
ONTARIO RINGETTE ASSOCIATION

FINANCIAL STATEMENTS

MARCH 31, 2010

ONTARIO RINGETTE ASSOCIATION

MARCH 31, 2010

CONTENTS

	<u>Page</u>
AUDITOR'S REPORT	1
FINANCIAL STATEMENTS	
Statement of Financial Position	2
Statement of Revenues and Expenditures and Net Assets	3
Statement of Changes in Fund Balances	4
Statement of Cash Flows	5
Notes to Financial Statements	6 - 8

AUDITOR'S REPORT

To the Members and Board of Directors of:
Ontario Ringette Association

I have audited the statement of financial position of the Ontario Ringette Association as at March 31, 2010 and the statements of revenue and expenditures and net assets and cash flows for the year then ended. These financial statements are the responsibility of the association's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the association as at March 31, 2010 and the results of its operations and the cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.



Etobicoke, Ontario
May 31, 2010

Lynne D. Remigio, C.A.
Licensed Public Accountant

ONTARIO RINGETTE ASSOCIATION
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2010

	ASSETS	
	<u>2010</u>	<u>2009</u>
CURRENT		
Cash	\$ 502,822	\$ 341,751
Short term investments	-	110,752
Accounts receivable	7,990	17,049
Inventory	13,881	11,881
Prepaid expenses	<u>10,201</u>	<u>6,502</u>
	<u>534,894</u>	<u>487,935</u>
CAPITAL ASSETS (Note 3)	<u>3,974</u>	<u>8,119</u>
	<u>\$ 538,868</u>	<u>\$ 496,054</u>
 LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 43,898	\$ 63,619
Deferred revenue	40	155
Camp fees collected in advance	<u>8,329</u>	<u>18,583</u>
	<u>52,267</u>	<u>82,357</u>
 NET ASSETS		
NET ASSETS		
Restricted Funds	107,040	82,971
Unrestricted, Operating Fund	<u>379,561</u>	<u>330,726</u>
	<u>486,601</u>	<u>413,697</u>
	<u>\$ 538,868</u>	<u>\$ 496,054</u>

APPROVED ON BEHALF OF THE BOARD:

_____ Director

_____ Director

See accompanying notes to financial statements

ONTARIO RINGETTE ASSOCIATION
STATEMENT OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 2010

REVENUE	<u>2010</u>	<u>2009</u>
Government grants		
Government of Ontario grant, base funding	\$ 136,644	\$ 136,644
Government of Ontario Active 2010 funding	-	10,162
Quest for Gold coaching and team development	27,824	4,500
Ontario Winter Games travel and team grants	5,007	-
Ontario Trillium Foundation grants	<u>32,400</u>	<u>16,900</u>
	<u>201,875</u>	<u>168,206</u>
Association generated revenues		
Member registration fees and dues	394,404	365,263
Event fees	220,609	214,357
Sponsorship income	38,153	14,338
Net resource revenue	7,555	10,191
AGM registrations	7,674	6,672
United Way and other grants	5,000	-
Interest and other revenue	<u>12,000</u>	<u>21,956</u>
	<u>685,395</u>	<u>632,777</u>
	<u>887,270</u>	<u>800,983</u>
 EXPENDITURES		
Association management		
Salaries and benefits	143,282	164,411
Ringette Canada participation	150,774	124,350
General office expense	31,468	31,797
Program management		
Travel accommodation and meetings	47,927	42,123
Printing and postage	13,181	12,796
Telephone	2,391	3,513
Competitive events	197,080	140,257
Education and member development		
Training and development	135,910	146,686
Annual conference	17,808	15,572
Ontario Trillium Foundation and other grants	37,400	16,900
Financial management		
Member Insurance	26,535	26,367
Audit, accounting and legal	5,381	5,066
Interest, bank charges and bad debts	1,239	755
Depreciation	<u>4,144</u>	<u>3,828</u>
	<u>814,520</u>	<u>734,421</u>
 EXCESS OF REVENUES OVER EXPENDITURES	 <u><u>\$ 72,750</u></u>	 <u><u>\$ 66,562</u></u>

See accompanying notes to financial statements

ONTARIO RINGETTE ASSOCIATION
STATEMENT OF CHANGES IN FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 2010

UNRESTRICTED FUNDS	<u>2010</u>	<u>2009</u>
Operating Fund		
Net assets, beginning of year	\$ 330,726	\$ 315,788
Excess of revenue over expenditures	72,750	66,562
Transfers from (to) restricted funds	<u>(23,915)</u>	<u>(51,624)</u>
Net assets, end of year	<u>379,561</u>	<u>330,726</u>
 RESTRICTED FUNDS		
Scholarship Fund (Note 4)		
Net assets, beginning of year	50,335	20,563
Investment income for the year	93	335
Transfer from operating fund	-	29,437
Transfer prior year investment income to operating fund	<u>(335)</u>	<u>-</u>
	<u>50,093</u>	<u>50,335</u>
 Canada Winter Games Fund (Note 5)		
Net assets, beginning of year	32,636	10,281
Investment income for the year	61	168
Transfer from (to) operating fund	<u>24,250</u>	<u>22,187</u>
	<u>56,947</u>	<u>32,636</u>
Total Restricted Funds	<u>107,040</u>	<u>82,971</u>
TOTAL FUND BALANCES	<u>\$ 486,601</u>	<u>\$ 413,697</u>

See accompanying notes to financial statements

**ONTARIO RINGETTE ASSOCIATION
STATEMENT OF CASH FLOWS**

MARCH 31, 2010

	<u>2010</u>	<u>2009</u>
CASH PROVIDED BY OPERATING ACTIVITIES		
Excess of revenues over expenditures	\$ 72,750	\$ 66,562
Interest income, restricted funds	154	503
Items not requiring an outlay of cash:		
Depreciation	<u>4,144</u>	<u>3,828</u>
	<u>77,048</u>	<u>70,893</u>
Changes in non-cash working capital:		
Increase (decrease) in deferred revenue	(115)	115
(Decrease) increase in camp fees collected in advance	(10,255)	1,198
Decrease in accounts payable and accrued liabilities	(19,721)	(8,880)
(Increase) in inventories	(2,000)	(173)
(Increase) in prepaid expenses	(3,699)	(530)
Decrease in accounts receivable	<u>9,059</u>	<u>488</u>
	<u>(26,731)</u>	<u>(7,782)</u>
	<u>50,317</u>	<u>63,111</u>
CASH FLOWS FROM FINANCING ACTIVITIES	<u>-</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to capital assets	-	(3,171)
Decrease (increase) in investments	<u>110,754</u>	<u>(2,099)</u>
	<u>110,754</u>	<u>(5,270)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	161,071	57,841
Cash and cash equivalents, beginning of year	<u>341,751</u>	<u>283,910</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 502,822</u>	<u>\$ 341,751</u>

See accompanying notes to financial statements

ONTARIO RINGETTE ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2010

1. ORGANIZATIONAL HISTORY

The Ontario Ringette Association was incorporated, without share capital, under the laws of Ontario on May 20, 1980. Under letters patent filed on the same date, the association was established as a not for profit organization with the authority to govern and promote the sport of Ringette in the province of Ontario.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Short Term Investments

Short term investments are recorded at their market value in accordance with the recommendations of section 3855 of the CICA handbook.

(b) Inventory

Inventories of resources and supplies are valued at the lower of cost or net realizable value. Cost is determined using the average cost method.

(c) Capital Assets

Capital assets are recorded at cost. Depreciation is provided annually at rates calculated to write-off the assets over their estimated useful lives as follows:

Furniture and fixtures	- 20% straight line
Computer equipment	- 33 1/3% straight line
Shot clocks	- 20% straight line

One half of the normal annual depreciation is charged in the year of acquisition.

(d) Fund Accounting

The net assets of the association are segregated into unrestricted, operating funds and restricted funds which has been set aside for specified purposes or activities.

(e) Revenue Recognition

Event fees for clinics, camps and other programs are recognized in the period during which the event or programs are undertaken. Where championship events for the season ending in the fiscal year straddle the year end, the full cost of the event is recorded in the fiscal year of the competitive season.

Other association revenues are recognized when received or receivable.

(f) Team Ontario Revenues and Expenses

Revenues and expenses related to the participation of Team Ontario at events such as the Canada Winter Games are reflected in the financial statements of the association only to the extent that they have been received by or paid out by the association and as such do not include independent fund raising by the team, nor expenses paid directly by the team.

ONTARIO RINGETTE ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2010

3. CAPITAL ASSETS

	<u>Cost</u>	<u>Amortization</u>	<u>Net 2010</u>	<u>Net 2009</u>
Furniture and fixtures	\$ 4,663	\$ 2,445	\$ 2,218	\$ 2,853
Computer equipment	10,532	8,776	1,756	5,266
Shot clocks	<u>68,310</u>	<u>68,310</u>	<u>-</u>	<u>-</u>
	<u>\$ 83,505</u>	<u>\$ 79,531</u>	<u>\$ 3,974</u>	<u>\$ 8,119</u>

4. SCHOLARSHIP FUND

The scholarship fund is an internally restricted fund established in 2008. A transfer from the fund of \$335, representing the prior year's accumulated interest, was made to the operating fund in the fiscal year ended March 31, 2010 to support scholarships given during the fiscal year. The fund balance at March 31, 2010 reflects the target balance of \$50,000 principal plus the current year's accumulated interest of \$61. The fund is to be separately invested and the interest credited to the fund will be used to provide scholarships to qualified candidates. No subsequent transfers to this fund from operations will be made until a review of this funding has been completed.

5. CANADA WINTER GAMES FUND

The Canada Winter Games fund is an internally restricted fund established in 2008. A transfer to the fund \$24,250, representing one third of the current year's operating surplus was made at March 31, 2010. The fund balance is to be maintained separate from operating funds and accumulated to make a pool of funds available for Canada Winter Games travel costs which are incurred every four years. As the 2011 fiscal year is a Canada Winter Games year, it is expected that this fund will be drawn down to support the cost of Ontario participating in those games. Subsequent transfers to this fund from operations will resume in fiscal 2012 and will be made on the same, one third of operating surplus basis as 2010.

6. FINANCIAL INSTRUMENTS

The association's financial instruments consist of cash, short term investments, accounts receivable and accounts payable and accrued liabilities, the fair value of which approximates their carrying value. It is management's opinion that the association is not exposed to significant interest, currency or credit risks arising from these financial instruments.

ONTARIO RINGETTE ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2010

7. SUPPLEMENTAL CASH FLOW INFORMATION

	<u>2010</u>		<u>2009</u>
Cash flow from interest:			
Interest received	\$ 771	\$	5,643