

SASKATCHEWAN TEN-PIN FEDERATION

Financial Statements
for the Year Ended
May 31, 2011

and

Notice to Reader

SASKATCHEWAN TEN-PIN FEDERATION

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INDEPENDENT AUDITOR'S REPORT

To the Members and Board of Directors of
Saskatchewan Ten-Pin Federation

I have audited the accompanying financial statements of the Saskatchewan Ten-Pin Federation, which comprise the Statement of Revenue, Expenses and Net Assets as at May 31, 2011 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 generally accepted accounting principles 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

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk 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.

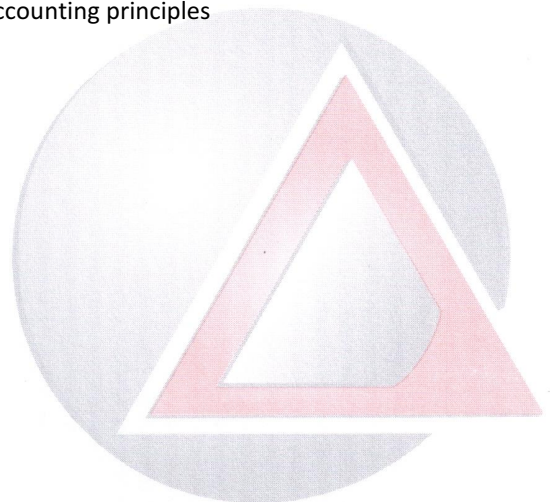
I believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for my opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of Saskatchewan Ten-Pin Federation as at May 31, 2011, and its financial performance and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles



CHARTERED ACCOUNTANT
PROFESSIONAL CORPORATION
Regina, Saskatchewan
September 22, 2011



SASKATCHEWAN TEN PIN FEDERATION

STATEMENT OF REVENUE, EXPENSES AND NET ASSETS

MAY 31, 2011 2010

REVENUE

Annual Funding	\$ 900	\$ 900
MAP Grants	3,100	1,500
Excellence		
Athlete Assistance	-	965
Talent Identification	1,000	-
Training	2,100	-
Competition	4,495	6,600
Self Help		
Interest	-	267
Cost Recovery	105	90
Memberships	1,305	1,440
Tournament Registrations	2,434	2,242
Participation		
Coaching Development	1,300	-
Competition	2,300	3,500
	<u>19,039</u>	<u>17,504</u>

EXPENSES

MAP Grants		1,500
Regina	1,628	-
Saskatoon	1,472	-
Office Administration		
Audit	440	440
Office Operations	221	544
Capacity / Interaction		
Memberships	1,850	1,850
Meetings	707	633
Excellence		
Athlete Assistance	-	965
Talent Identification	1,000	-
Training	2,100	-
Competition	4,495	6,600
Participation		
Coaching Development	1,305	-
Competition	4,000	3,500
	<u>19,218</u>	<u>16,032</u>

Net Operating Income (Loss) (177) 1,473**Net Assets, Beginning of Year** 21,482 20,009**NET ASSETS, END OF YEAR** \$ 21,305 \$ 21,482**NET ASSETS CONSISTS OF:**

Bank Balances	4,866	5,110
Short Term Investments	16,439	16,372
NET ASSETS, END OF YEAR	<u>\$ 21,305</u>	<u>\$ 21,482</u>

On Behalf of The Board:

Director_____
Director

SASKATCHEWAN TEN-PIN FEDERATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MAY 31, 2011

1. Objectives

The Saskatchewan Ten-Pin Federation was established to assist in the development, promotion, and marketing of the sport of ten pin bowling through the access and provision of stable funding. Currently the net income of this type of organization is exempt from tax.

2. Status of the Organization

The Saskatchewan Ten-Pin Federation is continued under the provisions of the *Non-Profit Corporations Act* of Saskatchewan. Currently, the provisions of the *Income Tax Act* exempt the net income of these corporations from taxation. Accordingly, there is no provision for income tax included in these financial statements.

3. Significant Accounting Policies.

These financial statements are prepared in accordance with generally accepted accounting principles for non-profit organizations. The following policies are considered significant.

Capital Assets

The Federation accounts for capital asset acquisitions as an expense in the period of acquisition.

Revenue Recognition

The Federation receives funding in the form of grants from the Saskatchewan Lotteries Trust Fund for Sport, Culture & Recreation. The Federation records these grants as revenue in accordance with Saskatchewan Lotteries approved recognition policy. Accordingly, amounts not received by year end are recorded as grants receivable and amounts received relating to the next fiscal year are recorded as deferred revenue.

Financial Instruments

Section 3855 of the CICA Handbook establishes standards for recognizing and measuring financial assets and financial liabilities which are recorded on the Statement of Financial Position when the Federation becomes a party to the contractual provision of the financial instrument. Under this standard, all financial instruments are required to be measured at fair value on initial recognition. Measurement on subsequent periods depends on whether the financial instrument has been classified as held for trading, available for sale, held to maturity, loans and receivables, or other financial liabilities.

Investments

Securities which the Federation both positively intends and has the ability to hold to maturity are classified as investments held to maturity and are carried at amortized cost. Intent and ability to hold are considered to be satisfied if an investment is available to be sold in response to changes in interest rates, prepayment rates, liquidity needs or other reasons as part of the overall asset management strategy.

SASKATCHEWAN TEN-PIN FEDERATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED MAY 31, 2011

3. Significant Accounting Policies (continued)

Accounts Receivable and Accounts Payable

Accounts receivable and accounts payable include financial instruments categorized as loans and receivables and are reported at amortized cost.

Interest Rate and Market Risk

Due to the nature of the investments held, the Federation's portfolio contains minimal risk associated with interest rate and market fluctuations.

4. Term Deposits

Term deposits are stated at cost plus accrued interest which approximates market value. Term deposits consist of a 2.10% TD Canada Trust guaranteed investment certificate due December 5, 2013.

5. Economic Dependence

The Federation receives a significant portion of its funding from the Saskatchewan Lotteries Trust Fund for Sport, Culture & Recreation. In order to maintain the current level of services provided to its members and affiliates, the Federation must continue to receive this funding.

6. Statement of Changes in Net Assets

A Statement of Changes in Net Assets is not included in these financial statements as it would provide no additional useful information.