

**ATHLETESCAN - ATHLETES' ASSOCIATION OF CANADA**

FINANCIAL STATEMENTS

MARCH 31, 2018

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## **INDEPENDENT AUDITOR'S REPORT**

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

We have audited the accompanying financial statements of AthletesCAN - Athletes' Association of Canada, which comprise the statement of financial position as at March 31, 2018 and the statements of operations and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Management's responsibility 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.

### **Auditor's responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### **Opinion**

In our opinion, the financial statements present fairly, in all material respects, the financial position of AthletesCAN - Athletes' Association of Canada as at March 31, 2018, 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.

## **OUSELEY HANVEY CLIPSHAM DEEP LLP**

Licensed Public Accountants  
Ottawa, Ontario  
Xxxxx xx, 2018

**ATHLETESCAN - ATHLETES' ASSOCIATION OF CANADA**

STATEMENT OF FINANCIAL POSITION  
AS AT MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
<b>CURRENT ASSETS</b>		
Cash	\$ 220,747	\$ 280,965
Investments (note 4)	50,214	50,140
Accounts receivable	26,077	14,840
Prepaid expenses	<u>1,689</u>	<u>1,650</u>
	<u>\$ 298,727</u>	<u>\$ 347,595</u>
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 16,362	\$ 22,174
Government remittances payable	2,710	2,711
Deferred revenue (note 5)	<u>100,000</u>	<u>100,000</u>
	<u>119,072</u>	<u>124,885</u>
<b>UNRESTRICTED NET ASSETS</b>		
Balance - beginning of year	222,710	212,432
Net revenue (expenses) for the year	<u>(43,055)</u>	<u>10,278</u>
Balance - end of year	<u>179,655</u>	<u>222,710</u>
	<u>\$ 298,727</u>	<u>\$ 347,595</u>

Approved on behalf of the Board:

Director

Director

## ATHLETESCAN - ATHLETES' ASSOCIATION OF CANADA

### STATEMENT OF OPERATIONS FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
REVENUE		
Sport Canada	\$ 254,200	\$ 279,200
Sponsorship		
Administration fees	25,109	50,000
Funds for disbursement	100,000	267,500
Other	<u>11,389</u>	<u>17,531</u>
	<u>390,698</u>	<u>614,231</u>
EXPENSES		
Administration	131,786	141,148
Leadership programs		
Forum and KidsCAN	148,966	141,083
Leadership program	6,425	20,724
Leadership representation	4,131	4,181
Sport Solution	42,445	25,642
Sponsorship		
Programs and services	-	4,464
Disbursements	<u>100,000</u>	<u>266,711</u>
	<u>433,753</u>	<u>603,953</u>
NET REVENUE (EXPENSES) FOR THE YEAR	<u>\$ (43,055)</u>	<u>\$ 10,278</u>

## ATHLETESCAN - ATHLETES' ASSOCIATION OF CANADA

### STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
OPERATING ACTIVITIES		
Net revenue (expenses) for the year	\$ (43,055)	\$ 10,278
Net change in non-cash working capital items		
Accounts receivable	(11,237)	(14,840)
Prepaid expenses	(39)	1,954
Accounts payable	(5,812)	14,974
Government remittances payable	(1)	140
	<u>(60,144)</u>	<u>12,506</u>
INVESTING ACTIVITIES		
Sale (purchase) of investments	<u>(74)</u>	<u>(50)</u>
INCREASE (DECREASE) IN CASH FOR THE YEAR	(60,218)	12,456
Cash - beginning of year	<u>280,965</u>	<u>268,509</u>
CASH - END OF YEAR	<u>\$ 220,747</u>	<u>\$ 280,965</u>

# ATHLETESCAN - ATHLETES' ASSOCIATION OF CANADA

## NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2018

### 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. Actual results may differ from those estimates.

#### 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, investments, 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, 2018

### 4. INVESTMENTS

The organization has bank money market funds with a fair value of \$50,214 (2017 - \$50,140)

Market risk is the risk the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk. The organization is exposed mainly to interest rate risk.

Interest rate risk is the risk the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The organization is exposed to interest rate risk on its investments.

### 5. DEFERRED REVENUE

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

	<u>2018</u>	<u>2017</u>
Investor Group bursary sponsorship	\$ 100,000	\$ 100,000

Deferred revenue changed as follows:

	<u>2018</u>	<u>2017</u>
Balance - beginning of year	\$ 100,000	\$ 100,000
Less - amount recognized as revenue in the year	(100,000)	(100,000)
Plus - amount received related to following year	<u>100,000</u>	<u>100,000</u>
Balance - end of year	<u>\$ 100,000</u>	<u>\$ 100,000</u>

**ATHLETESCAN - ATHLETES' ASSOCIATION OF CANADA**

UNAUDITED SCHEDULE OF SPORT CANADA REVENUE AND EXPENSES BY BUDGET CATEGORY FOR THE YEAR ENDED MARCH 31, 2018

	<u>Total revenue approved</u>	<u>Total expenses</u>
Contribution blocks		
Administration	\$ 25,200	\$ 31,640
Governance	7,100	13,000
Staff salaries	77,000	88,601
Operations and programming	134,900	193,217
Official languages	<u>10,000</u>	<u>10,000</u>
	<u>\$ 254,200</u>	<u>\$ 336,458</u>