

# **SK YOUTH BOWLING COUNCIL CORPORATION**

**Auditor's Report**

**Financial Statements**

**July 31, 2023**

## INDEPENDENT AUDITOR'S REPORT

To the Directors of **SK Youth Bowling Council Corporation**

### *Report on the Financial Statements*

#### *Opinion*

We have audited the financial statements of **SK Youth Bowling Council Corporation**, which comprise the statement of financial position as at **July 31, 2023** and the statements of operations and changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **SK Youth Bowling Council Corporation** as at **July 31, 2023** and its financial performance and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

#### *Basis for Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of **SK Youth Bowling Council Corporation** in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### *Responsibilities of Management and Those Charged with Governance 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 entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and the use of the going concern basis of accounting unless management either intends to liquidate the entity or cease operations, or has no realistic alternative but to do so.

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

#### *Auditor's Responsibility for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole 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.

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 entity'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 entity'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 entity 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.

Saskatoon, Saskatchewan  
September 24, 2023



Chartered Professional Accountants

# SK YOUTH BOWLING COUNCIL CORPORATION

## STATEMENT OF FINANCIAL POSITION

July 31, 2023

with comparative figures for 2022

	<u>2023</u>	<u>2022</u>
<b><u>ASSETS</u></b>		
Current assets:		
Cash	\$ 1,652	12,278
Term deposits (Note 3)	21,611	21,499
Accounts receivable	4,650	887
Inventory	1,498	382
Prepaid expenses	<u>1,209</u>	<u>3,090</u>
	<u>\$ 30,620</u>	<u>38,136</u>

### **LIABILITIES AND NET ASSETS**

Current liabilities:		
Accounts payable and accrued liabilities	\$ 3,433	5,771
Net assets:		
Unrestricted, per accompanying statement	<u>27,187</u>	<u>32,365</u>
	<u>\$ 30,620</u>	<u>38,136</u>

#### APPROVED ON BEHALF OF THE BOARD:

\_\_\_\_\_ Director

\_\_\_\_\_ Director

See accompanying notes to the financial statements.

# SK YOUTH BOWLING COUNCIL CORPORATION

## STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

Year ended July 31, 2023  
with comparative figures for 2022

	<u>2023</u>	<u>2022</u>
Revenue:		
Saskatchewan Lotteries Trust Fund (schedule 1)	\$ 66,884	72,662
Self-Help - Internal (schedule 2)	11,933	12,383
Self-Help - External (schedule 3)	25,029	21,241
Bowling School Income (schedule 4)	17,843	1,420
Fundraiser (schedule 5)	4,456	4,076
Other revenue (schedule 6)	<u>5,350</u>	<u>1,985</u>
	131,495	113,767
Expenses:		
Administration (schedule 7)	19,858	23,977
Capacity/Interaction (schedule 8)	3,044	1,472
Participation (schedule 9)	17,409	9,736
Excellence Competition (schedule 10)	32,284	39,626
Categorical Grants (schedule 11)	41,895	45,621
Talent ID (schedule 12)	2,856	3,212
Bowling School Expenses (schedule 13)	<u>19,327</u>	<u>1,171</u>
	<u>136,673</u>	<u>124,815</u>
Excess of revenues over expenditures	(5,178)	(11,048)
Net assets, beginning of year	<u>32,365</u>	<u>43,413</u>
Net assets, end of year	<u>\$ 27,187</u>	<u>32,365</u>

See accompanying notes to the financial statements.

# SK YOUTH BOWLING COUNCIL CORPORATION

## STATEMENT OF CASH FLOWS

Year ended July 31, 2023  
with comparative figures for 2022

	<u>2023</u>	<u>2022</u>
Operating activities:		
Excess of revenues over expenditures	\$ (5,178)	(11,048)
Changes in non-cash working capital:		
Accounts receivable	(3,763)	1,561
Inventory	(969)	149
Prepaid expenses	1,735	(2,973)
Accounts payable and accrued liabilities	<u>(2,339)</u>	<u>5,387</u>
	<u>(10,514)</u>	<u>(6,924)</u>
Investing activities:		
Term deposits	<u>(112)</u>	<u>8,874</u>
Increase (decrease) in cash during the year	(10,626)	1,950
Cash position, beginning of year	<u>12,278</u>	<u>10,328</u>
Cash position, end of year	<u>\$ 1,652</u>	<u>12,278</u>

Cash is comprised of cash in bank less outstanding cheques.

See accompanying notes to the financial statements.

# SK YOUTH BOWLING COUNCIL CORPORATION

## NOTES TO THE FINANCIAL STATEMENTS

July 31, 2023

### 1. DESCRIPTION OF OPERATIONS

The SK Youth Bowling Council Corporation (the "Association"), was incorporated under The Non-Profit Corporations Act of Saskatchewan. The Association is a non-profit trade organization that promotes and raises funds for the sport of bowling through various activities. It also offers training, competition and leadership opportunities for its youth membership throughout the province of Saskatchewan.

### 2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. The financial statements reflect the following significant accounting policies:

#### (a) **Capital assets**

Capital assets are recorded as an expense in the period in which they are purchased. No provision for amortization is taken. No capital assets were purchased during the year.

#### (b) **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. Revenues from the Saskatchewan Lotteries Trust Fund for Sport, Culture and Recreation are shown as deferred revenues if they relate to the next fiscal period and as grants receivable if they relate to the current fiscal period and are not received by the end of the current fiscal period.

#### (c) **Income taxes**

The Association is exempt from income taxes as it is a non-profit organization.

#### (d) **Inventory**

Inventory is valued at the lower of cost and replacement value and consists of pins.

#### (e) **Measurement uncertainty**

The preparation of the financial statements in accordance 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 dates of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

# SK YOUTH BOWLING COUNCIL CORPORATION

## NOTES TO THE FINANCIAL STATEMENTS

July 31, 2023

### 2. SIGNIFICANT ACCOUNTING POLICIES - continued

#### (f) Financial instruments

Financial instruments, including cash, term deposits, accounts receivable and accounts payable and accrued liabilities are initially recorded at their fair value and are subsequently measured at amortized cost, net of any provisions for impairment.

### 3. TERM DEPOSITS

	<u>2023</u>	<u>2022</u>
GIC - 1 year, interest at 3.00%, maturity date January 27, 2024	\$ 15,128	15,030
GIC - 1 year, interest at 3.00%, maturity date April 17, 2024	5,198	5,154
GIC - 1 year, interest at 3.00%, maturity date March 30, 2024	1,000	1,255
Accrued interest receivable	<u>285</u>	<u>60</u>
	<u>\$ 21,611</u>	<u>21,499</u>

### 4. FINANCIAL INSTRUMENTS

#### Risks and concentrations

The Association is exposed to various risks through its financial instruments. The following analysis provides a measure of the Association's risk exposure and concentrations at July 31, 2023.

#### Liquidity risk

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

#### Credit risk

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. The carrying amounts of financial assets on the statement of financial position represent the Association's maximum exposure at the financial statement date. The credit risk on cash and investments is limited because the counterpart is a financial institution with high credit rating assigned by national credit-rating agencies.

#### Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk. The Association is mainly exposed to interest rate risk.

#### Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Association is exposed to interest rate risk on its term deposits.

#### Fair value

The carrying amount of current financial assets and current financial liabilities approximate their fair value because of the short-term maturities of these items.



# SK YOUTH BOWLING COUNCIL CORPORATION

## SCHEDULE OF REVENUES

Year ended July 31, 2023  
with comparative figures for 2022

	<u>2023</u>	<u>2022</u>
<b>Schedule 1- Saskatchewan Lotteries Trust Fund</b>		
Map grant	\$ 31,895	38,682
Participation competition grant	10,789	8,340
Excellence (SK First) competition	9,500	14,000
MAP grant - Bowling School	10,000	6,940
Talent ID Grant	2,800	2,800
Admin Grant	<u>1,900</u>	<u>1,900</u>
	<u>\$ 66,884</u>	<u>72,662</u>
<b>Schedule 2 - Self-Help - Internal</b>		
Provincial memberships	\$ 4,160	3,935
Trio challenge	2,120	2,640
10 Pin Trio challenge	160	520
5 Pin Youth doubles	1,080	930
10 Pin Youth doubles	195	195
Singles entry rebate	975	875
National assessment	1,800	1,800
Teen Masters entry fees	<u>1,443</u>	<u>1,488</u>
	<u>\$ 11,933</u>	<u>12,383</u>
<b>Schedule 3 - Self-Help - External</b>		
Chocolate campaign	\$ 24,657	21,090
Interest income	<u>372</u>	<u>151</u>
	<u>\$ 25,029</u>	<u>21,241</u>
<b>Schedule 4 - Bowling School Income</b>		
Registration fees	<u>\$ 17,843</u>	<u>1,420</u>
	<u>\$ 17,843</u>	<u>1,420</u>
<b>Schedule 5 - Fundraiser</b>		
Elimination draw monies	\$ 9,750	9,330
Prize payouts - elimination draw	(3,250)	(3,250)
YBC program rebates	(3,250)	(3,110)
SLGA rebates	1,563	1,437
Fundraiser expenses	<u>(357)</u>	<u>(331)</u>
	<u>\$ 4,456</u>	<u>4,076</u>
<b>Schedule 6 - Other revenue</b>		
Miscellaneous	<u>\$ 5,350</u>	<u>1,985</u>
	<u>\$ 5,350</u>	<u>1,985</u>

# SK YOUTH BOWLING COUNCIL CORPORATION

## SCHEDULE OF EXPENSES

Year ended July 31, 2023  
with comparative figures for 2022

	<u>2023</u>	<u>2022</u>
<b>Schedule 7 - Administration</b>		
Audit	\$ 3,996	3,996
Bookkeeping	3,000	3,000
Bowling Federation assessment	7,942	10,695
Directors expense	648	4,796
General expense	3,329	741
Office operations	943	749
	<u>\$ 19,858</u>	<u>23,977</u>
<b>Schedule 8 - Capacity/Interaction</b>		
Awards & recognition	\$ 2,826	1,275
Conference expenses	218	197
	<u>\$ 3,044</u>	<u>1,472</u>
<b>Schedule 9 - Participation</b>		
Practices	\$ -	753
Youth doubles Provincial	1,682	1,852
Youth doubles provincial travel	4,143	-
Youth doubles (participation grant)	4,889	338
M/YBC grant	900	900
M/YBC grant	850	820
YBC Trio per diem	2,120	488
10 Pin Trio travel	-	244
Police checks	25	520
Bowling clinics	-	1,376
Police checks	25	211
Teen Masters	2,775	2,234
	<u>\$ 17,409</u>	<u>9,736</u>
<b>Schedule 10 - Excellence Competition</b>		
Provincial 5 pin - travel	\$ -	-
Provincial 10 pin - travel	-	449
National 5 pin - travel	4,160	26,127
National 10 pin - travel	6,507	7,090
National 5 pin	17,745	3,786
National 10 pin	1,610	1,224
Coaches per diem	280	700
National volunteers	1,782	-
Athlete Assistance	200	250
	<u>\$ 32,284</u>	<u>39,626</u>

# SK YOUTH BOWLING COUNCIL CORPORATION

## SCHEDULE OF EXPENSES - (continued)

**Year ended July 31, 2023**  
with comparative figures for 2022

	<u>2023</u>	<u>2022</u>
<b>Schedule 11 - Categorical Grant Expenses</b>		
YBC Trio lineage - MAP	\$ 3,794	5,451
YBC Trio travel - MAP	5,050	6,549
YBC Singles zone travel - MAP	3,299	1,350
YBC Team zone travel - MAP	1,605	1,108
YBC Provincial team travel - MAP	-	7,773
YBC Provincial singles travel - MAP	9,657	8,798
YBC Provincial lineage - MAP	8,490	3,500
Bowling School - MAP	10,000	6,940
Administrative - MAP	-	4,152
	<u>\$ 41,895</u>	<u>45,621</u>

The individual clubs that received the above categorical grants are as follows:

Biggar	\$ 1,945	1,380
Cutknife	747	638
Esterhazy	1,290	1,057
Estevan	2,088	1,400
Foam Lake	380	1,307
Humboldt	873	763
Lashburn	373	-
Lloydminster	4,176	6,371
Maidstone	379	-
Melville	1,251	1,234
Moose Jaw	3,177	2,938
Prince Albert	4,142	2,690
Regina	4,720	8,324
Rosetown	1,423	631
Saskatoon	2,729	8,434
Swift Current	125	251
Yorkton	2,077	1,263
Bowling School	<u>10,000</u>	<u>6,940</u>
	<u>\$ 41,895</u>	<u>45,621</u>

### Schedule 12 - Talent ID

5 Pin Provincials	\$ 2,856	1,977
10 Pin Provincials	-	1,235
	<u>\$ 2,856</u>	<u>3,212</u>

# SK YOUTH BOWLING COUNCIL CORPORATION

## SCHEDULE OF EXPENSES - (continued)

Year ended July 31, 2023  
with comparative figures for 2022

	<u>2023</u>	<u>2022</u>
<b>Schedule 13 - Bowling School Expenses</b>		
Accommodations	\$ -	-
Bowling Federation membership	1,514	1,171
Coaches travel	2,775	-
Honorariums	4,225	-
Lineage	2,835	-
Meals	4,800	-
Miscellaneous	2,285	-
Transportation	893	-
	<u>\$ 19,327</u>	<u>1,171</u>