



MASTERS SWIMMING ONTARIO

FINANCIAL STATEMENTS

AUGUST 31, 2012

(Unaudited)



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(Unaudited)

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Schwartz Levitsky Feldman llp

CHARTERED ACCOUNTANTS
LICENSED PUBLIC ACCOUNTANTS
TORONTO • MONTREAL



REVIEW ENGAGEMENT REPORT

To the Members of
Masters Swimming Ontario

We have reviewed the statements of financial position of Masters Swimming Ontario as at August 31, 2012, August 31, 2011 and September 1, 2010 and the statements of operations and changes in net assets and cash flows for the years ended August 31, 2012 and 2011. Our review was made in accordance with Canadian generally accepted standards for review engagements and, accordingly, consisted primarily of inquiry, analytical procedures and discussion related to information supplied to us by the organization.

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 accounting standards for not-for-profit organizations.

Schwartz Levitsky Feldman llp

Toronto, Ontario
August 12, 2014

Chartered Accountants
Licensed Public Accountants

MASTERS SWIMMING ONTARIO

Statement of Financial Position

As at August 31, 2012

(Unaudited)



	August 31, 2012	August 31, 2011 (note 5)	September 1, 2010 (note 5)
ASSETS			
CURRENT ASSETS			
Cash	\$ 185,335	\$ 164,518	\$ 145,316
Membership dues receivable	2,397	2,555	3,855
Other receivables	6,705	-	-
Inventory (note 3)	1,781	1,145	2,603
	<u>196,218</u>	<u>168,218</u>	<u>151,774</u>
EQUIPMENT	<u>-</u>	<u>-</u>	<u>120</u>
	<u>\$ 196,218</u>	<u>\$ 168,218</u>	<u>\$ 151,894</u>
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable and accrued liabilities	\$ 22,562	\$ 14,721	\$ 20,264
NET ASSETS			
UNRESTRICTED	<u>173,656</u>	<u>153,497</u>	<u>131,630</u>
	<u>\$ 196,218</u>	<u>\$ 168,218</u>	<u>\$ 151,894</u>

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

APPROVED ON BEHALF OF THE BOARD

_____ Director

_____ Director

MASTERS SWIMMING ONTARIO
Statement of Operations and Changes in Net Assets
For the year ended August 31, 2012
(Unaudited)



	2012	2011
REVENUE		
Sale of medals and ribbons	\$ 6,705	\$ 7,862
Swimmers' fees	125,014	124,396
Club registration fees	3,600	4,095
Interest income	595	637
	<u>135,914</u>	<u>136,990</u>
EXPENSES		
Affiliation fees	58,425	60,420
Insurance	12,946	12,068
Administration	13,598	11,257
Travel expenses	7,270	10,118
Cost of medals and ribbons	6,673	7,900
Awards and competition expenses	3,500	5,992
Professional fees	7,417	4,983
Communications	5,926	2,265
Amortization	-	120
	<u>115,755</u>	<u>115,123</u>
EXCESS OF REVENUE OVER EXPENSES	20,159	21,867
Net assets, beginning of year	<u>153,497</u>	<u>131,630</u>
NET ASSETS, END OF YEAR	\$ 173,656	\$ 153,497

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

MASTERS SWIMMING ONTARIO
Statement of Cash Flows
For the year ended August 31, 2012
(Unaudited)



	2012	2011
	<u> </u>	<u> </u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess of revenue over expenses	\$ 20,159	\$ 21,867
Adjustment for non cash items:		
Amortization	-	120
Net changes in non-cash working capital items		
Inventory	(636)	1,300
Accounts payable and accrued liabilities	7,841	(5,543)
Membership dues receivable	158	1,458
Accounts receivable	(6,705)	-
	<u> </u>	<u> </u>
NET INCREASE IN CASH, DURING THE YEAR	20,817	19,202
Cash, beginning of year	164,518	145,316
	<u> </u>	<u> </u>
CASH, END OF YEAR	\$ 185,335	\$ 164,518
	<u> </u>	<u> </u>

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

MASTERS SWIMMING ONTARIO

Notes to Financial Statements

August 31, 2012

(Unaudited)



1. NATURE OF THE ORGANIZATION

Masters Swimming Ontario ("the Organization") was incorporated as a not-for-profit corporation under the Ontario Corporation Act on January 11, 1989. The mission of the Organization is to promote life-long fitness through the sport of swimming.

The Organization is a member of Masters Swimming Canada and an affiliate member of Swim Ontario.

The Organization qualifies as a tax-exempt non-profit organization and is not liable for income taxes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements are the first financial statements prepared in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO") and are in accordance with Canadian generally accepted accounting principles. The significant accounting policies set out below have been applied in the preparation of the Organization's financial statements, the comparative financial information for the year ended August 31, 2012 and the opening statement of financial position at September 1, 2010, the date of transition.

a) Revenue Recognition

The Organization follows the deferral method of accounting for contributions. Under this method, unrestricted contributions from fees, and other sales are recognized as revenue in the current year. Restricted contributions are recognized as revenue in the period the related expenses are incurred. The Organization did not receive any restricted contributions in 2012 and 2011.

b) Voluntary Services

The work of the Organization is dependent on the voluntary services of many members. The value of the donated services is not reflected in these financial statements.

c) Inventory

Inventory is valued at the lower of cost. Cost is determined using substantially the weighted average cost method.

d) Equipment

Purchased equipment is recorded at cost. Contributed equipment is recorded at fair value at the date of contribution and corresponding revenue is recognized. Amortization is provided on the straight-line basis over their estimated useful lives:

Computer equipment	3 years
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Computer software costs are expensed as incurred.

MASTERS SWIMMING ONTARIO

Notes to Financial Statements

August 31, 2012

(Unaudited)



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

e) Use of Estimates

The preparation of financial statements in accordance with ASNPO 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 amount of revenues and expenses during the reporting period. Actual amounts could differ from these estimates. These estimates are reviewed periodically and as adjustments become necessary, they are reported in operations in the period in which they become known.

f) Measurement of Financial Instruments

The Organization initially measures its financial assets and liabilities at fair value. The Organization subsequently measures all its financial assets and financial liabilities at amortized cost. Financial assets measured at amortized cost include Membership dues and other receivables. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

3. INVENTORY

Inventory consists of medals and ribbons held for the purpose of selling to clubs hosting provincial championships.

4. FINANCIAL INSTRUMENTS

Risk and concentrations

The Organization is exposed to various risks through its financial instruments. The following analysis provides a measure of the Organization's risk exposure and concentrations at August 31, 2012 and 2011 and September 1, 2010.

a) Liquidity Risk

Liquidity risk is the risk that the Organization will not be able to meet its financial obligations as they become due. The Organization ensures there is sufficient funds to meet its financial obligations as they become due.

b) Risk Concentration

Concentration risk exists in cash because significant balances are maintained with two financial institutions. This risk is mitigated because the financial institutions are reputable Canadian banks.

MASTERS SWIMMING ONTARIO

Notes to Financial Statements

August 31, 2012

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5. FIRST TIME ADOPTION OF CANADIAN ACCOUNTING STANDARDS FOR NOT-FOR-PROFIT ORGANIZATIONS

On September 1, 2011 the Organization adopted Canadian accounting standards for not-for-profit organizations in the preparation of its financial statements in accordance with Section 1501, First-time adoption by not-for-profit organizations, included in the CPA Canada Handbook, Part III – Accounting: Accounting standards for not-for-profit organizations. . These accounting standards have been applied retrospectively in the preparation of the comparative information included in these financial statements for the year ended August 31, 2011 and the opening statement of financial position at September 1, 2010.

Section 1501 provides a number of elective exemptions from the retrospective adoption of ASNPO. The Organization did not elect to use any of the transitional exemptions.

The adoption of ASPNO had no impact on the net assets at September 1, 2010 and excess of revenue over expenses for the year ended August 31, 2011, and accordingly, no adjustments have been recorded in the comparative financial information including the statements of financial position at August 31, 2011 and September 1, 2010, the statements of operations and changes in net assets and cash flows for the year ended August 31, 2011.

The Organization has previously issued financial statements for the year ended August 31, 2011 using Canadian generally accepted accounting principles which are included in Part V of the CPA Handbook – Accounting – XF1.