

Bowling Federation of Saskatchewan

Financial Statements

July 31, 2021

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CONTENTS

	<u>Page</u>
Financial Statements	
Auditors' Report	1
Statement of Financial Position	3
Statement of Operations	4
Statement of Changes in Net Assets	5
Statement of Cash Flows	6
Notes to the Financial Statements	7
Schedules	11

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To the Board of Directors
Bowling Federation of Saskatchewan

We have audited the accompanying financial statements of Bowling Federation of Saskatchewan, which comprise the statement of financial position as at July 31, 2021 and July 31, 2020, and the statement of operations, changes in net assets and cash flows for the years then ended, and a summary of significant accounting policies and other explanatory information.

Owners' 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.

In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

Auditors' Responsibility

Our objectives are to obtain reasonable assurance about whether the financial statements are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Bowling Federation of Saskatchewan as at July 31, 2021 and July 31, 2020, and its financial performance and its cash flows for the years then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Priority Accountants CPA
Priority Accounting Services CPA Prof. Corp.

Regina, SK
October 20, 2021

A further description of the auditor's responsibilities:

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or,

if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization's to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Bowling Federation of Saskatchewan

Statement of Financial Position

July 31, 2021

	Note	2021	2020
Assets			
Current Assets			
Cash	2.a. \$	47,731 \$	290,112
Accounts receivable, net of allowances	3.	40,819	1,869
GST recoverable	2.c.	2,186	3,676
Prepaid expenses	4.	7,364	2,555
Total Current Assets		98,100	298,212
Total Assets		\$ 98,100 \$	298,212
Liabilities and Net Assets			
Current Liabilities			
Accounts payable and accrued liabilities	5. \$	5,036 \$	4,440
Deferred revenue	6.	-	216,950
Total Current Liabilities		5,036	221,390
Net Assets			
Net Assets		93,064	76,822
Total Liabilities and Net Assets		\$ 98,100 \$	298,212

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, 2021

	2021	2020
Revenue		
Saskatchewan Lotteries Trust Fund (Schedule 1)	\$ 305,500	\$ 276,200
Membership Fees (Schedule 1)	36,050	36,050
Total revenue	341,550	312,250
Operating expenses		
Expenses		
Administrative (Schedule 2)	102,979	121,702
Capacity/Interaction (Schedule 3)	9,229	10,185
Participation (Schedule 4)	33,590	26,500
Excellence (Schedule 5)	51,110	41,300
MAP Recipient (Schedule 6)	128,400	103,100
Total operating expenses	325,308	302,787
Excess of Revenue Over Expenditures	\$ 16,242	\$ 9,463

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, 2021

	2021	2020
Net Assets - beginning	\$ 76,822	\$ 67,359
Excess (deficiency) of revenue over expenses	16,242	9,463
Net Assets - ending	\$ 93,064	\$ 76,822

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, 2021

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES:		
Excess (deficiency) of revenue over expenses	\$ 16,242	\$ 9,463
Increase/decrease in accounts receivable	(38,949)	6,579
Increase/decrease in prepaid expenses	(4,809)	1,755
Increase/decrease in GST receivable	1,490	(612)
Increase/decrease in accounts payable	596	(3,600)
Increase/decrease in deferred revenue	(216,950)	27,300
TOTAL CASH FLOWS FROM OPERATING ACTIVITIES	(242,380)	40,885
Net cash increase (decreases) in cash and cash equivalents	(242,380)	40,885
Cash and cash equivalents at beginning of period	290,111	249,227
Cash and cash equivalents at end of period	\$ 47,731	\$ 290,112

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, 2021

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. Cash and cash equivalents

Cash and cash equivalents includes short-term investments and highly liquid investments in money market instruments which are carried at the lower of cost and market value with a maturity date of three months or less from the acquisition date. These are valued at cost which approximates market value.

b. 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.

c. 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.

d. Capital Assets

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

Bowling Federation of Saskatchewan

Notes to the Financial Statements

For the Year Ended July 31, 2021

2. Significant Accounting Policies continued

e. 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.

f. 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 2).

g. 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.

h. 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, 2021

3. Accounts Receivables

Accounts receivable consist of the following:

	2021		2020
Cost Recovery	\$ 4,769	\$	1,869
Receivable from Member Organizations	36,050		-
Total	\$ 40,819	\$	1,869

4. Prepaid expenses

Prepaid expenses consist of the following:

	2021		2020
Administration	\$ 768	\$	1,000
Insurance	6,596		1,555
Total	\$ 7,364	\$	2,555

5. Accounts payable and accrued expenses

Accounts payable consist of the following:

	2021		2020
Accrued Audit Fees	\$ 4,440	\$	4,440
Foam Lake YBC	596		-
Total	\$ 5,036	\$	4,440

Bowling Federation of Saskatchewan

Notes to the Financial Statements

For the Year Ended July 31, 2021

6. 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:

	2021	2020
Annual Funding	\$ -	\$ 88,550
MAP Grant	-	128,400
Total	\$ -	\$ 216,950

7. 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, 2021

Schedule 1 - Revenue

	2021	2020
Annual Funding	\$ 177,100	\$ 173,100
MAP Grants	128,400	103,100
Total Saskatchewan Lotteries Trust Fund	305,500	276,200
Membership Revenue		
Saskatchewan 5 Pin Bowlers Association	12,257	15,262
Master Bowlers Association	10,454	8,813
South Sask Zone	-	200
Bowl Sask	13,339	11,775
Total Federation Memberships	36,050	36,050
Total Revenue	\$ 341,550	\$ 312,250

Schedule 2 - Administrative Expenses

	2021	2020
Interest & bank charges	\$ 266	\$ 325
Executive expenses	1,098	800
Miscellaneous	6,210	2,806
Office utilities	615	423
Office stationery & supplies	1,665	1,487
Rent	3,829	3,761
Telephone	3,785	3,468
Insurance	4,157	5,066
Professional Fees	5,000	5,179
Salaries & wages	78,338	77,011
Temporary help	150	-
Cost recovery	(12,834)	976
Administration Grants to Affiliates		
Saskatchewan 5 Pin Bowlers Association	1,900	6,315
Saskatchewan Ten-Pin Federation	-	1,450
Master Bowlers Association	1,900	11,185
Bowl Saskatchewan	5,000	-

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

Bowling Federation of Saskatchewan

For the Year Ended July 31, 2021

Schedule 2 - Administrative Expenses

	2021	2020
Sask Youth Bowling Council	1,900	1,450
Total Administration Grants to Affiliates	10,700	20,400
Total Administrative Expenses	\$ 102,979	\$ 121,702

Schedule 3 - Capacity/Interaction

	2021	2020
Communication	\$ 1,520	\$ 674
Meeting and travel	5,596	6,932
Planning and training	530	1,149
Professional development	1,130	965
Volunteer recognition	453	465
Total Capacity/Interaction Expenses	\$ 9,229	\$ 10,185

Schedule 4 - Participation

	2021	2020
Coaching Development		
Master Bowlers Association	\$ 9,500	\$ 7,200
Officials Development		
Saskatchewan 5-Pin Bowlers Association	900	900
Athlete Development		
Exceptional Needs	-	7,000
Competition	23,190	11,400
Total Participation Expenses	\$ 33,590	\$ 26,500

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

Bowling Federation of Saskatchewan

For the Year Ended July 31, 2021

Schedule 5 - Excellence

	2021	2020
Talent Identification		
Saskatchewan 5 Pin Bowlers Association	\$ 700	\$ -
Master Bowlers Association	1,700	1,700
Youth Bowling Council	2,800	-
	5,200	1,700
Training		
Saskatchewan 5 Pin Bowlers Association	3,900	3,900
Master Bowlers Association	3,200	-
Saskatchewan 5 Pin Bowlers Association	-	3,200
	7,100	7,100
Competition - National Championships		
Saskatchewan 5 Pin Bowlers Association	14,000	10,000
Master Bowlers Association	14,000	13,000
Youth Bowling Council	10,810	9,500
	38,810	32,500
Total Excellence Expenses	\$ 51,110	\$ 41,300

Schedule 6 - MAP Grant Allocation

	2021	2020
Saskatchewan 5 Pin Bowlers' Association:		
Zone 1 – South Sask Zone - \$2,925.00, Ponteix - \$963.39	\$ 3,888	\$ 5,471
Zone 2 – Moose Jaw Zone - \$4,225.33, Moose Jaw - \$999.00	5,224	5,914
Zone 3 – Regina Zone - \$7585.00, Regina - \$1,999.71	9,585	5,364
Zone 4 – East Sask Zone - \$4,994.43, Esterhazy - \$1,071.85 Foam Lake - \$2,691.10 Yorkton - \$7,423.93	16,181	7,485
Zone 5 – Rosetown - \$400.00	400	9,011
Zone 6 – Saskatoon Zone - \$4,299.10	4,299	5,260
Zone 7 – North Sask Zone - \$3,396.04, Humboldt - \$611.40, Kelvington - \$263.80 Melfort - \$656.83	4,928	8,635
Zone 8 – Prince Albert Zone - \$4,365.72, Prince Albert - \$1,398.37	5,765	4,960

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

Bowling Federation of Saskatchewan

For the Year Ended July 31, 2021

Schedule 6 - MAP Grant Allocation

	2021	2020
	50,270	52,100
Master Bowlers Association of Saskatchewan	18,650	11,400
Bowl Sask: Foam Lake-\$6000.00, Kelvington-\$1,000.00, Cut Knife-\$2,500.00	15,100	5,600
Youth Bowling Council	44,380	34,000
Total MAP Grant Allocations	\$ 128,400	\$ 103,100

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