BRAMPTON HOCKEY INC.
FINANCIAL STATEMENTS
APRIL 30, 2015



Goldenberg Hemanchal

Chartered Accountants
Professional Corporation

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INDEPENDENT AUDITOR'S REPORT

To the Members of Brampton Hockey Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of Brampton Hockey Inc., which comprise the statement of financial position as at April 30, 2015 and the statements of changes in net assets, operations 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 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 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 auditor's 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 Brampton Hockey Inc. as at April 30, 2015, and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Brampton, Ontario October 5, 2015 Goldenberg Hemanchal Chartered Accountants Professional Corporation

Authorized to practise public accounting by The Institute of Chartered Accountants of Ontario

BRAMPTON HOCKEY INC. STATEMENT OF FINANCIAL POSITION AS AT APRIL 30, 2015

2014	TATIOT			197,244	159,383	6,701	8, 153 425, 446	11,652	\$ 437,098		133,848	3,890	137,738	250,416	48, 944 299, 360	\$ 437,098
	TOTAL			129, 339	462,487	12,226	1,510 36,778 672,519	5,826	678,345	CES	302,743	2,250	306,503	299,360	72,482	678, 345
2	RESTRICTED	0 5 5 7		32,846	1	3,173	1,510	5	37,529 \$	AND FUND BALANCES	I	i t	ı	27	37,502	37,529 \$
2015	UNRESTRICTED			96,493	462,487	9,053 30,179	36,778	1	634,990 \$	LIABILITIES	302,743	2,250		287,681	40,806 328,487	634,990 \$
	CAPITAL			1	1	1 1	1 1	5,826	\$ 5,826 \$		1	,		11,652	5,826)	5,826 \$
			CURRENT	Cash (note 3) Short term investments	(note 4) Accounts receivable	(note 5) Inventory (note 1) Interfand accounts	Incellund receivable Prepaid expenses CAPITAL ASSETS	(note 6)		LIABILITIES	Accounts payable Deferred revenue -	registration fees Interfund payable	FUND BALANCES Balance beginning of	year Excess of revenues over	expenditures for year Balance, end of year	S.F.

APPROVED ON BEHALF OF THE BOARD

Director

Director

BRAMPTON HOCKEY INC. STATEMENT OF OPERATIONS FOR THE YEAR ENDED APRIL 30, 2015

NAMES REVENUES ASSETS AS				2015			
### PASSETS ONRESTRACTED RESTRACTED TOTAL 7,500 22,600 - (6,647) 56,600 - (6,556) 1,237,060 - (6,556) 1,237,060 - (6,556) 2,160,015 5,826 5,826 5,826 7,800 - (7,500) 2,140,163 5,826 33,300 2,140,163 5,826 - (7,500) 2,140,163 5,826 1,031,392 2,140,192 2,140,182 2,140,182 2,140,182 2,140,182 2,140,183 2,140,183 2,140,184			CAPTWAT.				2014
7,500 2,600		BUDGE	ASSETS	UNRESTRICTED	RESTRICTED	TOTAL	TOPOT
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21,660	REVENUES						
21,660	Apparel program	7.500	1	i i			
5,600	Bingo	033 10		17,439	ı	17,459	15 750
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56,600 60,795 - 61,796 66,350 664,645 - 669,350 - 61,796 66 18,950 - 1,209,876 - 1,209,876 - 1,209,876 1,11 35,000 - 33,300 - 33,300 - 33,300 - 5,826 - 2,140,163 - 5,826 - 5,826 - 37,600 - 45,233 143 45,376 1,11 1,031,405 - 165,704 19 37,600 - 45,233 145,233 145,233 1,17,405 - 165,704 19 37,000 - 36,933 - 36,933 36,933 244,255 - 25,826 - 10,00 36,933 36,933 36,933 36,933 36,933 36,933 36,933 36,933 36,933 36,933 36,933 36,933 36,933 36,933 36,933 36,933 36,933 37,435 36,933 36,933 36,933 36,933 36,933 <t< td=""><td>Tirerest Income</td><td>3,000</td><td>ł</td><td>0 0 0</td><td>t</td><td>6,916</td><td>15,484</td></t<>	Tirerest Income	3,000	ł	0 0 0	t	6,916	15,484
1, 13 1, 15 1, 1	Miscellaneous	56,600	ı	0,00	ı	8,549	5,309
1,209,876	Player surcharge	664 645		957, 736	ı	61, 796	759 19
1,237,060 36,000 2,160,015 5,826 37,645 5,826 37,645 5,826 37,645 5,826 37,645 1,031,392 1,031,392 1,031,392 1,031,392 2,104,966 2,105,326 3,106	Powerskate and goalie	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	ı	669, 350	ı	669,350	609,250
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36,000 - 33,300 - 2,160,015 - 57,715 - 57,715 2,160,015 - - 57,715 - 57,715 37,600 - 45,233 143 45,376 3 1,031,392 - 165,704 - 165,704 19 1,031,392 - 3,626 - 3,626 110,426 3,800 - 3,626 - 3,626 110,426 3,800 - 3,626 - 3,626 3 241,966 - 256,540 - 267,540 24 219,981 - 25,826 3 267,540 24 210,981 - 2,099,357 - 268,529 16 21,966 - 2,099,357 - 2,099,326 16 2,161,984 - 5,826)\$ 40,806 37,502 2,099,326 2,099,326	Sponsorship and	7,237,000	•	1,209,876	1	1,209.876	1174 000
5,826 - 33,300 - 57,715 2,160,015 - - 57,715 - 5,826 - - 5,826 - 37,600 - 45,233 143 45,376 10,031,392 - 45,376 3 117,405 - 999,977 - 999,977 117,405 - 3,626 - 10,426 37,100 - 36,953 - 36,953 241,966 - 2,826 - 267,540 219,981 - 2,826 - 2,161,984 - 5,826 - 2,161,984 - 5,826 - 2,161,984 - 5,826 - 2,161,984 - 2,099,357 - 2,161,984 - 2,099,357 - 2,161,984 - 2,099,357 - 2,161,984 - 2,099,357 - 2,161,984 - 2,099,357 - 2,161,984 - 2,099,357 - 2,161,984 - 2,099,357 - 2,161,984 - 2,099,357 - 2,105,383 -	donations	4					0171717
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5,826 - 2,140,163 37,645 2,177,808 2,177,808 37,600 - 45,233 143 45,376 3 1,031,392 - 999,977 - 999,977 - 117,405 - 3,626 - 3,626 - 37,100 - 3,626 - 3,626 - 37,100 - 36,953 - 36,953 3 241,966 - 253,833 - 267,540 24,916 21,61,981 - 5,826 2,099,357 - 110,426 116 21,61,984 5,826 2,099,357 - 2,099,357 - 2,009,326 2,009,326		52,600		57,715		000 000	34,680
5,826 5,826 - 5,826 - 5,826 - 5,826 37,600 - 45,233 143 45,376 3 188,641 - 165,704 - 165,704 1999,977 1,000 1,031,392 - 399,977 1,000 13,800 - 3,626 - 36,953 - 36,953 37,100 2,101,984 - 5,826 \$ 40,806 \$ 37,502 \$ 77,002 2,161,984 - 5,826 \$ 40,806 \$ 37,502 \$ 77,002 2,826 37,707 - 110,426 110,426 110,426 110,426 110,426		2,160,015		2 140 163	2,5	27,715	49,746
5,826 37,600 - 45,233 143 45,376 3 188,641 - 1,031,392 - 117,405 3,800 - 3,626 3,629 16,018 - 7,436 2,099,357 - 7,436 2,105,326 2,095 37,507 6,72,62 2,095 37,607 6,72,62 6,					20070	2,111,808	2,105,741
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37,600 - 45,233 143 45,376 3 188,641 - 165,704 - 165,704 190 117,405 - 110,426 - 3,959,977 1,00 241,966 - 36,953 - 267,540 219,981 - 2,161,984 5,826 2,099,357 1,436 2,105,326 - 2,099,357 1,008 2,105,326 - 36,953 - 267,540 2,105,326 - 2,099,357 1,008 2,105,326 - 36,953 - 2,105,326 2,105,326 - 2,105,326 2,105,326	Bank and credit card		07010	ı	f	5,826	5,826
188,641	charges	37,600	1	45 222	1		
188,641	General and	•		507 102	143	45,376	37,766
1,031,392	administrative	188,641	,	i i			•
117, 405 3,800 3,626 37,100 264,255 264,255 264,255 27,540 27,436 2,161,984 5,826 3,626 3,626 3,626 3,626 3,626 10,426 2,627,540 2,53,833 208,629 1,436 2,105,326 3,629 16 2,105,326 2,1	Ice rental	1.031.392	1	PO/ 'COT	ı	165,704	198.567
24,255 24,255 24,255 241,966 2,161,984 2,161,984 5,826 3,626 3,626 3,626 36,953 267,540 2,53,833 208,629 14,018 7,436 2,099,357 14,018 7,436 2,099,357 14,018 7,436 2,105,326 2,099,357 3,626 36,953 2,53,833 2,83,833 2,83,833 2,83,833 2,83,833 2,13,833 2,13,833 2,13,833 2,13,833 2,13,833 2,13,833 2,105,326 2,105,326 2,105,326	Insurance	117 405	ı	718,888	ı	776,986	1.006 238
3,626 37,100 264,255 264,255 241,966 219,981 2,161,984 5,826 5,826)\$ 40,806 \$ 37,502 \$ 72,625		0000	1	110,426	ı	110,426	110 030
264,255		000'5	1	3,626	1	3,626	000 000
264,255 264,255 241,966 253,833 219,981 2,161,984 2,161,984 5,826 5,826)\$ 40,806 \$ 37,502 \$ 72,602 267,540 235, 235	Reference and the section	37,100	ı	36,953	ı	35 053	0000000
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219,981 - 208,629 - 208,629 163, 833 235, 834 235, 835 235, 835 235, 835 235, 835 235, 835 235, 835 235, 835 235, 835 235, 835 235, 835 235, 835 235, 835 235, 835 235, 835 235, 835 235, 835 2, 105, 326 2, 105, 326 2, 105, 326 2, 105, 326 2, 105, 326 2, 105, 326 2, 105, 326 2, 105, 326 2, 105, 326 2, 105, 326 2, 105, 826, \$1,969,\$\$	Satattes and wages	241,966	1	253 033		201, 540	248,087
\$\frac{14,018}{2,161,984} \frac{1}{5,826} \frac{200,629}{2,099,357} \frac{2}{143} \frac{208,629}{7,436} \frac{1}{8}, \frac{1}{8} \frac{1}{2,099,357} \frac{2}{105,326} \frac{2,056}{2,056}, \frac{1}{2} \frac{1}{2	and	219,981	1	770 000	ı	253,833	235,714
\$\frac{2,161,984}{5,826} \frac{7,436}{2,099,357} \frac{7}{143} \frac{7,436}{2,105,326} \frac{8}{2,056,} \}{2,105,326}	Trophies	14 010		500,002	ļ	208, 629	163.450
\$\limes \frac{2,105,326}{2,105,326} \frac{2,099,357}{2,105,326} \frac{2,056,}{2,056,} \} \\$\limes \frac{40,806}{2,826} \\$ \frac{37,502}{2,826} \\$\limes \frac{40,806}{2,826} \\$\limes \frac{40,806}{2,826} \\$\limes \frac{37,502}{2,826} \\$\limes \frac{40,806}{2,826} \\$\limes \frac{40,806}{2,826} \\$\limes \frac{37,502}{2,826} \\$\limes \frac{40,806}{2,826} \\$\limes \frac{37,502}{2,826} \\$\limes \frac{40,806}{2,826} \\$\limes \frac{37,502}{2,826} \\$\limes \frac{40,806}{2,826} \\$\limes \frac{37,502}{2,826} \\$\limes \frac{37,502}{2,826} \\$\limes \frac{40,806}{2,826} \\$\limes \frac{37,502}{2,826} \\$\limes \frac{37,502}{2,826} \\$\limes \frac{37,502}{2,826} \\$\limes \frac{40,806}{2,826} \\$\limes \frac{37,502}{2,826} \\$\limes \fra		15	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	7,436	1	7,436	000
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\$1,969)\$(5,826)\$ 40,806 \$ 37 502 \$	EXCESS REVENUES OVER						12.1000
5 1,969,5 5,826)\$ 40,806 \$ 37.502 \$ 72.402 £	EXPEND THIRES	3 3	(65) D				
		1,96	5,826)\$	40,806	37.502 \$		00

BRAMPTON HOCKEY INC. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED APRIL 30, 2015

	2015	2014
CASH FLOWS FROM (FOR) OPERATING ACTIVITIES Excess of revenues over expenditures Items not involving an outlay of cash - amortization	72,482 5,826	48,944 5,826
Change in non-cash working capital balances - accounts receivable - inventory - prepaid expenses - accounts payable - deferred revenue - registration fees	78,308 (5,525) 23,786 (28,625) 168,895 (1,640) 235,199	6,808 6,248 (172,349)
CASH FLOWS FROM (FOR) INVESTING ACTIVITIES Short term investments	(303,104)	150,497
INCREASE (DECREASE) IN CASH	(67,905)	55,687
CASH, beginning of year	197,244	141,557
CASH, end of year	\$_129,339	\$ 197,244

NOTES TO THE FINANCIAL STATEMENTS

APRIL 30, 2015

1. PURPOSE OF BRAMPTON HOCKEY INC.

The Brampton Youth Hockey Association changed its name to Brampton Hockey Inc. in May of 2011. Brampton Hockey Inc. is a community based organization that operates hockey and related programs for youths aged five to nineteen. Brampton Hockey Inc. is incorporated without share capital under the laws of Ontario and as a not-for-profit organization is exempt from income taxes.

2. SIGNIFICANT ACCOUNTING POLICIES

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

Revenue Recognition

Brampton Hockey Inc. follows the deferral method of accounting for donations. Registration fees are recognized as revenue in the period in which the related expenses are incurred. Registration fees received in advance of the year to which they relate are deferred. Unrestricted revenue is recognized when earned, received or receivable if the amount to be received can be reasonably assured. Other fees are recognized as revenue when the event relating to the fee is held.

Inventory

Inventory is valued at the lower of cost or replacement value on a first in, first out basis.

Capital Assets

Capital assets are recorded at cost. Contributed assets are recorded at fair value at the date of contribution. For each year end, Brampton Hockey Inc. assesses the residual value of assets and records amortization against its carrying value to reflect the residual value in the accounts. When an asset no longer contributes to the Brampton Hockey Inc.'s ability to provide services, the carrying value is written down to its residual value.

Office equipment

5 years straight-line

Fund Accounting

The accounts of the Brampton Hockey Inc. are maintained in accordance with the principles of fund accounting and accordingly the resources are classified for accounting and reporting purposes into funds determined by the purpose for which those funds are held. The types of funds held are:

Unrestricted - This fund includes unrestricted revenue sources received from amounts such as registration fees, player surcharge, sponsorship and donations and interest earned on operating bank accounts and term deposits, together with day-to-day operating expenditures.

NOTES TO THE FINANCIAL STATEMENTS

APRIL 30, 2015

2. SIGNIFICANT ACCOUNTING POLICIES, cont'd

Restricted - This funds is for the Bingo Fund. As the Bingo fund is governed by the Alcohol and Gaming Commission of Ontario, it has been pre-determined that use of these funds can only be used to cover the cost of ice rentals paid to the City of Brampton.

Invested in capital assets - This fund reports the assets related to the Brampton Hockey Inc.'s capital assets.

Basis of Accounting

These financial statements were prepared using the accrual basis of accounting. The accrual basis recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipts of goods or services and the creation of a legal obligation to pay.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent 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.

3. CASH

Bingo funds of \$32,846 (2014 - \$9,716) are only available for payment of ice expenditures due to restrictions under the Alcohol and Gaming Commissions Act of Ontario.

4. SHORT TERM INVESTMENTS

	2015	2014
GIC bears interest of 1.00% and matures May 2015.	100,509	_
GIC bears interest of 1.00% and matures May 2015. GIC bears interest of 1.00% and	100,509	_
matures May 2015. Money Market fund bears a variable	100,192	~
rate of interest.	161,277	159,383
	\$_462,487 \$	159,383

NOTES TO THE FINANCIAL STATEMENTS

APRIL 30, 2015

5. ACCOUNTS RECEIVABLE

	2015	2014
Account receivable Allowance for doubtful accounts	12,226	6,701
	\$ 12,226 \$	6,701

During the year, the Organization recorded bad debts of \$NIL (2014 - \$NIL) that have been included in bad debt expense.

6. CAPITAL ASSETS

		2015		
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Office equipment	\$ 180,507	\$ 174,681 \$	5,826 \$	11,652

7. LEASE OBLIGATION

Brampton Hockey Inc. is renting premises from the City of Brampton. A lease is in place from June 1, 2013 to May 31, 2018. The minimum rent payments are as follows

Fiscal	2016		28,688
	2017		29,408
	2018		30,135
	2019	_	2,516
		^	00 545
		₽_	90,747

8. CONTRIBUTED SERVICES

Volunteers contribute a significant number of hours per year to assist the Brampton Hockey Inc. in carrying out its mandate from the Brampton community. Contributed services are not recognized in the financial statements because of the difficulty in estimating the number of hours and their fair value.

9. FUNDRAISING EVENTS

The revenue from fundraising events organized by the various teams and the related expenses incurred are not reflected in these financial statements since the funds are administered by the teams.

10. BUDGET FIGURES

The budget figures for 2015, provided for the information only of the members, have not been subject to audit and no opinion is expressed thereon.

NOTES TO THE FINANCIAL STATEMENTS

APRIL 30, 2015

11. CAPITAL MANAGEMENT

The Brampton Hockey Inc. has decided that it is prudent to maintain at least 15% of expenditures in cash and investments as a reserve against the possibility of a significant shortfall in cash flow. Brampton Hockey Inc. has tried to build up a reserve in excess of the 15% of expenditures and intends to attempt to maintain the reserve into the future.

12. FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Liquidity Risk

Liquidity risk is the risk that the Organization will not be able to meet its obligations associated with financial liabilities. Cash flow from operations provides a substantial portion of the Organization's cash requirements.

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 the obligation. The Organization is exposed to credit risk on the accounts receivable from its customers. In order to reduce its credit risk, the Organization has adopted credit policies which include the analysis of the financial position of its customers and the regular review of their credit limits. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific customers, historical trends and other information. At April 30, 2014 the allowance for doubtful accounts was \$NIL (2013 - \$NIL).

Market Risk

Market risk is the risk that future cash flows will fluctuate because of changes in market prices. The Organization is exposed to significant market competition.