

Pickleball Saskatchewan Inc.
Financial Statements
September 30, 2019
(Unaudited)

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. 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 primarily 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. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external accountants. The Board is also responsible for recommending the appointment of the Organization's external accountants.

MNP LLP is appointed by the Board to review the financial statements and report directly to them; their report follows. The external accountants have full and free access to, and may meet periodically and separately with, both the Board and management to discuss their review engagement results.

October 25, 2019



Treasurer

Independent Practitioner's Review Engagement Report

To the Members of Pickleball Saskatchewan Inc.:

We have reviewed the accompanying financial statements of Pickleball Saskatchewan Inc. that comprise the statement of financial position as at September 30, 2019, and the statement of operations and changes in net assets 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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Pickleball Saskatchewan Inc. as at September 30, 2019, 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.

Regina, Saskatchewan

October 25, 2019

MNP LLP

Chartered Professional Accountants

Pickleball Saskatchewan Inc.
Statement of Financial Position
As at September 30, 2019
(Unaudited)

	2019	2018
<hr/>		
Assets		
Current		
Cash	8,679	7,318
Restricted cash	-	5,189
	<hr/>	<hr/>
	8,679	12,507
<hr/>		
Liabilities		
Current		
Deferred contributions (Note 3)	-	5,189
Deferred memberships	-	955
	<hr/>	<hr/>
	-	6,144
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Net Assets	8,679	6,363
	<hr/>	<hr/>
	8,679	12,507
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Approved on behalf of the Board of Directors

D. Lowe

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, 2019
(Unaudited)

	2019	2018
Revenue		
Memberships	6,105	2,846
Grant	5,189	19,809
Tournament support fees	292	392
Rule book sales	165	305
	11,751	23,352
Expenses		
Coaches training	4,262	250
Tournaments	1,530	210
Annual general meeting	1,145	-
NHSP clinics & survey	895	-
Referee training	713	600
Equipment storage fee	520	508
Battlefords club start-up grant	320	-
Bank charges and interest	35	41
Office supplies	15	97
Pickleball clinics	-	5,370
Equipment kits	-	13,913
Rulebook printing	-	699
	9,435	21,688
Excess of revenue over expenses	2,316	1,664
Net assets, beginning of year	6,363	4,699
Net assets, end of year	8,679	6,363

The accompanying notes are an integral part of these financial statements

Pickleball Saskatchewan Inc.

Statement of Cash Flows

For the year ended September 30, 2019

(Unaudited)

	2019	2018
Cash provided by (used for) the following activities		
Operating		
Excess of revenue over expenses	2,316	1,664
Changes in working capital accounts		
Accounts payable and accruals	-	(463)
Deferred contributions	(5,189)	5,189
Deferred memberships	(955)	-
(Decrease) increase in cash resources	(3,828)	6,390
Cash resources, beginning of year	12,507	6,117
Cash resources, end of year	8,679	12,507
Cash resources are composed of:		
Cash	8,679	7,318
Restricted cash	-	5,189
	8,679	12,507

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 restricted cash 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 Corporation 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 are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Membership revenue is recorded when received.

Contributed services

Contributions of services are recognized both as contributions and expenses in the statement of operations when a fair value can be reasonably estimated and when the services 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 its 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.

Financial asset impairment:

The Organization assesses impairment of all of 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; 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 the excess of revenue over expenses in the year the reversal occurs.

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

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

3. Deferred contributions

Deferred contributions consists of an unspent grant externally restricted for the delivery of the seniors program. Recognition of these amounts as revenue is deferred to periods when the specified expenditures are made. Changes in the deferred contribution balance are as follows:

	2019	2018
Balance, beginning of year	5,189	-
Amount received during the year	-	25,000
Less: Amount recognized as revenue during the year	(5,189)	(19,811)
Balance, end of year	-	5,189

4. 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.

5. Comparative figures

Certain comparative figures have been reclassified to conform with current year presentation.