
**CANADIAN SNOWBOARD FEDERATION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
JUNE 30, 2018**





INDEPENDENT AUDITORS' REPORT

To the Members of:
Canadian Snowboard Federation

We have audited the accompanying financial statements of the Canadian Snowboard Federation ("Federation") which comprise the statement of financial position as at June 30, 2018 and the statements of revenue and expenses, changes in net assets and cash flows for the year then ended, and the related notes comprising 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.

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. Those 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 our 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, we consider 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.

We believe that the audit evidence we have obtained in our audit is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Federation as at June 30, 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.

Manning Elliott LLP

Chartered Professional Accountants

Vancouver, British Columbia

November 17, 2018

CANADIAN SNOWBOARD FEDERATION
STATEMENT OF REVENUE AND EXPENSES
FOR THE YEAR ENDED JUNE 30, 2018

	2018	2017
REVENUE		
Contributions (Note 3)	\$ 3,500,207	\$ 3,249,509
Sponsorships	856,716	738,045
Program revenue	250,292	408,999
Donations	98,642	98,162
Other revenue	14,862	36,268
	4,720,719	4,530,983
EXPENSES		
High performance program	2,292,451	2,214,560
Major events program	730,983	739,004
Sport development program	690,676	777,731
Business development program	689,846	509,792
Administrative program	289,646	310,960
	4,693,602	4,552,047
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES		
FOR THE YEAR	\$ 27,117	\$ (21,064)



CANADIAN SNOWBOARD FEDERATION
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2018

	2018	2017
ASSETS		
CURRENT ASSETS		
Cash	\$ 240,377	\$ 328,372
Accounts receivable	353,835	308,461
Prepaid expenses and deposits	38,910	28,663
	633,122	661,496
CAPITAL ASSETS (Note 4)	59,846	45,387
	\$ 692,968	\$ 706,883
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 229,921	\$ 462,101
Deferred revenue (Note 6)	225,390	21,473
Athlete deposits	21,807	34,576
	477,118	518,150
COMMITMENTS (Note 7)		
NET ASSETS		
INVESTED IN CAPITAL ASSETS	59,846	45,387
UNRESTRICTED	156,004	143,346
	215,850	188,733
	\$ 692,968	\$ 706,883

Approved by the Board:



 Director
 Tyler King



 Director



CANADIAN SNOWBOARD FEDERATION
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2018

			2018		2017	
	Invested in capital assets	Unrestricted	Total	Total	Total	Total
BALANCE, BEGINNING OF YEAR	\$ 45,387	\$ 143,346	\$ 188,733	\$ 209,797		
Excess (deficiency) of revenue over expenses for the year	(24,586)	51,683	27,117	(21,064)		
Capital asset additions	41,062	(41,062)	-	-		
Capital asset disposals	(2,037)	2,037	-	-		
BALANCE, END OF YEAR	\$ 59,846	\$ 156,004	\$ 215,850	\$ 188,733		



CANADIAN SNOWBOARD FEDERATION
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2018

	2018	2017
CASH FROM (USED IN):		
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenses for the year	\$ 27,117	\$ (21,064)
Items not involving cash:		
Amortization expense	24,566	18,196
Gain on disposal of capital assets	(358)	-
	51,325	(2,868)
Change in non-cash working capital items:		
Accounts receivable	(47,374)	(205,324)
Prepaid expenses and deposits	(10,247)	(2,204)
Accounts payable and accrued liabilities	(232,180)	370,030
Deferred revenue	203,917	(124,433)
Athlete deposits	(12,769)	(3,785)
	(47,328)	31,416
INVESTING ACTIVITIES		
Purchase of capital assets	(41,062)	(12,176)
Proceeds from disposal of capital assets	2,395	-
	(38,667)	(12,176)
(DECREASE) INCREASE IN CASH DURING THE YEAR	(85,995)	19,240
CASH, BEGINNING OF YEAR	326,372	307,132
CASH, END OF YEAR	\$ 240,377	\$ 326,372



CANADIAN SNOWBOARD FEDERATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NATURE OF OPERATIONS

The Canadian Snowboard Federation (the "Federation") promotes the development of snowboarding in Canada and local, national and international competitions and any other snowboarding events in Canada.

The Federation is incorporated under the Canada Not-for-Profit Corporations Act and accordingly, is exempt from income taxes. The Federation is also a registered amateur athletic association with the Canada Revenue Agency, which allows it to issue donation receipts for tax purposes.

1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for Not-for-Profit Organizations ("ASNPO") under Part III of the CPA Canada Handbook - Accounting. Financial statements prepared in accordance with ASNPO are also in accordance with Canadian generally accepted accounting principles ("GAAP").

These financial statements have, in management's opinion, been prepared within reasonable limits of materiality using the significant accounting policies noted below:

a) Financial Instruments

i) Measurement

The Federation's financial instruments consist of cash, accounts receivable, and accounts payable.

The Federation initially measures all of its financial assets and liabilities at fair value, except for certain non-arm's length transactions. The Federation subsequently measures all of its financial assets and liabilities at amortized cost.

ii) Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of impairment. The amount of any write-down that is determined is recognized in the statement of revenue and expenses. A previously recognized impairment loss may be reversed to the extent of any improvement, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in the statement of revenue and expenses in the period in which it is determined.

b) Cash

Cash consists of cash on hand and cash on deposit.



CANADIAN SNOWBOARD FEDERATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

c) Capital assets

Capital assets are amortized over their estimated useful life according to the following methods:

Electronic equipment	30%	declining balance basis
Furniture and equipment	30%	declining balance basis
Leasehold improvements	Lease term	straight-line method
Vehicles	3 years	straight-line method

The Federation monitors the recoverability of capital assets based on their long-term service potential. When a capital asset no longer has any long-term service potential to the Federation, the excess of its net carrying amount over any residual value is recognized as an expense in the statement of revenue and expenses. Write-downs recognized under this policy are not reversed.

d) Revenue recognition

The Federation follows the deferral method of accounting for contributions. Under this method, contributions restricted for future period expenditures are deferred and are recognized as revenue in the year in which the related expenditures 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.

Deferred contributions related to capital assets are amortized to revenue on the same basis as the related capital asset.

e) Contributions-in-kind

Certain equipment and supplies provided to athletes by the Federation are donated free of charge by manufacturers. As it is not practical to estimate fair value, no value has been recorded for such donated equipment and supplies.

f) Use of estimates

The preparation of the financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions about future events that affect the reported amounts of assets, liabilities, revenues and expenses as at the end of or during the reporting period. Management believes that the estimates used are reasonable and prudent, however, actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the determination of the useful lives of assets for calculating amortization, recognition of deferred revenue and the amounts recorded as accounts receivable and accrued liabilities.

2. FINANCIAL INSTRUMENTS RISKS

The Federation's financial instruments are described in Note 1(a). In management's opinion the Federation is not exposed to significant interest rate, currency, liquidity, or other market risks. In addition, the Federation is not exposed to any material concentrations of risk and there has been no change in risk exposures from the prior year.



CANADIAN SNOWBOARD FEDERATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

3. ECONOMIC DEPENDENCE

The continued operations of the Federation is dependent upon the support of government funding agencies, sponsors, members and creditors.

For the year ended June 30, 2018, of the Federation's total revenue reported on the statement of revenue and expenses, approximately 65% (2017 - 68%) is derived from Sport Canada and the Canadian Olympic Committee, which is included within contributions revenue as follows:

	2018	2017
Sport Canada	\$ 2,227,712	\$ 2,327,615
Sport Canada hosting grants (major events)	300,000	462,118
Sport Canada hosting grants (domestic events)	90,000	115,000
Provincial and Regional Contributions	43,850	115,000
Canadian Olympic Committee	434,750	197,047
International Paralympic Committee	-	32,729
Indigenous and Northern Affairs Canada (see below)	403,895	-
	\$ 3,500,207	\$ 3,249,509

	2018 Budget	2018 Actual
Indigenous and Northern Affairs Canada		
REVENUE	\$ 403,895	\$ 403,895
EXPENSES		
Improving School Effectiveness		
Products, tools or materials	133,645	135,033
Professional services/consulting fees	194,750	194,988
Travel	22,500	19,375
Other	19,000	21,658
	369,895	371,054
Program Administration Costs		
Administration costs	34,000	35,822
TOTAL	\$ 403,895	\$ 406,876



CANADIAN SNOWBOARD FEDERATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

4. CAPITAL ASSETS

				2018	2017
	Cost	Accumulated Amortization		Net Book Value	Net Book Value
Electronic equipment	\$ 114,490	\$ 103,891	\$	10,599	\$ 15,618
Furniture and equipment	5,787	3,377		2,410	3,443
Leasehold improvements	40,044	26,354		13,690	26,326
Vehicles	39,777	6,630		33,147	-
	\$ 200,098	\$ 140,252	\$	59,846	\$ 45,387

Administrative program expenses include amortization expense totaling \$24,566 (2017 - \$18,196).

5. CREDIT FACILITY

The Federation has a credit facility with the Royal Bank of Canada which is secured by a general security agreement covering all property of the Federation. The facility includes a revolving demand loan of up to \$94,000 that bears interest at the bank's prime lending rate plus 2.5%. The demand loan was not in use as of June 30, 2018 (2017 - \$Nil). The facility also includes credit cards with a combined limit of \$60,000, of which \$11,067 (2017 - \$7,491) had been utilized as at June 30, 2018 and is included in accounts payable and accrued liabilities.

In addition to the above, the Federation has an American Express credit card with a limit of \$100,000, of which \$22,137 (2017 - \$3,970) had been utilized as at June 30, 2018 and is included in accounts payable and accrued liabilities.

6. DEFERRED REVENUE

The prior year's deferred revenue has been recognized in the current year's program revenue on the statement of revenue and expenses. Deferred revenue consists of the following:

	2018	2017
Membership fees	\$ 25,867	\$ 21,473
Sport Canada funding	159,523	-
Canadian Olympic Committee funding	40,000	-
	\$ 225,390	\$ 21,473

7. COMMITMENTS

The Federation leases its Whistler townhouse and Vancouver office space under long-term leases which expire May 2019 and June 2019, respectively. Lease payments during the next fiscal year are anticipated to be \$71,070.

8. ATHLETE RESERVE FUNDS

Athlete reserve funds represent monies held on behalf of certain athletes. These funds are segregated into a separate bank account and accounted for separately from the operations of the Federation. The amount of athlete reserve funds held by the Federation at June 30, 2018 was \$Nil (2017 - \$Nil).

