

BALANCE SHEET
AS AT APRIL 30, 2019
Notice to reader (note 10)

	2019	2018
Current Assets		
Cash	\$ 92,815	\$ 80,464
In trust with Chess Foundation	46,684	46,684
In trust for Saskatchewan Chess Federation	5,507	5,507
Accounts receivable	23,562	18,065
	168,568	150,720
Capital Assets (note 2)	-	160
Total Assets	\$ 168,568	\$ 150,880
Current Liabilities		
Accounts payable	\$ 20,700	\$ 18,254
Deferred membership revenue	29,706	27,820
	50,406	46,074
Deferred Contributions (note 3)	13,678	15,274
Equity		
Opening balance	89,532	78,484
Net revenue for the year	14,952	11,048
	104,484	89,532
	\$ 168,568	\$ 150,880

STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED APRIL 30, 2019
Notice to reader (note 10)

	2019	2018
REVENUE		
Sales of books and equipment	\$ 5,000	\$ 3,750
Memberships (note 5)	62,951	56,025
Contribution from Foundation	10,261	9,816
Rating fees (note 6)	43,450	40,670
DGT Commission	4,965	-
Other programs (note 3)	212,867	125,959
Other revenue	-	-
Total Revenues	339,494	236,220
EXPENDITURE		
General and administrative		
Administration services	44,000	45,000
Office (note 8)	8,209	8,080
	52,209	53,080
Programs		
CFC Magazine / CFC Newsfeed	4,220	5,535
International (note 7)	17,994	19,078
Contribution to Olympic team	26,417	12,000
Sales Affiliate rebates	2,105	2,500
Contributions to Chess Foundation	8,730	7,020
Other programs (note 3)	212,867	125,959
	272,333	172,092
	324,542	225,172
NET REVENUE FOR THE YEAR	\$ 14,952	\$ 11,048

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NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2019

Notice to reader (note 10)

1. Significant Accounting Policies

(a) Organization

The Chess Federation of Canada / La Federation Canadienne des Echecs 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 (balance written off in 2017)
Computer Equipment	50% (balance written off in 2019)
National Library	20% (balance written off in 2016)
SwissSys software	50% (balance written off in 2016)

(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.

2. Capital Assets

					2019	2018
	2018 Cost	Additions Disposals	2019 Cost	Accumulated Amortization	Net	Net
Computer Equip.	\$ 320	-	\$ 320	\$ -	\$ -	\$ 160
Total	\$ 320	\$ -	\$ 320	\$ -	\$ -	\$ 160

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3. Deferred Contributions

	Olympic Donations	Youth CC Program	Kalev Pugi Program	Total
Balance - beginning of year	\$ 12,400	\$ 2,422	\$ 452	\$ 15,274
Add: Contributions	16,920	167,011	923	184,854
Add: contributions (FQE)	-			-
Add: contributions (CFC)	26,417			26,417
Less: recognized as revenue	(45,737)	(166,209)	(921)	(212,867)
Total	\$ 10,000	\$ 3,224	\$ 454	\$ 13,678

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 Chess Championships (WYCC). The Kalev Pugi Fund was established as a bequest in the Chess Foundaton of Canada. Each year interest earned by this fund is transfered 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.

Life membership fees of \$ 8,730 (2018 - \$ 7,050) have been paid into the Foundation from the Federation. The Foundation has contributed \$ 10,261 (2018 - \$ 9,816) in support of the Federation's general operations and \$ 923 (2018 - \$923) 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, 2019 and 2018 and the years then ended were prepared internally.

BALANCE SHEET	2019	2018
Assets	\$ 359,860	\$ 341,365
Liabilities	12,418	11,184
Net Assets	\$ 347,442	\$ 330,181

STATEMENT OF REVENUE AND EXPENDITURES

Revenue	\$ 21,148	\$ 18,234
Expenditure	12,418	11,184
Net revenue for the year	\$ 8,730	\$ 7,050

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5. Membership Revenue		2019	2018
Annual memberships		\$ 51,426	\$ 47,327
Tournament memberships		4,556	4,199
Sales Affiliate fees		125	100
Adjustment to deferred revenue		(1,886)	(2,621)
Life memberships		8,730	7,020
Membership revenue reported		62,951	56,025
Less: Foundation donation		8,730	7,020
Net membership revenue		\$ 54,221	\$ 49,005
Annual paying members			
	Adult	974	920
	Junior	931	793
	Family	58	58
		1,963	1,771
6. Rating fees revenue		2019	2018
Domestic		\$ 35,739	\$ 33,440
FIDE		7,711	7,230
		\$ 43,450	\$ 40,670
7. International Expenses (FIDE)		2019	2018
Membership dues		\$ 1,890	\$ 1,890
Rating fees		5,749	5,887
Titles & licences		1,735	3,321
Travel grants / entry fees		3,725	2,980
Congress travel		2,895	-
FIDE America		2,000	5,000
		\$ 17,994	\$ 19,078
8. Office Expenses		2019	2018
Amortization		\$ 160	\$ 160
Credit card charges		1,450	1,466
Bank charges		950	907
Office supplies		3,745	3,215
Website hosting		1,904	2,332
Other		-	-
		\$ 8,209	\$ 8,080

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9. Youth Fund	2019	2018
Contributions		
CYCC entry fees	54,750	38,400
CYCC Qualifier fees	2,868	3,462
Youth fund contributions from extra players	2,700	2,700
Family contributions	106,693	61,951
	167,011	106,513
International Youth Chess Competitions Expenditures		
Paid to organizers for hotels, entry fees, costs	125,840	77,623
FIDE entry fees	4,690	3,420
Coachs - honorariums and travel costs	15,402	16,999
Official players - Travel bursary	14,400	18,900
Head of delegation	3,428	4,600
Team expenses	1,049	2,551
Credit card costs	1,400	945
Total Expenditures	166,209	125,038

10. Notice to Reader

These financial statements have been prepared by management from the books and records of the organization. They have not been audited or reviewed by independent accountants.