

# 2018

**Mississauga Girls  
Hockey League**

**Financial Statements**  
For the year ended June 30, 2018



## Independent Auditor's Report

To the directors of  
Mississauga Girls Hockey League

### *Report on the Financial Statements*

We have audited the accompanying financial statements of Mississauga Girls Hockey League, which comprise the balance sheet as at June 30, 2018 and the statements of operations and net assets and statement of 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.

### *Auditor's 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 the auditor's 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, the auditor considers 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 is sufficient and appropriate to provide a basis for our qualified opinion.

### *Basis for Qualified Opinion*

In common with many non-profit organizations, the organization derives revenue from cash transactions, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and were not able to determine whether any adjustment might be necessary to revenues, the excess of revenues over expenses, assets and net assets.

### *Qualified Opinion*

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Mississauga Girls Hockey League as at June 30, 2018, and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

*S+C Partners LLP*

Chartered Accountants  
Licensed Public Accountants

Mississauga, Ontario  
August 9, 2018

6465 Millcreek Drive, Suite 204  
Mississauga, Ontario L5N 5R3

☎ 905 821 9215  
☎ 866 965 1435

☎ 905 821 8212  
☎ scpllp.com

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# Mississauga Girls Hockey League

## Statement of Operations and Net Assets

Year ended June 30, 2018

	2018	2017
<b>Revenue</b>		
Registration fees	\$ 371,292	\$ 359,955
Tournament income (net)	4,558	29,838
Rep administrative income	23,902	25,550
Other income	8,018	12,920
Sponsorship	7,300	9,000
Gala (net)	4,870	6,679
Junior chiefs eveyone plays	28	124
	<b>419,968</b>	<b>444,066</b>
<b>Expenses</b>		
Advertising and promotion	8,133	11,799
Amortization	1,223	787
Bank charges and interest	8,548	5,581
Banquet expense	6,311	3,504
Coach and trainer clinics	5,050	9,221
Ice rental	166,645	205,545
Insurance	535	535
Office and general	1,321	1,606
OWHA registration and insurance	44,568	39,065
Player skills development	12,259	15,770
Professional fees	5,003	3,503
Referees and timekeepers	41,491	46,491
Rent	16,783	15,800
Supplies	28,859	26,536
	<b>346,729</b>	<b>385,743</b>
<b>Excess of revenue over expenses</b>	<b>73,239</b>	<b>58,323</b>
<b>Net assets, beginning of period</b>	<b>178,091</b>	<b>119,768</b>
<b>Net assets, end of period</b>	<b>\$ 251,330</b>	<b>\$ 178,091</b>
<b>Allocated as follows:</b>		
Operating Fund	\$ 239,371	\$ 171,288
Junior Chiefs Everyone Plays Fund	11,959	6,803
	<b>\$ 251,330</b>	<b>\$ 178,091</b>

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

Assurance. Tax. Advisory. Technology.



# Mississauga Girls Hockey League

## Statement of Financial Position June 30, 2018

Assets	2018	2017
<b>Current assets</b>		
Cash and equivalents	\$ 455,141	\$ 370,071
Prepaid expenses	10,838	7,978
	465,979	378,049
<b>Property, plant and equipment (note 3)</b>	4,843	6,066
	\$ 470,822	\$ 384,115
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	\$ 12,184	\$ 2,999
Deferred revenue (note 4)	40,378	55,598
Rep team deposits	166,930	147,427
	219,492	206,024
<b>Net assets</b>		
<b>Surplus</b>	251,330	178,091
	\$ 470,822	\$ 384,115

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

Approved:

  
Director

  
Director

## Mississauga Girls Hockey League

### Statement of Cash Flows Year ended June 30, 2018

	2018	2017
<b>Cash flows from operating activities</b>		
Excess of revenue over expenses	\$ 73,239	\$ 58,323
Adjustments to reconcile net income to cash provided by operating activities		
Amortization	1,223	787
	<b>74,462</b>	<b>59,110</b>
Change in non-cash working capital items related to operations		
Accounts receivable, net of allowances	-	2,142
Prepaid expenses	(2,860)	2,258
Accounts payable and accrued liabilities	9,185	(7,698)
Deferred revenue	(15,220)	13,773
Rep team deposits	19,503	(32,998)
	<b>85,070</b>	<b>36,587</b>
<b>Cash provided by (used in) investing activities</b>		
Purchase of property, plant and equipment	-	(6,628)
<b>Increase in cash</b>	<b>85,070</b>	<b>29,959</b>
<b>Cash, beginning of year</b>	<b>370,071</b>	<b>340,112</b>
<b>Cash, end of year</b>	<b>\$ 455,141</b>	<b>\$ 370,071</b>

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

# Mississauga Girls Hockey League

## Notes to the Financial Statements June 30, 2018

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### 1 Purpose of organization

Mississauga Girls Hockey League is a not-for-profit organization. The organization provides organized hockey league play for girls of the Mississauga area. The organization was incorporated in 1982 and revived on October 4, 2004 under the laws of the Province of Ontario as a non-profit organization without share capital.

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### 2 Significant accounting policies

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and reflect the following significant accounting policies:

#### Revenue recognition

Revenue is recognized using the deferral method.

Revenue from registration income is recognized on a deferred basis and recognized as income on a straight-line basis over the period of the league.

Revenue from tournament income, rep administrative income, other income, sponsorship income and gala income is recognized when funds are collected and services are delivered.

#### Contributed services

Volunteers provide donated services to the organization. Since volunteer time and services are not purchased and the value of such services cannot be reasonably measured, no provision for these services has been reflected in the financial statements.

#### Cash and cash equivalents

Cash and cash equivalents consist of current cash accounts and short term investments.

#### Income taxes

The Income Tax Act of Canada exempts not-for-profit organizations under specific conditions from paying income tax. The League is deemed to have complied with these conditions.

#### Financial instruments

##### *Measurement of financial instruments*

The organization initially measures its financial assets and liabilities at fair value, except for certain non-arm's length transactions. The organization subsequently measures all its financial assets and liabilities at amortized cost. Financial assets measured at amortized cost include cash and equivalents. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

##### *Impairment*

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, 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 net income.

# Mississauga Girls Hockey League

## Notes to the Financial Statements June 30, 2018

### 2 Significant accounting policies (continued)

#### Use of estimates

The preparation of these financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect 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. The principal estimate used in these financial statements is the determination of the estimated useful life of property, plant and equipment. Actual results could differ from management's best estimates as additional information becomes available.

### 3 Property, plant and equipment

	2018		2017	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer equipment	\$ 691	\$ 620	\$ 71	\$ 101
Equipment	6,627	1,855	4,772	5,965
	<b>\$ 7,318</b>	<b>\$ 2,475</b>	<b>\$ 4,843</b>	<b>\$ 6,066</b>

### 4 Deferred revenue

	Balance 2017	Funds received	Funds used	Balance 2018
House league pre-registration	\$ 51,998	\$ 33,064	\$ 51,998	\$ 33,064
Senior women's pre-registration	3,600	7,314	3,600	7,314
	<b>\$ 55,598</b>	<b>\$ 40,378</b>	<b>\$ 55,598</b>	<b>\$ 40,378</b>

### 5 Financial instruments

The organization is subject to liquidity risk through its debts and obligations. To ensure the organization is able to fund its obligations as they come due, it maintains accessible sources of liquidity. These sources consist of cash and cash equivalents.

It is management's opinion that the organization is not subject to significant other risks stemming from financial instruments.

## Mississauga Girls Hockey League

### Notes to the Financial Statements June 30, 2018

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#### 6 Lease commitments

The organization leases office and meeting space from the City of Mississauga. The minimum lease payments under the operating lease, which expires June 30, 2019, are as follows:

Year ending June 30,	\$	17,783
2019		

The organization leases dressing and training room space from the City of Mississauga. The cost of this lease is fully reimbursed during the year. The minimum lease payments under the operating lease, which expires April 30, 2019, are as follows:

Year ending June 30,	\$	13,052
2019		

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#### 7 Comparative figures

The comparative figures for the prior year ending June 30, 2017 were audited by the organization's former auditor under an Auditors' Report dated September 6, 2017 and have not been audited by S+C Partners LLP.

Certain of the prior year's figures have been reclassified to conform to the current year's presentation.

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