

BRITISH COLUMBIA WRESTLING ASSOCIATION

FINANCIAL STATEMENTS

MARCH 31, 2015

**BRITISH COLUMBIA WRESTLING ASSOCIATION
STATEMENT OF FINANCIAL POSITION
YEAR ENDED MARCH 31, 2015**

	March 31, 2015	March 31, 2014
ASSETS		
Current Assets		
Cash	\$ 122,831	\$ 69,896
Marketable Securities	64,683	82,677
Accounts Receivable	27,958	33,563
Inventory	400	1,448
Prepaid Expenses	25,511	30,323
Restricted Cash and Marketable Securities (Notes 3 & 7)	43,061	57,556
	<u>284,444</u>	<u>275,463</u>
Tangible Capital Assets, net	35,651	12,447
	<u>\$ 320,095</u>	<u>\$ 287,910</u>
LIABILITIES		
Current Liabilities		
Accounts payables and accrued liabilities	\$ 24,097	\$ 22,744
Laliberte Scholarship Fund -liability (Note 3)	34,007	34,007
Deferred Revenue (Note 4)	51,099	38,270
	<u>\$ 109,203</u>	<u>\$ 95,021</u>
NET ASSETS		
Restricted net assets (Note 7)	\$ 43,061	\$ 57,556
Unrestricted net assets	\$ 167,831	\$ 135,334
	<u>\$ 210,892</u>	<u>\$ 192,890</u>
	<u>\$ 320,095</u>	<u>\$ 287,910</u>

On Behalf of the Board

Director

Director

**BRITISH COLUMBIA WRESTLING ASSOCIATION
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
YEAR ENDED MARCH 31, 2015**

	March 31, 2015	March 31, 2014
Revenues (Schedule 1)	\$ 527,304	\$ 490,903
Expenditures (Schedule 2)	509,302	475,084
Deficiency of revenues over expenditures for the year	18,002	15,819
Net assets, beginning of year	192,890	177,071
Net assets, end of year	\$ 210,892	\$ 192,890

Director

Director

SCHEDULE OF EXPENDITURES**MARCH 31, 2015**

YEAR ENDED MARCH 31, 2015

	March 31, 2015	March 31, 2014
STAFF	\$ 203,575	\$ 204,084
MEETINGS		
National	113	791
Provincial	953	4,743
Planning & Committees	1,779	1,005
	<u>2,845</u>	<u>6,539</u>
ADMINISTRATION		
Bad debts	(175)	1,160
Fundraising office	-	7,047
	43,699	49,025
	<u>43,524</u>	<u>57,232</u>
PROGRAMS		
Athletes	69,202	44,725
Coaching Fund for Excellence (SFU) Endowment	7,066	8,905
Kids	4,398	13,195
Officials	16,165	12,175
Recognition & Awards	2,269	1,505
	<u>99,100</u>	<u>80,505</u>
EXCELLANCE		
Athlete Assistance	8,100	8,100
High Performance	77,376	60,384
Provincial Sport Development	24,255	11,776
	<u>109,731</u>	<u>80,260</u>
SPECIAL PROJECTS		
Laliberte Scholarship	-	(1,500)
Provincial & National Games	23,750	44,166
Regional Games	16,665	-
	<u>40,415</u>	<u>42,666</u>
AMORTIZATION	10,112	3,798
	<u>\$ 509,302</u>	<u>\$ 475,084</u>

**BRITISH COLUMBIA WRESTLING ASSOCIATION
SCHEDULE OF REVENUES
YEAR ENDED MARCH 31, 2015**

	March 31, 2015	March 31, 2014
GOVERNMENT CONTRIBUTIONS		
viaSPORT - Participation	\$ 98,000	\$ 98,000
viaSPORT - Participation Travel		
viaSPORT - Performance	30,593	30,593
viaSPORT - Performance Travel	-	-
viaSPORT - Hosting	10,000	3,000
viaSPORT - Athlete Assistance Program	-	-
B.C. Gaming Direct Access Grant	69,695	51,608
viaSPORT - Targeted Sport Coaching	60,000	60,000
viaSPORT - Regional Coaching	20,000	20,000
viaSPORT - Participation Program - Bilateral Funding	25,000	17,000
viaSPORT - Northern Officials Grant	1,000	
viaSPORT - Team BC (Canada Games)	-	30,895
	<u>\$ 314,288</u>	<u>\$ 311,095</u>
OTHER REVENUE		
Bianco Scholarship Fund	\$ -	\$ -
Canadian Amateur Wrestling Association	36,750	37,500
Coaching Fund for Excellence (SFU) Endowment	13,552	12,046
Douglas College Foundation	6,113	200
Fundraising	393	4,146
Interest	2,224	2,181
Laliberte Scholarship Fund	-	-
Membership	54,607	34,813
Miscellaneous	4,183	5,390
Other Grants	0	1,000
Programs and Services	90,739	62,758
National Trust fund	-	2,901
Inventory sales	-	13,135
Unrealized gains (losses) on marketable securities	4,455	3,737
	<u>\$ 213,016</u>	<u>\$ 179,808</u>
	<u>\$ 527,304</u>	<u>\$ 490,903</u>

BRITISH COLUMBIA WRESTLING ASSOCIATION
STATEMENT OF CASH FLOWS
YEAR ENDED MARCH 31, 2015

	2015	2014
Cash Flows from (for) operating activities		
Net profit/loss for the year	\$ 18,002	\$ 15,819
Add (deduct) items not involving cash:		
Amortization	10,112	3,798
Unrealized (gains) losses on sale of marketable securities		
	<u>28,114</u>	<u>19,617</u>
Changes in non cash working capital		
Accounts Receivable	5,605	12,778
Inventory	1,048	-
Prepaid expenditures	4,812	(6,886)
(Increase) decrease in Fixed assets	(33,314)	
Accounts payable and accrued liabilities	1,353	(44,616)
Deferred revenue	12,829	26,591
Laliberte Scholarship Fund liability	-	-
	<u>(7,667)</u>	<u>(12,133)</u>
	<u>20,447</u>	<u>7,484</u>
Investing activities		
Proceeds from disposal of marketable securities	17,994	65,593
Purchase of marketable securities		
	<u>17,994</u>	<u>65,593</u>
Increase (decrease) in cash and equivalents	38,441	73,077
	-	-
Cash and Equivalent at beginning of year	93,444	20,367
Cash and Equivalent at end of year	<u>131,885</u>	<u>93,444</u>
Cash and equivalents is defined as		
Cash	122,831	69,896
Restricted cash	9,054	23,548
Net assets, end of year	<u>\$ 131,885</u>	<u>\$ 93,444</u>

BRITISH COLUMBIA WRESTLING ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2015

1. NATURE OF OPERATIONS

The British Columbia Wrestling Association ("the Association") was incorporated under the British Columbia Society act.

The Objective of the Association is to engage in the operating of programs and funding wrestling activities to promote the sport and association.

The Association is a not-for-profit organization under the Income Tax Act of Canada and, as such is exempt from income taxes.

2. SIGNIFICANT ACCOUNTING POLICIES

a) Restricted cash and marketable securities

Cash and marketable securities held by the Association which are not available for general operating purposes are classified as restricted cash and marketable securities

b) Marketable securities

Marketable securities, which consist of fixed income securities and equity financial instruments, are recorded at the fair market value at the financial statement date.

c) Inventory

At March 31, 2015 the inventory consisted of NCCP coaching packages and was not significant, a count was taken at March 31, 2015, and this balance is included in the 2015 Financial Statements.

d) Tangible capital assets

Tangible assets are accounted for at cost. Amortization is provided annually at rates and methods over their estimated useful lives as follows, except in the year of acquisition when one half of the rate is used:

Equipment	20% - declining balance
Trailers	30% - declining balance
Computer Equipment	55% - declining balance

Tangible capital assets are reviewed for impairment whenever events or changes in the circumstances indicate that the carrying value may not be recoverable, the excess of the net carrying amount over any residual value is recognized as expenditures in the statement of operations

BRITISH COLUMBIA WRESTLING ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2015

2. SIGNIFICANT ACCOUNTING POLICIES - continued

e) Revenue recognition

The Association follows the deferral method of accounting for contributions.

Restricted contributions related to expenditures of future periods are deferred and recognized as revenue in the period the related expenditures are incurred. Unrestricted or internally restricted contributions are recognized as revenue when received or receivable if the amount to be received can reasonably be estimated and collection is reasonably assured.

Membership fees are recognized as revenue when received.

f) Donated services

The Association depends upon donated services for various activities, including volunteer time. The value of the donated services is not recognized in these financial statements, since accurate fair values cannot reasonably be determined.

g) Use of estimates

The preparation of financial statements in conformity with Canadian Accounting standards for not-for profit requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying disclosures. Although these estimates are based on management's knowledge of current events and actions the Association may undertake in the future, actual results may differ from such estimates

h) Accounting Policies

Effective April 1, 2012 the Association adopted the Canadian accounting standards for not-for-profit organizations (ASNPO). Previously the Financial statements were presented in accordance with Canadian generally accepted accounting principals (GAAP).

3. RESTRICTED CASH AND MARKETABLE SECURITIES

a) Gaming Fund

Included in restricted cash and marketable securities is cash of \$ 9,054. (2014-2 \$23,549) held in a gaming fund bank account. The use of the funds is subject to external restrictions placed by the Gaming Branch of the B.C. Government

b) Laliberte Scholarship Fund

The balance of Laliberte Scholarship Fund included in restricted cash and Marketable securities as at March 31, 2015. The use of the funds is subject to external restrictions that require the funds to be used to assist high school wrestlers annually at program events.

BRITISH COLUMBIA WRESTLING ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2015

4. DEFERRED REVENUE

Deferred revenue represents grant monies, registration fees and program costs received for projects which have not been completed as at the year end date. The revenue will be recognized during future fiscal periods when the relevant projects are completed.

	<u>2015</u>	<u>2014</u>
Project and event grants and contributions	\$ 1,721	\$ 23,750
Event registration fees	\$ 49,379	\$ 14,520
	<u>\$ 51,100</u>	<u>\$ 38,270</u>

5. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial instruments consist of cash, marketable securities, accounts receivable, restricted cash and marketable securities, accounts payable, deferred revenue and Laliberte Scholarship Fund-Liability.

Interest Risk Rate

Interest risk rate represents the potential loss resulting from fluctuations in interest rates. The marketable securities held by the Association at March 31, 2015 consist of a variety of financial instruments; 15.8% fixed income securities bearing a fixed interest rate which is 4.5% , 58.3% in a bank "high interest" investment account and 25.9% in an equity growth fund.

Credit Risk

Credit risk on financial instruments arises from potential for counterparties to default on their contractual obligations to the Association. The Association is exposed to credit risk in the event of non-performance by any of the counterparties. The Association limits its credit risk by dealing with counterparties that the Association considers to be of high quality

Unless otherwise noted, it is management's opinion that the Association is not exposed to significant interest rate, credit or foreign exchange risk arising from these financial instruments and the carrying value of these instruments approximates their fair market value at March 31, 2015.

6. TANGIBLE CAPITAL ASSETS, NET

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>2015 Net Book Value</u>	<u>2014 Net Book Value.....</u>
Computer equipment	\$ 4,124	\$ 3,396	\$ 728	\$ 385
Equipment	\$ 64,728	\$ 31,029	\$ 33,699	\$ 10,313
Trailer	\$ 6,000	\$ 4,776	\$ 1,224	\$ 1,749
	<u>\$ 74,852</u>	<u>\$ 39,201</u>	<u>\$ 35,651</u>	<u>\$ 12,447</u>

BRITISH COLUMBIA WRESTLING ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2015

7. CAPITAL DISCLOSURES

The Association maintains net assets held in restricted cash and marketable securities which are subject to external restrictions, as described in Note 3, plus funds invested in tangible capital assets.

	<u>2015</u>	<u>2014</u>
Restricted cash and marketable securities	\$ 43,061	\$ 57,556
Tangible capital assets, net	<u>\$ 35,651</u>	<u>\$ 12,447</u>
Total restricted net assets	<u>\$ 78,712</u>	<u>\$ 70,003</u>

AUDITORS' REPORT

To the members of **British Columbia Wrestling Association:**

I have audited the accompanying financial statements of British Columbia Wrestling Association, which comprise the statements of financial position as at March 31, 2015 and March 31, 2014; the statements of operations, changes in fund balances and cash flows for the year ended March 31, 2015 and March 31, 2014 and a summary of significant accounting policies and other explanatory information.

Association's Directors' Responsibility for Financial Statements

The Association's directors are 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. These 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.

I believe the audit evidence obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

Basis for Qualified Opinion

In common with many not-for-profit organizations, the Association derives some of its revenue from fundraising and various other sources, the completeness of which is not susceptible to satisfactory audit verification. Accordingly my verification of such revenues was limited to the amounts recorded in the records of the Association and I was not able to determine whether any adjustments might be necessary to revenue, excess (deficiency) of revenues over expenditures, assets and net assets.

Qualified Opinion

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of **British Columbia Wrestling Association** as at March 31, 2015 and its financial position and Cash flow for the year ended March 31, 2015, in accordance with Canadian accounting standards for not-for-profit organizations.



Johnna M. Abdou
Independent Internal Auditor
May 21, 2015