

Pickleball Saskatchewan Inc.
Financial Statements
September 30, 2023

Management's Responsibility

To the Members of Pickleball Saskatchewan Inc.:

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian accounting standards for not-for-profit organizations and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Board of Directors is composed entirely of Directors who are neither management nor employees of the Organization. The Board is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial information included in the annual report. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Board is also responsible for recommending the appointment of the Organization's external auditors.

MNP LLP is appointed by the Members to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Board and management to discuss their audit findings.

October 25, 2023

Janet Bradshaw

Janet Bradshaw, President

Bonnie Englot

Bonnie Englot, Treasurer

To the Members of Pickleball Saskatchewan Inc.:

Opinion

We have audited the financial statements of Pickleball Saskatchewan Inc. (the "Organization"), which comprise the statement of financial position as at September 30, 2023, and the statements of operations, changes in net assets 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 Organization as at September 30, 2023, 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 Organization 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.

Other Matter

The financial statement for the year ended September 30, 2022 were not subject to an audit. A review engagement with a report date of October 24, 2022 expressed that nothing came to our attention that would cause us to believe that the financial statements do not present fairly, in all material respects.

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 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 Organization'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 Organization'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 Organization 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.

Regina, Saskatchewan

October 25, 2023

MNP LLP

Chartered Professional Accountants

Pickleball Saskatchewan Inc.
Statement of Financial Position

As at September 30, 2023

	2023	2022
Assets		
Current		
Cash	29,700	21,986
Accounts receivable	34	-
	29,734	21,986
Liabilities		
Current		
Accounts payable and accruals	-	2,331
Net Assets		
Net assets, end of year	29,734	19,655
	29,734	21,986

Approved on behalf of the Board

Janet Bradshaw

Director

Bev D

Director

The accompanying notes are an integral part of these financial statements

Pickleball Saskatchewan Inc.
Statement of Operations and Changes in Net Assets

For the year ended September 30, 2023

	2023	2022
Revenue		
Sask Lotteries Trust Fund, Sport Division <i>(Schedule 1)</i>	41,500	41,600
Self help <i>(Schedule 2)</i>	17,902	12,691
City of Regina Hosting Grant	-	1,000
Sask Lotteries Hosting Grant	-	3,000
	59,402	58,291
Expenses		
Administration <i>(Schedule 3)</i>	7,773	5,615
Capacity/Interaction <i>(Schedule 4)</i>	4,310	7,457
Participation <i>(Schedule 5)</i>	12,440	18,754
Excellence <i>(Schedule 6)</i>	8,300	3,395
Membership Assistance Payments <i>(Schedule 7)</i>	16,500	16,600
Sask Lotteries Hosting Grant	-	3,000
City of Regina Hosting Grant	-	1,000
	49,323	55,821
Excess of revenue over expenses	10,079	2,470
Net assets, beginning of year	19,655	17,185
Net assets, end of year	29,734	19,655

The accompanying notes are an integral part of these financial statements

Pickleball Saskatchewan Inc.

Statement of Cash Flows

For the year ended September 30, 2023

	2023	2022
Cash provided by the following activities		
Operating		
Excess of revenue over expenses	10,079	2,470
Changes in working capital accounts		
Accounts receivable	(35)	-
Accounts payable and accruals	(2,330)	2,331
Increase in cash resources	7,714	4,801
Cash resources, beginning of year	21,986	17,185
Cash resources, end of year	29,700	21,986

The accompanying notes are an integral part of these financial statements

1. Incorporation and nature of the organization

Pickleball Saskatchewan Inc. (the "Organization"), incorporated under The Non-profit Corporations Act of Saskatchewan, is dedicated to the administration and promotion of the sport of pickleball in Saskatchewan.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada and include the following significant accounting policies:

Cash and cash equivalents

Cash and cash equivalents include balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Revenue recognition

The Organization follows the deferral method of accounting for contributions. Restricted contributions and grant revenue are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions and membership revenue is recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Contributed materials

Contributions of materials are recognized both as contributions and expenses in the statement of operations when a fair value can be reasonably estimated and when the materials are used in the normal course of the Organization's operations and would otherwise have been purchased.

Capital assets

Capital assets are expensed on acquisition. Capital assets held include tents, tables, and computers.

Financial instruments

The Organization recognizes financial instruments when the Organization becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value. All financial instruments are subsequently measured at amortized cost.

Transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at amortized cost

Arm's length financial instruments

Financial instruments originated/acquired or issued/assumed in an arm's length transaction ("arm's length financial instruments") are initially recorded at their fair value.

At initial recognition, the Organization may irrevocably elect to subsequently measure any arm's length financial instrument at fair value. The Organization has not made such an election during the year.

The Organization subsequently measures all financial assets and liabilities at amortized cost.

Transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

2. Significant accounting policies *(Continued from previous page)*

Financial instruments *(Continued from previous page)*

Financial asset impairment

The Organization assesses impairment of all its financial assets measured at cost or amortized cost. When there is an indication of impairment, the Organization determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the year. If so, the Organization reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets at the statement of financial position date; and the amount expected to be realized by exercising any rights to collateral held against those assets. Any impairment, which is not considered temporary, is included in current year excess of revenues over expenses.

The Organization reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in excess of revenues over expenses in the year the reversal occurs.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues and expenses in the periods in which they become known.

Income taxes

The Organization is incorporated under The Non-Profit Corporations Act of Saskatchewan and as such is exempt from income taxes.

3. Financial instruments

The Organization, as part of its operations, carries a number of financial instruments. It is management's opinion that the Organization is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments.

Pickleball Saskatchewan Inc.
Schedules to Statement of Operations

For the Year Ended September 30, 2023

SCHEDULE 1 - Saskatchewan Lotteries Trust Fund - Sport Division

	2023	2022
Annual funding	25,000	25,000
Membership Assistance Program	16,500	16,600
	41,500	41,600

SCHEDULE 2 - Self Help Revenue

	2023	2022
Membership fees	16,010	12,210
Tournament support fees	927	287
Equipment sales	750	-
Rulebook sales	215	194
	17,902	12,691

SCHEDULE 3 - Administration Expenses

	2023	2022
Professional fees	6,390	4,075
Insurance	153	149
Office Operations		
Banking/service charges	306	317
Printing	268	283
Rent	613	517
Supplies	43	273
	7,773	5,615

SCHEDULE 4 - Capacity/Interaction

	2023	2022
Annual general meeting	787	1,028
Planning and policy development	40	2,260
Tournament supplies	1,345	1,366
Communications	2,138	527
Marketing/promotions	-	2,276
	4,310	7,457

Pickleball Saskatchewan Inc.
Schedules to Statement of Operations

For the Year Ended September 30, 2023

SCHEDULE 5 - Participation

	2023	2022
Outreach/Clinics	4,181	6,197
Outreach Enhancement	-	6,300
Travel	1,856	1,278
Competition	1,000	1,000
Coaches Development	3,258	2,661
Officials Development	2,145	1,319
	12,440	18,754

SCHEDULE 6 - Excellence

	2023	2022
Athlete Development		
Assistance	3,700	1,500
High level clinics	2,500	1,645
Officials assistance	2,100	250
	8,300	3,395

Pickleball Saskatchewan Inc.
Schedules to Statement of Operations

For the Year Ended September 30, 2023

SCHEDULE 7 - Membership Assistance Grant Payments

	2023	2022
Map Grants		
Battlefords Pickleball Club	-	723
Broadview Pickleball Club	491	1,603
Coteau Beach Pickleball Club	491	595
Estevan Pickleball Club	499	605
Fort Pickleball Club	400	645
Hitchcock Bay Pickleball Club	513	611
Ituna Pickleball Club	495	599
Last Mountain Pickleball Club	1,503	-
Maple Creek Pickleball Club	507	609
Pickleball Lac Pelletier	529	625
Pickleball Melville	509	605
Pickleball Moose Jaw Inc.	631	635
Pickleball Regina Inc.	2,367	2,205
Pickleball Southey	535	627
Pickleball Yorkton	659	689
Preeceville Pickleball Club	1,507	-
Prince Albert Pickleball Club	557	629
Rosthern Pickleball Club	535	1,629
Saskatoon Pickleball Inc.	2,081	1,605
Shellbrook Pickleball Club	507	-
Swift Current Pickleball Club	655	723
White City Emerald Park Pickleball Club	537	631
	16,500	16,600