

BALANCE SHEET
AS AT APRIL 30, 2014
Notice to reader (note 7)

	2014	2013
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Current Assets		
Cash	\$ 38,085	\$ 27,009
In trust with Chess Foundation	46,684	46,684
In trust for Saskatchewan Chess Federation	5,507	-
Accounts receivable	21,709	5,272
Prepaid expenses	3,333	1,094
	<hr/>	<hr/>
	115,318	80,059
Capital Assets (note 2)	<hr/>	<hr/>
	9,476	12,972
Total Assets	<hr/>	<hr/>
	\$ 124,794	\$ 93,031
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Current Liabilities		
Accounts payable	\$ 8,855	\$ 5,916
Deferred membership revenue	20,094	22,441
	<hr/>	<hr/>
	28,949	28,357
Deferred Contributions (note 3)	<hr/>	<hr/>
	31,539	9,735
Equity		
Opening balance	54,939	52,079
Net revenue for the year	9,367	2,860
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	64,306	54,939
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	\$ 124,794	\$ 93,031
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STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED APRIL 30, 2014
Notice to reader (note 7)

	2014	2013
REVENUE		
Sales of books and equipment	\$ 10,298	\$ 34,338
Memberships (note 5)	46,623	49,385
Contribution from Foundation	8,367	8,377
Rating fees (note 6)	28,274	29,170
Donations	44	5,507
Other programs (note 3)	83,857	94,807
Other revenue	100	163
	177,563	221,747
EXPENDITURE		
Cost of sales	-	29,410
General and administrative		
Administration services	41,080	49,265
Office (note 8)	12,125	15,604
	53,205	64,869
Programs		
Publication: e-Newsletter	16,135	18,220
International (note 7)	10,721	7,195
LTIP	-	75
Sales Affiliate rebates	1,759	891
Contributions to Chess Foundation	2,520	3,420
Other programs (note 3)	83,857	94,807
	114,992	124,608
	\$ 168,196	218,887
NET REVENUE FOR THE YEAR	\$ 9,367	\$ 2,860

**THE CHESS FEDERATION OF CANADA
LA FEDERATION CANADIENNE DES ECHECS**

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NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2014
Notice to reader (note 7)

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
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

(i) UD Dollar payables held @ 1.05 (ii) Euro payables held @ 1.40

2. Capital Assets

			2014		2013	
	Cost	Accumulated Amortization	Net	Net	Net	Net
Computer Equipment	\$ 2,260	\$ 1,616	\$ 644	\$ 334		
National Library	8,240	7,897	343	428		
SwissSys Development	5,100	4,981	119	239		
Website	18,270	9,900	8,370	11,970		
Total	\$ 33,870	\$ 24,394	\$ 9,476	\$ 12,971		

NOTES TO FINANCIAL STATEMENTS
 APRIL 30, 2014
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3. Deferred Contributions

	Olympic Donations	Youth CC Program	Kalev Pugi Program	Total
Balance - beginning of year	\$ 2,230	\$ 7,402	\$ 103	\$ 9,735
Add: Contributions	8,815	96,026	820	105,661
Add: contributions (FQE)	-	-	-	-
Less: recognized as revenue	-	(83,857)	-	(83,857)
Total	\$ 11,045	\$ 19,571	\$ 923	\$ 31,539

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 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 \$ 2,520 (2013 - \$ 3,420) have been paid into the Foundation from the Federation. The Foundation has contributed \$ 8,367 (2013 - \$ 8,377) in support of the Federation's general operations and \$ 820 (2013 - \$ 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, 2014 and 2013 and the years then ended were prepared internlly.

	2014	2013
BALANCE SHEET		
Assets	\$ 296,669	\$ 273,817
Liabilities	10,359	9,187
Net Assets	\$ 286,310	\$ 264,630
STATEMENT OF REVENUE AND EXPENDITURES		
Revenue	\$ 18,386	\$ 12,607
Expenditure	10,359	9,187
Net revenue for the year	\$ 8,027	\$ 3,420

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LA FEDERATION CANADIENNE DES ECHECS

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 Notice to reader (note 7)

5. Membership Revenue

	2014	2013
Annual memberships	38,659	44,429
Tournament memberships	2,848	3,148
Sales Affiliate fees	249	300
Adjustment to deferred revenue	2,347	(1,912)
Life memberships	2,520	3,420
Membership revenue reported	<u>46,623</u>	<u>49,385</u>
Less: Foundation donation	2,520	3,420
Net membership revenue	<u>44,103</u>	<u>45,965</u>
Annual paying members		
Adult	834	928
Junior	557	455
Family	37	28
	<u>1,428</u>	<u>1,411</u>

6. Rating fees revenue

	2014	2013
Domestic	24,101	24,503
FIDE	4,173	4,668
Membership revenue reported	<u>28,274</u>	<u>29,171</u>

7. 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.