

**THE ALBERTA LACROSSE ASSOCIATION**  
**Financial Statements**  
**For The Year Ended August 31, 2021**

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## INDEPENDENT PRACTITIONERS' REVIEW ENGAGEMENT REPORT

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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, 2021, 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, 2021, 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 8, 2021



**THE ALBERTA LACROSSE ASSOCIATION****Statement of Financial Position****As at August 31, 2021**

	2021	2020
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash and cash equivalents (Note 2)	\$ 194,084	\$ 199,668
Accounts receivable	120,073	78,078
Inventory	14,674	14,674
Prepaid expenses	50,192	41,772
	<b>379,023</b>	334,192
<b>INVESTMENTS (Note 3)</b>	<b>300,000</b>	150,000
	<b>\$ 679,023</b>	\$ 484,192
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities (Note 5)	\$ 37,913	\$ 9,901
Deferred revenue	39,223	18,124
Deferred contributions (Note 6)	37,476	46,749
	<b>114,612</b>	74,774
Callable debt due thereafter (Note 4)	60,000	40,000
	<b>174,612</b>	114,774
<b>NET ASSETS</b>		
Unrestricted net assets	455,381	371,940
Restricted net assets (deficit) (Note 7)	49,030	(2,522)
	<b>504,411</b>	369,418
	<b>\$ 679,023</b>	\$ 484,192

**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, 2021**

	2021	2020
<b>REVENUE</b>		
Fees	\$ 193,328	\$ 173,207
Grants <i>(Note 8)</i>	148,462	47,485
All Other Programming <i>(Schedule 3)</i>	50,177	34,226
Casino	45,559	22,662
School program	1,400	15,575
Appeals and fines	1,000	5,564
Provincials <i>(Schedule 1)</i>	650	1,600
Team Alberta <i>(Schedule 2)</i>	-	1,710
Annual General Meeting attendance fees	-	4,800
Alberta Summer Games	-	2,413
	<b>440,576</b>	<b>309,242</b>
<b>EXPENSES</b>		
Personnel	174,964	210,309
All Other Programming <i>(Schedule 3)</i>	140,683	133,073
Administrative Expenses <i>(Schedule 4)</i>	52,594	180,946
Provincials <i>(Schedule 1)</i>	-	1,534
Nationals	-	126
Team Alberta <i>(Schedule 2)</i>	-	1,087
	<b>368,241</b>	<b>527,075</b>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES BEFORE OTHER INCOME</b>	<b>72,335</b>	<b>(217,833)</b>
<b>OTHER INCOME</b>		
Government assistance <i>(Note 9)</i>	61,253	42,833
Interest	1,405	2,388
	<b>62,658</b>	<b>45,221</b>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES</b>	<b>\$ 134,993</b>	<b>\$ (172,612)</b>

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, 2021

	Unrestricted Net Assets	Restricted Net Assets	2021	2020
<b>NET ASSETS - BEGINNING OF YEAR</b>	\$ 371,940	\$ (2,522)	<b>\$ 369,418</b>	\$ 542,030
Excess (deficiency) of revenue over expenses	134,993	-	<b>134,993</b>	(172,612)
Transfers	(51,552)	51,552	-	-
<b>NET ASSETS - END OF YEAR</b>	<b>\$ 455,381</b>	<b>\$ 49,030</b>	<b>\$ 504,411</b>	<b>\$ 369,418</b>

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, 2021**

	2021	2020
<b>OPERATING ACTIVITIES</b>		
Excess (deficiency) of revenue over expenses	<u>\$ 134,993</u>	<u>\$ (172,612)</u>
Changes in non-cash working capital:		
Accounts receivable	(41,995)	50,467
Inventory	-	(14,674)
Accounts payable and accrued liabilities	28,012	(131,150)
Deferred contributions	(9,273)	46,718
Prepaid expenses	(8,420)	(11,883)
Deferred revenue	<u>21,099</u>	<u>11,974</u>
	<u>(10,577)</u>	<u>(48,548)</u>
	<u>124,416</u>	<u>(221,160)</u>
<b>INVESTING ACTIVITY</b>		
Purchase of investments	<u>(150,000)</u>	<u>(150,000)</u>
<b>FINANCING ACTIVITY</b>		
Proceeds from callable debt	<u>20,000</u>	<u>40,000</u>
<b>DECREASE IN CASH FLOW</b>	<u>(5,584)</u>	<u>(331,160)</u>
Cash and cash equivalents - beginning of year	<u>199,668</u>	<u>530,828</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 194,084</u>	<u>\$ 199,668</u>

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, 2021

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### 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.

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### 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.

#### 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.

#### 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.

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# THE ALBERTA LACROSSE ASSOCIATION

## Notes to Financial Statements

For the Year Ended August 31, 2021

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

#### 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.

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### 2. CASH AND CASH EQUIVALENTS

	2021	2020
Operating account	\$ 192,585	\$ 152,704
Casino account	1,326	46,749
Team Alberta account	173	215
	<u>\$ 194,084</u>	<u>\$ 199,668</u>

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### 3. INVESTMENTS

Investments consist of a Guaranteed Investment Certificate bearing interest at a rate of 0.350% per annum and maturing in June 2022.

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# THE ALBERTA LACROSSE ASSOCIATION

## Notes to Financial Statements

For the Year Ended August 31, 2021

### 4. CALLABLE DEBT

Canada Emergency Business Account loan. If the loan is not repaid by December 31, 2022, monthly interest-only payments are required commencing January 31, 2023 at a rate of 5%. Up to a maximum of \$20,000 will be forgiven if the Association meets certain terms of the loan and the loan is repaid by December 31, 2022. The loan must be repaid by December 31, 2025.

	2021	2020
	\$ 60,000	\$ 40,000

### 5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Trade payables and accrued liabilities  
Government remittances

	2021	2020
	\$ 34,525	\$ 5,586
	3,388	4,315
	\$ 37,913	\$ 9,901

### 6. 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:

	2021	2020
Balance, beginning of year	\$ 46,749	\$ 31
Add: Contributions received	238,012	79,644
Less: Amounts recognized as revenue	(247,285)	(32,926)
	\$ 37,476	\$ 46,749

### 7. INTERNALLY RESTRICTED NET ASSETS

	2020	Additions	Deletions	2021
Team Alberta	\$ (2,522)	\$ 51,552	\$ -	\$ 49,030

# THE ALBERTA LACROSSE ASSOCIATION

## Notes to Financial Statements

For the Year Ended August 31, 2021

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### 8. GRANTS

	2021	2020
Sport, Physical Activity and Recreation	\$ 46,612	\$ 42,485
Canada Lacrosse Association	85,000	-
Canada Heritage Legacy	16,000	-
Canada Games ( <i>Schedule 1</i> )	5,850	-
Government of Alberta small business relaunch	(5,000)	5,000
	<u>\$ 148,462</u>	<u>\$ 47,485</u>

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### 9. GOVERNMENT ASSISTANCE

Due to a decrease in revenue as a result of COVID-19, the Association was eligible for the following government assistance to cover a portion of employee wages effective March 15, 2020.

	2021	2020
Canada Emergency Wage Subsidy	\$ 61,253	\$ 40,816
Temporary Wage Subsidy	-	2,017
	<u>\$ 61,253</u>	<u>\$ 42,833</u>

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### 10. 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, 2021.

#### 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.

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# THE ALBERTA LACROSSE ASSOCIATION

## Notes to Financial Statements

For the Year Ended August 31, 2021

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### 11. UNCERTAINTY DUE TO COVID-19

On March 11, 2020, the World Health Organization declared a global pandemic which has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures have caused significant disruptions to businesses, governments, and other organizations resulting in an economic slow-down and increased volatility. Governments have responded with significant monetary and fiscal interventions designed to stabilize economic conditions.

The pandemic has caused the Association to experience declining revenue and cash flows.

The rapidly evolving event, including health and safety conditions, economic environment and resulting government measures, creates a high level of uncertainty and risk that may continue to result in significant financial impact to the Association's activities, results of operations and financial condition. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of any interventions. As such, it is not possible to estimate the length and severity of these developments and the impact on the financial results and conditions of the Association and its operations in future periods.

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**THE ALBERTA LACROSSE ASSOCIATION****Provincials****(Schedule 1)****For the Year Ended August 31, 2021***(Unaudited)*

	<b>2021</b>	<b>2020</b>
<b>REVENUE</b>		
Fees	\$ 650	\$ 1,100
Fines	-	500
	<b>650</b>	<b>1,600</b>
<b>EXPENSES</b>		
Equipment	-	1,513
Trophies and awards	-	368
Field fees and rental	-	(347)
	-	<b>1,534</b>
<b>EXCESS OF REVENUE OVER EXPENSES</b>	<b>\$ 650</b>	<b>\$ 66</b>

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

**THE ALBERTA LACROSSE ASSOCIATION****Team Alberta****(Schedule 2)****For the Year Ended August 31, 2021***(Unaudited)*

	<b>2021</b>	<b>2020</b>
<b>REVENUE</b>		
Fees - national deposits reimbursements	<b>\$ -</b>	<b>\$ 1,710</b>
<b>EXPENSES</b>		
Postage and delivery	-	730
Bank charges	-	167
Sterling Backcheck	-	79
Communications and promotion	-	79
Travel and conferences	-	32
	-	1,087
<b>EXCESS OF REVENUE OVER EXPENSES</b>	<b>\$ -</b>	<b>\$ 623</b>

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

**THE ALBERTA LACROSSE ASSOCIATION****All Other Programming****(Schedule 3)****For the Year Ended August 31, 2021***(Unaudited)*

	<b>2021</b>	<b>2020</b>
<b>REVENUE</b>		
Fees	\$ 48,232	\$ 29,584
Donations/sponsorships received	1,840	4,185
Lacrosse TV	105	457
	<b>50,177</b>	<b>34,226</b>
<b>EXPENSES</b>		
Insurance - players	65,954	44,946
Floor rentals	27,758	6,532
Communications and promotion	15,740	23,800
Fees	13,975	16,958
Mileage paid out	8,877	6,390
Travel	4,736	9,613
Clinicians and coach development	2,750	15,100
Trophies and awards	1,876	312
First aid	523	-
Gifts and cards	-	512
Referees	-	326
Field fees and rentals	-	9,232
Resource materials	(215)	(12,371)
Equipment	(410)	10,029
Bad debts	(881)	1,694
	<b>140,683</b>	<b>133,073</b>
<b>DEFICIENCY OF REVENUE OVER EXPENSES</b>	<b>\$ (90,506)</b>	<b>\$ (98,847)</b>

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

**THE ALBERTA LACROSSE ASSOCIATION****Administrative Expenses****(Schedule 4)****For the Year Ended August 31, 2021***(Unaudited)*

	<b>2021</b>	<b>2020</b>
<b>ADMINISTRATIVE EXPENSES</b>		
Office rental and utilities	\$ 18,013	\$ 33,531
Professional fees	7,109	18,501
Travel and conferences	6,696	79,925
Insurance and bonds	5,138	5,181
Internet and web page	3,509	3,228
Telephone	3,154	6,281
Mileage	2,879	13,764
Meeting space rental	2,003	1,917
Bank charges	1,787	2,709
Office supplies	952	3,087
Postage and delivery	779	1,708
Photocopying	575	4,704
Office equipment	-	3,826
Training and development	-	1,036
Appreciation	-	818
Late fees and interest	-	655
Parking	-	75
	<b>\$ 52,594</b>	<b>\$ 180,946</b>

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