

Bowling Federation of Saskatchewan

Audited Financial Statements

For the Year Ended July 31, 2018

Bowling Federation of Saskatchewan

For the Year Ended July 31, 2018

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Independent Auditors' Report

To the Board of Directors
Bowling Federation of Saskatchewan

We have audited the financial statements of Bowling Federation of Saskatchewan, which comprise the Statement of Financial Position of as at July 31, 2018 and the Statement of Operations, Changes in Net Assets and Cash Flows for the year then ended.

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 (ASNPO) 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.

Auditors' Responsibility

Our responsibility is to express opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we 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 auditors' 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of the federation as at July 31, 2018 and the results of its operations and cash flows for the year then ended in accordance with Canadian Accounting Standards for Not-for-Profit Organizations.

Regina, Saskatchewan

Priority Accounting Services CPA Prof. Corp.
Chartered Professional Accountants

Bowling Federation of Saskatchewan

Statement of Financial Position

As At July 31, 2018

	2018	2017
Assets		
Current Assets		
Cash	\$ 227,975	\$ 235,954
Accounts receivable	13,201	5,318
GST recoverable	3,576	3,059
Prepaid expenses	6,927	2,989
Total Current Assets	\$ 251,679	\$ 247,320
Liabilities and Net Assets		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 4,440	\$ 8,190
Deferred revenue	180,050	186,700
Total Current Liabilities	184,490	194,890
Net Assets		
Net assets	67,189	52,430
Total Liabilities & Net Assets	\$ 251,679	\$ 247,320

Approved on Behalf of the Board:

_____,

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

Bowling Federation of Saskatchewan

Statement of Operations

For the Year Ended July 31, 2018

	2018	2017
Revenue		
Saskatchewan Lotteries Trust Fund (<i>Schedule 1</i>)	\$ 278,550	\$ 270,400
Self-help (<i>Schedule 2</i>)	-	385
Memberships (<i>Schedule 3</i>)	36,050	36,050
Total revenue	314,600	306,835
Expenses		
Administrative (<i>Schedule 4</i>)	94,938	104,966
Capacity/ Interaction (<i>Schedule 5</i>)	10,951	10,828
Participation (<i>Schedule 6</i>)	35,101	34,500
Excellence (<i>Schedule 7</i>)	44,800	44,000
MAP Recipient (<i>Schedule 8</i>)	105,100	104,500
Other expenses (<i>Schedule 9</i>)	8,950	8,410
Total expenses	299,840	307,204
Excess (deficiency) of revenue over expenses	\$ 14,759	\$ (369)

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

Bowling Federation of Saskatchewan

Statement of Changes in Net Assets

For the Year Ended July 31, 2018

	2018	2017
Net assets - beginning	\$ 52,430	\$ 52,799
Excess (deficiency) of revenue over expenses	14,759	(369)
Net assets - ending	\$ 67,189	\$ 52,430

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

Bowling Federation of Saskatchewan

Statement of Cash Flows

For the Year Ended July 31, 2018

	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES:		
Excess (deficiency) of revenue over expenses	\$ 14,759	\$ (369)
Changes in non-cash working capital:		
Accounts receivable	(7,883)	15,775
Prepaid expenses	(3,938)	7,058
GST recoverable (current year)	(517)	(226)
Accounts payable and accrued liabilities	(3,750)	8,190
Deferred revenue	(6,650)	3,000
TOTAL CASH FLOWS FROM OPERATING ACTIVITIES	(7,979)	33,428
Net cash increase (decreases) in cash and cash equivalents	(7,979)	33,428
Cash and cash equivalents at beginning of period	235,954	202,526
Cash and cash equivalents at end of period	\$ 227,975	\$ 235,954

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

Bowling Federation of Saskatchewan

Notes to the Financial Statements

For the Year Ended July 31, 2018

1. Nature of Organization

The Bowling Federation of Saskatchewan is incorporated under the *Non-Profit Corporations Act, 1995 of Saskatchewan* and is exempt from income taxes under *Section 149 of the Income Tax Act, Canada*. The federation was established to develop trust and harmonization of its member organizations and to assist in the development, promotion and marketing of the sport of bowling through the access and provision of stable funding.

2. Significant Accounting Policies

Basis of Presentation

The financial statements have been prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO) applied within the framework of accounting policies summarized below.

a. Revenue recognition

The federation follows the deferral method of accounting for grants. Restricted grants are recognized as revenue in the year in which the related expenses are incurred. Unrestricted grants are recognized as revenue when they are 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 in the year.

b. GST Rebate

As a non-profit organization, the federation is entitled to claim a GST rebate of 50% of the GST paid. The federation had recorded these GST rebates received as self-help revenue in the year the rebate is received. As the rebate is essentially a recovery of costs incurred and the amounts recoverable from the federal government as of year-end, the amounts previously recorded as revenue are adjusted to prior period adjustment and current fiscal year GST rebates are accrued as receivable as follows:

One half of the GST paid (non-refundable portion) is recorded in the individual expense account where the original expenditure is recorded and

One half of the GST paid (refundable portion) is recorded in the GST recoverable amount and is included in the GST receivable for financial statement purposes.

c. Capital assets

The federation accounts for capital asset acquisitions as an expense in the period of acquisition.

d. Cost recovery

The federation provides certain administrative services to its affiliates and incurs other expenses on behalf of its affiliates. The federation reported net recovered portion as a reduction in administrative expense (Schedule 4).

Bowling Federation of Saskatchewan

Notes to the Financial Statements

For the Year Ended July 31, 2018

2. Significant Accounting Policies continued

e. Related parties

Parties are considered related to the federation if the federation has the ability to, directly or indirectly, control the party or exercise significant influence over the party in making financial and operating decisions or vice versa, or where the federation and the party are subject to common control or common significant influence. Related parties may be other entities or individuals. Related party transactions are recorded at fair value.

f. Financial instruments

The federation, as part of its operations, carries a number of financial instruments. Financial instruments are recorded at fair value on initial recognition. Equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost.

Unless otherwise noted, it is management's opinion that federation is not exposed to significant interest, currency, liquidity or other price risks arising from their financial instruments.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk.

Liquidity risk

Liquidity risk is the risk that the federation will encounter difficulty in meeting obligations associated with financial liabilities. The federation's exposure to liquidity risk is dependent on the sale of inventory, collection of accounts and notes receivable, purchasing commitments and obligations or raising funds to meet commitments and sustain operations.

g. Use of estimates

The preparation of financial statements in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from management's best estimates as additional information becomes available in the future.

Bowling Federation of Saskatchewan

Notes to the Financial Statements

For the Year Ended July 31, 2018

3. Deferred Revenue

Deferred revenue consists of amounts received in advance from Saskatchewan Lotteries Trust Fund for Sport, Culture & Recreation and is made up of the following balances:

	2018	2017
Annual Funding	\$ 84,050	\$ 81,600
MAP Grant	96,000	105,100
Total	\$ 180,050	\$ 186,700

4. Property, plant and equipment

During the year, the federation acquired the capital assets with total costs of \$Nil (2017 - \$7,025)

5. Economic Dependence

The federation receives a significant portion of its funding from Saskatchewan Lotteries Trust Fund for Sport, Culture & Recreation. In order to maintain the current level of services provided to its members and affiliates, the federation must continue to receive this funding.

Bowling Federation of Saskatchewan

For the Year Ended July 31, 2018

Schedule 1 - Sask Lotteries Trust Fund

	2018	2017
Annual Funding	\$ 163,200	\$ 158,400
MAP Grants	105,100	104,500
Hosting and Other Grants	10,250	7,500
Total Saskatchewan Lotteries Trust Fund	\$ 278,550	\$ 270,400

Schedule 2 - Self-help Revenue

	2018	2017
Fundraising/other revenue	\$ -	\$ 385

Schedule 3 - Membership Revenue

	2018	2017
Saskatchewan 5 Pin Bowlers Association	\$ 15,501	\$ 14,060
Master Bowlers Association	7,210	6,850
Saskatchewan Ten-Pin Federation	4,326	3,605
Bowl Sask	9,013	11,535
Total Federation Memberships	\$ 36,050	\$ 36,050

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

Bowling Federation of Saskatchewan

For the Year Ended July 31, 2018

Schedule 4 - Administrative Expenses

	2018	2017
Interest and bank charges	\$ 268	\$ 287
Equipment	-	7,025
Executive expenses	1,000	1,200
Miscellaneous	2,676	3,240
Office utilities	1,155	841
Office stationery and supplies	1,561	1,105
Rent	4,288	6,406
Telephone	3,932	3,844
Insurance	1,989	2,078
Professional Fees	5,514	9,752
Salaries and wages	70,311	68,073
Temporary help	2,078	2,200
Cost recovery	(4,184)	(5,435)
Administration Grants to Affiliates		
Saskatchewan 5 Pin Bowlers Association	1,450	1,450
Saskatchewan Ten-Pin Federation	1,450	1,450
Master Bowlers Association	1,450	1,450
Total Administrative Expenses	\$ 94,938	\$ 104,966

Schedule 5 - Capacity/ Interaction

	2018	2017
Volunteer recognition	\$ 449	\$ 420
Communication	791	661
Meeting and travel	7,510	7,548
Professional development	1,041	1,000
Planning and training	1,160	1,199
Total Capacity/ Interaction	\$ 10,951	\$ 10,828

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

Bowling Federation of Saskatchewan

For the Year Ended July 31, 2018

Schedule 6 - Participation

	2018	2017
Coaching Development		
Master Bowlers Association	\$ 6,800	\$ 6,600
Saskatchewan Ten-Pin Federation	2,675	2,000
Officials Development		
Saskatchewan 5-Pin Bowlers Association	900	900
Athlete Development		
LTAD	251	-
Exceptional Needs	8,000	8,000
Competition	16,475	17,000
Total Participation Expenses	\$ 35,101	\$ 34,500

Schedule 7 - Excellence

	2018	2017
Talent Identification		
Saskatchewan Ten-Pin Federation	\$ 1,400	\$ 1,400
Master Bowlers Association	1,700	1,700
Training		
Saskatchewan 5-Pin Bowlers Association	3,900	3,900
Saskatchewan Ten-Pin Federation	2,100	2,100
Master Bowlers Association	3,200	3,200
Competition - National Championships		
Saskatchewan 5-Pin Bowlers Association	12,500	13,400
Saskatchewan Ten-Pin Federation	6,000	5,500
Master Bowlers Association	12,500	1,400
Youth Bowling Council	1,500	11,400
Total Excellence Expenses	\$ 44,800	\$ 44,000

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

Bowling Federation of Saskatchewan

For the Year Ended July 31, 2018

Schedule 8 - MAP Recipients

MAP Recipients

	2018	2017
Saskatchewan 5 Pin Bowlers Association	\$ 54,200	\$ 55,284
Master Bowlers Association of Saskatchewan	5,600	6,000
Club 55 +	4,600	4,716
Saskatchewan Ten Pin Federation	4,000	4,000
MAP Grants - other	3,000	-
Youth Bowling Council	33,700	34,500
Total MAP Recipients	\$ 105,100	\$ 104,500

Schedule 9 - Other expenses

	2018	2017
Hosting Grant		
2018 MBAC National Championships	\$ 8,950	\$ 8,410
Total Other expenses	\$ 8,950	\$ 8,410

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

Bowling Federation of Saskatchewan

For the Year Ended July 31, 2018

Schedule 10 - MAP Grant Allocation

	2018
Saskatchewan 5 Pin Bowlers' Association Community Grants:	
ZONE 1 - South Sask zone grant - \$3,900, Ponteix - \$1057.6, Swift Current - \$844	\$ 5,802
ZONE 2 - Moose Jaw zone grant - \$3,900, Moose Jaw - \$997, Weyburn - \$817	5,654
ZONE 3 – Regina Zone grant - \$3,900, Regina - \$1,528	5,428
ZONE 4 - East Sask zone grant - \$3,900, Esterhazy - \$1,094.60, Foam Lake - \$1,033.6, Melville - \$858, Yorkton - \$654.69, Carnduff - \$502.8	8,044
ZONE 5 - West Sask Zone - \$3,900, Biggar - \$1,477.20, Rosetown - \$1,144.60, Kindersley - \$870, Cut Knife - \$1,031.62, Lashburn - \$834	9,252
ZONE 5 – No longer active	
ZONE 6 – Saskatoon zone grant - \$3,900, , Perdue - \$1,032.09, Saskatoon - \$1,441	6,373
ZONE 7 – North Sask zone grant - \$3,900, Humboldt - \$929, Kelvington - \$1056.6, Melfort - \$840, Nipawin - \$859 Hudson Bay - \$1,039.6	8,624
ZONE 8 – Prince Albert zone grant - \$3,900, Prince Albert - \$1,123	5,023
Total Grants for 5 Pin Community Grants	54,200
Ten Pin Federation	4,000
MBAS	
Rosetown	5,600
Bowl Sask	4,600
Other Grants	3,000
Youth Bowling Council	33,700
	\$ 105,100

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