

**BRANTFORD GIRLS'  
HOCKEY ASSOCIATION INC.**

**FINANCIAL STATEMENTS  
For the year ended April 30, 2017**

**BRANTFORD GIRLS'  
HOCKEY ASSOCIATION INC.**

**For the year ended April 30, 2017**

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## INDEPENDENT AUDITORS' REPORT

To the Members of  
**Brantford Girls' Hockey Association Inc.**

We have audited the accompanying financial statements of Brantford Girls' Hockey Association Inc., which comprise the statement of financial position as at April 30, 2017 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.

### 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 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 qualified audit opinion.

### Basis for Qualified Opinion

In common with many non-profit organizations, the Association derives revenue from fundraising, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Association. Therefore, we were not able to determine whether any adjustments might be necessary to net assets as at April 30, 2017 and to fundraising revenue, excess of revenues over expenses and cash flows from operations for the year then ended. Our audit opinion on the financial statements for the year ended April 30, 2016 was also modified accordingly because of the possible effects of this limitation of scope.

### Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, these financial statements present fairly, in all material respects, the financial position of Brantford Girls' Hockey Association Inc. as at April 30, 2017 and the results of its operations, changes in net assets and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.



November 7, 2017  
Brantford, Ontario

CHARTERED PROFESSIONAL ACCOUNTANTS  
Licensed Public Accountants

Millard, Rouse & Rosebrugh LLP

Brantford • Hagersville • Simcoe • Delhi • Norwich • Tillsonburg • Port Dover

# BRANTFORD GIRLS' HOCKEY ASSOCIATION INC.

## STATEMENT OF FINANCIAL POSITION

As at April 30	2017	2016
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and bank	95,687	69,607
GIC investments	20,549	20,488
Accounts receivable	22,182	28,192
	138,418	118,287
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accounts payable and accrued expenses	6,940	23,899
Deferred revenue	500	-
	7,440	23,899
<b>NET ASSETS</b>		
Net assets internally restricted (Note 4)	-	50,000
Net assets unrestricted	130,978	44,388
	130,978	94,388
	138,418	118,287

*Approved on behalf of the Board of Directors*

..... *Director*

..... *Director*

# BRANTFORD GIRLS' HOCKEY ASSOCIATION INC.

## STATEMENT OF CHANGES IN NET ASSETS

<b>For the year ended April 30</b>	<b>Restricted for Future Development</b>	<b>Unrestricted</b>	<b>Total 2017</b>	<b>Total 2016</b>
<b>Balance - Beginning of Year</b>	50,000	44,388	94,388	85,266
Excess of revenue over expenses	-	36,590	36,590	9,122
Interfund transfer	(50,000)	50,000	-	-
<b>Balance - End of Year (Note 4)</b>	-	130,978	130,978	94,388

# BRANTFORD GIRLS' HOCKEY ASSOCIATION INC.

## STATEMENT OF OPERATIONS

For the year ended April 30	2017	2016
<b>Revenue</b>		
Grant - Brantford Sports Council Inc.	22,000	20,919
Tournaments	120,633	121,987
Trillium Foundation funding	-	17,500
Registrations	117,491	119,300
Fundraising, sponsorship and donations	40,712	17,250
Ice time recovered	122,622	147,503
Investment income	61	142
	423,519	444,601
<b>Expenses</b>		
Ice scheduler	3,500	10,000
Tournament expenses	44,914	36,582
Facility rentals - tournaments	41,581	56,594
Facility rentals	164,260	204,128
Officials	25,498	21,441
Affiliation fees	25,764	27,173
General manager and Trillium expense	11,388	17,825
Esso Cup team expenses	11,334	-
Office expenses	3,272	4,597
Player training programs	22,920	24,961
Awards and banquets	3,290	-
Advertising	1,641	8,445
Bad debt expense	2,000	-
Interest and bank charges	5,548	5,177
Professional fees	5,763	5,933
Fundraising expenses	1,334	-
Uniforms and equipment	12,922	12,623
	386,929	435,479
<b>Excess of Revenue over Expenses</b>	<b>36,590</b>	<b>9,122</b>

See accompanying notes

# BRANTFORD GIRLS' HOCKEY ASSOCIATION INC.

## STATEMENT OF CASH FLOWS

For the year ended April 30	2017	2016
<b>Cash Flows From Operating Activities</b>		
Excess of revenue over expenses	36,590	9,122
Changes in non-cash working capital balances related to operations		
Accounts receivable	6,010	8,765
Accounts payable	(16,959)	(77,570)
Deferred revenue	500	(17,500)
	26,141	(77,183)
<b>Cash Flows From Investing Activities</b>		
Increase in GIC investments	(61)	(142)
<b>Net Increase in Cash and Bank</b>	26,080	(77,325)
<b>Opening Cash and Bank</b>	69,607	146,932
<b>Closing Cash and Bank</b>	95,687	69,607

# BRANTFORD GIRLS' HOCKEY ASSOCIATION INC.

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended April 30, 2017

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### 1. PURPOSE OF THE ORGANIZATION

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The Brantford Girls' Hockey Association is a non-profit organization that operates as a minor hockey organization. The Brantford Girls' Hockey Association was incorporated under the laws of the Province of Ontario. The Association is a not-for-profit under the Income Tax Act and therefore is not subject to either federal or provincial taxes.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and are in accordance with Canadian generally accepted accounting standards.

#### (a) Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from those estimates.

#### (b) Revenue Recognition

The Association follows the deferral method of revenue recognition for contributions. Registrations and membership fees are recognized as revenue in the fiscal year due. Grants received are recognized as revenue during the fiscal year to which the grant relates. Sponsorship, donations and fundraising revenues are recorded on a cash basis, with no accrual being made for amounts pledged but not received. Investment and miscellaneous income are recorded as revenue on an accrual basis.

#### (c) Property, Plant and Equipment

In accordance with section 4431.03 of the CPA Canada Handbook, expenditures on property, plant and equipment are charged to current expenditures in the year of acquisition.

#### (d) Financial Instruments

##### Recognition and Measurement

The Association initially measures its financial assets and financial liabilities at fair value. It subsequently measures all financial assets and financial liabilities at amortized cost.

The financial assets subsequently measured at amortized cost include cash and GIC investments. The financial liabilities measured at amortized cost include accounts payable and accrued liabilities.



# **BRANTFORD GIRLS' HOCKEY ASSOCIATION INC.**

## **NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended April 30, 2017**

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### **3. FINANCIAL INSTRUMENTS**

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The significant risk to which the Association is exposed is credit risk.

#### **Credit Risk**

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Association is exposed to credit risk in the event of non-performance by counterparties in connection with its accounts receivable. The Association does not obtain collateral or other security to support the accounts receivable subject to credit risk but mitigates this risk by dealing only with what management believes to be financially sound counterparties and, accordingly, does not anticipate significant loss for non-performance.

### **4. INTERNAL RESTRICTIONS ON NET ASSETS**

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The board of directors of Brantford Girls' Hockey Association Inc. has internally restricted net assets in the amount of \$nil (2016 - \$50,000), for the future development of facilities. These internally restricted amounts are not available for other purposes without the approval of the board of directors. During the year the board of directors of Brantford Girls' Hockey Association Inc. approved to transfer the balance in internally restricted net assets to unrestricted net assets.