

Financial Statements of  
**Saskatchewan Archery Association Inc.**  
Year Ended April 30, 2019

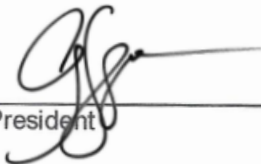
## Management's Responsibility for Financial Statements

The accompanying financial statements of Saskatchewan Archery Association Inc. have been prepared by the Association's management in accordance with Canadian accounting standards for not-for-profit organizations and necessarily include some amounts based on informed judgment and management estimates.

To assist management in fulfilling its responsibilities, a system of internal controls has been established to provide reasonable assurance that the financial statements are accurate and reliable and that assets are safeguarded.

The board of directors has reviewed and approved these financial statements.

These financial statements have been examined by the independent auditors, Virtus Group LLP, and their report is presented separately.



\_\_\_\_\_  
President



\_\_\_\_\_  
Executive Director

## INDEPENDENT AUDITORS' REPORT

**To the Board of Directors,  
Saskatchewan Archery Association Inc.**

### *Opinion*

We have audited the financial statements of Saskatchewan Archery Association Inc., which comprise the statement of financial position as at April 30, 2019, and the statements of operations, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Association as at April 30, 2019, and its financial performance and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### *Basis for Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in Saskatchewan, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### *Responsibilities of Management and Those Charged with Governance for the Financial Statements*

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

## INDEPENDENT AUDITORS' REPORT continued

### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- We communicate with those charged with governance regarding, among other matters, the planned scope and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

July 4, 2019  
Saskatoon, Saskatchewan


*Virtus Group LLP*  
Chartered Professional Accountants


**SASKATCHEWAN ARCHERY ASSOCIATION INC.**  
**Statement of Financial Position**  
**At April 30, 2019**  
(with comparative figures for 2018)

	2019	2018
<b>Assets</b>		
Current assets:		
Cash and cash equivalents (Note 3)	\$ 104,379	\$ 138,861
Accounts receivable	2,201	5,639
Inventory	2,346	1,128
Prepaid expenses	15,732	10,225
Investments (Note 4)	257,919	156,965
	382,577	312,818
Invested in Sports Legacy Fund (Note 9)	6,967	6,497
Tangible capital assets, net (Note 5)	14	471
	\$ 389,558	\$ 319,786
<b>Liabilities</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 7,600	\$ 12,045
Deferred revenue (Note 6)	95,207	91,600
	102,807	103,645
Deferred Sports Legacy Fund (Note 9)	6,967	6,497
	109,774	110,142
<b>Net Assets</b>		
Reserve fund (Note 10)	13,000	13,000
Unrestricted fund	266,784	196,644
	\$ 389,558	\$ 319,786

See accompanying notes to financial statements.

On behalf of the Board:


G. Segovia
Director
PSO President


C. SCOTT
Director
EXECUTIVE DIRECTOR

**SASKATCHEWAN ARCHERY ASSOCIATION INC**  
**Statement of Operations**  
**For the Year Ended April 30, 2019**  
(with comparative figures for for the year ended April 30, 2018)

	2019	2018
<b>Revenue:</b>		
Saskatchewan Lotteries Trust Fund		
Annual funding	\$ 128,800	\$ 125,000
Aboriginal Sport Excellence	943	3,406
Membership Assistance Program	27,200	24,600
Sask Sport Future Best Grant	1,250	2,000
Self Help (Schedule 1)	135,840	109,674
	<b>294,033</b>	<b>264,680</b>
<b>Expenses:</b>		
Administration (Schedule 2)	10,365	13,541
Capacity/Interaction (Schedule 3)	80,600	85,879
Participation (Schedule 4)	45,058	32,508
Excellence (Schedule 5)	32,077	32,175
Categorical Grant Expenses (Schedule 6)	28,593	29,406
Membership Assistance Program (Schedule 7)	27,200	24,600
	<b>223,893</b>	<b>218,109</b>
<b>Excess of revenue over expenses</b>	<b>\$ 70,140</b>	<b>\$ 46,571</b>

See accompanying notes to financial statements.

**SASKATCHEWAN ARCHERY ASSOCIATION INC.**  
**Statement of Changes in Net Assets**  
**For the Year Ended April 30, 2019**  
(with comparative figures for the year ended April 30, 2018)

	Unrestricted 2019	Reserve 2019	Total 2019	Total 2018
Net assets, beginning	\$ 196,644	\$ 13,000	\$ 209,644	\$ 163,073
Excess of revenue over expenses	70,140	-	70,140	46,571
Net assets, ending	\$ 266,784	\$ 13,000	\$ 279,784	\$ 209,644

See accompanying notes to financial statements.

**SASKATCHEWAN ARCHERY ASSOCIATION INC.**  
**Statement of Cash Flows**  
**For the Year Ended April 30, 2019**  
(with comparative figures for the year ended April 30, 2018)

	2019	2018
<b>Cash provided by (used in):</b>		
<b>Operating activities:</b>		
Excess of revenue over expenses	\$ 70,140	\$ 46,571
Add (deduct) items not involving cash:		
Amortization of capital assets	457	1,104
Changes in non cash working capital balances		
Accounts receivable	3,438	18,592
Inventory	(1,218)	1,924
Prepaid expenses	(5,507)	3,029
Accounts payable and accrued liabilities	(4,445)	466
Deferred revenue	3,607	1,114
<b>Cash Provided by Operating Activities</b>	<b>66,472</b>	<b>72,800</b>
<b>Financing activities:</b>		
Purchase of investments	(100,954)	(937)
<b>Cash Provided by (used in) Financing Activities</b>	<b>(100,954)</b>	<b>(937)</b>
<b>Net cash increase (decrease) during the year</b>	<b>(34,482)</b>	<b>71,863</b>
<b>Cash and cash equivalents, beginning</b>	<b>138,861</b>	<b>66,998</b>
<b>Cash and cash equivalents, ending</b>	<b>\$ 104,379</b>	<b>\$ 138,861</b>

See accompanying notes to financial statements.



**SASKATCHEWAN ARCHERY ASSOCIATION INC.**  
**Notes to Financial Statements**  
**For the Year ended April 30, 2019**  
**(with comparative figures for the year ended April 30, 2018)**

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**1. Purpose of the Association**

Saskatchewan Archery Association Inc. (Association) is a non-profit organization which is incorporated under The Non-profit Corporations Act of Saskatchewan. The principal activity of the association is to co-ordinate, encourage and facilitate the development of archery in Saskatchewan. The Association is not subject to income tax under certain provisions of The Income Tax Act of Canada.

**2. Significant Accounting Policies**

The preparation of financial statements required management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become know. Actual results could differ from these estimates. Assumptions are used in estimating the collectability of accounts receivable, inventory costing, useful lives of tangible capital assets, accrued liabilities and commitments. These financial statements have been prepared in accordance with Canadian generally accepted accounting principles. The financial statements reflect the following policies:

**Tangible capital assets**

Purchased tangible capital assets are recorded at cost. Tangible capital assets are amortized over their estimated useful lives as follows:

Photocopier and fax – declining balance basis – 20%  
Computers and electronics – straight line basis – 3 years  
Equipment – straight line basis – 5 years

**Financial instruments**

Financial assets and liabilities are recorded on the statement of financial position when the Association becomes party to the contractual provision of the financial instrument. All financial instruments are required to be recognized at fair value upon initial recognition, except for certain related party transactions. Measurement in subsequent periods of equity instruments is at fair value. All other financial assets and financial liabilities are subsequently measured at amortized cost adjusted by transactions costs, which are amortized over the expected life of instrument.

Fair value is the amount at which a financial instrument could be exchanged at arm's length between willing, unrelated parties in an open market. Changes in fair values of financial assets and financial liabilities measure at fair value are recognized in excess of revenues over expenses. When there is an indication of impairment the carrying amount of financial assets measured at amortized cost may be reduced. Such impairments can be subsequently reversed if the value improves.

**Contributed materials and service**

Contributed materials and service, including donated services by volunteers, are not recorded in the financial statements.

**SASKATCHEWAN ARCHERY ASSOCIATION INC.**  
**Notes to Financial Statements**  
**For the Year ended April 30, 2019**  
**(with comparative figures for the year ended April 30, 2018)**

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**2. Significant Accounting Policies (continued)**

**Revenue recognition**

The Association follows the deferral method of accounting for grant contributions.

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. Donations are recognized on a cash basis since pledges are not legally enforceable claims. Restricted contributions are initially deferred and recognized as revenue in the year in which the related expenses are incurred.

Grant funding for programs comes, primarily, from Saskatchewan Lotteries Trust Fund for Sports, Culture and Recreation. Grant funding from this primary source is recorded as revenue in the period in which it relates. Grant funding approved but not received at the end of an accounting period is accrued. The portion of grant funding that relates to a future period is deferred and recognized in a subsequent period in which the related expenses are incurred. Any excess of program funding over recoverable expenses, determined in the subsequent fiscal year, is refundable to Saskatchewan Lotteries Trust Fund for Sports, Culture and Recreation. Such funding excess is determined by the funding agency and is recorded as an expense in the fiscal period it is refunded.

External recoveries and other revenues are recorded when services are rendered and are recorded on an accrual basis in the period to which they relate.

**3. Cash and Cash Equivalents**

	April 30 2019	April 30 2018
Operating account	\$ 76,982	\$ 114,201
Savings account	27,392	24,655
Redeemable equity	5	5
	<u>\$ 104,379</u>	<u>\$ 138,861</u>

**4. Investments**

Investments consist of guaranteed investment certificates that mature within the next fiscal year with interest at 0.9% and 1%.

	April 30 2019	April 30 2018
TCU Term #2 due Oct 17/18 @ 0.6%	\$ -	\$ 10,363
TCU Term #3 due Oct 7/19 @ 0.9%	20,587	20,464
TCU Term #4 due Oct 17/19 @ 0.9%	56,052	55,718
TCU Term #5 due Dec 2/19 @ 1.0%	70,842	70,420
TCU Term #6 due Dec 4/19 @ 1.0%	110,438	-
	<u>\$ 257,919</u>	<u>\$ 156,965</u>

**SASKATCHEWAN ARCHERY ASSOCIATION INC.**  
**Notes to Financial Statements**  
**For the Year ended April 30, 2019**  
**(with comparative figures for the year ended April 30, 2018)**

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**5. Tangible Capital Assets**

	April 30 2019		April 30 2018	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Computers and electronics	\$ 6,534	\$ 6,534	\$ 6,534	\$ 6,534
Photocopier and fax	167	153	167	150
Equipment	5,446	5,446	5,446	4,992
		\$ 14		\$ 471

**6. Deferred Revenue**

Deferred revenue consists of funding received prior to year end for the subsequent year.

**7. Economic Dependence and Government Assistance**

The Association receives a substantial amount of its revenue from the Saskatchewan Lotteries Trust Fund and is financially dependent for this funding. The terms of the funding agreements state that annual reconciliations and verifications are to be prepared which may result in receivable or payable balances. In the event of cessation of certain operations or the failure to meet certain operating conditions and results, the Association may be required to pay back funding received in this fiscal year. The amount of payback, if any, is not determinable with any degree of accuracy or completeness at the date of these financial statements. Payback for prior year funding grants is recorded as an expense in the period it is actually paid back.

**8. Financial Instruments**

The Association, as part of its operations, carries a number of financial instruments, which include cash, accounts receivable, accounts payable and accrued liabilities. The carrying amount of the Association's financial instruments approximates their fair value, due to their relatively short-term maturities. It is management's opinion that the Association is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

**9. Sport Legacy Fund**

The Sport Legacy Fund was established in 2013 to be used to fund scholarships on a yearly basis. The funds on deposit and the offsetting deferred revenue from the Sport Legacy Fund consists of contributions by donor and top-up incentives made by Sask Sport. To qualify for the additional top-up contributions by Sask Sport, the Association is required to leave the contribution in the Legacy Fund for a minimum five years.

**10. Reserve Fund**

The Board of the Association has appropriated funds for future funding deficiencies. No transfer was made in 2019 (2018 - nil).

**11. Comparative Figures**

Certain comparative figures have been reclassified to conform with the current year's presentation.

**SASKATCHEWAN ARCHERY ASSOCIATION INC.****SCHEDULES OF REVENUE AND EXPENSES**

For the Year Ended April 30, 2019

(with comparative figures for the year ended April 30, 2018)

	2019	2018
<b>SCHEDULE 1 - SELF HELP REVENUE</b>		
Competition and clinic fees	\$ 3,250	\$ 1,620
Interest	1,805	1,010
Membership fee	70,660	71,575
Merchandise sales and fund raising	379	2,583
National sport organization funding	1,200	-
Other	242	225
Team and athlete fees	36,049	6,020
Tournament registration	22,255	26,641
	<b>\$ 135,840</b>	<b>\$ 109,674</b>
<b>SCHEDULE 2 - ADMINISTRATION</b>		
Amortization	\$ 457	\$ 1,104
Audit	7,189	7,148
Bank charges	94	31
Insurance	1,176	991
Legal	-	15
Merchandise purchases	467	2,092
Miscellaneous	-	1,446
Postage	584	363
Supplies	398	351
	<b>\$ 10,365</b>	<b>\$ 13,541</b>
<b>SCHEDULE 3 - CAPACITY/INTERACTION</b>		
Annual general meeting	\$ 3,416	\$ 2,357
Awards and recognition	784	10,230
Board and committee meetings	14,217	14,129
Communications	2,329	2,323
Marketing and promotions	149	138
Memberships	261	50
Planning and policies	1,100	202
Professional & leadership development	226	-
Hosting	8,290	10,181
National meetings	500	-
National membership dues	47,170	46,269
Volunteer	2,158	-
	<b>\$ 80,600</b>	<b>\$ 85,879</b>

See accompanying notes to financial statements.

**SASKATCHEWAN ARCHERY ASSOCIATION INC.****SCHEDULES OF REVENUE AND EXPENSES****For the Year Ended April 30, 2019**

(with comparative figures for the year ended April 30, 2018)

	2019	2018
<b>SCHEDULE 4 - PARTICIPATION</b>		
Athlete development		
Competition	\$ 25,409	\$ 18,035
Introductory programs	1,400	-
Team uniforms	500	-
Coaches professional development	3,231	2,604
Officials upgrading	14,518	11,869
	<b>\$ 45,058</b>	<b>\$ 32,508</b>
<b>SCHEDULE 5 - EXCELLENCE</b>		
Athlete development		
Assistance	\$ 2,224	\$ 4,100
Competition	19,344	15,250
International competition	-	5,430
Team uniforms	3,033	3,709
Training	7,476	2,603
Coaching development	-	83
Officials development	-	1,000
	<b>\$ 32,077</b>	<b>\$ 32,175</b>

See accompanying notes to financial statements.

**SASKATCHEWAN ARCHERY ASSOCIATION INC.****SCHEDULES OF REVENUE AND EXPENSES****For the Year Ended April 30, 2019**

(with comparative figures for the year ended April 30, 2018)

	2019	2018
<b>SCHEDULE 6 - CATEGORICAL GRANT EXPENSE</b>		
Aboriginal Sport Excellence Program	\$ 943	\$ 3,406
Future Best	1,250	2,000
Staffing	26,400	24,000
	<b>\$ 28,593</b>	<b>\$ 29,406</b>
<b>SCHEDULE 7 - MEMBERSHIP ASSISTANCE PROGRAM</b>		
Antler River Archers	\$ 1,452	\$ 999
Battle River Archers	-	2,479
Beaver River Archers	1,306	1,171
Bowbusters Archery Club	1,553	1,541
Estevan Archery Club	2,746	2,026
Fleming Archery Club	-	258
Frontier Bowman	2,827	2,088
Full Quiver	1,100	-
Highway 43 Archery Club	-	220
Redvers Wildlife Archery Club	2,461	1,688
Saskatoon Straight Shooters	1,418	2,417
Sturgis Archery Club	420	578
Swift Current Archery Club	1,038	817
Thunder Creek Archers	2,143	1,776
Thunderhead Archers	858	454
Timberland Bowbenders	3,245	2,279
Tru-Flite Archery Club	-	616
Viscount Archery Club	828	565
Wascana Archers	3,805	2,628
	<b>\$ 27,200</b>	<b>\$ 24,600</b>

See accompanying notes to financial statements.