

RICHMOND YOUTH SOCCER ASSOCIATION

FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2014

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PROFESSIONAL ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

To the Members of Richmond Youth Soccer Association

We have audited the accompanying financial statements of Richmond Youth Soccer Association, which comprise the statement of financial position as at March 31, 2014, and the statements of operations, changes in 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.

Auditor's 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 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, the financial statements present fairly, in all material respects, the financial position of Richmond Youth Soccer Association as at March 31, 2014, 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.

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INDEPENDENT AUDITOR'S REPORT, continued

Report on Other Legal and Regulatory Requirements

As required by the Society Act (British Columbia), we report that, in our opinion, the accounting principles in the Canadian accounting standards for not-for-profit organizations have been applied on a consistent basis.

Richmond, B.C.
May 15, 2014

Sanders, Russell & Company
Professional Accountants

Disclaimer of Liability

These financial statements were compiled solely for the use of the directors, shareholders and management of Richmond Youth Soccer Association. We make no representations of any kind to any other person in respect of these financial statements and accept no responsibility for their use by any other person or entity.

RICHMOND YOUTH SOCCER ASSOCIATION

Statement of Financial Position

March 31, 2014

2014

2013

ASSETS

Current assets

Cash and cash equivalents	\$ 391,587	\$ 424,910
Accounts receivable	5,364	3,881
Prepaid expenses	150	1,957
	<u>397,101</u>	<u>430,748</u>

Capital Assets

	<u>1</u>	<u>1</u>
	<u>\$ 397,102</u>	<u>\$ 430,749</u>

LIABILITIES AND NET ASSETS


Current liabilities

Accounts payable and Accrued liabilities	\$ 44,479	\$ 26,887
Unearned revenue	118,835	113,322
	<u>163,314</u>	<u>140,209</u>

Net assets

Internally restricted	-	149,629
Unrestricted	233,788	140,911
	<u>233,788</u>	<u>290,540</u>
	<u>\$ 397,102</u>	<u>\$ 430,749</u>

Approved on Behalf of the board



(Doug Long, Chair)



(Michael Malana, Treasurer)

The accompanying notes are an integral part of these financial statements

RICHMOND YOUTH SOCCER ASSOCIATION

Statement of Operations

For the year ended March 31, 2014

	2014	2013
Revenues		
BC Gaming Commission grant	\$ 100,000	\$ 98,400
Program revenue	25,025	59,635
Registration fees	536,878	463,248
Tournament, clinics and other	<u>70,204</u>	<u>62,837</u>
	<u>732,107</u>	<u>684,120</u>
Expenses		
Administration	58,771	57,434
Advertising	-	411
Audit and legal	4,820	4,908
Collection and credit card fees	18,735	17,588
Equipment	84,088	66,392
Field rentals	86,466	103,195
Honorariums and scholarships	2,000	2,000
Insurance and registration	51,692	51,892
Office, storage and sundry	17,499	6,432
Other operating expense	1,050	-
Program expenses	25,025	59,635
Referees	47,260	34,625
Spring league revenue sharing	10,958	4,693
Tournament costs and trophies	6,915	14,922
Training and development	<u>223,580</u>	<u>249,862</u>
	<u>638,859</u>	<u>673,989</u>
Excess of revenues over expenses before undernoted item	93,248	10,131
Other expense		
Contribution to the City of Richmond (Note 3)	<u>150,000</u>	<u>-</u>
(Deficiency) excess of revenues over expenses	<u>\$ (56,752)</u>	<u>\$ 10,131</u>

The accompanying notes are an integral part of these financial statements

RICHMOND YOUTH SOCCER ASSOCIATION

Statement of Changes in Net Assets

For the year ended March 31, 2014

	<u>Internally restricted</u>	<u>Unrestricted</u>	<u>Total 2014</u>	<u>Total 2013</u>
Balance, beginning of year	\$ 149,629	\$ 140,911	\$ 290,540	\$ 280,409
(Deficiency) excess of revenues over expenses	-	(56,752)	(56,752)	10,131
Transfer to unrestricted	<u>(149,629)</u>	<u>149,629</u>	<u>-</u>	<u>-</u>
Balance, end of year	<u>\$ -</u>	<u>\$ 233,788</u>	<u>\$ 233,788</u>	<u>\$ 290,540</u>

The accompanying notes are an integral part of these financial statements

RICHMOND YOUTH SOCCER ASSOCIATION

Statement of Cash Flows For the year ended March 31, 2014

	2014	2013
Operating activities		
(Deficiency) excess of revenues over expenses	\$ (56,752)	\$ 10,131
Adjustments for		
	<u>(56,752)</u>	<u>10,131</u>
Change in non-cash working capital items		
Accounts receivable	(1,483)	8,816
Prepaid expenses	1,807	4,283
Accounts payable and Accrued liabilities	17,592	22,143
Unearned revenue	<u>5,513</u>	<u>(3,408)</u>
(Decrease) increase in cash	(33,323)	41,965
Cash, beginning of year	<u>424,910</u>	<u>382,945</u>
Cash, end of year	<u><u>\$ 391,587</u></u>	<u><u>\$ 424,910</u></u>

The accompanying notes are an integral part of these financial statements

RICHMOND YOUTH SOCCER ASSOCIATION

Notes to Financial Statements

For the year ended March 31, 2014

1. Nature of Operations

Richmond Youth Soccer Association ("the Association") was incorporated to foster, develop and govern the game of soccer among youth and mini players residing in the City of Richmond, British Columbia, develop a sportsmanlike attitude among the players, provide youth soccer training, tournaments and refereeing services.

The Association was incorporated under the Society Act, British Columbia.

2. Accounting Policies

The Association applies the Canadian accounting standards for not-for-profit enterprises.

(a) Use of estimates

The preparation of financial statements in conformity 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 balance sheet date and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

(b) Capital assets

Capital assets are expensed in the year of acquisition due to the relative immateriality of dollar value of items purchased. If capital assets of significant dollar value are purchased, they will be capitalized and amortized at appropriate rates over their estimated useful lives.

(c) 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 expenditures are incurred. Unrestricted contributions are recognized as revenue when received or receivable when the amount to be received can be reasonably estimated and collection is reasonably assured.

3. Internally restricted net assets

In 2009 the Board of Directors have designated a portion of the Association's net assets to be used for future capital projects such as playing field improvements or for a Club House building for use by the soccer clubs of Richmond. In February 2014 the Association contributed a total of \$150,000 to be used for the new Hugh Boyd Park soccer clubhouse, other capital projects, capital and/or non-capital (operational) uses, all as directed by the Association.

RICHMOND YOUTH SOCCER ASSOCIATION

Notes to Financial Statements

For the year ended March 31, 2014

4. Financial Instruments

Fair value

The Association's financial instruments include cash, accounts receivable, accounts payable and accrued liabilities, and unearned revenue. The carrying value of these instruments approximates their fair value due to their short-term maturities.