

OTTAWA ON K1A 0L5

REGISTERED CANADIAN AMATEUR
ATHLETIC ASSOCIATION INFORMATION
RETURN

000026

Return for Fiscal Period Ending		
Year	Month	Day
2018 03 31		
Is this the first return filed by this association?		
Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>	
If "No", has the fiscal period changed from the last return filed?		
Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>	
Is this the final return to be filed by this association?		
Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>	
If "Yes", please attach an explanation.		



15 13197 6052 RR 0001 2018-03-31 0496638

If the name or address shown above is incorrect or a more permanent address can be provided, print the necessary corrections below:

Corrected name

Corrected address (Number, Street, Apt. No., P.O. Box or R.R. No.)

City

Province or territory

Postal code

NOTE:

To minimize the possibility of the annual mailing of the personalized Registered Canadian Amateur Athletic Association Information Return going astray, it is important that, where possible, a permanent mailing address be provided (i.e., address of the actual, physical location of the association or permanent P.O. Box number).

Instructions

1. Ensure that the name and address are correct. To correct pre-printed information on this form, please use the provided. Any changes (except to the contact information above) must be explained in an attachment to this form.

2. Check the boxes (above right) to indicate the end of the association's fiscal period.

3. Attach FINANCIAL STATEMENTS for the fiscal period covered by this return. These should include a statement of revenue and expenditures for the fiscal period and a statement of assets and liabilities as of the end of the fiscal period. The statements should indicate the different sources of revenue in sufficient detail to show how funds were spent or invested.

4. Attach a list of the names, addresses, and occupations or lines of business of the association's current officers.

5. Attach a list of the names and the official positions of the people who are authorized to issue official documents on behalf of the association.

6. Attach a note that fully explains what replacement procedure is followed in the event of lost or spoiled receipts.

7. Within six months from the end of the fiscal period of the association, mail or deliver a completed return with the required documents to:

Charities Directorate
Canada Revenue Agency
Ottawa ON K1A 0L5

NCR MAIL ROOM

91

SALLE DU COURRIER

RCN

T2052X E (06)

6000003862815

Information Required

1. Have any changes not previously reported been made to the association's governing documents? If yes, please attach a certified copy of the changes.
Yes No
2. Have complete books and records been kept (including duplicate copies of receipts) which fully substantiate all financial transactions during the fiscal period? If no, please attach an explanation.
Yes No
3. Please indicate the total amount for which the association issued official donation receipts in this fiscal period.
\$ 74,030.99
4. Are the receipt forms used to acknowledge payments that are NOT gifts clearly distinguishable from official donation receipts which bear the BN/Registration number? If no, please attach an explanation.
Yes No
5. Did the association issue official donation receipts showing a date in the previous calendar year for donations that were mailed or otherwise submitted after the end of the calendar year? If yes, please attach an explanation.
Yes No
6. Have official donation receipts been issued to acknowledge donations in a form other than cash or cheque - e.g., goods, services rendered, etc.? If yes, please attach a list of these gifts and their value as shown on the official donation receipt.
Yes No
7. Has any amount donated to the association been returned to the donor during the year? If yes, please attach an explanation.
Yes No
- 8 a. During the fiscal period, did the association accept any gifts with the express or implied condition that such gifts were to be used for the benefit of another person, club, society or association? If yes, please attach an explanation.
Yes No
- b. Did the association issue an official donation receipt to acknowledge such a gift?
Yes No

Certification

To be signed by two directors of the association

1. I, David Patterson of [REDACTED]
Name of director whose signature appears below. (Print)

2. I, Andy Gross of [REDACTED]
Name of director whose signature appears below. (Print) Address

HEREBY CERTIFY that the information given in this return and in all attachments is, to the best of my knowledge, correct, complete and current. (Note: It is a serious offense under the *Income Tax Act* to provide false or deceptive information.)

1. Signature of director	Position with the association	
[REDACTED]	<u>President & CEO</u>	
Home telephone number	Business telephone number	Date
[REDACTED]		

2. Signature of director	Position with the association	
[REDACTED]	<u>Director</u>	
Home telephone number	Business telephone number	Date
[REDACTED]		

CGC BOARD OF DIRECTORS



	Address	Telephone	Email
DIRECTORS			
Tom Quinn (Chair)			
Piers McDonald (Vice-Chair)			
Andy Gross (Treasurer)			
Catriona LeMay Doan			
Cheri Bradish			
Lynn Blouin			
Sue Boreskie			
Anthony Everett			
Catherine Gosselin-Després			
Evan Johnston			
Chris Morrissey			
Elaine Roper			



Tax Receipts

#5: Persons authorized to issue official receipts for the Association:

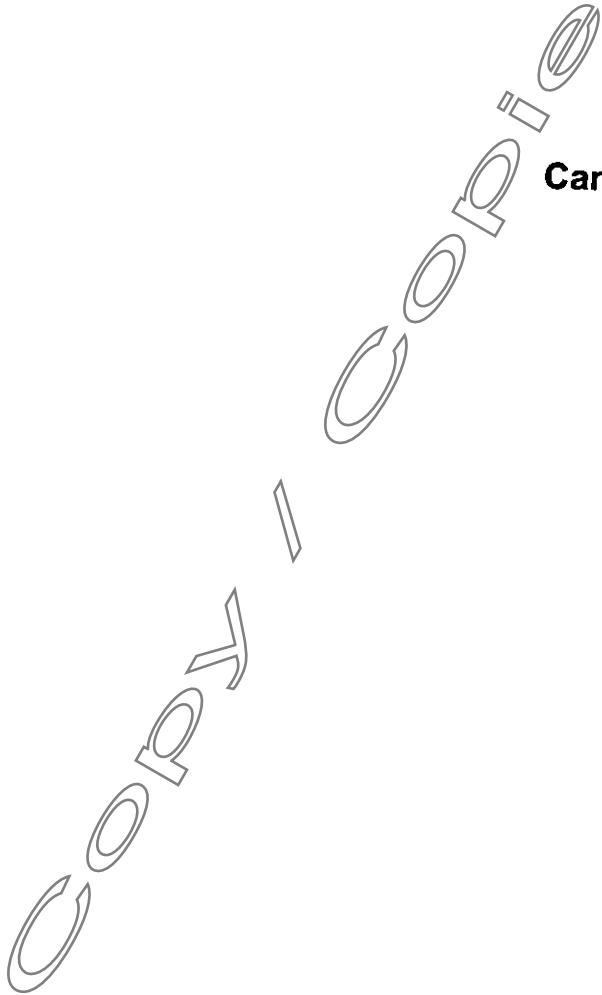
1) David Patterson
President and CEO 2) Tom Quinn
Chairman

#6: Replacement procedure when receipts are lost or spoiled:

a) The Council cancels its office (duplicate) copy of the original tax receipt

Note: On most occasions, the original tax receipt is returned by the donor who requests the issuance of a replacement.

b) Replacement tax receipt is issued with a reference indicating the number of the original receipt issued.



Canada Games Council
Financial Statements
March 31, 2018

Canada Games Council

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For the year ended March 31, 2018

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Independent Auditor's Report

To the Members of the Canada Games Council:

We have audited the accompanying financial statements of the Canada Games Council, which comprise the statement of financial position as at March 31, 2018, and the statements of revenue and expenses, changes in net assets and cash flows 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.

Auditor's 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 is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Canada Games Council as at March 31, 2018 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 Matter

The prior year financial statements ending March 31, 2017 were audited by the accounting firm [REDACTED] expressed an unmodified opinion on those statements on September 28, 2017.

Ottawa, Ontario

[REDACTED] Chartered Professional Accountants

[REDACTED] Licensed Public Accountants

Canada Games Council
Statement of Financial Position
As at March 31, 2018

	2018	2017
Assets		
Current		
Cash		
Accounts receivable (Note 3)	906,174	1,153,433
Prepaid expenses	53,787	379,688
Short term deposit (Note 4)	15,644	5,037,819
	346,468	101,502
Long term deposit (Note 4)	1,322,073	6,672,442
Capital assets (Note 5)	-	239,947
	26,958	331
	1,349,031	6,912,720
Liabilities		
Current		
Accounts payable and accrued liabilities		
Deferred contributions (Note 6)	534,037	674,730
	60,000	5,334,591
	594,037	6,009,321
Commitments (Note 7)		
Net Assets		
Invested in capital assets		
Unrestricted	26,958	331
	728,036	903,068
	754,994	903,399
	1,349,031	6,912,720

Approved on behalf of the Members

Director

Director

Canada Games Council
Statement of Revenue and Expenses
For the year ended March 31, 2018

	2018	2017
Revenue		
Sport Canada contributions <i>(Note 11)</i>	1,115,820	1,115,820
Hosting	624,313	420,000
Sponsorship		
Value in-kind <i>(Note 8)</i>	311,806	128,953
Cash <i>(Note 8)</i>	161,167	197,167
Canada 150 project	123,300	870,409
Other	75,242	82,701
Interest	5,172	5,487
Tariff remissions	-	7,290
	2,416,820	2,827,827
Expenses before Games Travel and Brand Profile and Awareness		
Sustainability - Human resources	997,162	906,878
Unique Premium Event Marketing/Communications	585,155	270,865
Sustainability - Administration	255,513	170,486
Canada 150	242,246	870,409
Sustainability - Governance operations	134,173	89,087
Transfer of knowledge - Hosts/Chefs/Government/NSO	108,515	109,912
Transfer of knowledge - Multi-Games planning	158,814	71,484
Sustainability - Revenue generation	66,724	105,324
Leadership - Leadership activities	24,466	4,759
Leadership - Sport Technical	12,365	15,386
Leadership - Dreams and Champions	7,549	1,819
	2,592,682	2,616,409
Excess of revenue over expenses (expenses over revenue) before Games Travel and Brand Profile and Awareness	(175,862)	211,418
Games Travel		
Revenue	(5,644,595)	(1,675)
Expenses	5,626,770	19,500
Excess of revenue over expenses (expenses over revenue)	(17,825)	17,825
Brand Awareness		
Fundraising Revenue	(9,631)	(1,198)
Excess of revenue over expenses (expenses over revenue)	(148,406)	194,791

The accompanying notes are an integral part of these financial statements

Canada Games Council
Statement of Changes in Net Assets
For the year ended March 31, 2018

	<i>Invested in capital assets</i>	<i>Unrestricted</i>	2018	2017
Net assets, beginning of year	331	903,069	903,400	708,608
Excess of revenue over expenses (expenses over revenue)	(8,122)	(140,284)	(148,406)	194,791
Investment in capital assets	34,749	(34,749)	-	-
Net assets, end of year	26,958	728,036	754,994	903,399

Canada Games Council
Statement of Cash Flows
For the year ended March 31, 2018

	2018	2017
Cash provided by (used for) the following activities		
Operating		
Excess of revenue over expenses (expenses over revenue)	(148,406)	194,791
Amortization	8,122	1,618
Changes in working capital accounts	(140,284)	196,409
Accounts receivable	325,901	149,218
Prepaid expenses	5,022,175	(5,033,075)
Accounts payable and accrued liabilities	(140,692)	579,189
Deferred contributions	(5,274,591)	5,334,591
	(207,491)	1,226,332
Investing		
Redemption of term deposits	341,449	235,995
Purchase of term deposits	(350,667)	(341,449)
Purchase of capital assets	(34,749)	-
	(43,967)	(105,454)
Increase (decrease) in cash resources		
Cash resources, beginning of year	(251,458)	1,120,878
	1,153,433	32,555
Cash resources, end of year	901,975	1,153,433

Canada Games Council
Notes to the Financial Statements
For the year ended March 31, 2018

1. Incorporation and nature of the organization

Canada Games Council (the "Organization" or "CGC") 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 and as such is exempt from income tax. In 2014, the Organization received a Certificate of Continuance under the Canada Not-for-Profit Corporations Act.

The Organization provides, among other related services, a focus for the growth and development of amateur sport at the provincial/territorial level, and a multi-sport competition known as the Canada Games.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada, and include the following significant accounting policies:

Financial instruments

The Company initially measures its financial assets and liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The Company subsequently measures all its financial assets and financial liabilities at cost or amortized cost.

Financial assets measured at amortized cost include cash, accounts receivables and term deposits.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities and deferred contributions.

The Company has not designated any financial asset or financial liability to be measured at fair value.

Capital assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution if fair value can be reasonably determined.

Amortization is provided on the straight-line method at rates intended to amortize the cost of assets over their estimated useful lives.

	Method	Rate
Office equipment	straight-line	5 years
Signage	straight-line	5 years

Impairment of long-lived assets

Long-lived assets are reviewed for impairment whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. An impairment loss is recognized when the asset no longer has long-term service potential. The amount of the impairment loss is determined as the excess of the carrying value of the asset over its residual value.

Revenue recognition

[i] Sponsorship revenue

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 or if the amount to be received can be reasonably estimated and collection is reasonably assured.

Contributions received from Sport Canada are subject to specific terms and conditions regarding the use of funds. The Organization's accounting records are subject to audit by Sport Canada. Adjustments to prior years' contributions are recorded in the year Sport Canada requests the adjustment.

[ii] Value in-kind

Canada Games Council
Notes to the Financial Statements
For the year ended March 31, 2018

The Organization records the value of donated goods and services (value in-kind) when a fair value can be reasonably estimated and when the materials and services would normally be purchased by the Organization.

Canada Games legacy payment (surplus)

Any surplus arising from any specific Canada Games Host Society will only be recognized as revenue in the Organization's financial statements in the fiscal year during which it is received.

Use of estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Estimates are used in determining the provision for bad debt, the useful life of capital assets, the value of in-kind contributions and the amount of certain accrued liabilities. Actual results could differ from these estimates.

3. Accounts receivable

	2018	2017
Accounts receivable		
Sales tax receivable	20,383	331,443
	33,404	48,245
	53,787	379,688
	53,787	379,688

4. Term deposits

Term deposits consist of amounts of \$102,922 and \$247,745 maturing, respectively, December 24, 2018 and August 7, 2018, bearing interest at a rate of 1.45% to 1.50% (2017 - \$101,502 and \$239,947, maturing June 9, 2017 and August 7, 2018, bearing interest at a rate of 1.48% to 1.50%).

5. Capital assets

	Cost	Accumulated amortization	2018	2017
	Net book value		Net book value	
Office equipment				
Signage	46,422	22,139	24,283	331
	3,344	669	2,675	-
Balance, end of year	49,766	22,808	26,958	331

Cost and accumulated amortization at March 31, 2017 amounted to \$31,299 and \$30,968, respectively.

Canada Games Council
Notes to the Financial Statements
For the year ended March 31, 2018

6. Deferred contributions

	2018	2017
Balance, beginning of year	5,334,591	-
Add: amount received during the year for the Canada 150 project	13,709	980,000
Less: amount recognized as revenue during the year for the Canada 150 project	(123,300)	(870,409)
Add: amount received during the year for the 2017 Canada Games	5,225,000	109,591
Less: amount recognized as revenue during the year for the 2017 Canada Games	(5,225,000)	5,225,000
(5,225,000)	5,225,000	
Add: amount received during the year for the bid for the Canada Games occurring in 2023	60,000	-
Balance, end of year	60,000	5,334,591

7. Commitments

The Organization has entered an operating lease agreement for office premises until July 31, 2022 with estimated minimum annual payments as follows:

2019	60,900
2020	60,900
2021	62,833
2022	63,800
2023	21,267
	269,700

8. Administration and coordination of national sponsor / licensee solicitation and agreements for the Canada Games

The Organization, as the Franchise Holder for the Canada Games, has been involved with the administration and coordination of national sponsor / licensee solicitation and agreements for the organization of the Canada Games for the Host Societies. As administrator of these national agreements, the Organization has accepted the responsibility of collecting funds from a sponsor / licensee and in turn issuing and allocating a specified amount to Canada Games Host Societies. During the fiscal year 2018, the Organization, through established national agreements, collected \$3,028,922 (\$837,575 cash and \$2,211,392 value-in-kind (VIK) (2017 - \$1,264,705 (\$907,500 cash and \$357,205 VIK)) to Host Societies. The Organization's accounts receivable balance as at March 31, 2018 includes \$nil in cash (2017 - \$309,000) outstanding from supporters for national agreements completed during the year. The Organization's accounts payable balance as at March 31, 2018 includes \$0 (2017 - \$460,200) to Host Societies from supporters for national agreements completed during the year.

Canada Games Council
Notes to the Financial Statements
For the year ended March 31, 2018

8. Administration and coordination of national sponsor / licensee solicitation and agreements for the Canada Games
(Continued from previous page)

The following chart summarizes the national agreements in place and disbursements to the Host Societies (HS) in 2018:

<i>HS value in-kind</i>	<i>HS cash</i>	<i>Total to HS</i>	<i>Organization value in-kind*</i>	<i>Organization cash*</i>	<i>Total 2018</i>
136,535	175,000	175,000	-	25,000	25,000
49,695	-	136,535	-	-	-
34,305	-	49,695	6,000	-	6,000
42,420	-	34,305	-	-	-
60,000	143,000	42,420	25,090	-	25,090
350,000	-	203,000	-	25,000	25,000
75,000	-	350,000	25,000	-	25,000
18,750	-	75,000	48,250	-	48,250
-	100,000	18,750	-	-	-
250,000	-	100,000	-	25,000	25,000
803,934	-	250,000	-	25,000	25,000
-	-	803,934	120,000	-	120,000
32,947	10,000	10,000	-	-	-
32,947	15,833	48,780	7,966	21,667	29,663
46,000	-	-	15,000	25,000	40,000
-	46,000	46,000	25,000	-	25,000
-	62,500	62,500	-	12,500	12,500
-	75,000	75,000	-	-	-
-	75,000	75,000	-	-	-
-	-	-	10,000	-	10,000
-	-	-	10,000	-	10,000
-	-	-	-	2,000	2,000
-	-	-	19,500	-	19,500
1,899,586	656,333	2,555,919	311,806	161,167	473,003

* These amounts are included in the Organization's financial statements.

Canada Games Council
Notes to the Financial Statements
For the year ended March 31, 2018

8. Administration and coordination of national sponsor / licensee solicitation and agreements for the Canada Games
(Continued from previous page)

The following chart summarizes the national agreements in place and disbursements to the Host Societies (HS) in 2017:

<i>HS value in-kind</i>	<i>HS cash</i>	<i>Total to HS</i>	<i>Organization value in-kind*</i>	<i>Organization cash*</i>	<i>Total 2017</i>
75,000	175,000	175,000	-	25,000	25,000
62,395	-	75,000	-	-	-
33,805	-	62,395	6,250	-	6,250
-	-	33,805	-	-	-
-	147,000	147,000	25,090	-	25,090
-	-	-	35,000	13,000	13,000
-	-	-	34,280	-	35,000
25,000	100,000	100,000	-	25,000	25,000
-	-	25,000	-	25,000	25,000
-	10,000	10,000	-	50,000	50,000
7,052	15,833	22,885	3,333	21,667	25,000
25,000	-	25,000	-	25,000	25,000
-	187,500	187,500	25,000	-	25,000
-	75,000	75,000	-	12,500	12,500
228,252	710,333	938,585	128,953	197,167	326,120

* These amounts are included in the Organization's financial statements.

9. Capital disclosure

The Organization defines its capital as its net assets, which are not subject to external requirements. Management's objective, when managing capital, is to safeguard the Organization's ability to continue as a going concern, so that it can continue to provide services in accordance with its mission.

There have been no changes to the Organization's capital requirements and its overall strategy for capital remains unchanged from the prior year.

10. Financial instruments

The fair value of cash, accounts receivable and accounts payable and accrued liabilities approximate their carrying value. It is management's opinion that the Organization is not exposed to significant interest, currency or credit risks arising from these financial instruments.

The investment practices of the Organization are designed to avoid undue risk of loss of assets and provide a reasonable rate of return given the nature of the investments. The maximum investment risk is represented by the fair value of the term deposits.

Canada Games Council
Notes to the Financial Statements
For the year ended March 31, 2018

11. Sport Canada contributions

A Contributions Agreement between the Organization and Sport Canada exists for the period of April 1, 2017 to March 31, 2018.

Allocation of expenses

Administration, governance expenses, salaries, operations/programming and official languages are allocated to programs according to management's best estimate based on project activities.

The schedule of revenues realized and expenses incurred from the Sport Canada Support Program for that period are:

Expenditures	CGC expense totals	Approved by Sport Canada	Actual Sport Canada contribution
Administration	255,231	111,585	111,585
Administration - value in-kind	25,500	-	
Governance	82,933	7,722	7,722
Salaries	988,434	589,230	589,230
Operations/Programming	605,867	391,783	391,783
Operations/Programming value in-kind	286,306	-	
Official languages	50,910	15,500	15,500
	2,295,181	1,115,820	1,115,820

A Contribution Agreement between the Organization and Sport Canada existed for the period from April 1, 2016 to March 31, 2017. The schedule of revenues realized and expenses incurred from the Sport Canada Support Program for that period are:

Expenditures	CGC expense totals	Approved by Sport Canada	Actual Sport Canada contribution
Administration	145,864	111,500	111,500
Administration - value in-kind	9,583	-	
Governance	89,087	30,000	30,000
Salaries	906,878	638,820	638,820
Operations/Programming	429,067	280,000	280,000
Operations/Programming value in-kind	119,370	-	
Official languages	46,150	55,500	55,500
	1,745,999	1,115,820	1,115,820