

**Saskatchewan WTF Tae Kwon Do  
Association Inc.**

**FINANCIAL STATEMENTS**

**Year Ended March 31, 2016**

**Saskatchewan WTF Tae Kwon Do Association Inc.**

Yorkton, Saskatchewan

March 31, 2016

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## Independent Auditors' Report

To the Board of Directors  
Saskatchewan WTF Tae Kwon Do Association Inc.

### *Report on the Financial Statements*

We have audited the accompanying financial statements of Saskatchewan WTF Tae Kwon Do Association Inc., which comprise the Statement of Financial Position as at March 31, 2016, 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.

### *Auditors' 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 auditors' 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 audit opinion.

### *Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of Saskatchewan WTF Tae Kwon Do Association Inc. as at March 31, 2016, and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

**Collins Barrow PQ LLP**

*Collins Barrow PQ LLP*

Yorkton, SK  
May 3, 2016

**Saskatchewan WTF Tae Kwon Do Association Inc.**

Yorkton, Saskatchewan

Statement of Financial Position as at March 31, 2016

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	2016	2015
<b>Assets</b>		
<b>Current Assets</b>		
Cash and cash equivalents	36,094	51,511
Accounts receivable	200	2,466
Accrued interest receivable	292	148
Inventories	13,011	6,992
Prepaid expenses	1,108	
	<u>50,705</u>	<u>61,117</u>
<b>Long-Term Investments</b>	<u>19,523</u>	<u>9,640</u>
	<u>\$ 70,228</u>	<u>\$ 70,757</u>
<b>Net Assets</b>		
<b>Net Assets</b>		
Unrestricted net assets	<u>\$ 70,228</u>	<u>\$ 70,757</u>

Approved on behalf of the board:

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**Saskatchewan WTF Tae Kwon Do Association Inc.**

Statement of Changes in Net Assets  
For the year ended March 31, 2016

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	<b>2016</b>	<b>2015</b>
Balance, beginning of year	70,757	61,368
Add: Excess (deficiency) of revenue over expenses for the year	<u>( 529)</u>	<u>9,389</u>
Balance, end of year	<u>\$ 70,228</u>	<u>\$ 70,757</u>

*The notes to financial statements are an integral  
part of these financial statements.*

# Saskatchewan WTF Tae Kwon Do Association Inc.

Statement of Operations  
For the year ended March 31, 2016

	2016	2015
<b>Revenue</b>		
Saskatchewan Lotteries Trust Fund, Sport Division - Annual Funding	40,195	37,351
Saskatchewan Lotteries Trust Fund, Sport Division - Member Assistance Program	32,732	26,611
Membership fees	28,700	24,225
Playdown/tournament fees	4,965	5,020
Fundraising		115
Officials' seminars	585	1,165
Sales of track suits	205	301
Sales of medals		918
Interest	575	518
Other	1,545	
	<u>109,502</u>	<u>96,224</u>
<b>Expenses - pages 8-9</b>		
Administration	35,304	24,699
Capacity/Interaction	10,542	6,930
Participation	12,353	11,865
Sask. First	19,100	16,730
Member assistance program	32,732	26,611
	<u>110,031</u>	<u>86,835</u>
<b>Excess (Deficiency) of Revenue Over Expenses for the Year</b>	<u><u>\$ ( 529)</u></u>	<u><u>\$ 9,389</u></u>

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part of these financial statements.*

## Saskatchewan WTF Tae Kwon Do Association Inc.

Statement of Cash Flows  
For the year ended March 31, 2016

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	2016	2015
<b>Cash Provided By (Used In):</b>		
Operations		
Excess (deficiency) of revenue over expenses for the year	( 529)	9,389
Net change in working capital	<u>( 5,005)</u>	<u>( 1,381)</u>
	( 5,534)	8,008
Investing activities		
Additions to long-term investments	<u>( 9,883)</u>	<u>( 9,640)</u>
<b>Net Cash Increase (Decrease) for the Year</b>	( 15,417)	( 1,632)
Cash position, beginning of year	<u>51,511</u>	<u>53,143</u>
<b>Cash Position, End of Year</b>	<u>\$ 36,094</u>	<u>\$ 51,511</u>
<b>Represented By:</b>		
Cash and cash equivalents	<u>\$ 36,094</u>	<u>\$ 51,511</u>

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# Saskatchewan WTF Tae Kwon Do Association Inc.

Notes to Financial Statements  
For the year ended March 31, 2016

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## 1. Nature of Operations

The organization was incorporated under the Non-Profit Corporations Act of Saskatchewan. The Saskatchewan WTF Tae Kwon Do Association Inc. promotes and trains the art and philosophy of the World Tae Kwon Do Federation and promotes and trains Saskatchewan athletes to represent Saskatchewan in national and international competitions. The organization, as a registered charity, is not subject to income tax.

## 2. Significant Accounting Policies

These financial statements are the responsibility of management and have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO) using the accounting policies as summarized below:

### (a) Cash and cash equivalents

Cash and cash equivalents represents cash on hand and cash held in banks, net of bank overdrafts. Highly liquid investments with maturities of one month or less at the date of purchase are considered to be cash equivalents.

### (b) Inventories

Inventories are valued at the lower of cost and net realizable value. Cost is determined on an average cost basis. Net realizable value is the estimated selling price in the ordinary course of business, less any applicable selling costs.

### (c) Revenue

Grants from Saskatchewan Lotteries Trust Fund for Sport, Culture, and Recreation are received out of the net proceeds of lottery ticket sales in Saskatchewan. These grants have been recorded as revenue by Saskatchewan WTF Tae Kwon Do Association Inc. as approved by Saskatchewan Lotteries Trust Fund for Sport, Culture, and Recreation for the year ending March 31, 2016. Accordingly, any amounts not received by year end are shown as grants receivable, and any amounts received relating to the next fiscal period are shown as deferred grant revenue.

Unrestricted contributions, fees, and investment income are recognized in revenue in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Restricted contributions are recognized in revenue in the year in which the related expenses are incurred.

### (d) Contributed services

Volunteers contribute an indeterminable number of hours to assist the organization in carrying out its activities. The value of this contribution is not recognized in these financial statements.



## **Saskatchewan WTF Tae Kwon Do Association Inc.**

Notes to Financial Statements  
For the year ended March 31, 2016

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### **3. Financial Instruments**

The organization has a risk management framework to monitor, evaluate and manage the principal risks assumed with financial instruments. The financial instruments of the organization include cash, accounts receivable, grants receivable, investments, accounts payable, and grant returns payable. The significant risks to which the organization is exposed are:

(a) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The organization's credit risk exposure on accounts receivable is minimized because receivables are from a variety of individuals and organizations.

(b) Liquidity risk

Liquidity risk is the risk that the organization will encounter difficulty in meeting obligations associated with financial liabilities. The organization's exposure to liquidity risk is dependent on the receipt of funds from members and activities of the organization and grants from the Saskatchewan Lotteries Trust Fund. Funds from these sources are used to finance operations and are considered adequate to meet the organization's financial obligations.

### **4. Economic Dependence**

Saskatchewan WTF Tae Kwon Do Association Inc. currently receives significant revenue in grants from Saskatchewan Lotteries Trust Fund for Sport, Culture, and Recreation. As a result, the organization is dependent upon the continuance of these grants to maintain operations at their current level.

## Saskatchewan WTF Tae Kwon Do Association Inc.

Schedules to Financial Statements  
For the year ended March 31, 2016

	2016	2015
<b>1. Administration Expenses</b>		
Accounting fees	1,971	1,965
Insurance	3,052	3,178
Legal fees	6,017	536
Meetings	4,586	4,280
Memberships	92	60
National dues/TC membership	4,930	269
Office	2,475	2,862
Purchases for resale	181	1,109
Wages and benefits	12,000	10,440
	<u>\$ 35,304</u>	<u>\$ 24,699</u>
<b>2. Capacity/Interaction Expenses</b>		
Communications	1,650	715
Provincial tournament	5,908	4,797
Staff travel	1,844	338
Volunteer and staff recognition	1,140	1,080
	<u>\$ 10,542</u>	<u>\$ 6,930</u>
<b>3. Participation Expenses</b>		
Coach development	1,192	519
Competitions	4,730	6,000
Officials' development	3,431	1,520
Target group initiatives	3,000	3,826
	<u>\$ 12,353</u>	<u>\$ 11,865</u>
<b>4. Sask. First Expenses</b>		
Sask Elite HP Program - Athlete Assistance	2,100	2,100
Sask Elite HP Program - Competition	9,813	8,250
Sask Elite HP Program - Officials	6,392	4,029
Sask Elite HP Program - Training	100	301
Officials' development		2,050
Sport Science - field testing	695	
	<u>\$ 19,100</u>	<u>\$ 16,730</u>

*The notes to financial statements are an integral  
part of these financial statements.*

## Saskatchewan WTF Tae Kwon Do Association Inc.

Schedules to Financial Statements  
For the year ended March 31, 2016

	2016	2015
<b>5. Member Assistance Program Expenses</b>		
Artisan - Regina - Artisan TaekwonDo Parents Association	1,025	1,380
Kees - Saskatoon Main - Saskatoon WTF Taekwondo Association	4,477	3,632
Kees - Melfort - Melfort WTF Taekwondo Association	1,329	1,833
Kees - North Battleford & St. Walburg - TKD Challenge of Champions.	5,454	4,475
Kees - Yorkton - Yorkton Taekwondo Association	7,666	5,914
Kees - Parkland - Yorkton Taekwondo Association	928	233
Kees - Prince Albert - Prince Albert WTF Taekwondo Association	709	600
Kims - College Regina Main - Kims Challenge	1,857	2,313
Kims - East Zone Regina - East Zone TDK 3	3,237	2,518
Kims - Kipling - Moose Mountain WTF Tae Kwon Do Association	1,760	1,496
Kims - Moose Jaw - 15 Wing - 15 Wing Taekwondo Academy/Moose Jaw Branch	514	203
Kims - Moose Jaw - YMCA - Moose Jaw YMCA TaeKwonDo	1,513	1,318
Shaunavon Taekwondo - Shaunavon Taekwondo Association	860	696
Sask WTF Tae Kwon Do - Host Provincials	1,403	
	<u>\$ 32,732</u>	<u>\$ 26,611</u>

*The notes to financial statements are an integral part of these financial statements.*