

Accountants' Report

To the Members
Canadian Rope Skipping Federation

I have reviewed the statement of financial position of Canadian Rope Skipping Federation as at July 31, 2017 and the statements of operations and unrestricted net assets and cash flows for the year then ended. My review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to me by the federation.

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

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



Erika Banwell, C.A. Professional Corporation
Authorized to practice public accounting by the
Chartered Professional Accountants of Ontario.

Essex, Ontario
October 31, 2017

Canadian Rope Skipping Federation

Statement of Financial Position

As At July 31, 2017

(Unaudited)

	<u>2017</u>	<u>2016</u>
Assets		
Current Assets		
Cash	\$ 20,104	\$ 25,954
Inventory	1,939	2,935
Prepaid expenses	1,618	1,832
	<u>\$ 23,661</u>	<u>\$ 30,721</u>
Liabilities		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 256	\$ 254
Net Assets		
Net Assets	<u>23,405</u>	<u>30,467</u>
	<u>\$ 23,661</u>	<u>\$ 30,721</u>

The accompanying notes are an integral part of these financial statements.

Canadian Rope Skipping Federation

Statement of Operations and Unrestricted Net Assets

For the Year Ended July 31, 2017

(Unaudited)

	2017	2016
Revenue		
Button sales	\$ 507	\$ -
Donation	3,225	600
Interest	48	40
Memberships	16,557	17,915
Miscellaneous	-	23
National capitation fees	28,795	4,740
Workshops and camps	132	52
	<u>49,264</u>	<u>23,370</u>
Operating expenses		
Accounting	311	311
Awards, pins, ribbons and medals	4,194	3,468
Consulting fees	3,500	-
Directors' expenses	1,800	600
Directors' retreat	-	3,381
FISAC fees	209	239
Honorariums	3,350	2,100
Industry Canada	20	20
Insurance	3,508	4,022
Lanyards	512	497
LTAO meeting expenses	-	734
National competition	30,623	2,481
Office expenses	548	149
Scholarship	2,000	-
Team Canada shirts	4,911	867
Website	840	356
	<u>56,326</u>	<u>19,225</u>
(Deficit) excess of revenues over expenses	(7,062)	4,145
Net assets, beginning of the year	<u>30,467</u>	<u>26,322</u>
Net assets, end of the year	\$ 23,405	\$ 30,467

The accompanying notes are an integral part of these financial statements.

Canadian Rope Skipping Federation

Statement of Cash Flows

For the Year Ended July 31, 2017

(Unaudited)

	<u>2017</u>	<u>2016</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
(Deficit) excess of revenues over expenses	\$ (7,062)	\$ 4,145
(Increase) decrease in:		
Inventory	996	(983)
Prepaid expenses	214	(158)
Increase (decrease) in:		
Accounts payable and accrued liabilities	2	(311)
	<u>(5,850)</u>	<u>2,693</u>
Cash, beginning of the period	25,954	23,261
Cash, end of the period	<u><u>\$ 20,104</u></u>	<u><u>\$ 25,954</u></u>

The accompanying notes are an integral part of these financial statements.

Canadian Rope Skipping Federation

Notes to the Financial Statements

For the Year Ended July 31, 2017

(Unaudited)

1. Organization

The federation is registered under the Canadian Amateur Athletic Association. The organization holds various fundraising activities to provide funds for its members. Specifically, it provides funds to promote skipping through instruction, workshops, camps and exhibitions of skipping skills, and to provide recreation, entertainment and leisure activities for children and teens.

2. Significant Accounting Policies

The federation applies the accounting standards for not-for-profit organizations. Within this framework, the following is a summary of the significant policies adopted in the preparation of these financial statements.

a. Inventories

Inventory is stated at the lower of cost and net realizable value. Cost is determined on a first-in, first-out basis.

b. Property, plant and equipment

Capital assets are expensed in the year in which they are acquired.

c. Income taxes

There is no provision for income taxes within these financial statements as the federation is exempt from income taxes as a non-profit organization as defined by subsection 149(1)(l) of the Income Tax Act.

d. Revenue recognition

The Federation follows the deferral method in accounting for contributions. Restricted contributions are recognized as revenue in the year in which they related expense is incurred. Unrestricted contributions are recognized as revenue when they are received or receivable if the amount can be estimated and its collection can be reasonably assured.

e. Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted 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 date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and may have impact on future periods.

f. Contributions of assets, supplies and services

Contributions of assets, supplies and services that would otherwise have been purchased are recorded at the fair value at the date of contribution, provided a fair value can be reasonably determined. All other volunteer time is not recognized in these financial statements due to the difficulty in determining its fair value.