

ALBERTA TRIATHLON ASSOCIATION

Financial Statements

Year Ended March 31, 2015

(Unaudited)

ALBERTA TRIATHLON ASSOCIATION
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Year Ended March 31, 2015
(Unaudited)

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REVIEW ENGAGEMENT REPORT

To the Members of Alberta Triathlon Association

We have reviewed the statement of financial position of Alberta Triathlon Association as at March 31, 2015 and the statements of revenues and expenditures, changes in net assets and cash flow for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and, accordingly, consisted primarily of inquiry, analytical procedures and discussion related to information supplied to us by the association.

A review does not constitute an audit and, consequently, we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.

Dorward & Company LLP

Edmonton, Alberta
October 16, 2015

CHARTERED ACCOUNTANTS

ALBERTA TRIATHLON ASSOCIATION
Statement of Financial Position
March 31, 2015
(Unaudited)

	2015	2014
ASSETS		
CURRENT		
Cash <i>(Note 3)</i>	\$ 134,810	\$ 161,227
Short term investments <i>(Note 4)</i>	20,000	33,517
Accounts receivable	11,667	34,280
Prepaid expenses	5,000	20,740
	171,477	249,764
CAPITAL ASSETS <i>(Note 5)</i>	16,025	7,709
LONG TERM INVESTMENTS <i>(Note 6)</i>	60,000	-
	\$ 247,502	\$ 257,473
 LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 10,512	\$ 6,478
Deferred revenue <i>(Note 7)</i>	76,137	104,369
	86,649	110,847
 NET ASSETS		
General fund	144,828	138,917
Net assets invested in capital assets	16,025	7,709
	160,853	146,626
	\$ 247,502	\$ 257,473

ON BEHALF OF THE BOARD

_____ *Director*

_____ *Director*

ALBERTA TRIATHLON ASSOCIATION
Statement of Revenues and Expenditures
Year Ended March 31, 2015
(Unaudited)

	2015	2014
REVENUE		
Membership fees	\$ 183,448	\$ 100,908
Race fees	90,731	78,124
Grants <i>(Note 8)</i>	82,713	84,713
Camp revenue	47,117	2,565
Casino	41,371	40,776
Other	13,545	5,058
	<u>458,925</u>	<u>312,144</u>
EXPENSES		
Wages and employee benefits	144,106	93,391
Athlete development	77,231	46,058
Race and technical	47,562	35,784
Insurance	35,896	39,062
Advertising and promotion	35,698	8,027
Meetings	28,980	15,414
Professional fees	20,164	17,259
Office	13,341	7,067
Membership fees	11,146	15,851
Coaching	7,878	17,554
Committees	7,162	3,969
Telephone and internet	5,926	7,115
Amortization	5,851	4,534
Casino	2,184	-
Bank charges	1,455	1,043
Professional development	518	-
	<u>445,098</u>	<u>312,128</u>
EXCESS OF REVENUE OVER EXPENSES FROM OPERATIONS	13,827	16
OTHER INCOME	400	-
EXCESS OF REVENUE OVER EXPENSES	<u>\$ 14,227</u>	<u>\$ 16</u>

ALBERTA TRIATHLON ASSOCIATION

Statement of Changes in Net Assets

Year Ended March 31, 2015

(Unaudited)

	General Fund	Net assets invested in capital assets	2015	2014
NET ASSETS - BEGINNING OF YEAR	\$ 138,917	\$ 7,709	\$ 146,626	\$ 146,610
Additions to capital assets	(14,167)	14,167	-	-
Excess of revenue over expenses	20,078	(5,851)	14,227	16
NET ASSETS - END OF YEAR	<u>\$ 144,828</u>	<u>\$ 16,025</u>	<u>\$ 160,853</u>	<u>\$ 146,626</u>

ALBERTA TRIATHLON ASSOCIATION
Statement of Cash Flow
Year Ended March 31, 2015
(Unaudited)

	2015	2014
OPERATING ACTIVITIES		
Excess of revenue over expenses	\$ 14,227	\$ 16
Items not affecting cash:		
Amortization of capital assets	5,851	4,534
Gain on disposal of assets	(400)	-
	<u>19,678</u>	<u>4,550</u>
Changes in non-cash working capital:		
Accounts receivable	22,613	(29,598)
Accounts payable and accrued liabilities	4,036	740
Deferred revenue	(28,232)	27,554
Prepaid expenses	15,740	7,367
	<u>14,157</u>	<u>6,063</u>
Cash flow from operating activities	<u>33,835</u>	<u>10,613</u>
INVESTING ACTIVITIES		
Purchase of capital assets	(14,169)	(3,733)
Proceeds on disposal of capital assets	400	-
Purchase of short term investments	(46,483)	(200)
	<u>(60,252)</u>	<u>(3,933)</u>
Cash flow used by investing activities	<u>(60,252)</u>	<u>(3,933)</u>
INCREASE (DECREASE) IN CASH FLOW	<u>(26,417)</u>	<u>6,680</u>
Cash - beginning of year	<u>161,227</u>	<u>154,547</u>
CASH - END OF YEAR <i>(Note 3)</i>	<u>\$ 134,810</u>	<u>\$ 161,227</u>

ALBERTA TRIATHLON ASSOCIATION

Notes to Financial Statements

Year Ended March 31, 2015

(Unaudited)

1. NATURE OF OPERATIONS

The Alberta Triathlon Association ("association") represents the triathletes of Alberta to the Triathlon Canada organization and works to increase general interest in triathlon and cultural exchange within the country and internationally through events and instructional clinics.

The association was established to provide technical, financial and organizational leadership for clubs, coaching staff and all levels of individual triathletes within Alberta.

The association was incorporated under the Societies Act of Alberta on February 22, 1984.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO).

Contributed services

Volunteers contribute 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 unrealised gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Revenue recognition

Alberta Triathlon 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.

Restricted casino income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Seminar & course fees are recognized as revenue when the seminars are held.

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ALBERTA TRIATHLON ASSOCIATION

Notes to Financial Statements

Year Ended March 31, 2015

(Unaudited)

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standard for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Long term investments

Long term investments include a guaranteed investment certificate. Long term investments are designated as held for trading and are recorded at fair value. Fair value is determined at quoted market prices. Sales and purchases of investments are recorded at the settlement date. Transaction costs related to the acquisition of investments are expensed.

Capital assets

Capital assets are stated at cost or deemed cost less accumulated amortization. Capital assets are amortized over their estimated useful lives on a declining balance basis at the following rates and methods:

Race equipment	20%	declining balance method
Website	5 years	straight-line method
Furniture and fixtures	20%	declining balance method
Computer equipment	45% & 55%	declining balance method
Computer software	100%	declining balance method

The association regularly reviews its capital assets to eliminate obsolete items. Government grants are treated as a reduction of capital assets cost.

Half year amortization is taken in the year of aquisition and no amortization is taken in the year of disposition. Capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

3. CASH

	2015	2014
General account	\$ 124,145	\$ 109,192
Casino account	10,665	52,035
	<u>\$ 134,810</u>	<u>\$ 161,227</u>

ALBERTA TRIATHLON ASSOCIATION

Notes to Financial Statements

Year Ended March 31, 2015

(Unaudited)

4. SHORT TERM INVESTMENTS

Short term investments includes a guaranteed investment certificate which matures on March 9, 2016 and earns interest at a rate of 0.80%.

5. CAPITAL ASSETS

	Cost	Accumulated amortization	2015 Net book value	2014 Net book value
Race equipment	\$ 20,600	\$ 10,777	\$ 9,823	\$ 793
Website	14,597	11,762	2,835	2,290
Furniture and fixtures	6,045	4,147	1,898	1,463
Computer equipment	18,333	16,864	1,469	3,163
Computer software	7,543	7,543	-	-
	\$ 67,118	\$ 51,093	\$ 16,025	\$ 7,709

6. LONG TERM INVESTMENTS

	2015	2014
Guaranteed investment certificate which matures on September 11, 2017 and earns interest at a rate of 0.80% per annum.	\$ 40,000	\$ -
Guaranteed investment certificate which matures on August 14, 2017 and earns interest at a rate of 1.15% in year one, 1.30% in year two and 1.35% in year three.	20,000	-
	\$ 60,000	\$ -

7. DEFERRED REVENUE

	2015	2014
Balance, beginning of year	\$ 104,369	\$ 76,815
Add: Membership fees	36,797	43,459
Casino revenue	10,665	52,035
Grant revenue	28,675	8,875
Subtotal	180,506	181,184

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ALBERTA TRIATHLON ASSOCIATION

Notes to Financial Statements

Year Ended March 31, 2015

(Unaudited)

7. DEFERRED REVENUE <i>(continued)</i>		
Less: amount recognized as revenue	<u>(104,369)</u>	<u>(76,815)</u>
Balance, end of year	<u>\$ 76,137</u>	<u>\$ 104,369</u>
Final deferred revenue balance is comprised of:		
Membership fees	\$ 36,797	\$ 43,459
Grant revenue	28,675	8,875
Casino revenue	<u>10,665</u>	<u>52,035</u>
	<u>\$ 76,137</u>	<u>\$ 104,369</u>

8. GRANTS

	<u>2015</u>	<u>2014</u>
Alberta Sport, Recreation, Parks & Wildlife Foundation:		
Association development	\$ 55,838	\$ 55,838
High performance coaching	14,875	8,875
Canada Summer Games	<u>-</u>	<u>20,000</u>
	70,713	84,713
Other grants	<u>12,000</u>	<u>-</u>
	<u>\$ 82,713</u>	<u>\$ 84,713</u>
