

**WEST FERRIS MINOR HOCKEY ASSOCIATION**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MAY 31, 2010**

**KENDALL, SINCLAIR, FINCH, PIGDEN, COWPER & DAIGLE LLP**

CHARTERED ACCOUNTANTS

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**REVIEW ENGAGEMENT REPORT**

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To The Board of Directors  
**West Ferris Minor Hockey Association**  
North Bay, Ontario

We have reviewed the statement of financial position of **West Ferris Minor Hockey Association** as at **May 31, 2010** and the statements of operations and members' equity for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the association.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian generally accepted accounting principles.

North Bay, Ontario  
March 25, 2011

*Kendall, Sinclair, Finch,  
Pigden, Cowper & Daigle LLP*

Licensed Public Accountants

**WEST FERRIS MINOR HOCKEY ASSOCIATION**

**STATEMENT OF FINANCIAL POSITION**

**AS AT MAY 31, 2010**

**(With comparative figures as at May 31, 2009)**

	<u>2010</u>	<u>2009</u>
<b><u>ASSETS</u></b>		
Current		
Cash	\$ 50,709	\$ 22,092
Prepaid expense	<u>5,195</u>	<u>918</u>
	<u>\$ 55,904</u>	<u>\$ 23,010</u>
<b><u>LIABILITIES</u></b>		
Current		
Accounts payable and accrued liabilities	\$ 6,564	\$ 10,060
Deferred revenue (Note 5)	<u>8,240</u>	<u>10,060</u>
	<u>14,804</u>	<u>10,060</u>
<b><u>MEMBERS' EQUITY</u></b>		
Balance	<u>41,100</u>	<u>12,950</u>
	<u>\$ 55,904</u>	<u>\$ 23,010</u>

**PREPARED WITHOUT AUDIT**

**WEST FERRIS MINOR HOCKEY ASSOCIATION**

**STATEMENT OF OPERATIONS AND MEMBER'S EQUITY**

**FOR THE YEAR ENDED MAY 31, 2010**

**(With comparative figures for 2009)**

	2010	2009
<b>Revenue</b>		
Registration	\$ 355,070	\$ 308,619
Skills development program	29,010	25,965
Sponsorship	22,500	22,350
Atom tournament	7,500	16,052
Donations	3,015	5,000
Other	1,908	1,968
Bingo		11,632
	419,003	391,586
<b>Expenses</b>		
Ice rentals	192,973	197,773
NOHA fees	54,879	64,547
Referees	43,780	43,774
Contract scheduler	31,786	26,882
Equipment	12,632	37,411
Timekeepers	10,632	13,980
Office and administration	8,882	8,515
Uniforms	8,074	7,260
Appreciation night	5,601	5,751
Interest and service charges	4,408	3,167
Insurance	3,791	3,681
Skills development program	3,700	3,700
Sponsorship	3,120	3,847
Advertising	2,931	14,363
Professional fees	1,850	1,850
Tykes Christmas party	924	854
House league playoffs	890	440
Atom tournament		3,449
Bingo		1,555
	390,853	442,799
Excess (deficiency) of revenue over expenses	28,150	(51,213)
Members' equity beginning of year	12,950	64,163
Members' equity end of year	\$ 41,100	\$ 12,950

**PREPARED WITHOUT AUDIT**

# WEST FERRIS MINOR HOCKEY ASSOCIATION

## NOTES TO FINANCIAL STATEMENTS

MAY 31, 2010

### 1. General

The Association is incorporated without share capital under the laws of Ontario. Its principal business activity is the operation of minor hockey leagues.

### 2. Accounting Policies

#### a) Revenue Recognition

West Ferris Minor Hockey Association follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue for the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount can be reasonably estimated and collection is reasonably assured. Registration fees are set annually by the Board of Directors and are recognized as revenues over the fiscal period to which they relate.

#### b) Property And Equipment

The cost of capital asset additions and hockey equipment purchases are charged against operations in the year of purchase.

#### c) Use Of Estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

### 3. Financial Instruments

Financial assets and financial liabilities are initially recognized at fair value. Their subsequent measurement is dependent on their classification. The standards require that all financial assets be classified as one of held-for-trading, available-for-sale, held-to-maturity or loans and receivables. Financial liabilities are to be classified as held-for-trading or other liabilities.

#### Classification

The association has elected to classify its financial instruments as follows:

Cash	Held-for-trading
Accounts payable	Other liabilities

**PREPARED WITHOUT AUDIT**

**WEST FERRIS MINOR HOCKEY ASSOCIATION**

**NOTES TO FINANCIAL STATEMENTS**

**MAY 31, 2010**

3. **Financial Instruments (continue)**

a) Held-For-Trading

Held-for-trading financial instruments are measured at fair market value at the balance sheet date with all related income, expenses, gains and losses recognized in excess of revenue over expenses for the year.

b) Other Liabilities

Other liabilities are accounted for at amortized cost.

Fair Value Of Financial Instruments

The association has various financial instruments. It is management's opinion that the fair values of these financial instruments approximate their carrying values, unless otherwise stated.

Objectives And Policy Relating To Risk Management

The association is not exposed to significant interest rate or currency risks arising from these financial instruments.

Credit Risk

The association's manages its exposure to credit risk on accounts receivable by assessing the abilities of counterparties to fulfill their obligations under the related contracts prior to entering into such contracts and monitors these exposures on an ongoing basis.

4. **Statement Of Cash Flows**

A statement of cash flows was not been presented as it would not provide any additional meaningful information.

5. **Deferred Revenue**

Deferred revenue consists of player registration fees for the 2010 – 2011 season received in fiscal 2010.

**PREPARED WITHOUT AUDIT**