

THE CHESS FEDERATION OF CANADA
LA FÉDÉRATION CANADIENNE DES ÉCHECS

BALANCE SHEET
AS AT APRIL 30, 2013
UNAUDITED

	2013	2012
CURRENT ASSETS		
Cash	\$ 27,009	\$ 17,520
In Trust with Foundation	46,684	46,684
Accounts receivable	5,272	2,785
Prepaid expenses	1,094	3,955
	80,059	70,944
CAPITAL ASSETS (note 2)	12,972	17,252
	\$ 93,031	\$ 88,196
CURRENT LIABILITIES		
Accounts payable	\$ 5,916	\$ 6,398
Deferred membership revenue	22,441	20,529
	28,357	26,927
DEFERRED CONTRIBUTIONS (note 3)	9,735	9,190
EQUITY		
Opening balance	52,079	51,717
Net revenue for the year	2,860	362
	54,939	52,079
	\$ 93,031	\$ 88,196

THE CHESS FEDERATION OF CANADA
LA FÉDÉRATION CANADIENNE DES ÉCHECS

STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED APRIL 30, 2013
UNAUDITED

	2013	2012
INVESTED IN CAPITAL ASSETS		
Balance - beginning of year	\$ 17,252	\$ 8,240
Purchase of capital assets	-	12,993
Sale of capital assets	-	-
Amortization of capital assets	(4,280)	(3,981)
Balance - end of year	\$ 12,972	\$ 17,252
 UNRESTRICTED		
Balance - beginning of year	34,827	43,477
Net revenue for the year	2,860	362
Purchase of capital assets	-	(12,993)
Sale of capital assets	-	-
Amortization of capital assets	4,280	3,981
Balance - end of year	\$ 41,967	\$ 34,827

THE CHESS FEDERATION OF CANADA
LA FÉDÉRATION CANADIENNE DES ÉCHECS

STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED APRIL 30, 2013
UNAUDITED

	2013	2012
REVENUE		
Sales of books and equipment	\$ 34,338	\$ 26,754
Memberships (note 5)	49,385	49,792
Contribution from Foundation	8,377	9,132
Rating fees (note 6)	29,170	26,536
Donations	5,507	1,828
Other programs (note 3)	94,807	111,692
Other revenue	163	547
	<hr/> 221,747	<hr/> 226,281
EXPENDITURE		
Cost of sales	29,410	23,004
General and administrative		
Administration services	49,265	46,765
Office (note 8)	15,604	14,850
	<hr/> 64,869	<hr/> 61,615
Programs		
Publication; e-Newsletter	18,220	18,530
International (note 7)	7,195	8,138
LTIP	75	-
2010 & 2011 Canadian Open	-	1,500
2010 Olympiad	-	-
Sales Affiliate Rebates	891	-
Contributions to Chess Foundation	3,420	1,440
Other programs (note 3)	94,807	111,692
	<hr/> 124,608	<hr/> 141,300
	<hr/> 218,887	<hr/> 225,919
NET REVENUE FOR THE YEAR	\$ 2,860	\$ 362

THE CHESS FEDERATION OF CANADA
LA FÉDÉRATION CANADIENNE DES ÉCHECS

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED APRIL 30, 2013
UNAUDITED

	2013	2012
OPERATING ACTIVITIES		
Net Revenue	\$ 2,860	362
Items not requiring an outlay of cash:		
Amortization of capital assets	4,280	3,981
Working capital changes:		
Accounts receivable	(2,487)	1,067
Prepaid expenses	2,862	(3,455)
Accounts payable	(482)	(1,330)
Deferred membership revenue	1,912	124
Deferred contributions	545	1,351
	<hr/> 2,350	<hr/> 2,100
INVESTING ACTIVITIES		
New Website	-	(12,993)
	<hr/> -	<hr/> (12,993)
FINANCING ACTIVITIES		
NET DECREASE (INCREASE) IN CASH	\$ 9,490	(10,893)

THE CHESS FEDERATION OF CANADA LA FÉDÉRATION CANADIENNE DES ÉCHECS

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2013

UNAUDITED

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Organization

The Chess Federation of Canada / La Fédération Canadienne des Échecs was incorporated as a not-for-profit organization under the Canada Corporations Act. The Federation's mission is to promote and encourage generally in Canada, the knowledge, study and playing of the game of chess.

These financial statements do not include the accounts of the Chess Foundation of Canada as detailed in note 4.

(b) Amortization

Amortization is provided on the reducing balance basis as follows:

Website	\$300/month
Computer equipment	50%
National library	20%
SwissSys Software	50%

(c) Revenue Recognition

The organization follows the deferral method of accounting for revenues. Membership fees are recorded as revenues in the period to which they relate. 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 only if the amount to be received can be reasonably estimated and collection is reasonably assured.

(d) Foreign Currency Payables Holding

2. CAPITAL ASSETS

							2013	2012
	Cost		Accumulated Amortization			Net		Net
Computer equipment	\$ 1,783	\$ 1,449	\$ 334	\$ 669				
National library	8,240	7,812	428	535				
SwissSys Development	5,100	4,861	239	478				
Website	18,270	6,300	11,970	15,570				
TOTAL	\$ 33,393	\$ 20,422	\$ 12,971	\$ 17,252				

THE CHESS FEDERATION OF CANADA

LA FÉDÉRATION CANADIENNE DES ÉCHECS

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2013

UNAUDITED

3. DEFERRED CONTRIBUTIONS

	Olympic Donations	Youth CC Program	Kalev Pugi Program	TOTAL
Balance - begin of year	\$ 2,725	\$ 5,582	\$ 883	\$ 9,190
Add: contributions	\$ 9,631	\$ 77,234	\$ 820	\$ 87,685
Add: contributions (FQE)	7,667	-	-	7,667
Less: recognized as revenue	(17,793)	(75,414)	(1,600)	(94,807)
Balance - end of year	\$ 2,230	\$ 7,402	\$ 103	\$ 9,735

Olympic donations are designated to provide financial support for participation of Canadian representatives in the International Chess Olympiads. The Canadian Youth Chess Championships (CYCC) entry fees cover the cost of sending players to the World Youth Chess Championships (WYCC) . The Kalev Pugi Fund was established as a bequest in the Chess Foundation of Canada. Each year interest earned by this fund is transferred from the Foundation to the Federation to provide travel assistance for junior players. Contributions to these programs are recognized as revenue in the year in which the related expenditures are incurred.

4. CHESS FOUNDATION OF CANADA

The Chess Foundation of Canada is effectively controlled by The Chess Federation of Canada since the Federation appoints the Foundation's Board of Trustees. The Foundation was established as a trust to financially help the Federation promote and develop chess. Donations of \$0 (2012 - \$0) and life membership fees of \$3,420 (2012 - \$1,440) have been paid into the Foundation from the Federation. The Foundation has contributed \$8,377 (2012 - \$9,132) in support of the Federation's general operations and \$820 (2012 - \$820) towards the Kalev Pugi junior program. The Foundation has not been consolidated with the Federation's financial statements. Financial summaries of the unconsolidated Chess Foundation of Canada as at April 30, 2013 and 2012 and the years then ended were prepared internally.

	2013	2012
BALANCE SHEET		
Assets	\$ 273,817	\$ 255,260
Liabilities	\$ 9,187	\$ 9,197
Net assets	\$ 264,630	\$ 246,063
STATEMENT OF REVENUE AND EXPENDITURE		
Revenue	\$ 12,607	\$ 10,637
Expenditure	\$ 9,187	\$ 23,340
Net revenue for the year	\$ 3,420	\$ (12,703)

THE CHESS FEDERATION OF CANADA
LA FÉDÉRATION CANADIENNE DES ÉCHECS

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2013

UNAUDITED

5. MEMBERSHIP REVENUE	2013	2012
Annual memberships	\$ 44,429	\$ 44,109
Tournament memberships	3,148	4,874
Sales Affiliates Fees	300	-
Adjustment to deferred revenue	-1,912	-124
Life memberships	3,420	1,440
HST adjustment	-	-507
Membership revenue reported	<u>49,385</u>	<u>49,792</u>
Less: Foundation donation	3,420	1,440
Net membership revenue	<u>\$ 45,965</u>	<u>\$ 48,352</u>

Annual paying members 2012 → 2013; Adult (\$36) 932 → 928, Junior (\$24) 449 → 455,

Participating Junior (\$12) 0 → 0, Family (\$18) 31 → 28

6. RATING FEES REVENUE	2013	2012
(a) Domestic	\$ 24,503	\$ 22,153
(b) FIDE	4,668	4,805
(c) HST adjustment	-	-422
TOTAL	<u>\$ 29,171</u>	<u>\$ 26,536</u>

7. INTERNATIONAL EXPENSES	2013	2012
(a) FIDE - Canada Membership	\$ 546	\$ 1,617
(b) FIDE - Title Applications	1,274	1,047
(c) FIDE - Event Rating fees	3,043	2,689
(d) FIDE - Rating List fees	595	397
(e) FIDE - Congress Travel	1,164	1,000
(f) FIDE - Event Entry fees	200	410
(g) FIDE - Federation Transfer fees	(111)	0
(h) FIDE - Americas Zonal fee	0	978
(i) FIDE – Arbiter Licences	484	-
TOTAL	<u>\$ 7,195</u>	<u>\$ 8,138</u>

8. OFFICE EXPENSES	2013	2012
(a) Storage	\$ 699	\$ 3,538
(b) Credit Card charges	2,276	2,104
(c) Amortization	4,280	3,981
(d) Professional fees	4,038	1,200
(e) Travel	1,153	1,382
(f) Advertising	1,011	599
(g) Bank charges	879	605
(h) Other	1,268	1,441
TOTAL	<u>\$ 15,604</u>	<u>\$ 14,850</u>