

Saskatchewan Association of Recreation Professionals

Financial Statements

For the Year Ended June 30, 2022

Saskatchewan Association of Recreation Professionals

For the Year Ended June 30, 2022

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Independent Auditors' Report

To the Members of
Saskatchewan Association of Recreation Professionals

Opinion

We have audited the financial statements of Saskatchewan Association of Recreation Professionals, which comprise the statement of financial position as at June 30, 2022 and the statement of operations, statement of changes in assets and statement of 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 Association as at June 30, 2022 and its financial performance and its cash flows for the year then ended in accordance with accounting standards for not-for-profit organizations (ASNPO).

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 the financial statements in accordance with ASNPO, 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 Organization'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 Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization'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.

Priority Accountants CPA

Priority Accounting Services CPA Prof. Corp.

September 5, 2022

Saskatchewan Association of Recreation Professionals Inc.

Statement of Financial Position

As at June 30, 2022

	Note	John Austin Fund 2022	Operating Fund 2022	Combined JAF and Operating Fund 2022	John Austin Fund 2021	Operating Fund 2021
Assets						
Current Assets						
Cash	3a	-	1,782	1,782	68,120	23,641
Short term investments	5	321,505	19,906	341,411	285,610	-
Grant receivable		-	6,720	6,720	-	6,720
Other receivables	4	-	5,139	5,139	-	3,103
Prepaid expenses		-	1,338	1,338	-	1,039
Total Current Assets		321,505	34,885	356,390	353,730	34,503
Property, plant and equipment, net of accumulated amortization	6	-	656	656	-	844
Total Assets		321,505	35,541	357,046	353,730	35,347
Liabilities and Net Assets						
Current Liabilities						
Accounts payable and accrued liabilities	7	-	12,615	12,615	-	6,249
Total Current Liabilities		-	12,615	12,615	-	6,249
Net Assets						
Invested in capital assets		-	656	656	-	844
Available net assets		321,505	22,270	343,775	353,730	28,254
Total Net Assets		321,505	22,926	344,431	353,730	29,098
Total Liabilities and Net Assets		321,505	35,541	357,046	353,730	35,347

Approved on Behalf of the Board:



Dana Schroeder

The accompanying notes are an integral part of these financial statements.

Saskatchewan Association of Recreation Professionals Inc.

Statement of Operations

For the year ended June 30, 2022

	John Austin Fund 2022	Operating Fund 2022	Combined JAF and Operating Fund 2022	John Austin Fund 2021	Operating Fund 2021
Revenues					
Saskatchewan Lotteries Trust Fund	-	97,706	97,706	-	95,509
PNPCG	-	26,880	26,880	-	26,880
Memberships (Schedule 1)	-	13,875	13,875	-	14,245
Programs - special events	-	1,508	1,508	-	-
Sponsorships	-	2,000	2,000	-	1,400
Investment and other income	(32,225)	19	(32,206)	16,159	2,463
Total revenue	(32,225)	141,988	109,763	16,159	140,497
Expenditures					
Administration (Schedule 2)	-	7,997	7,997	-	9,219
Communication	-	3,765	3,765	-	687
Organizational Development (Schedule 3)	-	25,494	25,494	-	14,167
Program Development (Schedule 4)	-	39,728	39,728	-	45,191
Salaries and Benefits	-	71,177	71,177	-	85,614
Total expenditures	-	148,161	148,161	-	154,878
Excess (Deficiency) of revenue over expenditures	(32,225)	(6,173)	(38,398)	16,159	(14,381)

The accompanying notes are an integral part of these financial statements.

Saskatchewan Association of Recreation Professionals Inc.

Statement of Changes in Net Assets

For the year ended June 30, 2022

	John Austin Fund 2022	Operating Fund 2022	Combined JAF and Operating Fund 2022	John Austin Fund 2021	Operating Fund 2021
Net assets, beginning of year	353,730	28,254	381,984	347,571	33,107
Excess (Deficiency) of revenue over expenditures	(32,225)	(6,173)	(38,398)	16,159	(14,381)
Interfund transfer	-	-	-	(10,000)	10,000
Net investment in capital assets	-	188	188	-	(472)
Net assets, end of year	321,505	22,270	343,775	353,730	28,254

The accompanying notes are an integral part of these financial statements.

Saskatchewan Association of Recreation Professionals Inc.

Statement of Cash Flows

For the year ended June 30, 2022

	John Austin Fund 2022	Operating Fund 2022	Combined JAF and Operating Fund 2022	John Austin Fund 2021	Operating Fund 2021
CASH FLOWS FROM OPERATING ACTIVITIES:					
Excess (Deficiency) of revenue over expenditures	(32,225)	(6,173)	(38,398)	16,159	(14,381)
Amortization	-	188	188	-	242
Gain on sale of equipment	-	-	-	-	(274)
(Increase) decrease in other receivables	-	(2,036)	(2,036)	-	1,225
(Increase) decrease in prepaid expenses	-	(299)	(299)	-	(508)
Increase (decrease) in accounts payable	-	6,367	6,367	-	2,560
TOTAL CASH FLOWS FROM OPERATING ACTIVITIES	(32,225)	(1,953)	(34,178)	16,159	(11,136)
CASH FLOWS FROM INVESTING ACTIVITIES:					
(Increase) decrease in investments	(35,895)	(19,906)	(55,801)	71,225	-
Proceeds from sale of equipment	-	-	-	-	450
Purchase of equipment	-	-	-	-	(890)
TOTAL CASH FLOWS FROM INVESTING ACTIVITIES	(35,895)	(19,906)	(55,801)	71,225	(440)
Net cash increase (decrease) in cash and cash equivalents	(68,120)	(21,859)	(89,979)	87,384	(11,576)
Cash and cash equivalents at beginning of period	353,730	23,641	377,371	347,571	25,217
Interfund Transfer	-	-	-	(10,000)	10,000
Cash Balance	35,895	19,906	55,801	(71,225)	-
Cash and cash equivalents at end of period	321,505	21,688	343,193	353,730	23,641
 Cash and cash equivalents consist of the following:					
Cash	-	1,782	1,782	68,120	23,641
Short term investments	321,505	19,906	341,411	285,610	-
	321,505	21,688	343,193	353,730	23,641

The accompanying notes are an integral part of these financial statements.

Saskatchewan Association of Recreation Professionals Inc.

Notes to the Financial Statements

For the Year Ended June 30, 2022

1. Nature of Operations

Saskatchewan Association of Recreational Professionals Inc. ("the Association") is incorporated under the Non-Profit Corporations Act of Saskatchewan whose mission is the ongoing development of leadership excellence of recreation professionals.

2. Basis of Accounting

These financial statements have been prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO).

The Association uses the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they are earned and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods and services and creation of a legal obligation to pay. Expenses also include amortization of tangible capital assets.

3. Significant Accounting Policies

a. Cash and cash equivalents

Cash and cash equivalents includes short-term investments that are carried at market value. Annual increases or decreases in market value are reported in the investment income for the year.

b. Property, plant and equipment

Property, plant and equipment is carried at cost. Amortization is calculated using the declining balance method over estimated useful lives at the following rates:

Computer hardware – pre 2006	30%
Computer hardware – 2006+	45%
Furniture	20%

Amortization expense for June 30, 2022 was \$188 (2021 - \$242).

c. Income taxes

No provision of income tax has been made in the financial statement as the Association is a not-for-profit organization and, to the extent the Association maintains its not-for-profit status, no income tax will be payable.

d. Financial instruments

The Association's financial instruments consist of cash, investments, accounts receivable, accounts payable and accruals. Unless otherwise noted it is the board's opinion that the Association is not exposed to significant interest or credit risk arising from these financial instruments. The fair value of these financial instruments approximates the carrying value unless otherwise noted.

(continues)

Saskatchewan Association of Recreation Professionals Inc.

Notes to the Financial Statements

For the Year Ended June 30, 2022

3. Significant Accounting Policies continued

e. Revenue recognition

The Association 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.

f. Fund accounting

The Association maintains its accounts in accordance with the principles of fund accounting and follows the restricted fund method of accounting for revenue. Resources are classified for accounting and reporting purposes into funds according to the activity or objective specified.

The operating fund accounts for the Association's operating activities. The John Austin Foundation Fund accounts for the investments in the Foundation. The purpose of the John Austin Foundation Fund is to assure financial stability upon which the Association may operate and grow.

The John Austin Fund was established by the membership to guarantee the future of the Saskatchewan Association of Recreation Professionals and to generate funds to be used for the advancement of recreation as a profession.

The Fund is managed by members of the Association Board. The Association typically accesses funds to an annual maximum of \$10,000 at the discretion of the Board. During the year the Board allocated \$nil (2021 – \$10,000) from the John Austin Fund to the operating fund.

g. Financial risk management

The Association has a risk management framework to monitor, evaluate and manage the principle risk assumed with financial instruments. The significant risks to which the Association is exposed are:

Interest rate risk which is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Association's exposure to interest rate risk is limited to the value of cash surrender value of life insurance policies.

4. Other receivables

	2022	2021
GST receivable	\$ 4,989	\$ 2,835
Interest receivable	150	166
Memberships	-	102
Total	\$ 5,139	\$ 3,103

Saskatchewan Association of Recreation Professionals Inc.

Notes to the Financial Statements

For the Year Ended June 30, 2022

5. Short term investments

	2022	2021
RBC GIC 011, maturing May 20/23, 2.85%	\$ 46,955	\$ 46,955
RBC investment savings - Mutual Funds	294,456	238,655
Total	\$ 341,411	\$ 285,610

6. Property, plant and equipment

	Cost	Accumulated Depreciation	2022 Net Book Value	2021 Net Book Value
Computer Equipment	\$ 2,340	\$ (1,792)	\$ 548	\$ 710
Furniture	889	(781)	108	134
Total	\$ 3,229	\$ (2,573)	\$ 656	\$ 844

7. Accounts payable & accrued liabilities

	2022	2021
Administration Centre	\$ 595	\$ 527
Guyline Green	2,116	2,000
Accrued audit fee	2,775	2,775
Other accrued expenses	7,075	947
Taxes payable	54	-
Total	\$ 12,615	\$ 6,249

8. Economic dependence

The Association currently receives significant revenue in grants from Saskatchewan Lotteries Trust Fund for Sport, Culture and Recreation. As a result, the Association is dependent upon the continuance of these grants to maintain operations at their current level.

Saskatchewan Association of Recreation Professionals Inc.

Schedules

For the year ended June 30, 2022

Schedule of Revenue

Schedule 1 - Memberships

	2022	2021
Professional	\$ 12,800	\$ 12,860
Student	480	620
Associate	595	765
Total Memberships	\$ 13,875	\$ 14,245

Schedule of Expenses

Schedule 2 - Administration

	2022	2021
Amortization	\$ 188	\$ 242
Office operations	3,982	4,161
Professional fees	3,827	3,831
Legal fees	-	985
Total Administration	\$ 7,997	\$ 9,219

Schedule 3 - Organizational Development

	2022	2021
Board of directors	\$ 20,139	\$ 10,706
Insurance	1,844	1,360
Personnel training and travel	3,511	2,101
Total Organizational Development	\$ 25,494	\$ 14,167

Schedule 4 - Program Development

	2022	2021
Advocacy	\$ 27,214	\$ 29,494
Bursaries and scholarships	4,000	4,000
Education	4,911	11,697
Networking	3,603	-
Total Program Development	\$ 39,728	\$ 45,191

The accompanying notes are an integral part of these financial statements.