

ATHLETESCAN - ATHLETES' ASSOCIATION OF CANADA

FINANCIAL STATEMENTS

MARCH 31, 2022

INDEPENDENT AUDITOR'S REPORT

To the Members,
AthletesCAN - Athletes' Association of Canada:

Opinion

We have audited the financial statements of AthletesCAN - Athletes' Association of Canada ("the Entity"), which comprise the statement of financial position as at March 31, 2022, and the statements of operations and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at March 31, 2022, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our 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 ethical 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 opinion.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation and fair presentation of these 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.

Auditor's 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 auditor's 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 these 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. 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 auditor's 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 auditor's 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.

We 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.

OHCID LLP

OUSELEY HANVEY CLIPSHAM DEEP LLP

Licensed Public Accountants

Ottawa, Ontario

December 6, 2022



ATHLETESCAN - ATHLETES' ASSOCIATION OF CANADA

STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
CURRENT ASSETS		
Cash	\$ 76,060	\$ 180,125
Accounts receivable	32,280	25,037
Prepaid expenses	<u>3,295</u>	<u>19,311</u>
	<u>\$ 111,635</u>	<u>\$ 224,473</u>
CURRENT LIABILITIES		
Accounts payable	\$ 6,941	\$ 5,768
Government remittances payable	1,971	1,971
Deferred revenue (note 4)	<u>-</u>	<u>132,641</u>
	<u>8,912</u>	<u>140,380</u>
UNRESTRICTED NET ASSETS		
Balance - beginning of year	84,093	83,492
Net revenue for the year	<u>18,630</u>	<u>601</u>
Balance - end of year	<u>102,723</u>	<u>84,093</u>
	<u>\$ 111,635</u>	<u>\$ 224,473</u>

Approved on behalf of the Board:

Director

Director



Erin



ATHLETESCAN - ATHLETES' ASSOCIATION OF CANADA

STATEMENT OF OPERATIONS FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
REVENUE		
Sport Canada		
Core	\$ 421,891	\$ 170,114
COVID emergency support	-	63,550
Sponsorship		
Funds for disbursement	-	100,000
Other	21,529	17,630
	<u>443,420</u>	<u>351,294</u>
EXPENSES		
Administration	167,300	93,250
Leadership programs		
Forum	51,435	29,999
Leadership program	95,346	12,361
Leadership representation	40,286	14,721
Sport Solution	6,503	16,658
Safe sport and gender equity	63,920	19,686
Sponsorship disbursements	-	100,468
COVID emergency support	-	63,550
	<u>424,790</u>	<u>350,693</u>
NET REVENUE FOR THE YEAR	<u>\$ 18,630</u>	<u>\$ 601</u>



ATHLETESCAN - ATHLETES' ASSOCIATION OF CANADA

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
OPERATING ACTIVITIES		
Net revenue for the year	\$ 18,630	\$ 601
Net change in non-cash working capital items		
Accounts receivable	(7,243)	23,628
Prepaid expenses	16,016	(17,276)
Accounts payable	1,173	(7,720)
Deferred revenue	<u>(132,641)</u>	<u>32,641</u>
INCREASE (DECREASE) IN CASH FOR THE YEAR	(104,065)	31,874
Cash - beginning of year	<u>180,125</u>	<u>148,251</u>
CASH - END OF YEAR	\$ <u>76,060</u>	\$ <u>180,125</u>



ATHLETESCAN - ATHLETES' ASSOCIATION OF CANADA

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2022

1. PURPOSE OF THE ORGANIZATION

As the collective voice of Canadian national team athletes, AthletesCAN ensures an athlete centered sport system by developing athlete leaders who influence sport policy and, as role models, inspire a strong sport culture.

The organization is incorporated under the Canada Not-for-Profit Corporations Act and as such is not subject to income taxes.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

a) Estimates and assumptions

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. The estimates and assumptions are reviewed annually and, as adjustments become necessary, they are recorded in the financial statements in the period in which they become known.

b) Financial instruments

Investments in instruments quoted in an active market are initially recognized at fair value and are subsequently measured at the year-end fair value. Other financial instruments are initially recognized at fair value and are subsequently measured at cost, amortized cost or cost less appropriate allowances for impairment.

c) Revenue recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions are recognized in the year in which the related expenses are incurred. Unrestricted contributions are recognized when they are received or become receivable. Other revenue is recognized in the year in which the event is held or the revenue is earned.

d) Contributions

Contributions received from Sport Canada are subject to specific terms and conditions regarding the expenditure of the funds. The organization's records are subject to audit by Sport Canada to identify instances, if any, in which amounts charged against contributions have not complied with the agreed terms and conditions and which, therefore, would be refundable to Sport Canada. Adjustments to prior years' contributions are recorded in the year in which Sport Canada requests the adjustment.

3. FINANCIAL INSTRUMENTS

Financial instruments of the organization consist of cash, accounts receivable and accounts payable.

Unless otherwise noted, it is management's opinion that the organization is not exposed to significant interest rate, currency, credit, liquidity or market risks arising from its financial instruments and the risks have not changed from last year.



ATHLETESCAN - ATHLETES' ASSOCIATION OF CANADA

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2022

4. DEFERRED REVENUE

Deferred revenue represents amounts received that will be disbursed in a subsequent year based on established program criteria and athlete contracts.

	<u>2022</u>	<u>2021</u>
Sport Canada	\$ -	\$ 132,641

Deferred revenue changed as follows:

	<u>2022</u>	<u>2021</u>
Balance - beginning of year	\$ 132,641	\$ 100,000
Less - amount recognized as revenue in the year	(132,641)	(100,000)
Plus - amount received related to following year	<u>-</u>	<u>132,641</u>
Balance - end of year	<u>\$ -</u>	<u>\$ 132,641</u>

5. COVID-19

On March 11, 2020, the World Health Organization characterized the outbreak of a strain of the novel coronavirus ("COVID-19") as a pandemic which has resulted in a series of public health and emergency measures that have been put in place to combat the spread of the virus. The duration and impact of COVID-19 is unknown at this time and it is not possible to reliably estimate the impact that the length and severity of these developments will have on funders, customers, employees and suppliers, and on the financial results and condition of the organization in future periods.

ATHLETESCAN - ATHLETES' ASSOCIATION OF CANADA

UNAUDITED SCHEDULE OF SPORT CANADA REVENUE AND EXPENSES BY BUDGET CATEGORY
 FOR THE YEAR ENDED MARCH 31, 2022

	<u>Total revenue approved</u>	<u>Total expenses</u>
Contribution blocks		
Administration	\$ 25,400	\$ 25,400
Staff salaries	120,000	120,000
Operations and programming	93,450	186,871
Official languages	10,000	10,000
Safe sport and gender equity	30,050	58,920
Governance	10,350	20,700
COVID support	132,641	-
	<u>\$ 421,891</u>	<u>\$ 421,891</u>
Prior year deferred contribution claimed	\$ 132,641	
Current year contribution	<u>289,250</u>	
Current year contribution claimed as revenue	<u>\$ 421,891</u>	

