

CALGARY WOMEN'S SOCCER ASSOCIATION

FINANCIAL STATEMENTS (Audited)

March 31, 2017



CALGARY WOMEN'S SOCCER ASSOCIATION

March 31, 2017

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Independent Auditor's Report

To the Members of:
Calgary Women's Soccer Association

I have audited the financial statements of the Calgary Women's Soccer Association as at March 31, 2017 which include the Statement of Financial Position and the Statements of Operations, Changes in Net Assets, Cash Flows, and a summary of significant accounting policies and other explanatory notes for the year then ended.

Management's Responsibility

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 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 for not-for-profit organizations. 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 of 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 qualified audit opinion.

Basis for Qualified Opinion

In common with many not for profit organizations, the Calgary Women's Soccer Association derives revenue from certain fund raising activities, the completeness of which is not subject to satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the Calgary Women's Soccer Association and I was not able to determine whether any adjustments might be necessary to revenue, excess of revenue over expenses, assets and net assets.

Qualified Opinion

In my opinion, except for the effects of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself of the completeness of fundraising activities, these financial statements present fairly, in all material respects, the financial position of the Calgary Women's Soccer Association as at March 31, 2017 and the results of its operations and cash flows for the year then ended in accordance with Canadian auditing standards for not-for-profit organizations.

These statements were revised to include a rebate expense and revenue for indoor soccer of \$22,500.

Calgary, Alberta
August 17, 2017
Revised October 5, 2017


Heidi Brauer
Chartered Professional Accountant

CALGARY WOMEN'S SOCCER ASSOCIATION
STATEMENT OF FINANCIAL POSITION
(Audited)

As at March 31, 2017

	<u>2017</u>	<u>2016</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents, unrestricted	\$ 137,938	\$ 166,631
Cash and cash equivalents, internally restricted (Note 8)	57,828	-
Short term investments, unrestricted (Note 4)	3,689	63,689
Accounts receivable, unrestricted	70	916
GST receivable	10,239	12,072
Prepaid expense and deposits (Note 5)	<u>32,746</u>	<u>37,027</u>
	242,510	280,335
LONG TERM INVESTMENTS (Note 4)	317,335	250,885
PROPERTY AND EQUIPMENT (Note 3)	<u>3,180</u>	<u>3,747</u>
	<u>\$ 563,025</u>	<u>\$ 534,967</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable and accrued liabilities	\$ 55,335	\$ 77,570
Deferred revenue and deposits (Note 6)	87,350	89,015
Payroll taxes and vacation payable	<u>5,137</u>	<u>5,675</u>
	<u>147,822</u>	<u>172,260</u>

NET ASSETS

Unrestricted	354,195	358,960
Internally restricted (Note 8)	57,828	-
Invested in property and equipment	<u>3,180</u>	<u>3,747</u>
	<u>415,203</u>	<u>362,707</u>
	<u>\$ 563,025</u>	<u>\$ 534,967</u>

APPROVED ON BEHALF OF THE BOARD OF DIRECTORS

Krista Dawczyn Director
St. S. S. Director

See Notes to the Financial Statements

CALGARY WOMEN'S SOCCER ASSOCIATION
STATEMENT OF CHANGES IN NET ASSETS
(Audited)

For the Year Ended March 31, 2017

	Unrestricted	Invested in Property and Equipment	Internally restricted	2017 Totals	2016 Totals
Balances, beginning of the year per 2016 audit	\$ 361,460	3,747	-	365,207	316,511
Restatement (Note 9)	(2,500)	-	-	(2,500)	-
Restated 2016 net assets	358,960	3,747	-	362,707	316,511
Transfer	(57,828)	-	57,828	-	-
Increase / (decrease)	53,063	(567)	-	52,496	46,197
Balances, end of the year	\$ 354,195	3,180	57,828	415,203	362,708

See Notes to Financial Statements

CALGARY WOMEN'S SOCCER ASSOCIATION

STATEMENT OF OPERATIONS

(Audited)

For the Year Ended March 31, 2017

	<u>2017</u>	<u>2016</u>
REVENUE		
Registrations - outdoor	\$ 422,751	\$ 460,614
Registrations - indoor	414,679	473,666
Tournaments	100,150	110,721
Contribution from Alberta Soccer Federation (Note 8)	80,328	-
Administration fees	13,655	16,568
Interest/investment revenue	5,715	5,814
Grants and miscellaneous	1,474	22,577
Marketing	-	3,333
	<u>1,038,752</u>	<u>1,093,293</u>
EXPENSES		
Programs:		
Field rentals	336,552	405,296
Referee expenses	130,213	142,052
Tournaments	98,645	106,606
ASA fees	93,140	101,338
Rebate indoor	22,500	-
Scheduling fees	11,768	12,322
Supplies	11,401	1,217
Travel grants	11,000	4,000
Team awards	10,800	12,165
Kidsport	1,100	2,000
Total programs	<u>727,119</u>	<u>786,996</u>
Administration:		
Salaries and benefits	100,823	102,938
Contractor services	80,496	71,854
Bank and credit card charges	22,356	24,826
Rent and facility costs	19,851	18,313
Computer services	12,473	13,410
Professional fees	5,541	8,643
Office expenses	5,021	6,313
Scholarships	3,000	3,000
Meetings and travel	2,289	4,186
Telephone and internet	2,205	2,232
Advertising and promotion	1,780	1,387
Insurance	1,629	1,623
Total administrative expenses	<u>257,464</u>	<u>258,725</u>
Total expenses	<u>984,583</u>	<u>1,045,721</u>
Excess of revenue over expenses before amortization	54,169	47,572
Amortization expense	<u>(1,673)</u>	<u>(1,375)</u>
EXCESS OF REVENUE OVER EXPENSES AFTER AMORTIZATION	<u>\$ 52,496</u>	<u>\$ 46,197</u>

See Notes to Financial Statements

CALGARY WOMEN'S SOCCER ASSOCIATION
STATEMENT OF CASH FLOWS
(Audited)

For the Year Ended March 31, 2017

	2017	2016
FUNDS PROVIDED BY (USED IN) OPERATIONS:		
Excess of Revenue over expenses after amortization	\$ 52,496	\$ 46,197
Charges not requiring cash outlay:		
Amortization	1,673	1,375
Changes in non-cash operating working capital:		
GST receivable	1,833	(3,631)
Prepaid expense and deposits	4,280	(11,413)
Payroll taxes and vacation payable	(538)	4,654
Account receivable	847	483
Deferred revenue and deposits	(1,665)	(2,610)
Accounts payable and accrued liabilities	(22,235)	3,677
Cash flows from operating activities	36,691	38,732
INVESTING ACTIVITIES:		
Leasehold improvements	-	(3,015)
Computer equipment	(1,106)	-
Investments	(6,450)	(4,838)
	(7,556)	(7,853)
INCREASE IN CASH AND CASH EQUIVALENTS	29,135	30,879
Cash and cash equivalents, beginning of the year	166,631	135,752
CASH AND CASH EQUIVALENTS, END OF THE YEAR	\$ 195,766	\$ 166,631
Consisting of:		
Cash and cash equivalents, unrestricted	\$ 137,938	\$ 166,631
Cash and cash equivalents, internally restricted	57,828	-
	\$ 195,766	\$ 166,631

See Notes to Financial Statements

CALGARY WOMEN'S SOCCER ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
(Audited)

March 31, 2017

1. NATURE OF THE ORGANIZATION

The Calgary Women's Soccer Association (the "Association") was incorporated on January 29, 1981.

The Association was established to promote and manage women's soccer in the City of Calgary.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant policies are as follows:

(a) Revenue recognition

Externally restricted revenue is recorded according to the deferral method where revenue is recognized when the related expense occurred.

Operating revenue is recognized according to the accrual method, where revenue is recorded when it is received or reasonable assurance is given that it is receivable. This recognizes the effects of transactions and events in the period in which the transactions and events occur, even if cash is not exchanged until later.

(b) Income Taxes

The Association is a not for profit organization under section 149.1(l) of the Canadian Income Tax Act and is therefore not subject to income taxes as long as it maintains its not for profit status.

(c) Financial Instruments

Measurement of Financial Instruments:

The Association initially measures its financial assets and financial liabilities at fair value. The Association subsequently measures all its financial assets and financial liabilities at cost or amortized cost. Changes in fair value of these financial instruments are recognized in net income. Financial instruments measured at amortized cost include cash, accounts receivable and accounts payable.

Financial Risk:

It is management's opinion that the Association is not exposed to significant interest, currency, price, market or credit risks arising from these financial instruments.

CALGARY WOMEN'S SOCCER ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
(Audited)

March 31, 2017

(d) Use of 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, the disclosure of contingent assets and liabilities at the statement of financial position date and the reported amounts of revenues and expenses for the periods covered. The main estimates relate to the collectability of receivables, the useful life of property and equipment and the amounts recorded as accrued liabilities.

(e) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, balances with banks and short term deposits with original maturities of three months or less.

(f) Property and Equipment

Property and Equipment are recorded at cost and are amortized at the following rates::

Equipment	20%	Declining balance
Computer Equipment	45%	Declining balance
Software	45%	Declining balance

(g) Donated Goods and Services

Goods and services donated to the Association are recorded at their fair market value when received, if a fair value can be reasonably determined and they would have been otherwise purchased.

A number of volunteers have contributed a substantial amount of time to develop the Association's programs and services. The value of this time has not been recorded in these financial statements.

3. PROPERTY AND EQUIPMENT

	Cost	Accumulated Amortization	Net 2017	Net 2016
Computer equipment	\$ 20,651	19,768	883	498
Equipment	15,624	14,834	790	988
Leasehold improvements	3,015	1,508	1,507	2,261
Computer software	1,634	1,634	-	-
	<u>\$ 40,924</u>	<u>37,744</u>	<u>3,180</u>	<u>3,747</u>

CALGARY WOMEN'S SOCCER ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
(Audited)

March 31, 2017

4. INVESTMENTS, SHORT TERM

	2017	2016
Royal Bank GIC - Redeemable, interest 1.5%, maturity May 8, 2016 - transferred to long term in 2017	\$ -	\$ 60,000
Common shares	3,324	3,324
Credit Union shares	365	365
	\$ 3,689	\$ 63,689

INVESTMENTS, LONG TERM

	2017	2016
Royal Bank GIC - interest 2.25%, maturity May 10, 2021	\$ 300,000	\$ 240,000
Plus: Accrued interest	17,335	10,885
	\$ 317,335	\$ 250,885

5. PREPAID EXPENSES AND DEPOSITS

Prepaid expenses consist of insurance, office rent, Calgary Rotary Challenger Park, ASA and prize money for Spring Cup. Deposits are to CMSA ROMC \$18,500.

6. DEFERRED REVENUE

Deferred revenue consists of registration fees of \$55,000; tournament fees of \$28,350 and tournament deposits \$4,000 (total \$87,350).

7. LEASE COMMITMENT

The Association has entered into a lease extending and amending agreement, extending the original lease term of March 15, 2010 to May 31, 2015, by five years to end on May 31, 2020. The location is 4441 - 76th Ave. N.E., Calgary, Alberta. The outstanding lease commitment is:

2017/18	19,851
2018/19	21,124
2019/20	22,651
April/May 2020	3,818
	\$ 67,444

CALGARY WOMEN'S SOCCER ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
(Audited)

March 31, 2017

8. INTERNALLY RESTRICTED CASH

During the year, the Association received \$80,328 from the Calgary Soccer Federation. The Calgary Women's Soccer Association board of directors made the decision to allocate the funds back to the registered teams with the provision, that not all of this \$80,328 would be applied at once. It was determined that each team would be allocated a maximum of \$200 for indoor and \$400 for outdoor until the \$80,328 was fully dispensed.

9. RESTATEMENT

It has come to our attention that in 2016, accounts payable was understated by \$2,500 and expenses were understated by \$2,500. The restatement resulted in an increase in accounts payable for 2016 for \$2,500 and a decrease in net assets, an increase in computer services expenses and a decrease in excess of revenue over expenses for 2016.

10. COMPARATIVE DATA

Certain of the 2016 data has been reclassified to agree with this year's presentation.