

RICHMOND MINOR HOCKEY ASSOCIATION

FINANCIAL STATEMENTS
April 30, 2016
(Unaudited)

RICHMOND MINOR HOCKEY ASSOCIATION

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(Unaudited)

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REVIEW ENGAGEMENT REPORT

We have reviewed the statement of financial position of Richmond Minor Hockey Association as at April 30, 2016 and the statement of operations and changes in fund balance and statement of cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the Association.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.



REID HURST NAGY INC.
CHARTERED PROFESSIONAL ACCOUNTANTS

RICHMOND, B.C.
APRIL 24, 2017

RICHMOND MINOR HOCKEY ASSOCIATION

STATEMENT OF FINANCIAL POSITION As at April 30, 2016 (Unaudited)

	2016	2015 Restated (Note 4)
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash	15,224	26,740
Accounts receivable	53,483	24,655
Prepaid expenses	1,265	1,401
Inventory	1,676	6,884
	71,648	59,680
TANGIBLE CAPITAL ASSETS (Note 2)	1	1
	71,649	59,681
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accruals	38,845	12,032
Scholarships payable (Note 4)	-	19,338
	38,845	31,370
FUND BALANCES		
OPERATING FUND	32,569	28,076
SCHOLARSHIP FUND	235	235
	32,804	28,311
	71,649	59,681

Approved on behalf of the board

Director 

The accompanying notes are an integral part of these financial statements.

RICHMOND MINOR HOCKEY ASSOCIATION

STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE For the year ended April 30, 2016 (Unaudited)

	Budget 2016	Operating Fund 2016	Scholarship Fund 2016	Total 2016	Total 2015 Restated (Note 4)
	\$	\$	\$	\$	\$
REVENUE					
Registration fees	325,000	305,048	-	305,048	311,535
BC Gaming grant	90,000	88,200	-	88,200	92,750
Tournament fees	59,500	74,006	-	74,006	45,248
Rep fees	42,000	62,941	-	62,941	40,980
Sponsorships and other grants	33,000	17,101	-	17,101	38,011
Clinics and camps	20,000	38,034	-	38,034	32,486
Scholarships	-	-	13,175	13,175	18,286
Fundraising & events	14,000	18,802	-	18,802	16,853
Apparel sales	12,000	11,612	-	11,612	16,198
Miscellaneous	2,000	750	-	750	1,430
Interest	-	24	-	24	41
	597,500	616,518	13,175	629,693	613,818
EXPENSES					
Advertising and website	4,400	3,126	-	3,126	5,690
Bank charges and interest	9,000	7,010	-	7,010	9,128
Coach stipends	41,000	47,867	-	47,867	35,158
Conventions	15,000	-	-	-	1,281
Equipment, uniforms and apparel	21,000	48,072	-	48,072	40,876
Events	700	1,005	-	1,005	615
Executive expenses	500	-	-	-	225
Ice rental	274,000	247,016	-	247,016	261,129
Insurance	2,000	3,483	-	3,483	1,771
Legal and accounting	2,000	7,402	-	7,402	6,628
Liability insurance and membership fees (B.C.A.H.A.)	28,000	26,523	-	26,523	25,481
Meetings, meals and entertainment	-	1,752	-	1,752	381
Membership fees (P.C.A.H.A.)	-	15,453	-	15,453	14,287
Membership fees (R.A.C.A.)	1,500	1,557	-	1,557	1,410
Carried forward	399,100	410,266	-	410,266	404,060

The accompanying notes are an integral part of these financial statements.

RICHMOND MINOR HOCKEY ASSOCIATION

STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE For the year ended April 30, 2016 (Unaudited)

	Budget 2016	Operating Fund 2016	Scholarship Fund 2016	Total 2016	Total 2015 Restated (Note 4)
	\$	\$	\$	\$	\$
Carried forward	399,100	410,266	-	410,266	404,060
Office, printing, newsletters and sundry	1,500	2,311	-	2,311	1,013
Player, coach and referee development	179,500	190,390	-	190,390	174,211
Referees	2,800	2,453	-	2,453	2,635
Scholarship (Note 4)	-	-	13,175	13,175	18,211
Sponsorship	-	2,288	-	2,288	3,650
Telephone	2,000	2,148	-	2,148	2,283
Tournaments	1,000	836	-	836	640
Trophies and awards	2,000	1,333	-	1,333	2,062
	587,900	612,025	13,175	625,200	608,765
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	9,600	4,493	-	4,493	5,053
Balance, beginning of year		28,076	235	28,311	23,258
Balance, end of year		32,569	235	32,804	28,311

RICHMOND MINOR HOCKEY ASSOCIATION

STATEMENT OF CASH FLOWS For the year ended April 30, 2016 (Unaudited)

	2016	2015
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess of revenues over expenditures	4,493	5,053
Change in non-cash working capital items:		
Accounts receivable	(28,828)	39,088
Prepaid expenses	136	2,367
Inventory	5,208	(1,395)
Accounts payable and accruals	26,813	(67,937)
Scholarships payable	(19,338)	3,274
	(11,516)	(19,550)
DECREASE IN CASH	(11,516)	(19,550)
CASH, BEGINNING OF YEAR	26,740	46,290
CASH, END OF YEAR	15,224	26,740

The accompanying notes are an integral part of these financial statements.

RICHMOND MINOR HOCKEY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

April 30, 2016

(Unaudited)

1 PURPOSE OF THE ORGANIZATION

Richmond Minor Hockey Association is incorporated under the Society Act of British Columbia. The purpose of the Association is to promote and encourage amateur hockey as well as to develop the highest possible standard of sportsmanship and citizenship for the youth of the City of Richmond, British Columbia.

2 SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Canadian generally accepted accounting principles. The significant policies are detailed as follows:

(a) Fund accounting

These financial statements have been prepared following the restricted fund method of accounting, where revenues are recorded in the operating fund and the specific restricted funds in the period in which they were assessed or earned and expenditures are recorded in the period in which they became an obligation of the Association.

The Operating Fund accounts for the Association's administrative activities and routine maintenance. This fund reports unrestricted resources.

The Scholarship Fund is an internally restricted fund maintained by the Association for the purpose of providing scholarships at the end of every fiscal year. Funding is derived by allocating certain tournament revenues and interest.

(b) Revenue recognition

Unrestricted contributions are recognized as revenue of the Operating Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Restricted contributions are recognized as revenue of the appropriate restricted fund.

(c) Accounting estimates

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reported period. These estimates are reviewed periodically and are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

(d) Inventory

Inventory is valued at the lower of cost and net realizable value with cost being determined substantially on a specific item basis.

RICHMOND MINOR HOCKEY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

(Unaudited)

April 30, 2016

2 SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

(e) Tangible capital assets

Tangible capital assets are expensed in the Fund from which the acquisition was budgeted when purchased and are capitalized in a Capital Fund at cost.

The organization incurs costs for equipment and uniforms, which by definition may be considered tangible capital assets under Canadian accounting standards for not-for-profit organizations, as the items may have useful lives which extend to future periods and are used in the delivery of future services. Uniforms and equipment, however, are subject to significant impairment annually and as such regular replacement of these items is required. The organization has adopted a policy of recognizing uniform and equipment assets at a nominal value of \$1 on the statement of financial position to recognize those assets are still available for use in future periods and recognizing the replacement costs annually as an expenditure to reflect the relatively short useful lives of these assets.

(f) Fundraising

Any fundraising undertaken by parents, players, managers and coaches of teams for the benefit of their teams is not considered to be fundraising of the Association and is not reported in these financial statements. Similarly, funds held for teams are not considered to be funds of the Association and are not reported in these financial statements.

(g) Income taxes

For income tax purposes, the Association is a non-profit organization exempt from income taxes under Section 149(1)(l) of the Canadian Income Tax Act.

3 FINANCIAL INSTRUMENTS

The Association's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities and scholarships payable. It is management's opinion that the Association is not exposed to significant interest rate, currency, credit, liquidity or cash flow risks arising from these financial instruments and that the fair value of these financial instruments approximate their carrying values.

4 RESTATEMENT OF COMPARATIVE AMOUNTS

On the financial statements for the year ended April 30, 2015, the scholarship expenditure totaling \$18,211 was approved to be awarded and subsequently paid in June 2015, but it was not accrued in "Scholarships payable". As a result, the "Scholarships payable" and "Scholarship" expenditure reported in the Scholarship Fund were understated. The comparative financial statements have been retroactively restated as follows:

	As Previously Stated	Adjustments	As Restated
	\$	\$	\$
Scholarships payable	1,389	17,949	19,338
Scholarship, Scholarship Fund	262	17,949	18,211
Scholarship Fund balance, end of the year	18,184	(17,949)	235

There was no impact on the current year's figures.