

Ringette Alberta Association
Financial Statements
July 31, 2024

Ringette Alberta Association

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For the year ended July 31, 2024
(Unaudited)

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To the Members of Ringette Alberta Association:

We have reviewed the accompanying financial statements of Ringette Alberta Association (the "Association") which comprise the statement of financial position as at July 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.

Practitioner's Responsibility

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 Association, 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 Ringette Alberta Association as at July 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.

Edmonton, Alberta

December 11, 2024



Chartered Professional Accountants

Ringette Alberta Association
Statement of Financial Position

As at July 31, 2024
(Unaudited)

	2024	2023
Assets		
Current		
Cash in accounts - unrestricted (Note 3)	395,873	307,847
Accounts receivable	2,736	3,794
Cash in accounts - restricted (Note 4)	265,571	237,142
Prepaid expenses	1,917	1,570
Inventory (Note 5)	36,253	36,417
	702,350	586,770
Liabilities		
Current		
Accounts payable and accruals (Note 6)	21,552	22,645
Deferred contributions (Note 8)	499,664	340,399
Current portion of CEBA loan (Note 10)	-	30,000
	521,216	393,044
Net Assets		
Financial Reserve	200,000	200,000
Operating Deficiency	(18,866)	(6,274)
	181,134	193,726
	702,350	586,770

Approved on behalf of the Board



 Director



 Director

The accompanying notes are an integral part of these financial statements

Ringette Alberta Association
Statement of Operations
For the year ended July 31, 2024
(Unaudited)

	2024	2023
Revenue		
Memberships, registrations, and participant fees	1,009,144	887,052
Grants (Schedule 1)	93,981	105,928
Raffle	45,385	178
Casino	32,267	117
Interest	6,285	5,532
Miscellaneous	167	2,468
	1,187,229	1,001,275
Expenses		
Salaries and benefits	430,399	355,718
Membership and licences	394,163	364,706
Professional fees	127,975	101,150
Rent	48,729	39,012
Travel	42,105	112,367
Insurance	39,028	29,059
Bank charges and interest	30,331	27,153
Supplies	24,052	19,756
Repairs and maintenance	21,277	18,282
Financial assistance to club and members	11,000	17,000
Recognition and awards	10,718	9,893
Advertising and promotion	7,425	8,254
Office expenses	5,715	12,198
Honorariums	5,089	5,654
Utilities	1,815	1,641
	1,199,821	1,121,843
Deficiency of revenue over expenses	(12,592)	(120,568)

The accompanying notes are an integral part of these financial statements

Ringette Alberta Association
Statement of Changes in Net Assets
For the year ended July 31, 2024
(Unaudited)

	<i>Financial Reserve</i>	<i>Operating Deficiency</i>	2024	2023
Net Assets (Deficiency), beginning of year	200,000	(6,274)	193,726	314,294
Deficiency of revenue over expenses	-	(12,592)	(12,592)	(120,568)
Net assets (Deficiency), end of year	200,000	(18,866)	181,134	193,726

The accompanying notes are an integral part of these financial statements

Ringette Alberta Association
Statement of Cash Flows
For the year ended July 31, 2024
(Unaudited)

	2024	2023
Cash provided by (used for) the following activities		
Operating		
Cash receipts from grants and customers	1,341,267	1,083,752
Cash paid to suppliers	(769,441)	(785,669)
Cash paid for salaries and benefits	(431,656)	(354,460)
Cash receipts from interest	6,285	5,532
	146,455	(50,845)
Financing		
Repayment of long-term debt	(30,000)	-
	116,455	(50,845)
Increase (decrease) in cash resources	116,455	(50,845)
Cash resources, beginning of year	544,989	595,834
Cash resources, end of year	661,444	544,989
Cash resources are composed of:		
Cash in accounts - unrestricted total	395,873	307,847
Cash in accounts - restricted total	265,571	237,142
	661,444	544,989

The accompanying notes are an integral part of these financial statements

1. Incorporation and nature of the organization

Ringette Alberta Association (the "Association") was incorporated under the authority of the Societies Act and is registered as a not-for-profit organization and thus is exempt from income taxes under section 149 of the Income Tax Act ("the Act").

The Association's purpose is to promote Ringette and enhance the experience of athletes in Alberta.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada and include the following significant accounting policies:

Measurement uncertainty (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 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.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Provisions are made for slow moving and obsolete inventory.

By their nature, these judgments are subject to measurement uncertainty, and the effect on the financial statements of changes in such estimates and assumptions in future years could be material. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in deficiency of revenues over expenses in the years in which they become known.

Financial instruments

The Association recognizes financial instruments when the Association becomes party to the contractual provisions of the financial instrument.

Arm's length financial instruments

Financial instruments originated/acquired or issued/assumed in an arm's length transaction ("arm's length financial instruments") are initially recorded at their fair value.

At initial recognition, the Association may irrevocably elect to subsequently measure any arm's length financial instrument at fair value.

The Association subsequently measures investments in equity instruments quoted in an active market and all derivative instruments at fair value. Fair value is determined by published price quotations. All other financial assets and liabilities are subsequently measured at amortized cost.

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in deficiency of revenues over expenses. Conversely, transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

Financial asset impairment

The Association assesses impairment of all its financial assets measured at cost or amortized cost when there are indicators of impairment. Any impairment, which is not considered temporary, is included in current year deficiency of revenues over expenses.

The Association reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in deficiency of revenues over expenses in the year the reversal occurs.

Ringette Alberta Association
Notes to the Financial Statements
For the year ended July 31, 2024
(Unaudited)

2. Significant accounting policies *(Continued from previous page)*

Contributed materials and services

Contributions of materials are recognized both as contributions and expenses in the statement of operations when a fair value can be reasonably estimated and when the materials are used in the normal course of the Association's operations and would otherwise have been purchased.

Volunteers contribute time each year to aid the Association in carrying out its service delivery activities. Because of the difficulty in determining fair value, the financial value of contributed services is not recognized in these financial statements.

Inventory

Inventories held for distribution at no charge or for a nominal charge, or for consumption in the process of providing services are recognized at the lower of cost and current replacement cost. Cost is determined by the weighted average method.

Revenue recognition

The 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.

Membership fees are recognized as revenue in the period that relates to the fiscal period of the Association. Membership fees that are collected and relate to the period subsequent to the fiscal period of the Association have been recorded as deferred revenue.

The Association services are recognized as revenue in the period in which the related funds are received and the service has been provided.

Internally restricted funds

The funds in the Financial Reserve, to a maximum of \$200,000, are intended to be used to provide protection against unforeseen interruption of income or unanticipated expenses. Transfers to and from the Financial Reserve require Board approval.

Basis of presentation

These financial statements include only the assets, liabilities, revenues and expenses of Ringette Alberta Association and do not include the accounts of any affiliates or projects which are not under the direct control of the Association.

Cash and cash equivalents

Cash and cash equivalents include balances with banks and other financial intermediaries. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

3. Cash in accounts - unrestricted

	2024	2023
Operating accounts	393,544	301,811
Paypal account	2,329	6,036
	395,873	307,847

Ringette Alberta Association
Notes to the Financial Statements
For the year ended July 31, 2024
(Unaudited)

4. Cash in accounts - restricted

	2024	2023
Financial reserve	200,000	199,999
Casino account	45,771	160
Raffle account	19,800	36,982
	265,571	237,141

The regulations of the Alberta Gaming Liquor and Cannabis Commission (AGLC) provide that the use of the net proceeds from a casino or raffle are restricted to certain approved expenses of the Association to be expended within a specified time frame. The balances in these respective accounts are noted above.

The financial reserve consists of cash internally restricted by the board for protection against unforeseen interruption of income or unanticipated expenses.

5. Inventory

	2024	2023
Inventory for consumption	36,253	36,417

6. Accounts payable and accruals

	2024	2023
Accounts payable and accruals	21,552	22,645

Included in accounts payable are government remittances of \$Nil (2023 - \$1,257).

7. Contingencies

A lawsuit was filed against the Association in a previous year for an incident which arose in the ordinary course of business and is being dealt with by the insurer. In the opinion of management, the outcome of the lawsuit, now pending, is not determinable but is expected to be covered by insurance. Should any loss result from the resolution of this claim, such loss will be charged to operations in the year of resolution.

Ringette Alberta Association
Notes to the Financial Statements
For the year ended July 31, 2024
(Unaudited)

8. Deferred contributions

The following table represents changes in the deferred contributions balance attributable to each major category of external restrictions:

	<i>Balance, beginning of year</i>	<i>Contributions received</i>	<i>Contributions recognized</i>	<i>Balance, end of year</i>
Casino	160	77,878	32,267	45,771
Raffle	36,982	28,203	45,385	19,800
Membership	297,627	434,093	297,627	434,093
Coach clinics	5,630	-	5,630	-
	340,399	540,174	380,909	499,664

9. Financial instruments

The Association, as part of its operations, carries a number of financial instruments. It is management's opinion that the Association is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

Credit concentration

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Financial instruments that potentially subject the Association to concentrations of credit risk consist primarily of trade accounts receivable. The Association provides credit to its clients in the normal course of operations.

Liquidity risk

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

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate or currency risk), whether those changes are caused by factors specific to the individual financial instruments or its issues or factors affecting all similar financial instruments traded in the market. The Association is exposed to currency risk.

10. Government Assistance

The Canada Emergency Business Account (CEBA) loan is a loan offered through financial institutions where 25% of the advanced loan proceeds were forgiven if 75% of the advanced loan proceeds were repaid by January 18, 2024. The loan was non-interest bearing until January 18, 2024. The Association repaid the non-forgivable portion of the loan prior January 18, 2024 and as such the forgivable portion of the loan, \$10,000, has been recognized as grant revenue during a previous year.

Ringette Alberta Association
Schedule 1 - Schedule of Grant Income
For the year ended July 31, 2024

	2024	2023
SPAR - Government of Alberta ADP Grant	86,400	86,328
SPAR - Government of Alberta AWG Grant	7,581	-
SPAR - Government of Alberta CWG Grant	-	19,600
Total	93,981	105,928
