Canadian accounting standards for not-for-profit organizations.

Calgary, Alberta
October 13, 2015

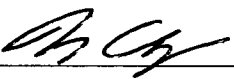
Deborah V. Walker Professional Corporation
Certified Professional Accountant, CGA



AXEMEN LACROSSE CLUB
STATEMENT OF FINANCIAL POSITION
As at September 30, 2014

	<u>2014</u>	<u>2013</u> Restated
ASSETS		
Current		
Cash	\$ 176,518	\$ 128,453
Short-term investments (note 3)	40,874	74,281
Accounts receivable	20,795	10,911
Interest receivable	676	837
Deposits and prepaids	<u>10,336</u>	<u>3,905</u>
	249,199	218,387
 CAPITAL ASSETS (note 4)		
	<u>29,919</u>	<u>56,914</u>
	<u>\$ 279,118</u>	<u>\$ 275,301</u>
 LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 14,999	\$ 5,480
 NET ASSETS		
Invested in capital assets	29,918	56,914
Unrestricted net assets	<u>234,201</u>	<u>212,907</u>
	<u>264,119</u>	<u>269,821</u>
	<u>\$ 279,118</u>	<u>\$ 275,301</u>

APPROVED BY THE BOARD


 _____ Director
 _____ Director

AXEMEN LACROSSE CLUB
STATEMENT OF OPERATIONS
Year ended September 30, 2014

	<u>2014</u>	<u>2013</u> Restated
REVENUE		
Registration fees	\$ 213,625	\$ 202,971
Tournament	14,795	10,501
Winter development camp	20,610	17,133
Fundraising revenue	20,904	3,929
Sales and miscellaneous income	12,578	3,058
Sponsorships	13,600	-
Advertising	1,325	1,520
Interest	<u>1,342</u>	<u>1,070</u>
	298,779	240,182
DIRECT EXPENSES		
Cost of sales	<u>15,910</u>	<u>-</u>
	<u>282,869</u>	<u>240,182</u>
EXPENSES		
Registration	82,410	74,193
Junior	70,336	42,151
Arena fees	29,858	17,200
Amortization	14,074	18,972
Evaluation costs	9,178	6,073
Mini Tyke/Tyke	6,404	10,130
Online registration fees	5,336	8,883
Team photos	6,811	5,242
Equipment	6,022	3,519
Bank charges	5,440	453
Professional fees	3,360	5,213
Coach development	3,035	3,119
Administrative	2,221	3,181
Draw winners	1,899	1,925
Banner/SFC logo	1,533	2,722
Storage	1,525	5,503
Insurance	813	720
Bad debt	418	-
Referee expense	297	-
Clinic expense	277	-
Fundraising	-	2,195
Volunteer appreciation	<u>-</u>	<u>1,789</u>
	251,247	213,183
Excess of revenue over expenses before other expenses	<u>31,622</u>	<u>26,999</u>
Loss on disposal of assets	(37,324)	-
Excess of revenue over expenses	<u><u>\$ (5,702)</u></u>	<u><u>\$ 26,999</u></u>

See accompanying Notes to the Financial Statements

AXEMEN LACROSSE CLUB
STATEMENT OF CHANGES IN NET ASSETS
As at September 30, 2014

	Invested in		<u>2014</u>	<u>2013</u>
	Capital Assets	Unrestricted	Total	Total
				Restated
Net assets, opening balance	\$ 56,914	\$ 212,907	\$ 269,821	\$ 242,822
Invested in capital assets	24,402	(24,402)	-	-
Excess (deficiency) of revenue over expenses	<u>(51,398)</u>	<u>45,696</u>	<u>(5,702)</u>	<u>26,999</u>
Net assets, end of year	\$ <u>29,918</u>	\$ <u>234,201</u>	\$ <u>264,119</u>	\$ <u>269,821</u>

AXEMEN LACROSSE CLUB
STATEMENT OF CASH FLOWS
Year ended September 30, 2014

	<u>2014</u>	<u>2013</u>
Operating activities		
Cash receipts	\$ 287,553	\$ 271,583
Interest received	1,503	653
Cash disbursements	<u>(249,996)</u>	<u>(240,875)</u>
Cash provided by operations	39,060	31,361
Investing activities		
Capital assets purchased	(24,402)	(14,577)
Purchase of short term investments	<u>33,407</u>	<u>(74,281)</u>
Cash provided by (used in) investments	9,005	(88,858)
Increase (decrease) in cash during the year	48,065	(57,497)
Cash - beginning of year	<u>128,453</u>	<u>185,950</u>
Cash and cash equivalents - end of year	\$ <u>176,518</u>	\$ <u>128,453</u>
Cash is represented by:		
Operating account	\$ 141,797	\$ 128,453
Guaranteed investment certificate	<u>34,721</u>	<u>-</u>
	\$ <u>176,518</u>	\$ <u>128,453</u>

AXEMEN LACROSSE CLUB
NOTES TO FINANCIAL STATEMENTS
September 30, 2014

1. Organization Purpose

The purpose of Axemen Lacrosse Club the ("organization) 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:

Cash and Cash Equivalents

Cash and cash equivalents include amounts on deposit with financial institutions and term deposits that mature within three months from the date of acquisition. Cash and cash equivalents exclude term deposits that are unavailable for current use because they are pledged as security.

Short-term Investments

Short-term investments consist of guaranteed investments certificates which are readily convertible into cash and have original maturity dates greater than ninety days, but less than one year. Short-term investments are carried at cost which approximate market value.

Prepays

Prepays include administrative costs paid in advance of the fiscal year, such as prepaid insurance, storage fees and licensing.

Revenue Recognition

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

Capital Assets

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

Equipment	4 years straight line
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Donated Services

Some members of the organization have donated significant amounts of time to the organization in order to further the organization'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.

AXEMEN LACROSSE CLUB
NOTES TO FINANCIAL STATEMENTS
September 30, 2014

Financial Instruments

The organization initially measures its financial assets and financial liabilities at fair value. It subsequently measures all of its financial assets and financial liabilities at amortized cost. Changes in fair value are recognized as unrealized gains or losses in the statement of operations.

Financial assets measured at amortized cost include cash and accounts receivable. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities. Capital assets are assessed for impairment on an annual basis at the end of the fiscal year. If there is a significant adverse change in the expected amount or timing of future cash flows from the capital assets, the carrying value of the financial asset is reduced to the highest of the present value of expected cash flows, the amount that could be realized from selling the asset.

3. Short Term Investments

Short term investments consist of a redeemable Guaranteed Investment Certificate (GIC) \$26,600 maturing December 15, 2014 earning 1.4% interest per annum and \$8,120 maturing November 23, 2014 earning 0.75% interest per annum and \$40,874 maturing June 2015 earning 1.65% interest per annum.

4. Capital Assets

Capital assets consist of the following:

September 30, 2014			
	Cost	Accumulated Amortization	Net Book Value
Equipment	\$ <u>56,295</u>	\$ <u>26,376</u>	\$ <u>29,919</u>
September 30, 2013			
	Cost	Accumulated Amortization	Net Book Value
Equipment	\$ <u>88,405</u>	\$ <u>31,491</u>	\$ <u>56,914</u>

AXEMEN LACROSSE CLUB
NOTES TO FINANCIAL STATEMENTS
September 30, 2014

5. Financial Instruments

The organization is exposed to various risks through its financial instruments. The following describes the exposures to those risks, how they arise, any changes in risk exposures from the previous period, and any concentrations of risk.

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The organization is exposed to this risk mainly from its accounts payable and accrued liabilities.

6. Prior Year Restatement

The prior year has been restated to reflect an invoice which was received after the audit had been completed. The prior year expenses have increased \$1,789, excess of revenue over expenses and net assets decreased \$1,789.