

RICHMOND YOUTH SOCCER ASSOCIATION

FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2013

Index

**Independent Auditor's Report
Statement of Financial Position
Statement of Operations
Statement of Changes in Net Assets
Statement of Cash Flows
Notes to Financial Statements**

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*Denotes Professional Corporation

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, 2013, 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, 2013, 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.

Richmond, B.C.
May 16, 2013

Sanders, Russell & Company
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, 2013

	2013	2012	April 1, 2011
<u>ASSETS</u>			
Current assets			
Cash	\$ 424,910	\$ 382,945	\$ 418,203
Accounts receivable	3,881	12,697	3,089
Prepaid expenses	1,957	6,240	-
	<u>430,748</u>	<u>401,882</u>	<u>421,292</u>
Capital Assets	<u>1</u>	<u>1</u>	<u>1</u>
	<u><u>\$ 430,749</u></u>	<u><u>\$ 401,883</u></u>	<u><u>\$ 421,293</u></u>

LIABILITIES AND NET ASSETS

Current liabilities			
Accounts payable and Accrued liabilities	\$ 26,887	\$ 4,744	\$ 38,517
Unearned revenue	<u>113,322</u>	<u>116,730</u>	<u>101,769</u>
	<u>140,209</u>	<u>121,474</u>	<u>140,286</u>
Net assets			
Internally restricted (Note 4)	149,629	147,397	144,658
Unrestricted	<u>140,911</u>	<u>133,012</u>	<u>136,349</u>
	<u>290,540</u>	<u>280,409</u>	<u>281,007</u>
	<u><u>\$ 430,749</u></u>	<u><u>\$ 401,883</u></u>	<u><u>\$ 421,293</u></u>

Approved on Behalf of the Board

DOUG LONG, DIRECTOR

MICHAEL MALANA, DIRECTOR

RICHMOND YOUTH SOCCER ASSOCIATION

Statement of Operations

For the year ended March 31, 2013

	2013	2012
Revenues		
Registration fees	\$ 463,248	\$ 465,349
BC Gaming Commission grant	98,400	100,000
Tournament, clinics and other	62,837	32,337
Program revenue	<u>59,635</u>	<u>40,519</u>
	<u>684,120</u>	<u>638,205</u>
Expenses		
Administration	57,434	55,024
Advertising	411	5,317
Audit and legal	4,908	4,886
Collection and credit card fees	17,588	16,404
Equipment	66,392	100,228
Field rentals	103,195	103,578
Honorariums and scholarships	2,000	1,500
Insurance and registration	51,892	49,348
Office, storage and sundry	6,432	16,772
Programs expenses	59,635	40,519
Referees	34,625	33,665
Spring league revenue sharing	4,693	9,904
Tournament costs and trophies	14,922	14,558
Training and development	<u>249,862</u>	<u>187,100</u>
	<u>673,989</u>	<u>638,803</u>
Excess (deficiency) of revenues over expenses	<u>\$ 10,131</u>	<u>\$ (598)</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, 2013

	<u>Internally restricted</u>	<u>Unrestricted</u>	<u>Total 2013</u>	<u>Total 2012</u>
Balance, beginning of year	\$ 147,397	\$ 133,012	\$ 280,409	\$ 281,007
Excess (deficiency) of revenues over expenses	<u>2,232</u>	<u>7,899</u>	<u>10,131</u>	<u>(598)</u>
Balance, end of year	<u>\$ 149,629</u>	<u>\$ 140,911</u>	<u>\$ 290,540</u>	<u>\$ 280,409</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, 2013

	<u>2013</u>	<u>2012</u>
Operating activities		
Excess (deficiency) of revenues over expenses	\$ 10,131	\$ (598)
Change in non-cash working capital items		
Accounts receivable	8,816	(9,608)
Prepaid expenses	4,283	(6,240)
Accounts payable and Accrued liabilities	22,143	(33,773)
Unearned revenue	<u>(3,408)</u>	<u>14,961</u>
Increase (decrease) in cash	41,965	(35,258)
Cash, beginning of year	<u>382,945</u>	<u>418,203</u>
Cash, end of year	<u>\$ 424,910</u>	<u>\$ 382,945</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, 2013

1. Nature of Operations

Richmond Youth Soccer 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

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant policies are detailed as follows:

(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.

RICHMOND YOUTH SOCCER ASSOCIATION

Notes to Financial Statements

For the year ended March 31, 2013

3. First Time Adoption of Accounting Standards for Not-For-Profit Organizations

These are the Association's first financial statements prepared in accordance with Canadian Accounting Standards for Not-for-profit organizations. The 2012 comparative financial statements include an opening balance sheet as at April 1, 2011 that provides for the impact of the transition. There were no changes required to the comparative balances presented as a result of adoption of this new accounting framework.

4. Internally Restricted Assets

The directors have designated a portion of the Association's assets to be used for future capital projects such as Club House or a purchase of a real property.

5. 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.

6. Comparative Figures

Certain of the comparative figures have been reclassified to conform with the financial statement presentation adopted for the current year.