

BALANCE SHEET
 AS AT APRIL 30, 2020
 Notice to reader (note 10)

	2020	2019
Current Assets		
Cash	\$ 96,838	\$ 92,815
In trust with Chess Foundation	46,684	46,684
In trust for Saskatchewan Chess Federation	5,507	5,507
Accounts receivable	38,729	23,562
	187,758	168,568
Capital Assets (note 2)	-	-
Total Assets	\$ 187,758	\$ 168,568
Current Liabilities		
Accounts payable	\$ 17,642	\$ 20,700
Deferred membership revenue	34,084	29,706
	51,726	50,406
Deferred Contributions (note 3)	27,962	13,678
Equity		
Opening balance	104,484	89,532
Net revenue for the year	3,586	14,952
Closing balance	108,070	104,484
	\$ 187,758	\$ 168,568

STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED APRIL 30, 2020
Notice to reader (note 10)

	2020	2019
REVENUE		
Sales of books and equipment	\$ 5,000	\$ 5,000
Memberships (note 5)	53,128	62,951
Contribution from Foundation	11,495	10,261
Rating fees (note 6)	40,012	43,450
DGT Commission	-	4,965
Other programs (note 3)	150,675	212,867
Other revenue	-	-
Total Revenues	260,310	339,494
EXPENDITURE		
General and administrative		
Administration services	46,700	44,000
Office (note 8)	9,841	8,209
	56,541	52,209
Programs		
CFC Magazine / CFC Newsfeed	3,812	4,220
International (note 7)	14,898	17,994
Contribution to Olympic team	15,000	26,417
Sales Affiliate rebates	2,978	2,105
Youth Training	3,750	-
Marketing - Conference	1,510	-
Contributions to Chess Foundation	7,560	8,730
Other programs (note 3)	150,675	212,867
	200,183	272,333
	256,724	324,542
NET REVENUE FOR THE YEAR	\$ 3,586	\$ 14,952

NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2020
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

The capital assets have been fully amortized as of April 30, 2019

Historical amortization rate, see note 1b.

NOTES TO FINANCIAL STATEMENTS
 APRIL 30, 2020
 Notice to reader (note 10)

3. Deferred Contributions	Olympic Donations	Youth CC Program	Kalev Pugi Program	Total
Balance - beginning of year	\$ 10,000	\$ 3,224	\$ 454	\$ 13,678
Add: Contributions	125	148,578	923	149,626
Add: contributions (FQE)	-			-
Add: contributions (CFC)	15,000			15,000
Less: recognized as revenue	-	(149,667)	(675)	(150,342)
Total	\$ 25,125	\$ 2,135	\$ 702	\$ 27,962

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 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 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 \$ 7,560 (2019 - \$ 8,730) have been paid into the Foundation from the Federation. The Foundation has contributed \$ 11,495 (2019 - \$ 10,261) in support of the Federation's general operations and \$ 923 (2019 - \$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, 2020 and 2019 and the years then ended were prepared internally.

BALANCE SHEET	2020	2019
Assets	\$ 333,746	\$ 359,860
Liabilities	12,446	12,418
Net Assets	\$ 321,300	\$ 347,442

STATEMENT OF REVENUE AND EXPENDITURES

Revenue	\$ 20,006	\$ 21,148
Expenditure	12,446	12,418
Net revenue for the year	\$ 7,560	\$ 8,730

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2020

Notice to reader (note 10)

5. Membership Revenue		2020	2019
Annual memberships		\$ 45,408	\$ 51,426
Tournament memberships		\$ 4,388	4,556
Sales Affiliate fees		\$ 150	125
Adjustment to deferred revenue		\$ (4,378)	(1,886)
Life memberships		\$ 7,560	8,730
Membership revenue reported		53,128	62,951
Less: Foundation donation		7,560	8,730
Net membership revenue		\$ 45,568	\$ 54,221
Annual paying members	Adult	1,126	974
	Junior	1,052	931
	Family	61	58
		2,239	1,963
6. Rating fees revenue		2020	2019
Domestic		\$ 33,236	\$ 35,739
FIDE		6,776	7,711
		\$ 40,012	\$ 43,450
7. International Expenses (FIDE)		2020	2019
Membership dues		\$ 1,890	\$ 1,890
Rating fees		5,516	5,749
Titles & licences		1,200	1,735
Travel grants / entry fees		2,046	3,725
Congress travel		3,011	2,895
FIDE America		1,235	2,000
		\$ 14,898	\$ 17,994
8. Office Expenses		2020	2019
Amortization		\$ -	\$ 160
Credit card charges		1,818	1,450
Bank charges		1,025	950
Office supplies		4,161	3,745
Website hosting		1,837	1,904
Go Membership		1,000	-
		\$ 9,841	\$ 8,209

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2020

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9. Youth Fund	2020	2019
Contributions		
CYCC entry fees	27,900	54,750
CYCC Qualifier fees	1,878	2,868
Youth fund contributions from extra players	5,250	2,700
Family contributions	113,550	106,693
	148,578	167,011
International Youth Chess Competitions Expenditures		
Paid to organizers for hotels, entry fees, costs	117,642	125,840
FIDE entry fees	4,092	4,690
Coachs - honorariums and travel costs	11,828	15,402
Official players - Travel bursary	12,000	14,400
Head of delegation	2,000	3,428
Team expenses	1,305	1,049
Credit card costs	800	1,400
Total Expenditures	149,667	166,209

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.