

Saint John Track & Field Club Inc.

Financial Statements

For The Year Ended December 31, 2018

*(Unaudited)*

Saint John Track & Field Club Inc.

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For The Year Ended December 31, 2018

(Unaudited)

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## **Independent Practitioner's Review Engagement Report**

*To the Board of Directors of Saint John Track & Field Club Inc.*

We have reviewed the accompanying financial statements of Saint John Track & Field Club Inc. as at December 31, 2018 and the statements of revenue and expenditures and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### *Directors' Responsibility for the Financial Statements*

The 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.

### *Practitioner's Responsibility*

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

### *Conclusion*

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Saint John Track & Field Club Inc. as at December 31, 2018, 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.

Saint John, NB  
April 29, 2019

  
Chartered Professional Accountants

**Saint John Track & Field Club Inc.**

Statement of Financial Position as at December 31, 2018

*(Unaudited)*

<u>Assets</u>	<u>2018</u>	<u>2017</u>
	\$	\$
Current:		
Cash	80,139	71,802
Accounts receivable	-	10,000
Inventory	19,530	19,776
	<u>99,669</u>	<u>101,578</u>
<u>Liabilities and Net Assets</u>		
Current liabilities:		
Accounts payable	1,800	32,742
Deferred revenue	35,000	21,050
	<u>36,800</u>	<u>53,792</u>
Net Assets:	<u>62,869</u>	<u>47,786</u>
	<u>99,669</u>	<u>101,578</u>

On behalf of the Board:

\_\_\_\_\_ Director

**Saint John Track & Field Club Inc.**

Statement of Operations and Net Assets for the year ended December 31, 2018

*(Unaudited)*

	<u>2018</u>	<u>2017</u>
	\$	\$
Revenues:		
Contributed support	26,300	24,500
Program revenue	31,569	29,606
UNBSJ Varsity Athletics	71,218	77,701
	<u>129,087</u>	<u>131,807</u>
Expenditures:		
Coaching expense	20,250	20,490
Dues and fees	6,140	9,590
Organizational expenses	2,259	6,657
Prizes and awards	1,092	1,267
Professional fees	2,070	1,725
Rental	2,000	2,001
Telephone	-	592
Travel	1,870	242
UNBSJ - Major program expense	75,747	74,222
Uniforms	2,576	2,979
	<u>114,004</u>	<u>119,765</u>
Excess revenue for the year	15,083	12,042
Net assets, beginning of year	<u>47,786</u>	<u>35,744</u>
Net assets, end of year	<u><u>62,869</u></u>	<u><u>47,786</u></u>

**Saint John Track & Field Club Inc.**

Statement of Cash Flows for the year ended December 31, 2018

*(Unaudited)*

	<u>2018</u>	<u>2017</u>
	\$	\$
Cash flow from operating activities:		
Excess revenue for the year	15,083	12,042
Changes in non-cash working capital:		
Accounts receivable	10,000	(10,000)
Inventory	246	(5,851)
Accounts payable	(30,942)	2,736
Deferred revenue	13,950	(4,410)
	<u>8,337</u>	<u>(5,483)</u>
Increase (decrease) in cash during the year		
Cash, beginning of year	<u>71,802</u>	<u>77,285</u>
Cash, end of year	<u><u>80,139</u></u>	<u><u>71,802</u></u>

**Saint John Track & Field Club Inc.**

Notes to Financial Statements for the year ended December 31, 2018

*(Unaudited)*

1. Nature of operations:

The club was founded in the 1970's and is a not-for-profit organization for young Saint John athletes, providing programs, coaching and the opportunity to compete locally, regionally and nationally. The club incorporated in January, 2014.

2. Significant accounting policies:

*Accounting policies for not-for-profit organizations:*

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO) and include the following significant policies:

*Cash and cash equivalents:*

Cash is defined as cash on hand, cash on deposit, and short-term deposits with maturity dates of less than 90 days, net of cheques issued and outstanding at the reporting date.

*Inventory:*

Inventory is valued at the lower of cost and net realizable value. Cost is determined using the average cost method.

*Income taxes:*

The club is a not-for-profit organization within the meaning of the Income Tax Act (Canada), and as such is exempt from income taxes.

*Revenue recognition:*

Donations and other revenues are recognized as received. Membership fees are recognized as revenue when collected.

*Use of estimates:*

The preparation of the financial statements in conformity with ASNPO requires management to make estimates that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities as at the date of the financial statements, as well as reported amounts of revenues and expenses during the reporting period. These estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in the future could be significant.

3. Financial risks and concentration of risk:

*Credit risk:*

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. The accounts receivable are due from one organization, UNBSJ. There has been no change to the risk exposures from 2017.

**Saint John Track & Field Club Inc.**

Notes to Financial Statements for the year ended December 31, 2018

*(Unaudited)*

## 3. Financial risks and concentration of risk (continued):

*Liquidity risk:*

Liquidity risk is the risk that the organization will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The organizations exposure to liquidity risk is dependent on the collection of accounts receivable, purchasing commitments and obligations or raising of funds to meet commitments and sustain operations. Cash flow from operations provides all of the organizations cash requirements. Management is of the opinion the liquidity risk is not a significant risk and there has been no change to the risk exposures from 2017.