Combined Financial Statements of

KIDSPORT SOCIETY OF CALGARY GROUP

And Independent Auditor’s Report thereon

Year ended December 31, 2019

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INDEPENDENT AUDITORS' REPORT

To the Members of KidSport Society of Calgary Group

Qualified Opinion

We have audited the combined financial statements of Kidsport Society of Calgary Group (the Entity), which comprise:

- the combined statement of financial position as at December 31, 2019
- the combined statement of operations for the year then ended
- the combined statement of changes in net assets for the year then ended
- the combined statement of cash flows for the year then ended
- and notes to the combined financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, except for the possible effects of the matter described in the "***Basis for Qualified Opinion***" section of our auditors' report, the accompanying combined financial statements present fairly, in all material respects, the combined financial position of the Entity as at December 31, 2019, and its combined results of operations and its combined cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

In common with many not-for-profit organizations, the Entity derives revenue from contributions, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Entity.

Therefore, we were not able to determine whether any adjustments might be necessary to:

- the current assets reported in the combined statement of financial position as at December 31, 2019
- the contributions and deficiency of revenues over expenses reported in the combined statement of operations for the year ended December 31, 2019
- the unrestricted net assets, at the beginning and end of the year, reported in the combined statement of changes in net assets for the year ended December 31, 2019
- the deficiency of revenues over expenditures reported in the combined statement of cash flows for the year ended December 31, 2019.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "**Auditors' Responsibilities for the Audit of the Financial Statements**" section of our auditors' report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Other Matter – Comparative Information

The comparative information as at and for the year ended December 31, 2018 is unaudited. Accordingly, we do not express an opinion on it.

Other Information

Management is responsible for the other information. Other information comprises:

- the information, other than the financial statements and the auditors' report thereon, included in the Annual Report.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit and remain alert for indications that the other information appears to be materially misstated.

We obtained the information, other than the financial statements and the auditors' report thereon, included in the Annual Report as at the date of this auditors' report.

If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditors' report.

As described in the "***Basis for Qualified Opinion***" section above, we were unable to obtain sufficient appropriate audit evidence about revenue from contributions. Accordingly, we are unable to conclude whether or not the other information is materially misstated with respect to this matter.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

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We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
- The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

KPMG LLP

Chartered Professional Accountants

Calgary, Canada
April 21, 2020

KIDSPORT SOCIETY OF CALGARY GROUP

Combined Statement of Financial Position

As at December 31, 2019, with unaudited comparative information for 2018

	KidSport Society of Calgary	Southern Alberta Sports Equipment Bank Society	2019	2018
				(unaudited)
Assets				
Current assets:				
Cash and cash equivalents	$ 306,403	$ 136,335	$ 442,738	$ 737,814
Short term investments (note 3)	595,558	–	595,558	378,940
Accounts receivable (note 4 and 11)	215,863	46,444	262,307	158,019
	1,117,824	182,779	1,300,603	1,274,773
Capital assets (note 5)	20,194	76,513	96,707	72,268
	$ 1,138,018	$ 259,292	$ 1,397,310	$ 1,347,041
Liabilities and Net Assets				
Current liabilities:				
Accounts payable and accrued liabilities (note 6)	$ 62,593	$ 12,500	$ 75,093	$ 84,465
Deferred contributions (note 8)	102,517	90,220	192,737	3,975
Current portion of capital lease	–	–	–	4,279
	165,110	102,720	267,830	92,719
Deferred capital contributions (note 7)	13,027	13,302	26,329	15,313
	178,137	116,022	294,159	108,032
Net assets:				
Internally restricted (note 9)	470,320	–	470,320	651,204
Unrestricted	489,561	143,270	632,831	587,805
	959,881	143,270	1,103,151	1,239,009
Commitments (note 10)				
Subsequent event (note 16)				
	$ 1,138,018	$ 259,292	$ 1,397,310	$ 1,347,041

See accompanying notes to combined financial statements.

Approved on behalf of the board:

Wilson Acton, Chair

Aaron Macneil, Treasurer

KIDSPORT SOCIETY OF CALGARY GROUP

Combined Statement of Operations

Year ended December 31, 2019, with unaudited comparative information for 2018

	KidSport Society of Calgary	Southern Alberta Sports Equipment Bank Society	2019	2018
				(unaudited)
Revenue:				
Contributions (notes 8, 11 and 13)	$ 2,127,806	$ 250,385	$ 2,378,191	$ 2,150,552
Grants	42,122	13,355	55,477	19,327
Interest	3,336	199	3,535	5,734
Sale of equipment income	–	2,107	2,107	–
Amortization of deferred capital contributions (note 7)	2,286	1,473	3,759	2,286
	2,175,550	267,519	2,443,069	2,177,899
Expenses:				
Distributions (note 14)	1,790,827	–	1,790,827	1,686,119
General and administration	331,809	300,379	632,188	604,563
Fundraising	137,804	15,815	153,619	183,228
Operational	9,930	12,294	22,224	33,968
Amortization of capital assets	9,452	9,041	18,493	15,933
Bank fees	2,937	853	3,790	3,389
Volunteer	2,907	1,497	4,404	3,789
	2,285,666	339,879	2,625,545	2,530,989
Change in unrealized gain (loss) on short term investments (note 3)	46,618	–	46,618	(1,228)
Deficiency of revenue over expenditures	$ (63,498)	$ (72,360)	$ (135,858)	$ (354,318)

See accompanying notes to combined financial statements.

KIDSPORT SOCIETY OF CALGARY GROUP

Combined Statement of Changes in Net Assets

Year ended December 31, 2019, with unaudited comparative information for 2018

	KidSport Society of Calgary		Southern Alberta Sports Equipment Bank Society			
	Internally restricted	Unrestricted	Internally restricted	Unrestricted	2019 Total	2018 Total
						(unaudited)
Balance, beginning of year	$ 651,204	$ 372,175	$ –	$ 215,630	$ 1,239,009	$ 1,593,327
Deficiency of revenues over expenses	–	(63,498)	–	(72,360)	(135,858)	(354,318)
Less transfers from internally restricted to unrestricted	(180,884)	180,884	–	–	–	–
Balance, end of year	$ 470,320	$ 489,561	$ –	$ 143,270	$ 1,103,151	$ 1,239,009

See accompanying notes to combined financial statements.

KIDSPORT SOCIETY OF CALGARY GROUP

Combined Statement of Cash Flows

Year ended December 31, 2019, with unaudited comparative information for 2018

	2019	2018 (unaudited)
Cash from operating activities:		
Deficiency of revenues over expenditures	$ (135,858)	$ (354,318)
Items not involving cash:		
Change in unrealized loss (gain) on investments	(46,618)	1,228
Amortization of capital assets	18,493	15,933
Amortization of deferred capital contributions	(3,759)	(2,286)
	(167,742)	(339,443)
Changes in non-cash operating working capital:		
Accounts receivable	(104,288)	13,225
Accounts payable and accrued liabilities	(9,372)	42,547
Deferred contributions	188,762	(2,270)
	(92,640)	(285,941)
Financing:		
Purchases of short term investments	(170,000)	–
Capital lease repayments	(619)	(7,289)
	(170,619)	(7,289)
Investing:		
Purchases of capital assets	(31,817)	(1,560)
	(31,817)	(1,560)
Decrease in cash and cash equivalents	(295,076)	(294,790)
Cash and cash equivalents, beginning of year	737,814	1,032,604
Cash and cash equivalents, end of year	$ 442,738	$ 737,814

See accompanying notes to financial statements.

1. Nature of operations:

KidSport Society of Calgary Group (the “Group”), consists of KidSport Society of Calgary (“KS”) and Southern Alberta Sports Equipment Bank Society (“SASEBS”). These financial statements are combined due to common management and governed by common Board of Directors.

The Group’s principle activity is to provide support to and remove financial barriers that prevent children the opportunity to participate in organized sports. The Group provides sports equipment to allow needy children in Southern Alberta to participate in recreational activities and to undertake activities ancillary and incidental to the attainment of the above charitable purpose. The Group is a not-for-profit organization under the Income Tax Act and accordingly is exempt from income taxes, provided certain requirements of the Income Tax Act are met.

2. Significant accounting policies:

The financial statements of KidSport Society of Calgary and Southern Alberta Sports Equipment Bank Society have been combined to form these combined financial statements. These combined financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations (“ASNFPO”) in Part Ill of the Chartered Professional Accountants (“CPA”) Handbook. All of the entities combined into these financial statements apply ASNFPO and the accounting policies between the entities are consistent. All significant intercompany balances and transactions are eliminated upon the combination of these two entities. The significant accounting policies are as follows:

(a) Revenue recognition:

The Group follows the deferral method of accounting for contributions.

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 if the amount to be received can be reasonably estimated and collection is reasonably assured.

(b) Cash and cash equivalents:

Cash and cash equivalents include cash on hand and short-term deposits which are highly liquid with original maturities of less than three months.

(c) Short term investments:

Investments are comprised of Guaranteed Investment Certificates (“GICs”) with original maturities greater than 90 days and mature within the year and the Calgary Foundation investment held at fair value. Refer to note 3.

2. Significant accounting policies (continued):

(d) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Group carries its short term investments at fair value (note 3).

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight line method. Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Group determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Group expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

(e) Capital assets:

Capital assets are recorded at historical cost. Depreciation is recorded on a straight-line basis over the estimated useful lives of the assets commencing when the asset is ready for use. The estimated useful lives are as follows:

Assets	Years
Database	5
Trailer	10
Furniture and equipment	5
Computer hardware	3
Vehicles	5
Leasehold improvements	20

Capital assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable and exceeds its fair value.

2. Significant accounting policies (continued):

(f) Contributed services:

Volunteers assist the Group in carrying out certain activities. Due to uncertainty in determining fair value of the service and given that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

(g) Donated equipment and materials:

Donated equipment and materials are recorded at fair market value if it can be reasonably determined and the equipment and materials would otherwise be purchased. If fair market value cannot be reasonably determined, donated equipment and materials are recorded at nominal value.

(h) Use of estimates:

The preparation of the financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to use estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Specific estimates made in the preparation of these financial statements include the estimate of useful lives of capital assets, estimates for accrued liabilities and collectability of accounts receivable. By their nature these amounts are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

(i) Changes in accounting policies:

In March 2018, the Accounting Standards Board issued “Basis for Conclusions- Accounting Standards Improvements for Not-for-Profit Organizations” resulting in the introduction of one new handbook section in the Accounting Standards for Not-for-Profit Organizations Part III of the Handbook as follows:

(i) Section 4433, Tangible capital assets held by not-for-profit organizations, which directs organizations to apply the accounting guidance of Section 3061, Property Plant and Equipment in Part II of the Handbook. In so doing, the new section requires that organizations annually assess for partial impairment of tangible capital assets, to be recorded where applicable, as a non-reversible impairment expense. In addition, where practical, to componentize capital assets when estimates can be made of the useful lives of the separate components.

This section is applied on a prospective basis with the exception of the transitional provision to recognize an adjustment to opening net assets for partial impairments of tangible assets that existed as at January 1, 2019.

2. Significant accounting policies (continued):

(i) Changes in accounting policies (continued):

(ii) Section 4434, Intangible assets held by not-for-profit organizations, which directs organizations to annually assess intangible assets, and where applicable to record an impairment expense should the net carrying value be higher than the asset's fair value or replacement cost.

This section is applied on a prospective basis with the exception of the transitional provision to recognize an adjustment to opening net assets for partial impairment of intangible assets that existed as at January 1, 2019.

(iii) Section 4441, Collections held by not-for-profit organizations, which defines a collection and directs organizations to record such assets on the statement of financial position at either cost or nominal value. It is anticipated that all collections will be accounted for using the same method, with the exception of organizations that opt to account for collections at cost, whereby the cost for certain collections either held or contributed cannot be determined. Such items are to be accounted for at a nominal value. In addition, collections are written down when there is evidence that the net carrying amount exceeds fair value.

Organizations are permitted to retrospectively capitalize collections at their cost or fair value at the date of acquisition, or fair value or replacement cost as at January 1, 2019, based on the most readily determinable value. In addition, an adjustment to opening net assets is permitted to recognize any partial impairment of the value of collections that existed as at January 1, 2019.

The amendments are effective for financial statements for fiscal years beginning on or after January 1, 2019. The implementation of these changes had no impact on the financial statements.

3. Short term investments:

The Group invests in a managed fund with the Calgary Foundation. This fund is 100 percent owned by the Group, not externally restricted and is recorded at fair value. During the year, the Group did not contribute to the managed fund. As at December 31, 2019, the fair value of the fund is $425,558 (2018 – $378,940) and the net contribution to the fund up to December 31, 2019 is $350,000 (2018 – $350,000). For the year ended December 31, 2019, the Group has recorded a change in unrealized gain on short-term investments of $46,618 (2018 – loss of $1,228) in the combined statement of operations.

As at December 31, 2019, the Group has invested $170,000 (2018 – $nil) in guaranteed investments certificates, with an interest rate of 2.15%, presented as current assets as redeemable within the year.

4. Account receivable:

At December 31, 2019, the Group had government remittances recoverable of $4,635 (2018 - $5,806).

5. Capital assets:

	Cost	Accumulated depreciation	2019 Net book value	2018 Net book value (unaudited)
Database	$ 35,831	$ 28,665	$ 7,166	$ 14,333
Trailer	22,932	9,905	13,027	15,313
Furniture and equipment	23,310	9,339	13,971	4,996
Computer hardware	3,859	3,134	725	1,219
Vehicles	32,453	21,964	10,489	–
Leasehold Improvements	56,465	5,136	51,329	21,840
Equipment under capital lease	–	–	–	14,567
	$ 174,850	$ 78,143	$ 96,707	$ 72,268

6. Accounts payable and accrued liabilities:

Included in accounts payable and accrued liabilities are government remittances payable of $3,247 (2018 - $nil), which includes amounts payable for payroll related tax remittances.

7. Deferred capital contributions:

Deferred capital contributions represent restricted contributions received and designated to be used for capital purposes. The deferred capital contributions received in the current year represents a donated vehicle and donated furniture and equipment.

	2019	2018 (unaudited)
Balance, beginning of year	$ 15,313	$ 17,599
Donated capital assets	14,775	–
Amortization of deferred capital contributions	(3,759)	(2,286)
Balance, end of year	$ 26,329	$ 15,313

8. Deferred contributions:

Deferred contributions relate to restricted funding received in the current and prior fiscal years, which is designated for specific expenditures. The deferred contributions consist of the unspent portion of externally restricted funds received from:

(a) The Big Give Project:

Restricted contributions for The Big Give Project recognized in revenue during the year of $nil (2018 - $4,046) are included in contribution revenue.

(b) Alberta Gaming & Liquor Commission:

Restricted contributions from the Alberta Gaming & Liquor Commission recognized in revenue during the year of $nil (2018 - $nil) are included in contribution revenue. The monies received from the Alberta Gaming & Liquor Commission are held in a separate Casino cash account. The expenses paid out of the account are certain office and payroll costs as approved by the Alberta Gaming & Liquor Commission.

(c) Contributions from Partners:

Restricted contributions from Partners recognized in revenue during the year of $63,703 (2018 - $nil) are included in contribution revenue. The monies received from Partners is held in a separate cash account pertaining to other gaming cash received. The expenses paid out of the account are for distribution expenses.

(d) Genesis Basketball:

Restricted contributions received for Genesis Basketball recognized in revenue during the year of $nil (2018 - $2,199) are included in contribution revenue.

(e) Calgary Foundation:

Restricted contributions from the Calgary Foundation recognized in revenue during the year of $3,975 ($11,025) are included in contribution revenue. The funds received are for storage and transportation expenses

8. Deferred contributions (continued):

The changes in the deferred contributions balance for the year were as follows:

	2019	2018 (unaudited)
The Big Give Project:		
Balance, beginning of year	$ –	$ 4,046
Restricted contributions received during the year	–	–
Restricted contributions recognized	–	(4,046)
	–	–
Alberta Gaming & Liquor Commission:		
Balance, beginning of year	–	–
Restricted contributions received during the year	140,440	–
Restricted contributions recognized	–	–
	140,440	–
Contributions from Partners:		
Balance, beginning of year	–	–
Restricted contributions received during the year	116,000	–
Restricted contributions recognized	(63,703)	–
	52,297	–
Genesis Basketball:		
Balance, beginning of year	–	2,199
Restricted contributions received during the year	–	–
Restricted contributions recognized	–	(2,199)
	–	–
Calgary Foundation:		
Balance, beginning of year	3,975	–
Restricted contributions received during the year	–	15,000
Restricted contributions recognized	(3,975)	(11,025)
	–	3,975
	$ 192,737	$ 3,975

9. Internally restricted:

	2019	2018 (unaudited)
Kids account	$ 110,203	$ 494,279
Other	360,117	156,925
	$ 470,320	$ 651,204

9. Internally restricted (continued):

Internally restricted net assets consists of funds donated to the Group that are internally restricted based on internally established guidelines approved by the Board of Directors (the “Board”). Funds on deposit in the Kids account are restricted for funding of kid’s sport registration fees and programs as approved by the Board.

10. Commitments:

Under the terms of an extension to the lease agreement for office space expiring July 31, 2023, the Group is committed to making the following payments:

2020	$ 41,598
2021	41,598
2022	41,598
2023	24,266

11. Related party transactions:

During the year, the Group received $77,875 (2018 - $67,250) in contributions from an organization to support kids participating in hockey. This organization has an individual who is a member of the Group’s Board of Directors.

For tax receipting purposes, KidSport Society of Calgary remits certain donations received to KidSport Society of Alberta. Upon completion of the tax receipting, KidSport Society of Alberta remits the donations back to KidSport Society of Calgary. Occasionally donations are made directly to KidSport Society of Alberta, which are for KidSport Society of Calgary. During the year, KidSport Society of Calgary received a combination of donations directly and indirectly of $583,484 (2018 - $519,879) from KidSport Society of Alberta and $111,253 was receivable back from KidSport Society of Alberta as at December 31, 2019 (2018 - $1,341).

These transactions are in the normal course of operations and are measured at the exchange amount which is the amount of consideration established and agreed to by the related parties.

12. Financial instruments:

(a) Fair values:

The fair value of financial assets and liabilities approximate their carrying amounts due to the imminent or short term nature of these financial assets and liabilities or their respective terms and conditions.

12. Financial instruments:

(b) Risk management:

The Group is exposed to the following risks as a result of holding financial instruments:

(i) Credit risk:

The Group's exposure to credit risk arises from the possibility that the counterparty to a transaction might fail to perform under its contractual commitment resulting in a financial loss to the Group. The Group is exposed to credit risk on cash and cash equivalents and accounts receivable from its contributors. Concentration of credit risk arises as a result of exposures to a single debtor or to a group of debtors having similar characteristics such that their ability to meet contractual obligations would be similarly affected by changes in economic, political, or other conditions. The Group monitors credit risk by assessing the collectability of the amounts. Of the accounts receivable at year end, $111,253 (2018 - $1,341) is receivable from KidSport Alberta which are considered to have low credit risk. The Group mitigates its credit risk on cash and cash equivalents by dealing with Canadian commercial banks in which cash is held.

(ii) Liquidity risk:

Liquidity risk is the risk that the Group will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The Group manages its liquidity risk by monitoring its operating requirements. The Group prepares budget and cash forecasts to ensure it has sufficient funds to fulfill its obligations.

(iii) Interest rate risk on deposits:

Interest rate risk arises on cash and cash equivalents and short term investments. The Group is exposed to interest rate risk due to fluctuations in the bank interest rates.

There has been no change to the risk exposures from 2018.

13. Contributions:

	2019	2018 (unaudited)
Strategic Partners	$ 1,153,282	$ 850,935
Major Events	400,440	531,843
Casino (AGLC) (note 8)	–	–
Third Party	494,287	–
Other Funding Sources (including corporate, personal and sports club donations)	330,182	767,774
	$ 2,378,191	$ 2,150,552

14. Distributions:

	2019	2018 (unaudited)
Registration fees by sport:		
Soccer	$ 430,755	$ 420,132
Hockey	465,470	342,459
Gymnastics	144,411	138,006
Dance	108,892	123,081
Martial Arts	123,392	118,117
Basketball	113,272	123,956
Football	85,097	95,919
Skating	25,105	34,914
Skiing / snowboarding	17,067	16,088
Baseball	22,901	22,154
Swimming	14,478	17,919
Lacrosse	34,051	27,870
Other	136,709	149,655
	1,721,600	1,630,270
School Equipment Grants	48,200	18,920
Skate Shack II	27	684
Genesis Basketball Program	–	2,199
Other Programs	21,000	34,046
	$ 1,790,827	$ 1,686,119

15. Donations and fundraising

In raising $2,378,191 (2018 - $2,150,552) in donations and fundraising revenues, the Group incurred $216,246 (2018 - $277,145) for the purpose of soliciting contributions, including $71,333 (2018 - $78,104) for employee expenses.

16. Subsequent event:

Subsequent to December 31, 2019, the COVID-19 outbreak was declared a pandemic by the World Health Organization and has had a significant financial, market and social dislocating impact.

At the time of approval of these financial statements, the Group has noted a number of indicators of financial implications and has undertaken a number of actions in relation to the COVID-19 pandemic. These indicators and actions include:

- The Group has closed the facility and paused our program to the public for an undefined time period due to a mandate issued Under State of Local Emergency by the City of Calgary in response to the global COVID-19 pandemic;

16. Subsequent event (continued):

- Business operating revenue has ceased during this mandated closure;
- Essential services required for business maintenance and business continuity have been maintained;
- Staffing is being closely monitored by the Board and decisions will be made as necessary, with the most recent information and tools available to ensure the Group continues to perform essential services and maintain adequate capacity.

At this time these factors present uncertainty over future cash flows, may cause significant changes to the Group's assets or liabilities and may have a significant impact on future operations. An estimate of the financial impact is not currently practicable.