

CASTOR MINOR SPORTS COUNCIL

Financial Statements

For The Year Ended February 28, 2019

Draft for discussion purposes only

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Castor Minor Sports Council

We have reviewed the accompanying financial statements of Castor Minor Sports Council which comprise the statement of financial position as at February 28, 2019 and the statements of revenues and expenditures, changes in net assets and cash flow 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 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 these financial statements do not present fairly, in all material respects, the financial position of Castor Minor Sports Council as at February 28, 2019, 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.

CASTOR MINOR SPORTS COUNCIL
Statement of Revenues and Expenditures
For The Year Ended February 28, 2019

	2019	2018
REVENUE		
Casino	\$ 27,152	\$ -
Donations	98,176	57,798
Fees	13,320	-
Fundraising	64,915	-
Grants	2,793	187,569
Interest income	1,223	1,615
Town of Castor - expense recoveries	1,470	1,365
	<u>209,049</u>	<u>248,347</u>
EXPENDITURES		
Advertising and promotion	154	-
Capital expenditures	-	20,251
Casino event costs	3,048	-
Fundraising	1,100	9,306
Honorariums	2,054	-
Insurance	59	116
Professional fees	1,470	1,365
Program costs	4,178	7,595
Salaries and wages	7,801	13,512
Town of Castor - arena transfers	486,363	3,000
	<u>506,227</u>	<u>55,145</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES FOR THE YEAR	\$ (297,178)	\$ 193,202

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CASTOR MINOR SPORTS COUNCIL
Statement of Changes in Net Assets
For The Year Ended February 28, 2019

	2018 Balance	Excess (deficiency) of revenue over expenditures	2019 Balance
General Fund	\$ 13,584	\$ 6,092	\$ 19,676
Arena Fund	340,426	(310,142)	30,284
Casino Fund	5,378	6,872	12,250
	<u>\$ 359,388</u>	<u>\$ (29,178)</u>	<u>\$ 62,210</u>

	2017 Balance	Excess (deficiency) of revenue over expenditures	2018 Balance
General Fund	\$ 17,441	\$ (3,857)	\$ 13,584
Arena Fund	120,704	219,722	340,426
Casino Fund	23,041	(17,663)	5,378
Summer Camp Fund	5,000	(5,000)	-
	<u>\$ 166,186</u>	<u>\$ 193,202</u>	<u>\$ 359,388</u>

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CASTOR MINOR SPORTS COUNCIL
Statement of Financial Position
As At February 28, 2019

	2019	2018
ASSETS		
CURRENT ASSETS		
Cash	\$ 49,614	\$ 83,984
Guaranteed investment certificates (Note 4)	-	275,454
Accounts receivable	10,796	1,150
Prepaid expenses	3,000	-
	<u>\$ 63,410</u>	<u>\$ 360,588</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable	1,200	\$ 1,200
NET ASSETS	<u>62,210</u>	<u>359,388</u>
	<u>\$ 63,410</u>	<u>\$ 360,588</u>

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CASTOR MINOR SPORTS COUNCIL
Statement of Cash Flow
For The Year Ended February 28, 2018
(Unaudited)

	2019	2018
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenditures	\$ (297,178)	\$ 193,202
Changes in non-cash working capital:		
Accounts receivable	(9,646)	(935)
Prepaid expenses	(3,000)	-
	<u>(12,646)</u>	<u>(935)</u>
INCREASE (DECREASE) IN CASH FLOW	(309,824)	192,267
Cash - beginning of year	<u>359,438</u>	<u>167,171</u>
CASH - END OF YEAR	\$ 49,614	\$ 359,438
CASH CONSISTS OF:		
Cash	\$ 49,614	\$ 83,984
Guaranteed investment certificates	-	275,454
	<u>\$ 49,614</u>	<u>\$ 359,438</u>

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CASTOR MINOR SPORTS COUNCIL
Notes to Financial Statements
For The Year Ended February 28, 2019

1. PURPOSE OF THE ORGANIZATION

Castor Minor Sports Council is a not-for-profit organization incorporated under the Societies Act of the province of Alberta. The organization is exempt from the payment of income tax under Section 149 of the Income Tax Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

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

Revenue recognition

Castor Minor Sports Council follows the restricted fund method of accounting for contributions.

Restricted contributions related to general operations are recognized as revenue of the general fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund.

Unrestricted contributions are recognized as revenue of the general fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Property and equipment

Property and equipment are shown as expenditures in the year of acquisition, as permitted for not-for-profit organization with total gross revenue less than \$500,000.

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

3. FINANCIAL INSTRUMENTS

The organization is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks.

Unless otherwise noted, it is management's opinion that the organization is not exposed to significant risks arising from these financial instruments.

CASTOR MINOR SPORTS COUNCIL
Notes to Financial Statements
For The Year Ended February 28, 2019

4. GUARANTEED INVESTMENT CERTIFICATES

	<u>2019</u>	<u>2018</u>
ATB GIC, interest at 0.55%, matured March 15, 2018	\$ -	\$ 50,000
ATB GIC, interest at 0.55%, matured June 12, 2018	-	100,454
ATB GIC, interest at 0.55%, matured June 12, 2018	-	125,000
	<u>\$</u>	<u>\$</u>
		275,454

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