

Financial Statements of

# **Saskatchewan Blind Sports Association**

Year ended March 31, 2015


## Management's Responsibility for Financial Statements

The accompanying financial statements of Saskatchewan Blind Sports Association have been prepared by the Association's management in accordance with Canadian accounting standards for not-for-profit organizations and necessarily include some amounts based on informed judgment and management estimates.

To assist management in fulfilling its responsibilities, a system of internal controls has been established to provide reasonable assurance that the financial statements are accurate and reliable and that assets are safeguarded.

The board of directors has reviewed and approved these financial statements.

These financial statements have been examined by the independent auditors, Virtus Group LLP, and their report is presented separately.



Executive Director



Board Chair

## INDEPENDENT AUDITORS' REPORT

### To the Members

We have audited the accompanying financial statements of Saskatchewan Blind Sports Association which comprise the statement of financial position as at March 31, 2015 and the statements of operations and net assets 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 auditors' judgment, including the assessment of the risk 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 Association'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 Association'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 Association 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.

June 12, 2015

Saskatoon, Saskatchewan, Canada

*Virtus Group LLP*

Chartered Professional Accountants

**SASKATCHEWAN BLIND SPORTS ASSOCIATION**  
**Statement of Financial Position**  
for the year ended March 31, 2015 with comparative figures for 2014

	2015	2014
<b>Assets</b>		
Current assets:		
Cash	\$ 75,055	\$ 47,987
Accounts receivable	-	1,343
Goods and services tax recoverable	823	1,005
Investments	104,324	103,157
	180,202	153,492
<b>Liabilities and Net Assets</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 9,657	\$ 4,969
Deferred revenue	3,000	5,233
	12,657	10,202
Net Assets:		
Unrestricted	167,545	143,290
	\$ 180,202	\$ 153,492

See accompanying notes to financial statements.

On behalf of the Board:

\_\_\_\_\_ Director  
\_\_\_\_\_ Director

## SASKATCHEWAN BLIND SPORTS ASSOCIATION

### Statement of Operations

for the year ended March 31, 2015 with comparative figures for 2014

	2015	2014
<b>Revenues:</b>		
Saskatchewan Lotteries - Trust Fund (Schedule 1)	\$ 99,509	\$ 100,495
Community Initiatives Fund	3,883	15,373
Self help (Schedule 2)	50,575	57,083
	<u>153,967</u>	<u>172,951</u>
Less collection fees and raffle costs	12,190	12,006
	<u>141,777</u>	<u>160,945</u>
<b>Expenses:</b>		
Administration (Schedule 3)	58,520	59,510
Capacity/Interaction (Schedule 4)	6,638	8,018
Participation (Schedule 5)	26,472	34,393
Excellence (Schedule 6)	13,002	21,320
Categorical Grants (Schedule 7)	12,890	17,653
	<u>117,522</u>	<u>140,895</u>
Excess of revenue over expenses	\$ 24,255	\$ 20,050

See accompanying notes to financial statements.

**SASKATCHEWAN BLIND SPORTS ASSOCIATION**  
**Statement of Changes in Net Assets**  
for the year ended March 31, 2015 with comparative figures for 2014

	2015	2014
Net assets - beginning of year	\$ 143,290	\$ 123,240
Excess of revenue over expenses	24,255	20,050
Net assets - end of year	\$ 167,545	\$ 143,290

See accompanying notes to financials

**SASKATCHEWAN BLIND SPORTS ASSOCIATION**  
**Statement of Cash Flows**  
for the year ended March 31, 2015 with comparative figures for 2014

	2015	2014
<b>Cash provided by (used in):</b>		
<b>Operating activities:</b>		
Excess of revenue over expenses	\$ 24,255	\$ 20,050
Change in non-cash operating working capital:		
Accounts receivable	1,343	(1,343)
Goods and services tax payable (recoverable)	182	3,971
Prepaid expenses	-	3,333
Accounts payable and accrued liabilities	4,688	(1,756)
Deferred revenue	(2,233)	5,233
	3,980	9,438
Cash flow from operating activities	28,235	29,488
<b>Investing activities:</b>		
Increase in investments	(1,167)	(1,242)
	(1,167)	(1,242)
Increase in cash during the year	27,068	28,246
Cash - beginning of year	47,987	19,741
Cash - end of year	\$ 75,055	\$ 47,987

See accompanying notes to financial statements.

# SASKATCHEWAN BLIND SPORTS ASSOCIATION

## Notes to Financial Statements

For the year ended March 31, 2015

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### 1. Purpose of association

Saskatchewan Blind Sports Association is incorporated under the Non-Profit Corporations Act of Saskatchewan as a not-for-profit organization and as such is exempt from income taxes. The purpose of the Association is to promote and coordinate sporting activities for blind athletes within the province of Saskatchewan.

### 2. Summary of significant accounting policies

The following is a summary of significant accounting policies of the Association:

#### Basis of presentation

The financial statements were prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO).

#### Measurement uncertainty

The statements include estimates and assumptions by management that affect the reported amount of assets, liabilities, income and expenses during the reporting period. Actual results could differ from those estimates.

#### Contributed services

Volunteers contributed a significant amount of their time each year. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

#### Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized costs, and tested for impairment at each reporting date. Transactions costs on the acquisition, sale or issue of financial instruments are expensed when incurred.

#### Government grants

Government grants are recorded when there is a reasonable assurance that the Association had complied with and will continue to comply with, all the necessary conditions to obtain the grants.

#### Tangible capital assets

Tangible capital assets are expensed in the year they are purchased. Proceeds from disposals of tangible capital assets are recorded as revenue in the year they are received.

#### 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.



# SASKATCHEWAN BLIND SPORTS ASSOCIATION

## Notes to Financial Statements

For the year ended March 31, 2015 with comparative figures for 2014

### 2. Summary of significant accounting policies (continued)

#### Revenue recognition (continued)

Membership and participation fees are recognized in the year when various sports activities are held.

### 3. Financial risk management

The Association is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Association's risk exposure and concentration as of March 31, 2015.

#### 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 receipt of funds from its customers and other related sources, long-term debt, accrued liabilities, and accounts payable.

#### 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 comprise of three types of risk: currency rate 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 value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risk from interest rate fluctuations, the Association manages exposure through its normal operating and financing activities. The Association is exposed to interest rate risk primarily through its floating interest rate bank indebtedness and credit facilities.

### 4. Investments

	2015	2014
HSBC Guaranteed Investment Certificate	\$ 104,324	\$ 103,138
Interest accrued	-	19
	<u>\$ 104,324</u>	<u>\$ 103,157</u>

The rate of return on the investment is 1.15% per annum (2014 – 1.15%) and it matures on March 25, 2016 (2014 – March 25, 2015).

### 5. Economic dependence

Saskatchewan Blind Sports Association currently receives significant grants from Saskatchewan Lotteries Trust Fund for Sport, Culture and Recreation. As a result, the Association is dependent upon the continuance of these grants to maintain operations at their current level.

# SASKATCHEWAN BLIND SPORTS ASSOCIATION

## Notes to Financial Statements

*For the year ended March 31, 2015 with comparative figures for 2014*

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### **6. Comparative figures**

Certain comparative figures have been reclassified to conform with the current year's presentation.

## SASKATCHEWAN BLIND SPORTS ASSOCIATION

### Schedule 1 - Saskatchewan Lotteries Trust Fund

for the year ended March 31, 2015 with comparative figures for 2014

	2015	2014
Adaptive Sport Club	\$ 9	\$ 4,395
Annual Funding	88,600	86,000
Future Best	1,500	1,500
Membership Assistance Program	9,400	8,600
	\$ 99,509	\$ 100,495

### Schedule 2 - Self Help

for the year ended March 31, 2015 with comparative figures for 2014

	2015	2014
Bank and investment interest	\$ 1,212	\$ 1,333
Charitable donations	5,682	10,581
Membership	1,556	1,485
Participation fees	5,995	5,980
Rider raffle	36,130	29,260
Xentel	-	8,444
	\$ 50,575	\$ 57,083

See accompanying notes to financial statements.

## SASKATCHEWAN BLIND SPORTS ASSOCIATION

### Schedule 3 - Administration

for the year ended March 31, 2015 with comparative figures for 2014

	2015	2014
Bank charges	\$ 302	\$ 280
Insurance	552	552
Legal	-	15
Office supplies	1,647	1,895
Photocopying and printing	417	533
Postage and courier	793	617
Professional fees	5,364	6,121
Rent	3,729	3,605
Salaries and benefits	44,672	44,711
Staff travel	360	360
Telephone and fax	684	821
	\$ 58,520	\$ 59,510

### Schedule 4 - Capacity/Interaction

for the year ended March 31, 2015 with comparative figures for 2014

	2015	2014
Annual General Meeting	\$ 394	\$ 1,569
Board and committee meetings	1,512	1,998
Memberships and dues	1,030	1,001
National meetings	3,146	2,713
Promotion and marketing	556	737
	\$ 6,638	\$ 8,018

### Schedule 5 - Participation

for the year ended March 31, 2015 with comparative figures for 2014

	2015	2014
Community inclusion leadership development project	\$ 3,883	\$ 15,373
Competitions	19,273	15,792
Introduction/participation	3,233	2,403
Official development	-	825
Target group initiatives	83	-
	\$ 26,472	\$ 34,393

See accompanying notes to financial statements.

## SASKATCHEWAN BLIND SPORTS ASSOCIATION

### Schedule 6 - Excellence

for the year ended March 31, 2015 with comparative figures for 2014

	2015		2014	
Competitions	\$	12,982	\$	21,078
Coach development		-		161
Official development		-		81
Training		20		-
	\$	13,002	\$	21,320

### Schedule 7 - Categorical

for the year ended March 31, 2015 with comparative figures for 2014

	2015		2014	
Adaptive Sport Club - Curling	\$	-	\$	3,190
Adaptive Sport Club - Floor Hockey		-		1,204
Future Best		1,500		1,500
Member Assistance Program				
Moose Jaw Lions Club		-		1,670
North Battleford Lions Club		-		865
PA Blind Bowlers Club		-		3,112
Prairie Dragons Paddling		1,000		-
Regina Blind Bowlers		6,590		-
Regina Blind Curlers		-		2,175
Saskatchewan Blind Golfers		3,800		2,837
Saskatoon Goalball		-		1,100
Membership Assistance Program subtotal		11,390		11,759
	\$	12,890	\$	17,653

See accompanying notes to financial statements.