



**FIELD HOCKEY
CANADA**

HOCKEY SUR GAZON CANADA

**FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)**

FOR THE YEAR ENDED MARCH 31, 2014

INDEPENDENT AUDITORS' REPORT

To the Members of
Field Hockey Canada

We have audited the accompanying financial statements of Field Hockey Canada, which comprise the statement of financial position as at March 31, 2014 and the statements of operations, cash flows and changes in net assets and 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 in our audit is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Qualified Opinion

In common with many not-for-profit organizations, Field Hockey Canada derives revenue from donations and fund raising, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of this revenue was limited to the amounts recorded in the records of Field Hockey Canada and we were not able to determine whether any adjustments might be necessary to donations and fundraising revenue, excess of revenue over expenditures for the year, assets and net assets.



Qualified Opinion

In our opinion, except for the possible effects of the matter described in the basis for qualified opinion paragraph, these financial statements present fairly, in all material respects, the financial position of Field Hockey Canada as at March 31, 2014 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.

Other Matters

The financial statements of Field Hockey Canada for the year ended March 31, 2013 were audited by another auditor who expressed a qualified opinion on those statements on June 19, 2013

“DAVIDSON & COMPANY LLP”

Vancouver, Canada

Chartered Accountants

July 2, 2014

FIELD HOCKEY CANADA
STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian Dollars)
AS AT MARCH 31

	2014	2013
ASSETS		
Current		
Cash	\$ 111,001	\$ 28,273
Investments (Note 4)		
Women's COC endowment fund (Note 6)	131,650	130,910
Men's COC endowment fund (Note 7)	217,850	211,461
Accounts receivable	116,044	209,323
Prepaid expenses	<u>36,690</u>	<u>68,542</u>
	613,235	648,509
Property and equipment (Note 5)	<u>9,822</u>	<u>2,728</u>
	<u>\$ 623,057</u>	<u>\$ 651,237</u>
LIABILITIES		
Current		
Accounts payable	\$ 202,750	\$ 228,554
Deferred revenue	<u>18,915</u>	<u>62,714</u>
	<u>221,665</u>	<u>291,268</u>
FUNDS		
COC endowment funds		
Women's (Note 6)	142,297	141,557
Men's (Note 7)	<u>217,850</u>	<u>211,461</u>
	<u>360,147</u>	<u>353,018</u>
	<u>581,812</u>	<u>644,286</u>
NET ASSETS		
Internally restricted for international hosting purposes	142,608	142,608
Unrestricted	<u>(101,363)</u>	<u>(135,657)</u>
	<u>41,245</u>	<u>6,951</u>
	<u>\$ 623,057</u>	<u>\$ 651,237</u>

Approved and authorized by the Board:

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Director Director

The accompanying notes are an integral part of these financial statements.

FIELD HOCKEY CANADA
STATEMENTS OF OPERATIONS
(Expressed in Canadian Dollars)
FOR THE YEARS ENDED MARCH 31

	2014	2013
REVENUE		
Contributions		
Sport Canada	\$ 1,319,000	\$ 2,037,940
National team levies		
Men's	237,296	161,571
Women's	102,154	89,760
CAIP fees	3,848	7,928
Domestic program	25,438	15,644
Donations and fundraising	34,976	16,708
Interest	5,457	1,088
Membership fees	173,723	170,228
Other	<u>10,167</u>	<u>63,251</u>
	<u>1,912,059</u>	<u>2,564,118</u>
EXPENDITURES		
National team		
Men's	527,913	803,161
Women's	773,187	667,736
Administration	124,082	174,187
Administration salaries	232,861	139,689
Domestic programs	94,260	117,909
High performance strategy	29,085	412,202
Marketing	41,594	97,242
Meetings and board	12,116	39,184
Membership expenses	63,173	88,703
Special programs	<u>7,300</u>	<u>2,541</u>
	<u>(1,905,571)</u>	<u>(2,542,554)</u>
SPECIAL EVENTS		
Men's Pan American Cup Hosting, revenue net of expenditures	<u>27,806</u>	<u>-</u>
EXCESS OF REVENUE OVER EXPENDITURES FOR THE YEAR	<u>\$ 34,294</u>	<u>\$ 21,564</u>

The accompanying notes are an integral part of these financial statements.

FIELD HOCKEY CANADA
STATEMENTS OF CASH FLOWS
(Expressed in Canadian Dollars)
FOR YEARS ENDED MARCH 31

	2014	2013
OPERATING ACTIVITIES		
Excess of revenue over expenditures for the year:		
Unrestricted funds	\$ 34,294	\$ 21,564
Women's COC endowment fund	740	700
Men's COC endowment fund	6,389	10,158
Items not affecting cash		
Amortization of property and equipment	4,642	1,832
Unrealized gain on endowment investments	(257)	(2,979)
Net change in non-cash working capital items		
Accounts receivable	93,279	(155,779)
Prepaid expenses	31,852	12,914
Accounts payable	(25,804)	63,543
Deferred revenue	<u>(43,799)</u>	<u>2,964</u>
Net change from operating activities	<u>101,336</u>	<u>(45,083)</u>
INVESTING ACTIVITIES		
Purchase of investments	(6,872)	(17,879)
Purchase of property and equipment	<u>(11,736)</u>	<u>(1,799)</u>
Net change from investing activities	<u>(18,608)</u>	<u>(19,678)</u>
Increase (decrease) in cash for the year	82,728	(64,761)
Cash, beginning of year	<u>28,273</u>	<u>93,034</u>
Cash, end of year	<u>\$ 111,001</u>	<u>\$ 28,273</u>

The accompanying notes are an integral part of these financial statements.

FIELD HOCKEY CANADA
STATEMENTS OF CHANGES IN NET ASSETS
(Expressed in Canadian Dollars)
FOR YEARS ENDED MARCH 31

	2014	2013
INTERNALLY RESTRICTED FOR INTERNATIONAL HOSTING PURPOSES		
Balance, beginning of year	\$ 142,608	\$ 142,608
Transfer from unrestricted	-	-
Balance, end of year	\$ 142,608	\$ 142,608
UNRESTRICTED		
Balance, beginning of year	\$ (135,657)	\$ (157,221)
Excess of revenue over expenditures	34,294	21,564
Transfer from (to) internally restricted for international hosting purposes	-	-
Balance, end of year	\$ (101,363)	\$ (135,657)

The accompanying notes are an integral part of these consolidated financial statements.

1. PURPOSE OF THE ORGANIZATION

The organization, in collaboration with its members, provincial organizations, strategic partners, national and international sport communities, provides opportunities for all people to experience the pleasures, challenges and achievements of field hockey.

The organization is incorporated under the Canada Corporations Act as a not-for-profit organization and is a Registered Canadian Amateur Athletic Association under the Income Tax Act.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with the Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

Reclassification of prior year

In order to match the reporting systems of Sport Canada, the statement of operations has been classified based on men's and women's programs. In the prior year, the junior development program was classified separately. The junior development revenues and expenditures have been incorporated into the men's and women's teams reporting in order to reflect the integrated approach toward the development and progression through the national team structures.

Estimates and assumptions

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount 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 expenditures during the reporting period. Actual results may differ from those estimates.

Examples of significant estimates include:

- a) the collectability of receivables from athletes;
- b) the timing and recognition of revenue;
- c) estimated useful life of property and equipment; and
- d) asset impairment tests.

Women's and Men's COC Endowment Funds

These funds were created by CWFHA and CFHA from money received from the Canadian Olympic Committee ("COC") prior to incorporation of the organization. The funds are controlled by their own trustees and provide contributions to the organization for women's and men's high performance initiatives.

2. SIGNIFICANT ACCOUNTING POLICIES (cont'd...)

Internally restricted fund for international hosting

This fund was created to provide for the hosting of International Hockey Federation (“FIH”) international tournaments.

Financial Instruments

Investments in equity instruments quoted in an active market are initially recognized at fair value and are subsequently measured at the year-end fair value. Other financial instruments are initially recognized at fair value and are subsequently measured at cost, amortized cost or cost less appropriate allowances for impairment.

Property and equipment

Property and equipment are recorded at cost less accumulated amortization. Amortization is provided on the straight line basis over two years.

Revenue recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenditure is incurred. Unrestricted contributions are recognized as revenue when they are received or become receivable. Membership fees are recognized as revenue over the period to which they relate.

The Organization receives donations of goods and services from time to time. If the value of these donations is known, their fair value is recognized in the financial statements. The value of the time and expertise donated by many volunteers has not been reflected in these financial statements.

Sport Canada Contributions

Contributions received from Sport Canada are subject to specific terms and conditions regarding the expenditure of the funds. The organization’s records are subject to audit by Sport Canada to identify instances, if any, in which amounts charged against contributions have not complied with the agreed terms and conditions and which, therefore, would be refundable to Sport Canada. In the event that adjustment to prior years’ contributions is requested, they would be recorded in the year Sport Canada requests the adjustments.

Sport Canada works to advance sport within the context of the Government of Canada’s priorities. Payments are subject to the appropriation of funds by Parliament and to the maintenance of current and forecasted program budget levels. Continued funding by Sport Canada is critical to the organization’s ongoing ability to meet its objectives.

3. FINANCIAL INSTRUMENTS

Financial instruments of the organization consist of cash, investments, accounts receivable and accounts payable.

Unless otherwise noted, it is management’s opinion that the organization is not exposed to significant interest rate, currency, credit, liquidity or market risks arising from its financial instruments and the carrying amount of the financial instruments approximate their fair value.

FIELD HOCKEY CANADA
NOTES TO THE FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)
MARCH 31, 2014

4. INVESTMENTS

Women's COC endowment fund has all its money invested in money market funds.

Men's COC endowment fund has \$180,980 invested in a bankers' acceptance that earns interest at an annual rate of 1% and matures in April 2014 and \$36,480 in equities.

5. PROPERTY AND EQUIPMENT

	2014			2013	
	Cost	Accumulated Amortization	Net	Net	
Computers	\$ 11,736	\$ 1,914	\$ 9,822	\$ 708	
Equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,020</u>	
Total	\$ 11,736	\$ 1,914	\$ 9,822	\$ 2,728	

During the year ended March 31, 2014 the Organization wrote off obsolete computers and equipment having a cost of \$24,433 and accumulated amortization of \$21,705

6. WOMEN'S COC ENDOWMENT FUND

	2014	2013
ASSETS		
Investment in Money Market funds	\$ 131,650	\$ 130,910
Interfund receivable	<u>10,647</u>	<u>10,647</u>
	\$ 142,297	\$ 141,557
FUND BALANCE		
Balance, beginning of the year	\$ 141,557	\$ 140,857
Investment income	<u>740</u>	<u>700</u>
Balance, end of year	\$ 142,297	\$ 141,557

FIELD HOCKEY CANADA
NOTES TO THE FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)
MARCH 31, 2014

7. MEN'S COC ENDOWMENT FUND

	2014	2013
ASSETS		
Cash	\$ 390	\$ 356
Bankers Acceptance	180,980	155,875
Equities	<u>36,480</u>	<u>55,230</u>
	<u>\$ 217,850</u>	<u>\$ 211,461</u>
FUND BALANCE		
Balance, beginning of the year	<u>\$ 211,461</u>	<u>\$ 201,303</u>
Investment income	5,452	7,179
Gain on disposition of equities	8,680	-
Unrealized gain on investments	257	2,979
Distributions	<u>(8,000)</u>	<u>-</u>
Excess of revenue over expenditures	<u>6,389</u>	<u>10,158</u>
Balance end of year	<u>\$ 217,850</u>	<u>\$ 211,461</u>