

WINDSOR MINOR HOCKEY ASSOCIATION

**REVIEW ENGAGEMENT REPORT AND
FINANCIAL STATEMENTS**

APRIL 30, 2023



Baker Tilly Windsor LLP
325 Devonshire Road, Suite 200
Windsor, ON
Canada N8Y 2L3

T: 519.258.5800
F: 519.256.6152

windsor@bakertilly.ca
www.bakertilly.ca

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Board of Directors of Windsor Minor Hockey Association

We have reviewed the accompanying financial statements of Windsor Minor Hockey Association which comprise the statement of financial position as at April 30, 2023 and the statements of operations and 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.

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 Windsor Minor Hockey Association as at April 30, 2023, 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.

Chartered Professional Accountants
Licensed Public Accountants

August 1, 2023

AUDIT • TAX • ADVISORY

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WINDSOR MINOR HOCKEY ASSOCIATION

FINANCIAL STATEMENTS

(Unaudited)

APRIL 30, 2023

Statement of operations and changes in net assets	1
Statement of financial position	2
Statement of cash flows	3
Notes to financial statements	4 - 7

WINDSOR MINOR HOCKEY ASSOCIATION**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

(Unaudited)

YEAR ENDED APRIL 30, 2023

	2023	2022
REVENUE		
Registration, net of refunds and payments (note 4)	\$ 427,673	\$ 404,670
Travel fees	290,573	253,767
Sponsors	34,763	34,128
Fundraising	18	37
Tournaments and special events	7,609	-
Travel tryouts	23,640	20,520
Skills and development	18,770	9,195
Development fees	2,901	3,065
Clinics	700	1,125
Interest and other income	<u>1,081</u>	<u>1,520</u>
	<u>807,728</u>	<u>728,027</u>
EXPENSES		
Advertising and promotion	6,622	1,943
Volunteer clinics	7,734	6,273
Credit card charges and online registration fees	10,392	10,800
Ice rental	535,399	446,174
Insurance	38,247	37,489
League fees	4,986	1,266
Legal and accounting	3,842	4,277
Meetings and travel	1,725	180
Office	24,301	21,201
Police checks	1,829	2,020
Referees and time keepers	69,475	40,902
Skills and development	8,730	6,240
Stipends	2,500	2,000
Telephone	1,962	1,640
Tournaments and special events	11,069	8,342
Trophies and awards	10,678	4,178
Uniforms and equipment	<u>105,311</u>	<u>88,900</u>
	<u>844,802</u>	<u>683,825</u>
REVENUE (UNDER) OVER EXPENDITURES	(37,074)	44,202
NET ASSETS, BEGINNING	<u>264,235</u>	<u>220,033</u>
NET ASSETS, ENDING	<u>\$ 227,161</u>	<u>\$ 264,235</u>

See Accompanying Notes

WINDSOR MINOR HOCKEY ASSOCIATION**STATEMENT OF FINANCIAL POSITION**
(Unaudited)**APRIL 30, 2023**

	2023	2022
ASSETS		
CURRENT ASSETS		
Cash	\$ 99,122	\$ 138,956
Short-term investments (note 3)	150,704	153,168
Accounts receivable	16,527	-
Prepaid expenses	<u>195</u>	<u>-</u>
	<u>\$ 266,548</u>	<u>\$ 292,124</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 13,162	\$ 8,728
Deferred revenue (note 4)	<u>26,225</u>	<u>19,161</u>
	39,387	27,889
NET ASSETS		
Unrestricted net assets	<u>227,161</u>	<u>264,235</u>
	<u>\$ 266,548</u>	<u>\$ 292,124</u>
ON BEHALF OF THE BOARD		
<hr/>	<hr/>	<hr/>
Director		Director

See Accompanying Notes

WINDSOR MINOR HOCKEY ASSOCIATION**STATEMENT OF CASH FLOWS**

(Unaudited)

YEAR ENDED APRIL 30, 2023

	2023	2022
<hr/>		
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from registrations and programs	\$ 798,265	\$ 742,003
Cash paid to suppliers	<u>(840,563)</u>	<u>(679,001)</u>
	<u>(42,298)</u>	<u>63,002</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Decrease (increase) in short-term investments	<u>2,464</u>	<u>(1,268)</u>
INCREASE (DECREASE) IN CASH POSITION	(39,834)	61,734
CASH POSITION, BEGINNING	<u>138,956</u>	<u>77,222</u>
CASH POSITION, ENDING	<u>\$ 99,122</u>	<u>\$ 138,956</u>

See Accompanying Notes

WINDSOR MINOR HOCKEY ASSOCIATION**NOTES TO FINANCIAL STATEMENTS**

(Unaudited)

APRIL 30, 2023

1. NATURE OF ACTIVITIES

The association, incorporated without share capital under the laws of Ontario, is a non-profit organization whose primary purpose is to promote, encourage, develop and govern hockey for girls and boys in the City of Windsor. The organization is exempt from income tax under paragraph 149(1)(l) of the Income Tax Act.

2. SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PRESENTATION

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

REVENUE RECOGNITION

The association follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which 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.

USE OF ACCOUNTING ESTIMATES

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that effect the reported amounts of assets and liabilities and disclosures 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 these estimates.

WINDSOR MINOR HOCKEY ASSOCIATION**NOTES TO FINANCIAL STATEMENTS**

(Unaudited)

APRIL 30, 2023**2. SIGNIFICANT ACCOUNTING POLICIES - continued****FINANCIAL INSTRUMENTS****Measurement of financial instruments**

Financial instruments are financial assets or liabilities of the association where, in general, the association has the right to receive cash or another financial asset from another party or the association has the obligation to pay another party cash or other financial assets.

The association initially measures its financial assets and liabilities originated or exchanged in arm's length transactions at fair value. Financial assets and liabilities originated or exchanged in related party transactions, except for those that involve parties whose sole relationship with the association is in the capacity of management, are initially measured at cost.

The cost of a financial instrument in a related party transaction depends on whether the instrument has repayment terms. If it does, the cost is determined using its undiscounted cash flows, excluding interest and dividend payments, less any impairment losses previously recognized by the transferor. Otherwise, the cost is determined using the consideration transferred or received by the association in the transaction.

The association subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash and short-term investments.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

3. SHORT-TERM INVESTMENTS

	2023	2022
GIC, .85%, due April 25, 2023, at fair value	\$ -	\$ 102,717
GIC, .5%, due April 25, 2023, at fair value	-	50,451
GIC, 2.50%, due September 2, 2023, at fair value	100,000	-
GIC, 2.75%, due April 25, 2024, at fair value	<u>50,704</u>	<u>-</u>
	<u>\$ 150,704</u>	<u>\$ 153,168</u>

WINDSOR MINOR HOCKEY ASSOCIATION**NOTES TO FINANCIAL STATEMENTS**

(Unaudited)

APRIL 30, 2023**4. DEFERRED REVENUE****2023****2022**

Deferred revenue is made up of the following accounts:

Deferred registration revenue

Balance beginning	\$ 7,005	\$ -
Add amount received	15,487	7,005
Less amount recognized as revenue in the year	<u>(7,005)</u>	<u>-</u>
Balance ending	<u>\$ 15,487</u>	<u>\$ 7,005</u>

Deferred fundraising revenue

Balance beginning	\$ 3,644	\$ 3,681
Less amount recognized as revenue in the year	<u>(18)</u>	<u>(37)</u>
Balance ending	<u>\$ 3,626</u>	<u>\$ 3,644</u>

Deferred Love For Hockey Fund

Balance beginning	\$ 8,512	\$ 8,377
Add amount received	100	1,535
Less amount recognized as revenue in the year	<u>(1,500)</u>	<u>(1,400)</u>
Balance ending	<u>\$ 7,112</u>	<u>\$ 8,512</u>

5. RELATED PARTY TRANSACTIONS

The association's constitution offers to each board member in good standing for at least two years a volunteer stipend at the end of their third year. The payment requires Board approval and is dependent on available funding. The stipend cannot exceed the maximum registration fee in the year in which it is paid. Stipends paid to board members in the year were \$7,500 (2022 \$5,400).

WINDSOR MINOR HOCKEY ASSOCIATION**NOTES TO FINANCIAL STATEMENTS**

(Unaudited)

APRIL 30, 2023

6. FINANCIAL INSTRUMENTS

The main risks the association's financial instruments are exposed to are credit risk and interest rate risk.

Credit risk

The financial instruments that potentially subject the association to a significant concentration of credit risk consist primarily of cash and short term investments. The association mitigates its exposure to credit loss by placing its cash and term investments with major financial institutions.

Interest rate risk

The association's short term investments bear interest at a fixed rate of interest, and as such are subject to interest rate price risk resulting from changes in fair value from market fluctuations in interest rates. The association does not use derivative financial instruments to alter the effects of the risk.