



Canada Revenue
Agency

Agence du revenu
du Canada

OTTAWA ON K1A 0L5

CANADIAN FREESTYLE SKI
ASSOCIATION/ASSOCIATION
CANADIENNE DE SKI ACROBATIQUE
808 PACIFIC ST
VANCOUVER BC V6Z 1C2

NCR MAILROOM

112

SALLE DU COURRIER

RCN

REGISTERED CANADIAN AMATEUR
ATHLETIC ASSOCIATION INFORMATION

RETURN

000058

Return for Fiscal Period Ending

2017901331

Year

Month

Day

Is this the first return filed by this association?

Yes

No

If "No", has the fiscal period changed from the last return filed?

Yes

No

Is this the final return to be filed by this association?

Yes

No

If "Yes", please attach an explanation.



15 89375 8680 RR 0001 2019-03-31 1101690

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

Name

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

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 area provided. Any changes (except to the contact information above) must be explained in an attachment to this return.
2. Complete 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 directors.
5. Attach a list of the names and the official positions of the people who are authorized to issue official receipts for 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 and all required documents to:

Charities Directorate
Canada Revenue Agency
Ottawa ON K1A 0L5

60000003860588

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 <input type="checkbox"/> No <input type="checkbox"/>
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 <input type="checkbox"/> No <input type="checkbox"/>
3. Please indicate the total amount for which the association issued official donation receipts in this fiscal period.	\$ <input type="text"/>
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 <input type="checkbox"/> No <input type="checkbox"/>
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 <input type="checkbox"/> No <input type="checkbox"/>
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 <input type="checkbox"/> No <input type="checkbox"/>
7. Has any amount donated to the association been returned to the donor during the year? If yes, please attach an explanation.	Yes <input type="checkbox"/> No <input type="checkbox"/>
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 <input type="checkbox"/> No <input type="checkbox"/>
8 b. Did the association issue an official donation receipt to acknowledge such a gift?	Yes <input type="checkbox"/> No <input type="checkbox"/>

Certification

To be signed by two directors of the association

1. I, LARRY BILTON of

Name of director whose signature appears below. (Print)

2. I, ROYCE WILCOSTON of

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 <input type="text"/>	Position with the association <u>BOARD CHAIRMAN</u>	
Home telephone number <input type="text"/>	Business telephone number <input type="text"/>	Date <input type="text"/>
2. Signature of director <input type="text"/>	Position with the association <u>BOARD MEMBER</u>	
Home telephone number <input type="text"/>	Business telephone number <input type="text"/>	Date <input type="text"/>

CANADIAN FREESTYLE SKI ASSOCIATION
ASSOCIATION CANADIENNE DE SKI ACROBATIQUE

FINANCIAL STATEMENTS
March 31, 2019

CANADIAN FREESTYLE SKI ASSOCIATION

ASSOCIATION CANADIENNE DE SKI ACROBATIQUE

INDEX TO THE FINANCIAL STATEMENTS

March 31, 2019

	<u>Page</u>
Independent Auditor's Report	1 - 2
Statement of Operations	3
Statement of Financial Position	4
Statement of Changes in Net Assets	5
Statement of Cash Flows	6
Notes to the Financial Statements	7 - 11

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF CANADIAN FREESTYLE SKI ASSOCIATION/ASSOCIATION CANADIENNE DE SKI ACROBATIQUE

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Canadian Freestyle Ski Association/Association Canadienne de Ski Acrobatique, which comprise the statement of financial position as at March 31, 2019, and the statement of operations, statement of changes in net assets and statement of cash flows for the year ended March 31, 2019 and March 31, 2018, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Association as at March 31, 2019, and its financial performance and its cash flows for the year ended March 31, 2019 and March 31, 2018 in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Association in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with ASNPOs, 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.

In preparing the financial statements, management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

INDEPENDENT AUDITOR'S REPORT, CONTINUED

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

CHARTERED PROFESSIONAL ACCOUNTANTS

VANCOUVER, B.C.

CANADIAN FREESTYLE SKI ASSOCIATION
ASSOCIATION CANADIENNE DE SKI ACROBATIQUE

STATEMENT OF OPERATIONS
For the year ended March 31, 2019

	2019	2018
REVENUE	\$	\$
Contributions	5,264,810	5,297,216
Donations	383	63,799
Gain on sale of capital assets	-	50,518
Program fees	577,010	598,422
Provincial and other funding	823,229	599,298
Sponsorship	814,184	487,503
	7,479,616	7,096,756
EXPENDITURES (Note 12)		
Bad debts (recovery)	320,742	(5,898)
Bank charges	84,452	53,112
Communications	34,294	47,363
Competitions	1,005,092	216,493
Contractors, salaries and benefits	2,677,208	2,450,542
Depreciation	30,006	32,758
Entertainment and meals	482,144	286,231
Facility rentals	354,371	596,250
Foreign exchange (gain) loss	28,180	(3,259)
Information technology	35,264	23,141
Insurance	79,165	132,198
License, membership and subscription	139,257	96,532
Marketing and promotion	75,095	92,849
Medical and therapy	29,819	384,837
Meetings	168,850	30,697
Office	68,533	35,243
Professional fees	288,964	266,535
Sport psychology	43,220	98,687
Strength and conditioning	67,317	66,161
TV production, sound and photography	382,159	264,735
Translation	24,334	41,270
Travel and accommodation	1,597,702	2,443,707
Website	27,093	45,405
	8,043,261	7,695,589
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(563,645)	(598,833)

CANADIAN FREESTYLE SKI ASSOCIATION

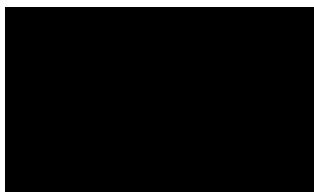
ASSOCIATION CANADIENNE DE SKI ACROBATIQUE

STATEMENT OF FINANCIAL POSITION

As at March 31, 2019

	2019	2018
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash	43,163	4,294
Accounts receivable (Note 3)	817,971	1,238,469
Inventory	25,740	34,575
GST/HST receivable	44,282	43,348
QST receivable	21,288	21,576
Prepaid expenses	34,140	43,538
	986,584	1,385,800
TANGIBLE CAPITAL ASSETS (Note 4)	910,631	925,190
	1,897,215	2,310,990
LIABILITIES		
CURRENT LIABILITIES		
Bank indebtedness	-	289,270
Accounts payable and accrued liabilities (Note 6)	1,237,305	806,629
	1,237,305	1,095,899
Callable debt (Note 7)	416,178	407,714
	1,653,483	1,503,613
NET ASSETS		
Invested in tangible capital assets	910,630	925,189
Unrestricted	(666,898)	(117,812)
	243,732	807,377
	1,897,215	2,310,990

Approved by the Directors:



Director

Director

CANADIAN FREESTYLE SKI ASSOCIATION
ASSOCIATION CANADIENNE DE SKI ACROBATIQUE

STATEMENT OF CHANGES IN NET ASSETS
For the year ended March 31, 2019

	Invested in Tangible Capital Assets	Unrestricted	2019	2018
NET ASSETS, BEGINNING OF YEAR	\$ 925,189	\$ (117,812)	\$ 807,377	\$ 1,406,210
Excess (deficiency) of revenue over expenditures	(30,006)	(533,639)	(563,645)	(425,419)
Acquisition of tangible capital assets	15,447	(15,447)	-	-
Disposition of tangible capital assets	-	-	-	(173,414)
NET ASSETS, END OF YEAR	910,630	(666,898)	243,732	807,377

CANADIAN FREESTYLE SKI ASSOCIATION
ASSOCIATION CANADIENNE DE SKI ACROBATIQUE

STATEMENT OF CASH FLOWS
For the year ended March 31, 2019

	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES	\$	\$
Excess (deficiency) of revenue over expenditures	(563,645)	(598,833)
Items not requiring the outlay of cash:		
Amortization	30,006	32,758
(Gain) loss on disposal of capital assets	-	(50,518)
Change in non-cash working capital items:	(533,639)	(616,593)
Accounts receivable	420,498	5,714
Prepaid expenses	9,398	50,519
Inventory	8,835	(15,964)
Accounts payable and accrued liabilities	430,676	206,624
GST/HST receivable	(934)	19,240
QST receivable	288	(2,273)
	335,122	(352,733)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of computer equipment	(14,320)	(8,306)
Purchase of office furniture and equipment	(1,127)	(3,632)
Sale of land and building	-	223,932
	(15,447)	211,994
CASH FLOWS FROM FINANCING ACTIVITIES		
Callable debt	8,462	(13,174)
INCREASE (DECREASE) IN CASH	328,137	(153,913)
CASH (INDEBTEDNESS), BEGINNING OF YEAR	(284,976)	(131,063)
CASH (INDEBTEDNESS), END OF YEAR	43,161	(284,976)
Cash (Indebtedness) consist of:		
Cash	43,163	4,294
Bank indebtedness	-	(289,270)
	43,163	(284,976)

CANADIAN FREESTYLE SKI ASSOCIATION

ASSOCIATION CANADIENNE DE SKI ACROBATIQUE

NOTES TO THE FINANCIAL STATEMENTS

March 31, 2019

1 NATURE OF OPERATIONS

Canadian Freestyle Ski Association / Association Canadienne de Ski Acrobatique (the "Association") is incorporated under Part II of the Canada Corporations Act. It serves as the governing body of freestyle skiing in Canada and under the terms of the Income Tax Act, is a non-profit organization and exempt from income taxes. The Association received a certificate of continuance under the non-profit act. The Association is a registered Canadian amateur athletic association (Business number 89375 8680 RC0001).

The accompanying financial statements reflect the assets, liabilities and operating results of the Association. These statements do not reflect the assets, liabilities or operating results of any of the Divisions or Clubs of the Association.

2 SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant policies are detailed as follows:

(a) Revenue Recognition

The Association follows the deferral method of accounting for contributions. Under this method, contributions restricted for future period expenses are deferred and 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.

Program fees are recognized as unrestricted contributions as they are non-refundable and do not relate directly to the services provided.

(b) 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 balance sheet date and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

(c) Inventory

Inventory is valued at the lower of cost and net realizable value with cost being determined substantially on a specific item basis.

(d) Tangible Capital Assets

Tangible capital assets are recorded at cost and amortized over their estimated useful lives using the following methods, annual rates and periods:

Building	Declining balance	4%
Office furniture and equipment	Declining balance	20%
Leasehold improvements	Declining balance	20%
Computer equipment	Declining balance	30%

In the year of acquisition, assets are amortized at one half the normal rate and there is no amortization in the year of disposition.

CANADIAN FREESTYLE SKI ASSOCIATION ASSOCIATION CANADIENNE DE SKI ACROBATIQUE

NOTES TO THE FINANCIAL STATEMENTS March 31, 2019

2 SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

(e) Government Contributions

Government of Canada contributions are subject to certain terms and conditions regarding the expenditures of these funds, with the expenditures charged against these contributions being subject to a government audit. As a result, adjustments may be made, in the year of the audit, to the original contributions received.

(f) Donated Material and Services

Some of the equipment, supplies and services provided to athletes by the Association are donated free of charge by manufacturers. As it is not practical to estimate fair value, no value has been recorded for such donated equipment, supplies and services.

3 ACCOUNTS RECEIVABLE

	2019	2018
Accounts receivable	\$ 817,971	\$ 1,248,469
Allowance for doubtful accounts	-	(10,000)
	817,971	1,238,469

4 TANGIBLE CAPITAL ASSETS

	Cost	Accumulated amortization	2019 Net	2018 Net
Building	\$ 292,752	\$ 109,643	\$ 183,109	\$ 190,738
Computer equipment	198,207	161,205	37,002	35,470
Land	651,609	-	651,609	651,609
Leasehold improvements	30,000	26,376	3,624	4,530
Office furniture and equipment	180,936	145,649	35,287	42,843
	1,353,504	442,873	910,631	925,190

The land and building is located at 808 Pacific Street, Vancouver, BC. and the BC Assessment provides the fair market value of \$1,964,000 for 2019.

5 LINE OF CREDIT

In May 2018, the Association negotiated a new credit facility with the [REDACTED] The total credit facility is to a maximum of \$475,000 which includes an operating demand loan at prime plus 1.6% repayable on demand.

CANADIAN FREESTYLE SKI ASSOCIATION

ASSOCIATION CANADIENNE DE SKI ACROBATIQUE

NOTES TO THE FINANCIAL STATEMENTS

March 31, 2019

6 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2019	2018
Trade and accrued liabilities	\$ 1,166,123	\$ 777,555
Athlete deposits	29,000	27,000
Due to Athlete Sponsorship Fund	41,370	-
Employee benefits (recovery)	(963)	(1,165)
RSP Payable	-	3,239
Withholding tax payable	1,775	-
	1,237,305	806,629

7 CALLABLE DEBT

The mortgage with the [REDACTED] is for a five year open term with a variable rate at prime plus 1.10% ending May 9, 2023 with monthly payments. Interest paid on the loan was \$15,651 (2018: \$16,814).

8 FUNDS HELD IN TRUST

The Association holds in trust, on behalf of athletes, various funds received from individual sponsors as follows:

	2019	2018
Balance, beginning of year	\$ 18,887	\$ 18,385
Amounts withdrawn by athletes and adjustments	(13,607)	-
Interest earned	-	574
Bank charges paid	(78)	(72)
Trust Assets - balance, end of year	5,202	18,887
Trust Liabilities - balance, end of year	(5,202)	(18,887)

9 FINANCIAL INSTRUMENTS

The Association's financial instruments consists of cash, accounts receivable, bank indebtedness, accounts payable and accrued liabilities and callable debt.

Unless otherwise noted, it is management's opinion that the Association is not exposed to significant interest rate, market, currency, credit, liquidity or cash flow risks arising from its financial instruments. The fair value of these financial instruments approximate their carrying values, unless otherwise noted.

CANADIAN FREESTYLE SKI ASSOCIATION

ASSOCIATION CANADIENNE DE SKI ACROBATIQUE

NOTES TO THE FINANCIAL STATEMENTS

March 31, 2019

9 FINANCIAL INSTRUMENTS, CONTINUED

Interest rate risk

The Association is exposed to interest rate risk with respect to its mortgage that bears interest at a variable rate. Interest rate risk is not considered significant because the Association is able to maintain monthly payments.

Currency risk

The Association is exposed to currency risk with respect to foreign transactions due to fluctuations of various exchange rates. The Association completes transactions with American, Australian and Swiss Franc currencies all of which have risen against the Canadian dollar. The Association's largest transactions are with the Swiss Francs.

Credit risk

The Association is exposed to credit risk with respect to its financial assets as reported on the statement of financial position. Credit risk is not considered significant because the Association's cash is held in deposit with Canadian financial institutions in assured accounts: grants receivable are due from various levels of government with no history of default.

10 ECONOMIC DEPENDENCE

The Association is economically dependent on government grants, which represents 75% (2018 - 66%) of the total revenue.

11 COMPARATIVE FIGURES

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year earnings.

CANADIAN FREESTYLE SKI ASSOCIATION ASSOCIATION CANADIENNE DE SKI ACROBATIQUE

NOTES TO THE FINANCIAL STATEMENTS March 31, 2019

12 EXPENDITURES BY DEPARTMENT

	2019	2018
	\$	\$
Domestic and major events	1,658,304	1,030,628
High performance athlete development	198,975	271,765
High performance program	4,302,698	4,776,477
Leadership and administration	1,208,648	725,236
Marketing and sponsorship	387,220	510,373
Sport development	287,416	381,109
	8,043,261	7,695,588

5> List of persons are authorized to issue official receipts:

Larry Bilton
Chair, Board of Directors

Royce Williston
Board of Directors

6> Replacement procedure in the event of lost or spoiled receipts:

To replace a lost receipt:

We will issue a replacement receipt that must contain all required information plus the serial number of the lost receipt. The replacement receipt will state that it "cancels and replaces the lost receipt." Our copy of the lost receipt will be retained and marked "cancelled."

To replace a spoiled receipt:

We will collect the original receipt back from the donor, then to issue a new receipt, the replacement receipt will state that it "cancels and replaces the spoiled receipt". Both the donor's and our original copy will be retained in our record, and marked "cancelled."

List of Board of Directors 2018-2019 (AGM @Sep 25 / 2018):

Larry Bilton (Chair)



Miganoush Megardichian



Royce Williston



Catherine Riggins



Ashleigh Gough



Brian Anderson



Cord Spero



Kim Forgues



Justin Downes'



Audrey Robichaud

