

**BOWLS CANADA BOULINGRIN**

FINANCIAL STATEMENTS

MARCH 31, 2013

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## INDEPENDENT AUDITORS' REPORT

To the Members,  
**Bowls Canada Boulingrin:**

We have audited the accompanying financial statements of Bowls Canada Boulingrin, which comprise the balance sheets as at March 31, 2013 and March 31, 2012, and the statements of changes in net assets, revenue and expenditure and cash flows for the years 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.

### **Auditors' responsibility**

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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 from 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.

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, the financial statements present fairly, in all material respects, the financial position of Bowls Canada Boulingrin as at March 31, 2013 and March 31, 2012, and the results of its operations and its cash flows for the years then ended in accordance with Canadian accounting standards for not-for-profit organizations.



### **OUSELEY HANVEY CLIPSHAM DEEP LLP**

Licensed Public Accountants  
Ottawa, Ontario  
July 16, 2013

# BOWLS CANADA BOULINGRIN

BALANCE SHEET  
AS AT MARCH 31, 2013

	<u>2013</u>	<u>2012</u>
ASSETS		
CURRENT		
Cash	\$ 182,637	\$ 181,862
Investments (note 4)		
- endowment fund	171,159	163,595
- other	115,899	107,420
Accounts receivable	13,153	38,884
Prepaid expenses	<u>23,798</u>	<u>17,247</u>
	506,646	509,008
PROPERTY AND EQUIPMENT (note 5)	<u>3,834</u>	<u>5,241</u>
	<u>\$ 510,480</u>	<u>\$ 514,249</u>
LIABILITIES		
CURRENT		
Accounts payable	\$ 22,172	\$ 50,324
Deferred revenue	<u>30,425</u>	<u>30,425</u>
	<u>52,597</u>	<u>80,749</u>
NET ASSETS		
Restricted for endowment fund	180,835	173,271
Unrestricted	<u>277,048</u>	<u>260,229</u>
	<u>457,883</u>	<u>433,500</u>
	<u>\$ 510,480</u>	<u>\$ 514,249</u>

Approved on behalf of the Board:

Director

*Ian Tym* - IANTYZZER [PRESIDENT]

Director

*Mees* - Anna Mees, Executive Director

## BOWLS CANADA BOULINGRIN

### STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED MARCH 31, 2013

	<u>2013</u>	<u>2012</u>
<b>RESTRICTED FOR ENDOWMENT FUND</b>		
Balance - beginning of year	\$ 173,271	\$ 167,753
Transfer from unrestricted	<u>7,564</u>	<u>5,518</u>
Balance - end of year	<u>\$ 180,835</u>	<u>\$ 173,271</u>
 <b>UNRESTRICTED</b>		
Balance - beginning of year	\$ 260,229	\$ 268,905
Net revenue (expenditure) for the year	24,383	(3,158)
Transfer from (to) restricted for endowment fund	<u>(7,564)</u>	<u>(5,518)</u>
Balance - end of year	<u>\$ 277,048</u>	<u>\$ 260,229</u>

## BOWLS CANADA BOULINGRIN

### STATEMENT OF REVENUE AND EXPENDITURE FOR THE YEAR ENDED MARCH 31, 2013

	<u>2013</u>	<u>2012</u>
<b>REVENUE</b>		
Coaching Association of Canada	\$ 3,828	\$ 16,904
Sport Canada	182,162	207,000
Membership fees	183,384	184,908
Investment		
- endowment fund	7,564	5,518
- other	8,831	814
Sales of merchandise and publications	6,971	15,151
Donations	2,200	-
International competitions - fees	15,000	30,000
Registration and entry fees	12,350	1,500
Miscellaneous	1,375	60
	<u>423,665</u>	<u>461,855</u>
<b>EXPENDITURE</b>		
Officials development program	127	5,306
Coaching program	5,833	20,490
Long term athlete development	9,162	37,919
International competitions	97,836	139,206
Awards program	186	129
World Bowls fees	7,655	7,444
Marketing and sponsorship program	3,638	-
Membership development program	-	43
Domestic competitions	61,192	53,380
Communications and public relations program	367	331
Merchandising and publications program	1,429	2,917
Meetings	15,828	28,828
National office operations	75,586	73,203
Staff salaries and travel	120,443	95,817
	<u>399,282</u>	<u>465,013</u>
<b>NET REVENUE (EXPENDITURE) FOR THE YEAR</b>	<u>\$ 24,383</u>	<u>\$ (3,158)</u>

## BOWLS CANADA BOULINGRIN

### STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2013

	<u>2013</u>	<u>2012</u>
<b>OPERATING ACTIVITIES</b>		
Net revenue (expenditure) for the year	\$ 24,383	\$ (3,158)
Item not affecting cash		
Amortization	2,405	1,237
Net change in non-cash working capital items		
Accounts receivable	25,731	(16,099)
Prepaid expenses	(6,551)	(123)
Accounts payable	(28,152)	16,205
Deferred revenue	-	13,200
	<u>17,816</u>	<u>11,262</u>
<b>INVESTING ACTIVITIES</b>		
Purchase of property and equipment	(998)	(6,005)
Sale (purchase) of investments	<u>(16,043)</u>	<u>(6,099)</u>
	<u>(17,041)</u>	<u>(12,104)</u>
<b>INCREASE (DECREASE) IN CASH FOR THE YEAR</b>	775	(842)
Cash - beginning of year	<u>181,862</u>	<u>182,704</u>
<b>CASH - END OF YEAR</b>	<u>\$ 182,637</u>	<u>\$ 181,862</u>

# **BOWLS CANADA BOULINGRIN**

NOTES TO FINANCIAL STATEMENTS  
MARCH 31, 2013

## **1. PURPOSE OF THE ORGANIZATION**

The mission of the organization is to promote, foster and safeguard the sport of outdoor and indoor bowls in all its forms in Canada through events and programs. The organization is incorporated under the Canada Corporations Act as a not-for-profit organization and is a Registered Canadian Amateur Athletic Association under the Income Tax Act.

## **2. SIGNIFICANT ACCOUNTING POLICIES**

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (see note 7) and include the following significant accounting policies:

### **a) Estimates and assumptions**

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditure during the reporting period. Actual results may differ from those estimates.

### **b) Endowment fund**

The endowment fund accumulates transfers from unrestricted net assets equivalent to certain donations received in the year and the investment income of the endowment fund investments for the year and makes transfers to unrestricted net assets when approved by the Board.

### **c) Financial instruments**

Investments in equity instruments quoted in an active market are initially recognized at fair value and are subsequently measured at the year-end fair value. Other financial instruments are initially recognized at fair value and are subsequently measured at cost, amortized cost or cost less appropriate allowances for impairment.

### **d) Property and equipment**

Property and equipment are recorded at cost less accumulated amortization. Amortization is provided on the straight line basis over 3 years.

### **e) Revenue recognition**

The organization follows the deferral method of accounting for revenue. Restricted revenue is recognized as revenue in the year in which the related expenditure is incurred. Unrestricted revenue is recognized as revenue when it is received or becomes receivable. Membership fees are recognized as revenue over the period to which they relate.

### **f) Sport Canada contributions**

Contributions received from Sport Canada are subject to specific terms and conditions regarding the expenditure of the funds. The organization's records are subject to audit by Sport Canada to identify instances, if any, in which amounts charged against contributions have not complied with the agreed terms and conditions and which, therefore, would be refundable to Sport Canada. Adjustments to prior years' contributions are recorded in the year in which Sport Canada requests the adjustment.

# BOWLS CANADA BOULINGRIN

NOTES TO FINANCIAL STATEMENTS  
MARCH 31, 2013

## 3. FINANCIAL INSTRUMENTS

Financial instruments of the organization consist of cash, investments, accounts receivable and accounts payable.

Unless otherwise noted, it is management's opinion that the organization is not exposed to significant interest rate, currency, credit, liquidity or market risks arising from its financial instruments and the carrying amount of the financial instruments approximate their fair value.

## 4. INVESTMENTS

The investments consist of units in various mutual funds.

## 5. PROPERTY AND EQUIPMENT

			2013	2012
	Cost	Accumulated amortization	Net	Net
Office equipment	\$ 19,101	\$ 15,267	\$ 3,834	\$ 5,241

## 6. COMMITMENT

The organization has leased premises to February 28, 2015 at \$14,916 per annum.

## 7. ADOPTION OF ACCOUNTING STANDARDS FOR NOT-FOR-PROFIT ORGANIZATIONS

Effective April 1, 2012 the organization adopted the requirements of the Canadian Institute of Chartered Accountants (CICA) Handbook - Accounting, electing to adopt the new accounting framework: Canadian accounting standards for not-for-profit organizations (ASNFPPO). These are the organization's first financial statements prepared in accordance with ASNFPPO which has been applied retrospectively. The significant accounting policies in note 2 have been applied in preparing these financial statements for the year ended March 31, 2013 and the comparative information presented in these financial statements for the year ended March 31, 2012 and in the preparation of the opening balance sheet as at April 1, 2011 (the organization's date of transition).

The organization issued financial statements for the year ended March 31, 2012 using generally accepted accounting principles prescribed by CICA Handbook - Accounting V. The adoption of ASNFPPO had no impact on the previously reported assets, liabilities and net assets of the organization, and accordingly; no adjustments have been recorded in the comparative balance sheet and statements of changes in net assets, revenue and expenditure and cash flows; and the opening balance sheet has not been presented.