

GLOUCESTER CUMBERLAND GIRLS HOCKEY ASSOCIATION

FINANCIAL STATEMENTS

APRIL 30, 2024

DRAFT

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INDEPENDENT AUDITORS' REPORT

To the Members of the:

GLOUCESTER CUMBERLAND GIRLS HOCKEY ASSOCIATION

Opinion

We have audited the accompanying financial statements of the Gloucester Cumberland Girls Hockey Association, which comprise the Statement Of Financial Position as at April 30, 2024, and the Statements Of Changes In Net Assets, Operations, 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 Gloucester Cumberland Girls Hockey Association as at April 30, 2024, 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.

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 *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Gloucester Cumberland Girls Hockey Association in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, 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 Gloucester Cumberland Girls Hockey Association'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 Gloucester Cumberland Girls Hockey Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Gloucester Cumberland Girls Hockey Association's financial reporting process.

Auditors' 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 auditors' 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 Gloucester Cumberland Girls Hockey Association'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 Gloucester Cumberland Girls Hockey Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Gloucester Cumberland Girls Hockey Association 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 timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Parker Prins Lebano Chartered Professional Accountants Professional Corporation
Authorized to practice public accounting by the Chartered Professional Accountants of Ontario

Ottawa, Ontario
October XX, 2024

GLOUCESTER CUMBERLAND GIRLS HOCKEY ASSOCIATION
STATEMENT OF FINANCIAL POSITION
AS AT APRIL 30, 2024

	<u>2024</u>	<u>2023</u>
ASSETS		
CURRENT		
Cash	\$ 190,663	\$ 215,420
Accounts receivable	13,993	55,555
Prepaid expenses	<u>8,483</u>	<u>-</u>
	<u>\$ 213,139</u>	<u>\$ 270,975</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 11,805	\$ 15,960
NET ASSETS	<u>201,334</u>	<u>255,015</u>
	<u>\$ 213,139</u>	<u>\$ 270,975</u>

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Approved by the Board:

_____ Director _____ Director

GLOUCESTER CUMBERLAND GIRLS HOCKEY ASSOCIATION
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED APRIL 30, 2024

	<u>2024</u>	<u>2023</u>
BALANCE, BEGINNING OF YEAR	\$ 255,015	\$ 298,422
DEFICIENCY OF REVENUE OVER EXPENDITURES	<u>(53,681)</u>	<u>(43,407)</u>
BALANCE, END OF YEAR	<u><u>\$ 201,334</u></u>	<u><u>\$ 255,015</u></u>

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GLOUCESTER CUMBERLAND GIRLS HOCKEY ASSOCIATION
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED APRIL 30, 2024

	2024	2023
REVENUE		
Registration fees	\$ 656,131	\$ 583,020
Ice rental sales	93,021	90,919
Development programs	-	280
Other revenue	2,201	3,720
	751,353	677,939
EXPENDITURES		
Administration	20,716	23,917
Bank and credit card fees	13,557	12,821
Hockey operations	40,553	12,779
Honorariums	17,650	21,250
Ice rentals	466,150	426,253
Jerseys and equipment	17,833	16,066
League fees, insurance and referee fees	113,511	93,628
Professional fees	6,215	5,933
Team development	47,601	47,924
Tournament costs	48,272	47,880
Bookkeeping fees	12,976	12,895
	805,034	721,346
DEFICIENCY OF REVENUE OVER EXPENDITURES	\$ (53,681)	\$ (43,407)

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GLOUCESTER CUMBERLAND GIRLS HOCKEY ASSOCIATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED APRIL 30, 2024

	<u>2024</u>	<u>2023</u>
CASH FLOWS (USED FOR) FROM OPERATING ACTIVITIES		
Deficiency of revenue over expenditures	\$ (53,681)	\$ (43,407)
Net changes in non-cash items related to operations:		
Accounts receivable	41,562	4,910
Prepaid expenses	(8,483)	-
Accounts payable and accrued liabilities	<u>(4,155)</u>	<u>(19,711)</u>
DECREASE IN CASH AND CASH EQUIVALENTS	(24,757)	(58,208)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>215,420</u>	<u>273,628</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 190,663</u>	<u>\$ 215,420</u>

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GLOUCESTER CUMBERLAND GIRLS HOCKEY ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
APRIL 30, 2024

1. STATUS AND NATURE OF ACTIVITIES

The Gloucester Cumberland Girls Hockey Association (GCGHA) is a not-for-profit organization incorporated without share capital under letters patent under the laws of the Province of Ontario on July 11, 2005 and is exempt from income taxes. GCGHA's objective is to provide opportunities for girls and young women to become involved in recreational and competitive hockey.

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

The GCGHA follows the deferral method of accounting for 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.

Registration fees are recognized as revenue over the course of the hockey season.

Ice rental sales are recognized as revenue as the ice time is used.

USE OF ESTIMATES

The preparation of 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 disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

3. FINANCIAL INSTRUMENTS

The Association's financial instruments consist of cash, accounts receivable, and accounts payable and accrued liabilities. The carrying values of these financial instruments approximate their fair value. It is management's opinion that the company is not exposed to significant interest, currency or credit risk arising from these financial instruments.

4. COMPARATIVE FIGURES

Certain figures have been reclassified in order to conform with the current year financial statement presentation.