
CANADIAN SNOWBOARD FEDERATION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
JUNE 30, 2016





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, 2016 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, 2016 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

October 22, 2016

CANADIAN SNOWBOARD FEDERATION
STATEMENT OF REVENUE AND EXPENSES
FOR THE YEAR ENDED JUNE 30, 2016

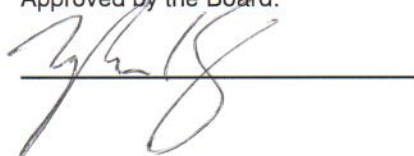
	2016	2015
REVENUE		
Contributions (Note 3)	\$ 2,643,747	\$ 2,625,811
Sponsorships	567,534	607,269
Program revenue	214,977	233,689
Other revenue	69,848	69,937
	3,496,106	3,536,706
EXPENSES		
High performance program	1,662,025	1,729,364
Sport development program	779,396	676,308
Administrative program	437,629	399,094
Business development program	346,008	443,586
Major events program	242,810	265,407
	3,467,868	3,513,759
EXCESS OF REVENUE OVER EXPENSES FOR THE YEAR	\$ 28,238	\$ 22,947



CANADIAN SNOWBOARD FEDERATION
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2016

	2016	2015
ASSETS		
CURRENT ASSETS		
Cash	\$ 307,132	\$ 660,496
Accounts receivable	101,137	62,073
Prepaid expenses and deposits	26,459	12,475
	434,728	735,044
CAPITAL ASSETS (Note 4)	51,407	12,134
	\$ 486,135	\$ 747,178
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 92,071	\$ 175,378
Deferred revenue (Note 6)	145,906	348,029
Athlete deposits	38,361	42,212
	276,338	565,619
COMMITMENTS (Note 7)		
NET ASSETS		
INVESTED IN CAPITAL ASSETS	51,407	12,134
UNRESTRICTED	158,390	169,425
	209,797	181,559
	\$ 486,135	\$ 747,178

Approved by the Board:



Director



Director



CANADIAN SNOWBOARD FEDERATION
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2016

			2016		2015	
	Invested in capital assets	Unrestricted	Total	Total	Total	Total
BALANCE, BEGINNING OF YEAR	\$ 12,134	\$ 169,425	\$ 181,559	\$ 158,612		
Excess (deficiency) of revenue over expenses for the year	(6,557)	34,795	28,238	22,947		
Capital asset additions	45,830	(45,830)	-	-		
BALANCE, END OF YEAR	\$ 51,407	\$ 158,390	\$ 209,797	\$ 181,559		



CANADIAN SNOWBOARD FEDERATION
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2016

	2016	2015
CASH FROM (USED IN):		
OPERATING ACTIVITIES		
Excess of revenue over expenses for the year	\$ 28,238	\$ 22,947
Items not involving cash:		
Amortization expense	6,557	9,407
Recognition of deferred contributions related to capital assets	-	(3,546)
Loss on disposal of capital assets	-	488
	34,795	29,296
Change in non-cash working capital items:		
Accounts receivable	(39,064)	302,397
Prepaid expenses and deposits	(13,984)	2,554
Accounts payable and accrued liabilities	(83,307)	64,556
Deferred revenue	(202,123)	94,896
Athlete deposits	(3,851)	(24,353)
	(307,534)	469,346
INVESTING ACTIVITIES		
Purchase of capital assets	(45,830)	(4,340)
Proceeds from disposal of capital assets	-	800
	(45,830)	(3,540)
INCREASE (DECREASE) IN CASH DURING THE YEAR	(353,364)	465,806
CASH, BEGINNING OF YEAR	660,496	194,690
CASH, END OF YEAR	\$ 307,132	\$ 660,496



CANADIAN SNOWBOARD FEDERATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016

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, 2016

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

c) Capital assets

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

Computer equipment and systems	30%	declining balance basis
Vehicles	3 years	straight-line method
Furniture and equipment	30%	declining balance basis
Leasehold improvements	37 months	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

Some of the 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 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, 2016

3. ECONOMIC DEPENDENCE

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

For the year ended June 30, 2016, the Federation derived approximately 71% (2015 - 73%) of its revenue from Sport Canada and the Canadian Olympic Committee:

Total contribution revenue for the year is comprised as follows:

	2016	2015
Sport Canada	\$ 2,230,699	\$ 2,340,811
Sport Canada hosting grants (major events)	255,000	250,000
Canadian Olympic Committee	66,166	35,000
Additional Sport Canada hosting grants (domestic events)	91,882	-
	\$ 2,643,747	\$ 2,625,811

4. CAPITAL ASSETS

			2016	2015
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer equipment and systems	\$ 111,710	\$ 104,184	\$ 7,526	\$ 12,134
Furniture and equipment	5,787	868	4,919	-
Leasehold improvements	40,044	1,082	38,962	-
Vehicles	21,274	21,274	-	-
	\$ 178,815	\$ 127,408	\$ 51,407	\$ 12,134

Administrative program expenses, business development program expenses, and high performance program expenses include amortization expense totaling \$6,557 (2015 - \$3,099), \$Nil (2015 - \$2,762) and \$Nil (2015 - \$3,546) respectively.

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 3%. The demand loan was not in use as of June 30, 2016 (2015 - \$Nil). The facility also includes credit cards with a combined limit of \$60,000, of which \$15,727 (2015 - \$19,622) had been utilized as at June 30, 2016 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 contribution revenue on the statement of revenue and expenses.



CANADIAN SNOWBOARD FEDERATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016

7. COMMITMENTS

The Federation leases its Whistler townhouse and Vancouver office space under long-term leases which expire April 2017 and June 2019 respectively. Lease payments during the next three fiscal years are anticipated to be as follows:

2017	\$	52,627
2018		44,660
2019		55,900
	\$	<u>153,187</u>

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, 2016 was \$18,218 (2015 - \$18,123).

