

The Whitehorse Curling Club
Financial Statements
(Unaudited - see Review Engagement Report)
March 31, 2021

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The Whitehorse Curling Club

Financial Statements (Unaudited - see Review Engagement Report)

March 31, 2021

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Independent Practitioners' Review Engagement Report

To the Directors of The Whitehorse Curling Club

We have reviewed the accompanying financial statements of The Whitehorse Curling Club that comprise the statement of financial position as at March 31, 2021, and the statements of operations, changes in net assets and 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.

Practitioners' Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioners perform procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluate the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Basis for Qualified Conclusion

The previous year's financial statements were neither audited or reviewed. As the closing balances in the prior year enter into the determination of the current year's balances and surplus, we are unable to determine if an adjustment might be necessary in respect to the balances, revenues, expenditures, and surplus in the current year.

Qualified Conclusion

Based on our review, except for the effects of the matter described in the Basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of The Whitehorse Curling Club as at March 31, 2021, 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.

Whitehorse, Canada
May 21, 2021


Chartered Professional Accountants

The Whitehorse Curling Club

Statement of Operations (Unaudited - see Review Engagement Report)

For the year ended March 31,	2021	2020
Revenues (schedule 1)	\$ 69,011	\$ 415,002
Cost of sales (schedule 2)	41,490	331,566
Gross margin (39.9%, 2020 20.1%)	27,521	83,436
Other revenue (schedule 3)	227,330	299,981
Gross income from operations	254,851	383,417
Expenditures		
Advertising and promotion	1,633	4,058
Amortization	23,974	26,533
Bad debts	8,093	6
Bonspiels and events	698	14,623
Donations	-	6,630
Ice maintenance	42,400	44,327
Insurance	4,461	538
Interest and bank charges	4,508	7,270
Laundry and cleaning	-	47
Meals and entertainment	206	138
Miscellaneous	89	1,861
Office	3,743	4,670
Other fundraising	9,725	15,043
Party rental expense	-	40
Professional fees	12,530	9,661
Programs	119	1,170
Rent	52,476	50,025
Repairs and maintenance	13,042	17,587
Subscriptions, permits and licenses	1,828	2,251
Telephone and utilities	3,803	3,803
Training/Workshops	100	1,918
Travel	750	875
Utilities	64,068	67,244
Wages and benefits	70,135	76,421
	318,381	356,739
Excess (deficiency) of revenues over expenditures	\$ (63,530)	\$ 26,678

The Whitehorse Curling Club

**Statement of Changes in Net Assets
(Unaudited - see Review Engagement Report)**

For the year ended March 31,	2021	2020
Surplus, beginning of year	\$ 191,380	\$ 164,702
Excess (deficiency) of revenues over expenditures	(63,530)	26,678
Surplus, end of year	\$ 127,850	\$ 191,380

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The Whitehorse Curling Club

Statement of Financial Position (Unaudited - see Review Engagement Report)

March 31,	2021	2020
Assets		
Current		
Cash	\$ 70,176	\$ 57,985
Short term investment (note 4)	24,025	23,833
Accounts receivable	38,602	71,054
Inventory (note 5)	20,826	34,805
Prepaid expenses	1,769	2,692
	155,398	190,369
Property and equipment (note 6)	102,810	126,783
	\$ 258,208	\$ 317,152
Liabilities		
Current		
Accounts payable and accrued liabilities (note 7)	\$ 23,993	\$ 18,898
Current portion of deferred revenue (note 8)	33,910	-
	57,903	18,898
Loan payable	-	2,090
Deferred revenue (note 8)	72,455	104,784
	130,358	125,772
Fund balances		
Surplus	127,850	191,380
	\$ 258,208	\$ 317,152

Approved on behalf of the Board:

_____ Member

_____ Member

The Whitehorse Curling Club

Statement of Cash Flows (Unaudited - see Review Engagement Report)

For the year ended March 31,	2021	2020
Cash provided by (used for)		
Operating activities		
Excess (deficiency) of revenues over expenditures	\$ (63,530)	\$ 26,678
Items not affecting cash		
Amortization	23,974	26,533
Amortization of deferred capital contributions	(17,991)	(20,607)
Gift card sales	(428)	-
	(57,975)	32,604
Change in non-cash working capital items		
Accounts receivable	32,452	(48,741)
Inventory	13,979	(5,100)
Prepaid expenses	923	(2,692)
Accounts payable and accrued liabilities	5,094	5,120
Deferred revenue	20,000	99,712
	14,473	80,903
Financing activity		
Decrease in loan payable	(2,090)	(2,097)
Investing activity		
Purchase of property and equipment	-	(101,016)
Increase (decrease) in cash	12,383	(22,210)
Cash, beginning of year	81,818	104,028
Cash, end of year	\$ 94,201	\$ 81,818
Cash consists of:		
Cash	\$ 70,176	\$ 57,985
Short term investment	24,025	23,833
	\$ 94,201	\$ 81,818

The Whitehorse Curling Club

Notes to the Financial Statements (Unaudited - see Review Engagement Report)

March 31, 2021

1. Nature of operations

The Whitehorse Curling Club ("Society") is a not-for-profit organization registered as a society under the Societies Act of Yukon and is exempt under the Income Tax Act. The Society provides curling programs, services, and facilities. The office is located at 300-1 Sumanik Drive, Whitehorse, YT.

2. COVID-19

On March 11, 2020, the World Health Organization declared a global pandemic. The outbreak of the novel strain of the coronavirus, COVID-19, has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures have caused material disruptions to businesses, governments and other organizations resulting in an economic slowdown and increased volatility. Governments and central banks including Canadian federal, provincial, territorial and municipal governments have responded with significant monetary and fiscal interventions designed to stabilize economic conditions.

At the time of approval of these financial statements, in response to the COVID-19 pandemic the management of the Partnership has been proactive and diligent in addressing the implementation of infection prevention and other precautionary measures, guided by public health authorities, to limit the spread of COVID-19 and the impact of the pandemic on the Partnership. These measures have included closing its physical location to the public, implementing remote work arrangements for those able to do so, and stringent health and safety procedures.

The rapidly evolving event, including health and safety conditions, economic environment and resulting government measures, creates a high level of uncertainty and risk that may result in significant impacts to the Partnership's activities, results of operations and financial condition. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of any interventions. As such it is not possible to estimate the length and severity of these development and the impact on the financial results and condition on the entity and its operations in future periods.

3. Significant accounting policies

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant accounting policies are detailed as follows:

The Whitehorse Curling Club

Notes to the Financial Statements (Unaudited - see Review Engagement Report)

March 31, 2021

3. Significant accounting policies (continued)

(a) Property and equipment

Property and equipment are recorded at cost. The Society provides for amortization using the declining balance and straight-line methods at rates designed to amortize the cost of the assets over their estimated useful lives, as set out in note 6.

Leasehold improvements are amortized on a straight-line basis over the shorter of the lease term or their estimated useful lives.

When property and equipment are sold or retired, the related cost and accumulated amortization are removed from the accounts and any gain or loss is charged against earnings in the period.

One half of the year's amortization is recorded in the year of acquisition. No amortization is recorded in the year of disposal.

(b) Cash equivalents

Cash and cash equivalents consist of cash on hand and bank deposits.

(c) Inventory

Inventories are measured at the lower of cost and net realizable value. The cost of inventories comprises all costs of purchase, conversion and other costs incurred in bringing the inventories to their present location and condition. Net realizable value is the estimated selling price in the ordinary course of business, less any applicable variable selling costs. The costs of purchase comprise the purchase price, import duties, non-recoverable taxes and transport, handling and other costs directly attributable to the acquisition and inbound delivery of the inventory. Costs are determined using the first-in, first-out method.

The Whitehorse Curling Club

Notes to the Financial Statements (Unaudited - see Review Engagement Report)

March 31, 2021

3. Significant accounting policies (continued)

(d) Revenue recognition

The Society follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses 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. Endowment contributions are recognized as direct increases in net assets.

Government assistance for the purchase of capital assets is initially deferred and subsequently recognized in revenue on the same basis as the assets.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Investment income includes dividends and interest income recorded on the accrual basis, as well as realized investment gains and losses and unrealized gains and losses on financial instruments subsequently measured at fair value. Investment income is included in the statement of operations, deferred or reported directly in net assets depending on the nature of any external restrictions imposed on the investment income.

Revenues from and expenses of fundraising activities are recognized in operations at the conclusion of the fundraising event. Amounts received and expended prior to conclusion are deferred and taken into operations upon completion of the event.

Revenue from the sale of services is recognized upon provision of the services to the purchaser.

(e) Financial instruments

All significant financial assets, financial liabilities and equity instruments of the Society are either recognized or disclosed in the financial statements together with other information relevant for making a reasonable assessment of future cash flows, interest rate risk and credit risk. Where practicable the fair values of financial assets and financial liabilities have been determined and disclosed; otherwise only available information pertinent to fair value has been disclosed.

(f) Measurement uncertainty

The preparation of financial statements in conformity with the selected standard (changes in statements) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reported period. Actual results could differ from those estimates.

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Notes to the Financial Statements (Unaudited - see Review Engagement Report)

March 31, 2021

4. Short term investment

	2021	2020
GIC with interest at 1.90%, maturing September, 2022	\$ 24,025	\$ 23,833

5. Inventory

	2021	2020
Pro Shop Inventory	\$ 18,106	\$ 29,273
Lounge Inventory	1,376	2,016
Bingo Inventory	1,344	3,516
	\$ 20,826	\$ 34,805

6. Property and equipment

		2021	2020		
	Rate	Cost	Accumulated amortization	Net book value	Net book value
Equipment	20	\$ 23,443	\$ 20,665	\$ 2,778	\$ 3,472
Office equipment	20	6,699	2,981	3,718	4,647
Furniture and fixtures	20	41,793	31,591	10,202	12,753
Leasehold improvements	5 Years S/L	82,225	80,987	1,238	9,708
Computer equipment	55	7,878	6,107	1,771	3,223
Lite Rocks Curling Stones	20	8,683	7,928	755	944
Solar panels	10 Years S/L	96,880	14,532	82,348	92,036
		\$ 267,601	\$ 164,791	\$ 102,810	\$ 126,783

7. Government remittances payable

Government remittances payable of \$2,856 (2020 - \$2,445) are included in accounts payable.

The Whitehorse Curling Club

Notes to the Financial Statements (Unaudited - see Review Engagement Report)

March 31, 2021

8. Deferred revenue

	2021	2020
Deferred capital contributions - government grants	\$ 83,033	\$ 101,025
Sport Yukon - COVID-19 Relief Fund	20,000	-
Gift cards	3,332	3,759
	106,365	104,784
Less current portion	33,910	-
	\$ 72,455	\$ 104,784

9. Financial instruments

Financial instruments consist of recorded amounts cash and accounts receivable which will result in future cash receipts, and accounts payable and accrued liabilities which will result in future cash outlays.

The Society is exposed to the following risks in respect of certain financial instruments held:

(a) Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Society does not have a significant credit risk as 78% of the accounts receivable of \$38,602 (2020 - \$71,054) consists of the City of Whitehorse, the Yukon Government, CRA, and Whitehorse Cross Country Ski Club, all of which are long-term and reliable customers.

(b) Liquidity risk

The Society does have a liquidity risk in the accounts payable and accrued liabilities of \$23,993 (2020 - \$18,898). Liquidity risk is the risk that the Society cannot repay its obligations when they become due to its creditors. The Society reduces its exposure to liquidity risk by typically maintaining current assets in excess of current liabilities.

(c) Interest rate risk

Interest rate risk is the risk of loss due to the change in interest rates. The Society is not exposed to any significant interest rate risk.

The Whitehorse Curling Club

Schedules to the Financial Statements
(Unaudited - see Review Engagement Report)

For the year ended March 31,

Schedule of Revenues

Schedule 1

	2021	2020
Food and Beverage Sales	\$ 39,206	\$ 98,706
Pro Shop Sales	29,773	12,740
Bingo Revenue	32	303,556
	\$ 69,011	\$ 415,002

Schedule of Cost of sales

Schedule 2

	2021	2020
Bar	\$ 15,521	\$ 38,177
Pro Shop Purchases	25,969	6,015
Bingo	-	287,374
	\$ 41,490	\$ 331,566

Schedule of Other revenue

Schedule 3

	2021	2020
League fees	\$ 108,229	\$ 118,589
Government assistance	69,462	-
Membership fees	19,409	24,245
Grants - Community Development Fund	17,008	19,624
Sign rental	3,870	18,340
Ice rental	3,714	30,788
Sponsorship	2,000	8,000
Grants - City of Whitehorse	1,500	5,000
Grants - Lotteries Yukon	983	983
Other fundraising	487	39,134
Programs	476	3,443
Interest	192	171
Bonspiels and tournaments	-	31,419
Other	-	245
	\$ 227,330	\$ 299,981
