

THE ALBERTA LACROSSE ASSOCIATION
Financial Statements
For The Year Ended August 31, 2024

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DRAFT FOR DISCUSSION PURPOSES ONLY

INDEPENDENT PRACTITIONERS' REVIEW ENGAGEMENT REPORT

To the Members of The Alberta Lacrosse Association

We have reviewed the accompanying financial statements of The Alberta Lacrosse Association (the Association) which comprise the statement of financial position as at August 31, 2024, and the statements of operations, changes in net assets and cash flows for the year then ended, 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.

Practitioners' Responsibility for the Financial Statements

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of The Alberta Lacrosse Association as at August 31, 2024, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

METRIX GROUP LLP

Chartered Professional Accountants

Edmonton, Alberta
November 14, 2024



THE ALBERTA LACROSSE ASSOCIATION

Statement of Financial Position

As at August 31, 2024

	2024	2023
ASSETS		
CURRENT		
Cash and cash equivalents (Note 2)	\$ 751,193	\$ 796,248
Accounts receivable	302,423	205,411
Prepaid expenses	18,714	12,097
	<u>1,072,330</u>	1,013,756
INTANGIBLE ASSETS (Note 3)	<u>11,774</u>	17,661
	<u>\$ 1,084,104</u>	<u>\$ 1,031,417</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities (Note 4)	\$ 307,873	\$ 224,894
Deferred contributions (Note 5)	55,714	106,898
	<u>363,587</u>	331,792
Callable debt due thereafter	-	60,000
	<u>363,587</u>	391,792
NET ASSETS		
Unrestricted net assets	714,290	633,398
Restricted net assets (Note 6)	6,227	6,227
	<u>720,517</u>	639,625
	<u>\$ 1,084,104</u>	<u>\$ 1,031,417</u>

ON BEHALF OF THE BOARD:

_____ Director

_____ Director

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

THE ALBERTA LACROSSE ASSOCIATION**Statement of Operations****For The Year Ended August 31, 2024**

	2024	2023
REVENUE		
Fees	\$ 631,139	\$ 582,678
Team Alberta (Schedule 1)	455,330	277,798
Grants (Note 7)	130,549	97,416
Casino	74,960	(11,682)
Provincials (Schedule 2)	70,250	46,450
School program	19,425	12,206
Nationals (Schedule 3)	20,763	14,343
Appeals and fines	8,550	650
Annual General Meeting attendance fees	700	1,125
Alberta Summer Games (Schedule 4)	-	12,150
	<u>1,411,666</u>	<u>1,033,134</u>
EXPENSES		
Team Alberta (Schedule 1)	432,858	326,796
Personnel	282,374	241,272
All Other Programming (Schedule 5)	246,546	235,906
Administrative Expenses (Schedule 6)	155,588	119,615
Provincials (Schedule 2)	115,078	74,307
Nationals (Schedule 3)	113,709	40,165
Alberta Summer Games (Schedule 4)	-	27,464
	<u>1,346,153</u>	<u>1,065,525</u>
EXCESS OF REVENUE OVER EXPENSES BEFORE OTHER INCOME	65,513	(32,391)
OTHER INCOME		
Interest	15,379	10,428
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	\$ 80,892	\$ (21,963)

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

THE ALBERTA LACROSSE ASSOCIATION

Statement of Changes in Net Assets

For The Year Ended August 31, 2024

	Unrestricted Net Assets	Restricted Net Assets	2024	2023
NET ASSETS - BEGINNING OF YEAR	\$ 633,398	\$ 6,227	\$ 639,625	\$ 661,588
Excess (deficiency) of revenue over expenses	80,892	-	80,892	(21,963)
NET ASSETS - END OF YEAR	\$ 714,290	\$ 6,227	\$ 720,517	\$ 639,625

DRAFT FOR DISCUSSION PURPOSES ONLY

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

THE ALBERTA LACROSSE ASSOCIATION**Statement of Cash Flows****For The Year Ended August 31, 2024**

	2024	2023
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenses	\$ 80,892	\$ (21,963)
Items not affecting cash:		
Amortization of intangible assets (Note 3)	5,887	5,887
Forgiveness of long-term debt (Note 7)	(20,000)	-
	<u>66,779</u>	<u>(16,076)</u>
Changes in non-cash working capital:		
Accounts receivable	(97,012)	(53,665)
Accounts payable and accrued liabilities	82,979	155,785
Deferred contributions	(51,184)	105,646
Prepaid expenses	(6,617)	4,986
	<u>(71,834)</u>	<u>212,752</u>
	<u>(5,055)</u>	<u>196,676</u>
FINANCING ACTIVITY		
Repayment of callable debt	(40,000)	-
INCREASE (DECREASE) IN CASH FLOW	(45,055)	196,676
Cash and cash equivalents - beginning of year	<u>796,248</u>	<u>599,572</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 751,193	\$ 796,248

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

THE ALBERTA LACROSSE ASSOCIATION

Notes to Financial Statements

For the Year Ended August 31, 2024

PURPOSE OF THE ORGANIZATION

The Alberta Lacrosse Association (the "Association") exists to promote and develop the great game of lacrosse in all its disciplines and its heritage throughout Alberta and to provide participants with diverse lacrosse opportunities for the pursuit of excellence and enjoyment. The Association is a not-for-profit organization incorporated under the *Alberta Societies Act* and as such is exempt from Income Tax.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Cash and cash equivalents

Cash and cash equivalents are comprised of items that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. Cash and cash equivalents have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing.

Tangible capital assets

Tangible capital assets are recorded at cost less accumulated amortization. Contributed tangible capital assets are recorded at fair value at the date of contribution. When a tangible capital asset no longer contributes to the Association's ability to provide services or the value of future economic benefits associated with the tangible capital asset is less than its net book value, the carrying value of the tangible capital asset is reduced to reflect the decline in the asset's value.

Tangible capital assets costing in excess of \$5,000 are recorded at cost and amortized over their useful lives on a straight-line basis. The Association has not purchased any items that have exceeded the \$5,000 capitalization threshold, therefore, there are no tangible capital assets reported.

Intangible assets

The website development costs are being amortized on a straight-line basis over their estimated useful life of five years.

Revenue recognition

The Alberta Lacrosse Association follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Fees revenue is recognized as revenue in the period to which the fees relate to.

(continues)

THE ALBERTA LACROSSE ASSOCIATION

Notes to Financial Statements

For the Year Ended August 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

Contributed services

Volunteers contribute a significant number of hours per year to assist the Association in carrying out its service delivery activities. Due to the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

Financial instruments

The Association initially measures its financial assets and financial liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instruments.

The Association subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in net income.

Financial assets measured at amortized cost include cash and cash equivalents and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

The Association has no financial assets measured at fair value.

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

Use of estimates

The preparation of financial statements in conformity 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 amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

2. CASH AND CASH EQUIVALENTS

	<u>2024</u>	<u>2023</u>
Operating account	\$ 437,256	\$ 366,682
Guaranteed Investment Certificates	311,748	342,668
Casino account	2,189	86,898
	<u>\$ 751,193</u>	<u>\$ 796,248</u>

The Guaranteed Investment Certificates bear interest at rates ranging between 4.75% to 5.30% and maturing in September 2024 and September 2025.

THE ALBERTA LACROSSE ASSOCIATION
Notes to Financial Statements
For the Year Ended August 31, 2024

3. INTANGIBLE ASSETS

	<u>2024</u>	<u>2023</u>
Website development costs	\$ 29,434	\$ 29,434
Accumulated amortization	<u>(17,660)</u>	<u>(11,773)</u>
	\$ 11,774	\$ 17,661

4. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2024</u>	<u>2023</u>
Trade payables and accrued liabilities	\$ 293,325	\$ 219,515
Government remittances	7,664	5,379
Vacation payable	<u>6,884</u>	<u>-</u>
	\$ 307,873	\$ 224,894

5. DEFERRED CONTRIBUTIONS

Deferred contributions represents externally restricted casino and grant funding that is related to expenses to be incurred in a future year. Changes in the deferred contributions balance are as follows:

	<u>2024</u>	<u>2023</u>
Balance, beginning of year	\$ 106,898	\$ 1,252
Add: Contributions received	144,074	205,290
Less: Amounts recognized as revenue	<u>(195,258)</u>	<u>(99,644)</u>
	\$ 55,714	\$ 106,898

6. INTERNALLY RESTRICTED NET ASSETS

	<u>2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>2024</u>
Team Alberta	\$ 6,227	\$ -	\$ -	\$ 6,227

THE ALBERTA LACROSSE ASSOCIATION

Notes to Financial Statements

For the Year Ended August 31, 2024

7. GRANTS

	2024	2023
Sport, Physical Activity and Recreation	\$ 90,050	\$ 71,612
Canada Emergency Business Account loan forgiveness	20,000	-
Minister of Tourism and Sport	8,000	-
Makadiff Grassroots Community Sport Grant Program	5,000	-
Canada Lacrosse Association	5,000	-
The Parks Foundation Calgary	1,475	-
Canadian Parks and Recreation Association	1,024	5,804
Minister of Culture - Lacrosse Roots	-	20,000
	<u>\$ 130,549</u>	<u>\$ 97,416</u>

8. FINANCIAL INSTRUMENTS

It is management's opinion that the Association is not exposed to significant interest, market, currency or other price risk through its financial instruments. The following analysis provides information about the Association's risk exposure and concentration as of August 31, 2024.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Association is exposed to credit risk from customers. Where necessary, an allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts. The Association has a significant number of customers which minimizes concentration of credit risk.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Association is exposed to this risk mainly in respect of its receipt of funds from its members and other related sources and accounts payable and accrued liabilities.

THE ALBERTA LACROSSE ASSOCIATION

Team Alberta

(Schedule 1)

For the Year Ended August 31, 2024

(Unaudited)

	2024	2023
REVENUE		
Fees: Team Alberta Player	\$ 464,870	\$ 216,930
Team Alberta tryout fees	46,000	23,700
Sponsorship - Team Alberta	1,750	26,250
Donations	500	-
Camp fees	-	11,550
Miscellaneous fees	-	(632)
Raffle	(120)	-
Fees - national deposits reimbursements	(57,670)	-
	455,330	277,798
EXPENSES		
Travel and conferences	179,262	245,419
Team equipment	104,741	16,806
Mileage	54,245	6,000
Trainers and first aid	28,487	9,411
Floor rental	27,218	15,516
Fees paid out	17,255	-
Honorariums	11,860	10,140
Field rentals	9,986	7,508
Trophies and awards	2,628	-
Sponsorships	500	9,504
Internet and website	330	-
Referees and officials	323	787
Communications and promotion	303	-
Insurance	250	-
Office supplies	131	-
Printing and copying	70	-
Postage and delivery	67	-
Gifts and appreciation	25	-
Fundraising	-	882
Team Alberta wages	(4,823)	4,823
	432,858	326,796
EXCESS (DEFICIENCY) OF EXPENSES OVER REVENUE	\$ 22,472	\$ (48,998)

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

THE ALBERTA LACROSSE ASSOCIATION**Provincials****(Schedule 2)****For the Year Ended August 31, 2024***(Unaudited)*

	2024	2023
REVENUE		
Fees	\$ 70,250	\$ 46,450
EXPENSES		
Referee and officials	48,672	36,804
Floor rental	31,146	18,744
Trophies and awards	19,773	16,828
Lodging and meals	9,935	3,460
Hosting fees	5,000	-
Gift cards and appreciation	370	-
Honorariums	100	-
Office supplies	82	-
Equipment	-	(1,529)
	115,078	74,307
EXCESS OF REVENUE OVER EXPENSES	\$ (44,828)	\$ (27,857)

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

THE ALBERTA LACROSSE ASSOCIATION**Nationals****(Schedule 3)****For the Year Ended August 31, 2024***(Unaudited)*

	2024	2023
REVENUE		
Fees	\$ 19,763	\$ 14,343
Donations and sponsorships	1,000	-
	<u>20,763</u>	<u>14,343</u>
EXPENSES		
Travel and conferences	28,601	26,228
Communication and promotion	19,393	-
Referee fees and accommodation	16,945	-
Registration fees	16,350	13,200
Office and administration	14,126	-
Field fees and rental	12,644	-
Contract instructors	4,500	-
Photocopying	890	-
Trophies and awards	130	-
First aid	103	-
Equipment	17	-
Postage and delivery	10	-
Fundraising	-	737
	<u>113,709</u>	<u>40,165</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	<u>\$ (92,946)</u>	<u>\$ (25,822)</u>

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

THE ALBERTA LACROSSE ASSOCIATION**Alberta Summer Games****(Schedule 4)****For the Year Ended August 31, 2024***(Unaudited)*

	2024	2023
REVENUE		
Zone Team Development and Selection grant <i>(Note 7)</i>	\$ -	\$ 12,150
EXPENSES		
Participant fees	-	11,040
Equipment - jerseys	-	11,026
Floor rental	-	3,100
Referee fees	-	2,298
	-	27,464
DEFICIENCY OF EXPENSES OVER REVENUE	\$ -	\$ (15,314)

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

THE ALBERTA LACROSSE ASSOCIATION**All Other Programming****(Schedule 5)****For the Year Ended August 31, 2024***(Unaudited)*

	2024	2023
EXPENSES		
Fees	\$ 131,947	\$ 82,275
Insurance	70,800	76,644
Clinicians and coach development	15,750	5,267
Referees	9,015	3,498
Floor rentals	7,310	9,171
Communications and promotion	4,406	7,708
Equipment	3,604	44,135
Honourariums	2,700	-
Bad debts	1,855	-
Resource materials	833	-
Trophies and awards	263	-
Travel	(1,937)	7,208
	\$ 246,546	\$ 235,906

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

THE ALBERTA LACROSSE ASSOCIATION

Administrative Expenses

(Schedule 6)

For the Year Ended August 31, 2024

(Unaudited)

	2024	2023
ADMINISTRATIVE EXPENSES		
Professional fees	\$ 58,655	\$ 19,097
Travel and conferences	40,636	20,343
Internet and web page	22,229	9,090
Mileage	6,730	11,220
Office rental and utilities	6,436	6,126
Office supplies	5,871	7,262
Amortization of intangible assets <i>(Note 3.)</i>	5,887	5,887
Communication and promotion	1,764	242
Honorariums	1,630	-
Insurance	1,623	1,942
Postage and delivery	1,436	675
Training and development	854	16,676
Telephone	571	737
Late fees and interest	466	7,510
Appreciation	349	2,513
Photocopying	233	-
Office equipment	183	1,103
Bank charges	30	7,841
Parking	5	81
Meeting space rental	-	1,270
	\$ 155,588	\$ 119,615

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