

DELTA GYMNASTICS SOCIETY

**FINANCIAL STATEMENTS
(Unaudited)**

JUNE 30, 2017

DELTA GYMNASTICS SOCIETY

JUNE 30, 2017

CONTENTS

	Page
NOTICE TO READER	1
FINANCIAL STATEMENTS	
Statement of Financial Position	2 - 3
Statement of Operations and Changes in Net Assets	4 - 5
Notes to the Financial Statements	6 - 7

DELTA GYMNASTICS SOCIETY

NOTICE TO READER

I have compiled the statement of financial position of **DELTA GYMNASTICS SOCIETY** as at June 30, 2017 and the statement of operations and changes in net assets for the year then ended from information provided by management. I have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these statements may not be appropriate for their purposes.

August 30, 2017

CHARTERED PROFESSIONAL ACCOUNTANT

DELTA GYMNASTICS SOCIETY

STATEMENT OF FINANCIAL POSITION

(Unaudited)

AS AT JUNE 30, 2017

	<u>2017</u>	<u>2016</u>
ASSETS		
CURRENT ASSETS		
Cash - operating	\$ 310,496	\$ 114,024
Cash - gaming	69,077	59,985
Term deposit	170,000	240,000
Accounts receivable	22,253	29,282
Inventory	4,066	3,048
	<hr/> 575,892	<hr/> 446,339
DELTA SPORTS DEVELOPMENT CENTRE (note 2)	1,125,000	1,185,000
CAPITAL ASSETS	422,489	363,666
TOTAL ASSETS	\$ 2,123,381	\$ 1,995,005

DELTA GYMNASTICS SOCIETY

STATEMENT OF FINANCIAL POSITION

(Unaudited)

AS AT JUNE 30, 2017

	<u>2017</u>	<u>2016</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accruals	\$ 15,612	\$ -
Deferred revenue (note 1)	428,745	280,419
	<hr/> 444,357	280,419
LONG TERM LIABILITIES		
Deferred contributions (note 2)	225,000	237,000
	<hr/> 669,357	517,419
NET ASSETS		
Restricted - Expansion fund (note 3)	30,172	7,172
Restricted - Scholarship fund	627	177
Invested in capital assets	1,322,489	1,311,666
Unrestricted	100,736	158,571
	<hr/> 1,454,024	1,477,586
TOTAL NET ASSETS	<hr/> 1,454,024	1,477,586
	<hr/>	<hr/>
TOTAL LIABILITIES & NET ASSETS	<hr/> \$ 2,123,381	\$ 1,995,005

APPROVED ON BEHALF OF THE BOARD:

_____ Director

_____ Director

DELTA GYMNASTICS SOCIETY

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

(Unaudited)

FOR THE YEAR ENDED JUNE 30, 2017

	<u>2017</u>	<u>2016</u>
REVENUE		
Advanced programs	\$ 601,680	\$ 602,006
Developmental programs	676,909	617,026
Community Programs	156,298	142,073
Outreach Program	37,470	21,934
Gaming grant	60,000	60,000
Grants	23,566	19,350
Corporation of Delta (note 2)	12,000	12,000
Other operating revenue	61,553	41,624
	1,629,476	1,516,013
DIRECT EXPENSES		
Advanced programs	632,558	497,088
Developmental programs	308,263	295,937
Community programs	96,285	146,674
Outreach program	25,443	67,858
Coach and staff development	31,095	26,296
	1,093,644	1,033,853
NET CONTRIBUTION FROM PROGRAMS AND OPERATIONS	535,832	482,160
GENERAL OPERATING EXPENSES		
Advertising and promotion	5,298	3,089
Board development and staff recognition	16,641	7,068
Fees and charges	63,369	53,178
Janitorial and maintenance	6,877	11,550
Office expenses	24,246	16,768
Professional fees	10,888	3,693
Rent (note 2)	60,000	60,000
Utilities	28,161	26,934
Wages - administration	350,663	334,889
	566,143	517,169
DEFICIENCY FROM OPERATIONS BEFORE OTHER EXPENSES	(30,311)	(35,009)
OTHER EXPENSES		
Amortization	87,350	78,266
Special projects (note 4)	18,424	14,938
	(136,085)	(128,213)
DEFICIENCY FROM OPERATIONS	(136,085)	(128,213)

DELTA GYMNASTICS SOCIETY**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS CONT'D
(Unaudited)
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>2017</u>	<u>2016</u>
DEFICIENCY FROM OPERATIONS (from previous page)	(136,085)	(128,213)
NON-OPERATING INCOME (note 5)	112,075	202,626
EXCESS OF REVENUES OVER EXPENSES	(24,010)	74,413
NET ASSETS , beginning of year	1,477,584	1,403,243
Scholarship fund net contributions (disbursements)	450	(70)
NET ASSETS , end of year	\$ 1,454,024	\$ 1,477,586

DELTA GYMNASTICS SOCIETY

NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2017

1. DEFERRED REVENUE

Deferred revenue represents unspent resources externally restricted for specific use and restricted operating funding received in the current period that is related to the subsequent period.

Gaming revenue	\$ 69,000
Deferred program revenue	347,287
Deferred non-operating revenue	2,690
Gift cards	570
Travel Assistance Fund (TAF)	7,011
TAF Gymnasts	<u>2,187</u>
	<u>\$ 428,745</u>

2. DELTA SPORTS DEVELOPMENT CENTRE

In March 2010 the Delta Gymnastics Society contributed \$1,200,000 to the Corporation of Delta towards the construction of the Delta Sports Development Centre (DSDC). The Corporation of Delta donated an additional \$300,000 for a total of \$1,500,000.

The amount of \$1,500,000 reflects prepaid rent for a period of 25 years. The \$300,000 contribution from the Corporation of Delta is being amortized over 25 years to offset rent and amortization of assets as the costs are recognized.

Prepaid rent

Opening Balance	\$ 1,500,000
Recognized in prior years	(315,000)
Current year rent expense	<u>(60,000)</u>
Balance, end of year	<u>\$ 1,125,000</u>

Deferred contribution

Opening Balance	\$ 300,000
Recognized in prior years	(63,000)
Current year revenue recognized	<u>(12,000)</u>
Balance, end of year	<u>\$ 225,000</u>

3. RESTRICTED EXPANSION FUND

On September 13, 2017 the board approved a motion to change the name of the Restricted – Contingency Fund to the Restricted – Expansion Fund. Further, to retroactively transfer \$23,000 from the Unrestricted Net Asset Account to the Restricted – Expansion Fund for the year ended June 30, 2016.

DELTA GYMNASTICS SOCIETY

NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2017

4 SPECIAL PROJECTS

Consists of:

Elite Program Assistance Fund	9,883
Equipment installation	2,783
Facility expansion	3,683
Retirement party	1,075
Scholarships	<u>1,000</u>
	<u>\$ 18,424</u>

5. NON-OPERATING INCOME

	<u>2017</u>			<u>2016</u>		
	<u>Receipts</u>	<u>Disbursements</u>	<u>Net</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Net</u>
Chocolate Drive	\$ 25,327	\$ 16,098	\$ 9,229	27,426	17,743	9,683
Operation Red Nose	44,860	1,669	43,191	43,798	819	42,979
Delta Invitational	144,600	84,945	59,655	272,974	126,678	146,296
Kids First campaign	-	-	-	3,668	-	3,668
	<u>\$ 214,787</u>	<u>\$ 102,712</u>	<u>\$ 112,075</u>	<u>\$ 347,866</u>	<u>\$ 145,240</u>	<u>\$ 202,626</u>

Non-Operating income achieved from fundraising activities was allocated to the following projects and assets:

Facility Improvements	13,520
Electronics & Facility Equipment	10,228
Gymnastics Equipment	<u>88,327</u>
Total	<u>\$ 112,075</u>