

**SOUTH END UNITED SOCCER  
CLUB INC.  
(Operating as Winnipeg South  
End United Soccer Club)**

**Financial Statements  
For the year ended January 31, 2015**

Draft - Subject to Change

**SOUTH END UNITED SOCCER CLUB INC.**  
**(Operating as Winnipeg South End United Soccer Club)**

**Year Ended January 31, 2015**

**C O N T E N T S**

**Review Engagement Report**

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## REVIEW ENGAGEMENT REPORT

To the Board of Directors of  
South End United Soccer Club Inc.

We have reviewed the statement of financial position of **South End United Soccer Club Inc.** as at January 31, 2015, and the statement of operations, change in net assets and cash flows 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 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 Canadian accounting standards for not-for-profit organizations.

Chartered Accountants

Winnipeg, Manitoba  
Date approved by the Board

**SOUTH END UNITED SOCCER CLUB INC.**  
**(Operating as Winnipeg South End United Soccer Club)**

**Statement of Financial Position**

**January 31, 2015**

**(UNAUDITED)**

	<b>2015</b>	2014
<b>A S S E T S</b>		
Current Assets		
Cash	\$ 130,497	\$ 101,471
Accounts receivable	4,693	1,870
Prepaid expenses	<u>20,302</u>	<u>-</u>
	<b>155,492</b>	<b>103,341</b>
Capital assets (Note 2)	<u>2,411</u>	<u>4,360</u>
	<b>\$ 157,903</b>	<b>\$ 107,701</b>
<b>L I A B I L I T I E S</b>		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 8,722	\$ 9,157
Deferred revenue	<u>15,720</u>	<u>-</u>
	<b>24,442</b>	<b>9,157</b>
<b>N E T A S S E T S</b>		
Invested in capital assets	2,411	4,360
Unrestricted	<u>131,050</u>	<u>94,184</u>
	<b>133,461</b>	<b>98,544</b>
	<b>\$ 157,903</b>	<b>\$ 107,701</b>

On behalf of the Board:

\_\_\_\_\_ Director

\_\_\_\_\_ Director

**SOUTH END UNITED SOCCER CLUB INC.**  
**(Operating as Winnipeg South End United Soccer Club)**

**Statement of Operations**

**For the year ended January 31, 2015**

**(UNAUDITED)**

	<u>2015</u>	<u>2014</u>
Revenue		
Registration fees		
Camps	\$ 1,025	\$ 450
Indoor season, competitive	172,595	158,156
Indoor season, recreational	165,335	146,674
Outdoor season, competitive	210,309	222,633
Outdoor season, recreational	202,626	186,352
Referees	-	600
Summer Academy/All-Stars/DTC	36,173	25,009
Tryouts	4,095	13,550
Winter Academy/All-Stars/DTC	14,907	28,183
	<u>807,065</u>	<u>781,607</u>
Refunds	<u>(480)</u>	<u>-</u>
	<u>806,585</u>	<u>781,607</u>
Other	22,862	11,884
Province of Manitoba Grant - Green Team	<u>12,447</u>	<u>7,679</u>
	<u>841,894</u>	<u>801,170</u>
Expenses		
Administration		
Amortization	1,949	1,709
Bank charges	15,519	13,253
Honorariums	3,550	2,910
Insurance	869	833
Office and sundry	3,823	8,131
Professional fees	5,818	15,471
Rent	17,640	17,640
Salaries	187,240	152,772
Telephone	787	760
Travel	1,974	-
Website	1,995	3,754
	<u>241,164</u>	<u>217,233</u>
Banquets	15,306	11,409
Coaching fees	6,500	866
Fields and facilities	76,394	89,377
Program fees	364,764	332,880
Promotions	3,714	11,469
Referees	25,056	28,224
Soccer uniforms and equipment	68,932	66,563
Training and certificates	5,147	4,638
	<u>806,977</u>	<u>762,659</u>
Revenue over expenses	<u>\$ 34,917</u>	<u>\$ 38,511</u>

**SOUTH END UNITED SOCCER CLUB INC.**  
**(Operating as Winnipeg South End United Soccer Club)**

**Statement of Changes in Net Assets**

**For the year ended January 31, 2015**

**(UNAUDITED)**

	<u>Invested in Capital Assets</u>	<u>Unrestricted</u>	<u>2015</u>	<u>2014</u>
Balance, Beginning of year	\$ 4,360	\$ 94,184	\$ 98,544	\$ 60,033
Revenue over (under) expenses	<u>(1,949)</u>	<u>36,866</u>	<u>34,917</u>	<u>38,511</u>
Balance, end of year	<u>\$ 2,411</u>	<u>\$ 131,050</u>	<u>\$ 133,461</u>	<u>\$ 98,544</u>

Draft - Subject to Change

**SOUTH END UNITED SOCCER CLUB INC.**  
**(Operating as Winnipeg South End United Soccer Club)**

**Statement of Cash Flows**

**For the year ended January 31, 2015**

**(UNAUDITED)**

	<b>2015</b>	<b>2014</b>
Cash Flows from Operating Activities		
Revenue over expenses	\$ 34,917	\$ 38,511
Adjustments for		
Amortization	1,949	1,709
	<b>36,866</b>	40,220
Changes in non-cash working capital balances		
Accounts receivable	(2,823)	10,530
Prepaid expenses	(20,302)	-
Accounts payable and accrued liabilities	(435)	742
Deferred revenue	15,720	(6,875)
Increase in cash	<b>29,026</b>	44,617
Cash, beginning of year	<b>101,471</b>	56,854
Cash, end of year	<b>\$ 130,497</b>	\$ 101,471

**SOUTH END UNITED SOCCER CLUB INC.**  
**(Operating as Winnipeg South End United Soccer Club)**

**Notes to Financial Statements**

**For the year ended January 31, 2015**

**(UNAUDITED)**

**1. Nature of Operations and Summary of Significant Accounting Policies**

Nature and Purpose of Corporation

South End United Soccer Club Inc. is a not-for-profit organization incorporated without share capital under *The Corporations Act of Manitoba* on November 9, 2005. As such, it is exempt from paying income taxes.

The organization's function is to develop and operate a complete soccer program and league for soccer players of any age including providing programs under which players, coaches, referees and parents associated with the club can increase their knowledge and skills while having fun playing the world's most popular sport.

Basis of Accounting

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Capital Assets

Capital assets are stated at cost less accumulated amortization. Amortization of furnishings and equipment is provided on a straight-line basis over their estimated useful lives of 5 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 expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Contributions restricted for the purchase of capital assets are deferred and amortized into revenue on a straight-line basis, at rate corresponding with the amortization rate for the related capital asset.

Registration fee revenue is recognized when invoiced and collection is reasonably assured. Other revenue is recognized in the period in which it is earned.

Voluntary Services

The organization is dependent upon the voluntary services of a large number of people. The value of these services is not recognized in these financial statements.



**SOUTH END UNITED SOCCER CLUB INC.**  
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**Notes to Financial Statements**

**For the year ended January 31, 2015**

**(UNAUDITED)**

**1. Nature of Operations and Summary of Significant Accounting Policies (continued)**

Financial Instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired. Transaction costs are the acquisition, sale or issue of financial instruments are expensed for those items remeasured at fair value at each statement of financial position date and charged to the financial instrument for those measured at amortized cost.

Use of Estimates

Financial statements prepared in conformity with Canadian accounting standards for not-for-profit organizations require 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 expenses during the reporting period. Actual results could differ from these estimates.

**2. Capital Assets**

	2015			2014		
	Cost	Accumulated Amortization	Net Book Value	Cost	Accumulated Amortization	Net Book Value
Furnishings and equipment	<u>\$ 18,272</u>	<u>\$ 15,861</u>	<u>\$ 2,411</u>	<u>\$ 18,272</u>	<u>\$ 13,912</u>	<u>\$ 4,360</u>

**3. Financial Instrument Risk**

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 is mainly exposed to credit risk through the credit quality of the individuals and businesses in which the organization has invested.

Liquidity Risk

Liquidity risk is the risk that the organization encounters difficulty in meeting its obligations associated with financial liabilities. Liquidity risk includes the risk that, as a result of operational liquidity requirements, the organization will not have sufficient funds to settle a transaction on the due date; will be forced to sell financial assets at a value, which is less than what they are worth; or may be unable to settle or recover a financial asset. Liquidity risk arises from accounts payable and accrued liabilities.