

**AXEMEN LACROSSE CLUB
FINANCIAL STATEMENTS
September 30, 2013**

Draft - for discussion purposes

AXEMEN LACROSSE CLUB
September 30, 2013

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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, 2013, 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, 2013, 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
November 21, 2013

Deborah V. Walker Professional Corporation
Certified General Accountant

AXEMEN LACROSSE CLUB
STATEMENT OF FINANCIAL POSITION
As at September 30, 2013

	<u>2013</u>	<u>2012</u>
ASSETS		
Current		
Cash	\$ 128,453	\$ 152,194
Guaranteed investment certificate (note 3)	34,281	33,756
Accounts receivable	10,911	2,305
Interest receivable	837	420
Deposits and prepaids	<u>3,905</u>	<u>2,565</u>
	178,387	191,240
Investment (note 4)	40,000	-
Capital assets (note 5)	<u>56,914</u>	<u>61,309</u>
	<u>\$ 275,301</u>	<u>\$ 252,549</u>
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 3,691	\$ 9,727
NET ASSETS		
Invested in capital assets	56,914	61,309
Unrestricted net assets	<u>214,696</u>	<u>181,513</u>
	<u>271,610</u>	<u>242,822</u>
	<u>\$ 275,301</u>	<u>\$ 252,549</u>

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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, 2013

	<u>2013</u>	<u>2012</u>
REVENUE		
Registration fees	\$ 202,971	\$ 210,182
Tournament	51,578	-
Winter development camp	17,133	19,575
Fundraising revenue	3,929	44,449
Sales and miscellaneous income	3,058	830
Clinic income	1,520	2,325
Interest	<u>1,070</u>	<u>644</u>
	\$ 281,259	\$ 278,005
EXPENSES		
Registration expense	\$ 74,193	\$ 72,396
Junior expenses	42,151	33,754
Tournament	41,077	-
Amortization	18,972	20,436
Arena fees	16,693	21,742
Mini Tyke/Tyke expense	10,130	1,578
Online registration fees	8,883	7,887
Evaluation costs	6,073	7,872
Administrative expense	3,688	6,104
Storage	5,503	5,411
Team photos	5,242	5,204
Professional fees	5,213	4,284
Equipment expense	3,519	571
Coach development	3,119	1,275
Banner/SFC logo	2,722	1,095
Fundraising expenses	2,195	-
Draw winners	1,925	202
Insurance	720	776
Bank charges	453	593
Volunteer appreciation	-	2,155
Bad debt	<u>-</u>	<u>410</u>
	252,471	193,745
Excess (deficiency) of revenue over expenses	<u>\$ 28,788</u>	<u>\$ 84,260</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, 2013

	Invested in		<u>2013</u>	<u>2012</u>
	Capital Assets	Unrestricted	Total	Total
Net assets, opening balance	\$ 61,309	\$ 181,513	\$ 242,822	\$ 158,562
Transfers	14,577	(14,577)	-	-
Excess (deficiency) of revenue over expenses	<u>(18,972)</u>	<u>47,760</u>	<u>28,788</u>	<u>84,260</u>
Net assets, end of year	<u>\$ 56,914</u>	<u>\$ 214,696</u>	<u>\$ 271,610</u>	<u>\$ 242,822</u>

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AXEMEN LACROSSE CLUB
STATEMENT OF CASH FLOWS
Year ended September 30, 2013

	<u>2013</u>	<u>2012</u>
Operating activities		
Cash receipts	\$ 271,583	\$ 280,666
Interest received	653	371
Cash disbursements	<u>(240,875)</u>	<u>(166,710)</u>
Cash provided by operations	31,361	114,327
Investment activities		
Capital assets purchased	(14,577)	(33,384)
Purchase of investments	<u>(40,000)</u>	<u>-</u>
Cash provided by (used in) investments	(54,577)	(33,384)
Increase (decrease) in cash during the year	(23,216)	80,943
Cash - beginning of year	<u>185,950</u>	<u>105,007</u>
Cash - end of year	<u>\$ 162,734</u>	<u>\$ 185,950</u>
Cash is represented by:		
Operating account	\$ 128,453	\$ 152,194
Guaranteed investment certificate	<u>34,281</u>	<u>33,756</u>
	<u>\$ 162,734</u>	<u>\$ 185,950</u>

The accompanying notes are integral to the financial statements

AXEMEN LACROSSE CLUB
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

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	4 years straight line
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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) \$26,221 maturing December 15, 2013 earning 1.45% interest per annum and \$8,060 maturing November 23, 2013 earning 0.75% interest per annum.

4. Long term investments

Long term investments consists of a Guaranteed Investment Certificate (GIC) of \$40,000 maturing April 06, 2014 earning 1.875% interest per annum.

AXEMEN LACROSSE CLUB
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

5. Capital Assets

Capital assets consist of the following:

	Cost	Accumulated Amortization	2013 Net Book Value	2012 Net Book Value
Equipment	<u>88,405</u>	<u>(31,491)</u>	<u>56,914</u>	<u>61,309</u>
	<u>\$ 88,405</u>	<u>\$ (31,491)</u>	<u>\$ 56,914</u>	<u>\$ 61,309</u>

6. Financial Instruments

The Axemen Lacrosse Club's financial instruments in the statement of financial position consist of cash, GIC, accounts receivable 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.

7. Change in Accounting Policy

Effective October 1, 2012 the Club changed the amortization policy from 25% declining balance to 4 years straight line. This policy has been adopted in the current year and going forward. The prior years have not been restated.