

BOWLS CANADA BOULINGRIN

FINANCIAL STATEMENTS

MARCH 31, 2015

INDEPENDENT AUDITORS' REPORT

To the Members,
Bowls Canada Boulingrin:

We have audited the accompanying financial statements of Bowls Canada Boulingrin, which comprise the balance sheet as at March 31, 2015, and the statements of changes in net assets, revenue and expenditure and cash flows 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.

Auditors' responsibility


Our responsibility is to express an 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 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, 2015, 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.



OUSELEY HANVEY CLIPSHAM DEEP LLP

Licensed Public Accountants

Ottawa, Ontario

July 17, 2015

BOWLS CANADA BOULINGRIN

BALANCE SHEET AS AT MARCH 31, 2015

	<u>2015</u>	<u>2014</u>
ASSETS		
CURRENT		
Cash	\$ 165,934	\$ 153,686
Investments (note 4)		
- endowment fund	200,425	184,531
- other	136,599	129,810
Accounts receivable	16,249	18,648
Prepaid expenses	<u>23,670</u>	<u>13,757</u>
	542,877	500,432
PROPERTY AND EQUIPMENT (note 5)	<u>2,141</u>	<u>1,499</u>
	<u>\$ 545,018</u>	<u>\$ 501,931</u>
LIABILITIES		
CURRENT		
Accounts payable	\$ 26,727	\$ 22,522
NET ASSETS		
Restricted for endowment fund	210,101	194,207
Unrestricted	<u>308,190</u>	<u>285,202</u>
	<u>518,291</u>	<u>479,409</u>
	<u>\$ 545,018</u>	<u>\$ 501,931</u>

Approved on behalf of the Board:


Director


Director

BOWLS CANADA BOULINGRIN

STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED MARCH 31, 2015

	<u>2015</u>	<u>2014</u>
RESTRICTED FOR ENDOWMENT FUND		
Balance - beginning of year	\$ 194,207	\$ 180,835
Transfer from unrestricted	<u>15,894</u>	<u>13,372</u>
Balance - end of year	<u>\$ 210,101</u>	<u>\$ 194,207</u>
UNRESTRICTED		
Balance - beginning of year	\$ 285,202	\$ 277,048
Net revenue for the year	38,882	21,526
Transfer from (to) restricted for endowment fund	<u>(15,894)</u>	<u>(13,372)</u>
Balance - end of year	<u>\$ 308,190</u>	<u>\$ 285,202</u>
TOTAL	<u>\$ 518,291</u>	<u>\$ 479,409</u>

BOWLS CANADA BOULINGRIN

STATEMENT OF REVENUE AND EXPENDITURE FOR THE YEAR ENDED MARCH 31, 2015

	<u>2015</u>	<u>2014</u>
REVENUE		
Coaching Association of Canada	\$ 8,319	\$ 4,000
Sport Canada	207,000	203,500
Membership fees	179,426	180,915
Investment		
- endowment fund	15,894	13,372
- other	6,982	14,265
Advertising and sponsorship	2,000	-
Sales of merchandise and publications	6,519	8,976
Donations	1,400	1,850
International competitions - fees	-	30,425
Registration and entry fees	19,150	18,650
Miscellaneous	1,188	2,620
	<u>447,878</u>	<u>478,573</u>
EXPENDITURE		
Officials development program	3,154	1,150
Coaching program	12,350	12,809
Long term athlete development	344	-
International competitions	51,284	85,917
Junior development	3,156	5,468
World Bowls fees	8,533	7,784
Marketing and sponsorship program	-	2,500
Membership development program	3,055	22,970
Domestic competitions	106,529	88,880
Communications and public relations program	3,337	10,196
Merchandising and publications program	4,502	2,725
Meetings	8,415	5,797
National office operations	72,149	91,920
Staff salaries and travel	132,188	118,931
	<u>408,996</u>	<u>457,047</u>
NET REVENUE FOR THE YEAR	<u>\$ 38,882</u>	<u>\$ 21,526</u>

BOWLS CANADA BOULINGRIN

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2015

	<u>2015</u>	<u>2014</u>
OPERATING ACTIVITIES		
Net revenue for the year	\$ 38,882	\$ 21,526
Item not affecting cash		
Amortization	1,587	2,335
Net change in non-cash working capital items		
Accounts receivable	2,399	(5,495)
Prepaid expenses	(9,913)	10,041
Accounts payable	4,205	350
Deferred revenue	-	(30,425)
	<u>37,160</u>	<u>(1,668)</u>
INVESTING ACTIVITIES		
Purchase of property and equipment	(2,229)	-
Sale (purchase) of investments	<u>(22,683)</u>	<u>(27,283)</u>
	<u>(24,912)</u>	<u>(27,283)</u>
INCREASE (DECREASE) IN CASH FOR THE YEAR	12,248	(28,951)
Cash - beginning of year	<u>153,686</u>	<u>182,637</u>
CASH - END OF YEAR	<u>\$ 165,934</u>	<u>\$ 153,686</u>

BOWLS CANADA BOULINGRIN

NOTES TO FINANCIAL STATEMENTS MARCH 31, 2015

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 Not-for-profit Corporations Act 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 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 is internally restricted and 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 contributions. Restricted contributions are recognized as revenue in the year in which the related expenditure is incurred. Unrestricted contributions are recognized as revenue when they are received or becomes receivable. Membership fees are recognized as revenue over the period to which they relate. Other revenues are recognized in the year in which the event is held or the revenue is earned.

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.

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NOTES TO FINANCIAL STATEMENTS MARCH 31, 2015

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 and are valued at year-end fair value.

Market risk is the risk 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 organization is exposed mainly to interest rate and other price risk.

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

Other price risk is the risk the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices, other than those arising from currency risk or interest rate risks, whether these changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The organization is exposed to other price risk through its investments.

5. PROPERTY AND EQUIPMENT

	<u>2015</u>			<u>2014</u>
	<u>Cost</u>	<u>Accumulated amortization</u>	<u>Net</u>	<u>Net</u>
Office equipment	\$ 9,941	\$ 7,800	\$ 2,141	\$ 1,499

6. COMMITMENT

The organization has leased premises to January 31, 2020 at \$16,100 per annum.