

**British Columbia Artistic Swimming Association**  
**Financial Statements**  
*For the year ended June 30, 2024*

**British Columbia Artistic Swimming Association**  
**Contents**

*For the year ended June 30, 2024*

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To the Members of British Columbia Artistic Swimming Association:

## Report on the Audit of the Financial Statements

### Opinion

We have audited the financial statements of British Columbia Artistic Swimming Association (the "Organization"), which comprise the statement of financial position as at June 30, 2024, 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 June 30, 2024, 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.

### 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

## Report on Other Legal and Regulatory Requirements

As required by the Societies Act (British Columbia), we report that, in our opinion, these principles have been applied on a basis consistent with that of the preceding year.

Surrey, British Columbia

November 12, 2024

*MNP LLP*

Chartered Professional Accountants

**MNP**

# British Columbia Artistic Swimming Association

## Statement of Financial Position

*As at June 30, 2024*

	<b>2024</b>	<b>2023</b>
<b>Assets</b>		
<b>Current</b>		
Cash and cash equivalents	212,192	256,394
Accounts receivable	185	2,156
Government receivable	29,396	24,088
Prepaid expenses	28,796	37,430
Inventory	8,397	15,312
	<b>278,966</b>	<b>335,380</b>
<b>Capital assets (Note 3)</b>	<b>24,786</b>	<b>2,978</b>
	<b>303,752</b>	<b>338,358</b>
<b>Liabilities</b>		
<b>Current</b>		
Accounts payable and accruals	30,229	31,868
Deferred contributions (Note 4)	156,356	164,020
	<b>186,585</b>	<b>195,888</b>
<b>Net Assets</b>		
Invested in Capital Assets	24,786	2,978
Internally Restricted Fund (Note 5)	66,290	69,540
Unrestricted Fund	26,091	69,952
	<b>117,167</b>	<b>142,470</b>
	<b>303,752</b>	<b>338,358</b>

Approved on behalf of the Board of Directors

e-Signed by Ann Stirrat

2024-11-12 21:42:19 PST

President

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

# British Columbia Artistic Swimming Association

## Statement of Operations

For the year ended June 30, 2024

	2024	2023
<b>Revenue</b>		
Government funding	348,954	324,930
Affiliation fees (provincial and national)	57,623	55,210
Competition operations	50,505	56,543
Coaching development	15,980	3,095
Supplies	782	2,715
Athlete development	48,118	41,981
	<b>521,962</b>	<b>484,474</b>
<b>Expenses</b>		
Association operations (Note 6)	144,206	127,492
Human resources (Note 7)	183,216	190,481
Sport development	49,340	4,869
Athlete development	118,879	87,614
Competition operations	44,724	77,106
Coach development	3,650	4,270
	<b>544,015</b>	<b>491,832</b>
<b>Total expenses</b>	<b>544,015</b>	<b>491,832</b>
<b>Deficiency of revenue over expenses</b>	<b>(22,053)</b>	<b>(7,358)</b>

The accompanying notes are an integral part of these financial statements

## British Columbia Artistic Swimming Association Statement of Changes in Net Assets

*For the year ended June 30, 2024*

	<i>Invested in Capital Assets</i>	<i>Internally Restricted Fund</i>	<i>Unrestricted Fund</i>	<i>2024</i>	<i>2023</i>
<b>Balance, beginning of year, current year</b>	<b>2,978</b>	<b>69,540</b>	<b>69,952</b>	<b>142,470</b>	150,628
<b>Deficiency of revenue over expenses</b>	<b>(6,941)</b>	-	<b>(15,112)</b>	<b>(22,053)</b>	(7,358)
<b>Purchase of capital assets</b>	<b>28,749</b>	-	<b>(28,749)</b>	-	-
<b>Disbursement of bursaries (Note 5)</b>	-	<b>(3,250)</b>	-	<b>(3,250)</b>	(800)
<b>Net assets, end of year</b>	<b>24,786</b>	<b>66,290</b>	<b>26,091</b>	<b>117,167</b>	142,470

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

# British Columbia Artistic Swimming Association

## Statement of Cash Flows

For the year ended June 30, 2024

	2024	2023
<b>Cash provided by (used for) the following activities</b>		
<b>Operating</b>		
Deficiency of revenue over expenses	(22,053)	(7,358)
Amortization	6,941	1,728
	(15,112)	(5,630)
Changes in working capital accounts		
Accounts receivable	1,970	(1,272)
Government receivable	(5,308)	(4,422)
Prepaid expenses	8,635	(34,090)
Inventory	6,915	1,098
Accounts payable and accruals	(1,639)	4,016
Deferred contributions	(7,664)	35,769
	(12,203)	(4,531)
<b>Investing</b>		
Purchase of capital assets	(28,749)	(771)
Disbursement of bursaries	(3,250)	(800)
	(31,999)	(1,571)
<b>Decrease in cash resources</b>	<b>(44,202)</b>	<b>(6,102)</b>
<b>Cash resources, beginning of year</b>	<b>256,394</b>	<b>262,496</b>
<b>Cash resources, end of year</b>	<b>212,192</b>	<b>256,394</b>

The accompanying notes are an integral part of these financial statements



# British Columbia Artistic Swimming Association

## Notes to the Financial Statements

For the year ended June 30, 2024

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### 1. Incorporation and nature of the association

British Columbia Artistic Swimming Association (the "Association") changed its name from British Columbia Synchronized Swimming Association on November 25, 2019. The former was incorporated under the Society Act of British Columbia as a registered not-for-profit organization and thus is exempt from income taxes under the Income Tax Act ("the Act").

The Association's primary scope of operations involves the promotion, improvement and development of artistic swimming, the regulation of amateur artistic swimming and the establishment and maintenance of standards of certification of coaches and officials in British Columbia.

### 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, which are part of Canadian generally accepted accounting principles, and include the following significant accounting policies:

#### **Cash and cash equivalents**

Cash and cash equivalents include cash and short-term investments with maturities of three months or less.

#### **Inventory**

Inventory held for distribution at no charge or for a nominal charge are recognized at the lower of cost and current replacement cost. Cost is determined by the first in, first out method.

#### **Capital assets**

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution, if fair value can be reasonably determined. When fair value cannot be determined, capital assets are recorded at nominal value.

Amortization is provided using the declining balance method at rates intended to amortize the cost of assets over their estimated useful lives.

	<b>Rate</b>
Computer hardware and software	40 %
Furniture and equipment	40 %

#### **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.

The Association recognizes revenue from affiliation fees, swim meet entry fees, course fees, and conference admission fees when the services are provided, if the amount to be received can be reasonably estimated and collection is reasonably assured.

#### **Contributed materials and services**

Contributions of materials and services are recognized both as contributions and expenses in the statement of operations when a fair value can be reasonably estimated and when the materials or services are used in the normal course of the Association's operations and would otherwise have been purchased. If the fair value of contributed materials or services are not determinable, the contributions are not reflected in the financial statements.

# British Columbia Artistic Swimming Association

## Notes to the Financial Statements

For the year ended June 30, 2024

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

#### **Measurement uncertainty (use of estimates)**

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.

Accounts and government receivables are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful life of capital assets.

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.

#### **Financial instruments**

The Association recognizes financial instruments when the Association becomes party to the contractual provisions of the financial instrument.

#### **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 Association may irrevocably elect to subsequently measure any arm's length financial instrument at fair value. The Association has not made such an election during the year.

The Association subsequently measures investments in equity instruments quoted in an active market and all derivative instruments, except those designated in a qualifying hedging relationship or that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, at fair value. Investments in equity instruments not quoted in an active market and derivatives that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, are subsequently measured at cost less impairment. With the exception of financial liabilities indexed to a measure of the Association's performance or value of its equity and those instruments designated at fair value, all other financial assets and liabilities are subsequently measured at amortized cost.

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in excess (deficiency) of revenues over expenses. Conversely, transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

#### **Financial asset impairment**

The Association assesses impairment of all its financial assets measured at cost or amortized cost. The Association groups assets for impairment testing when available information is not sufficient to permit identification of each individually impaired financial asset in the group. When there is an indication of impairment, the Association determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the year.

The Association 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 (deficiency) of revenues over expenses.

The Association 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 (deficiency) of revenues over expenses in the year the reversal occurs.

# British Columbia Artistic Swimming Association

## Notes to the Financial Statements

*For the year ended June 30, 2024*

### 3. Capital assets

	<i>Cost</i>	<i>Accumulated amortization</i>	<i>2024 Net book value</i>	<i>2023 Net book value</i>
Computer hardware and software	30,077	14,889	15,188	879
Furniture and equipment	58,907	49,309	9,598	2,099
	<b>88,984</b>	<b>64,198</b>	<b>24,786</b>	<b>2,978</b>

Amortization of \$6,941 (2023 - \$1,728) related to capital assets is included in the excess (deficiency) of revenues over expenditures.

### 4. Deferred contributions

Deferred contributions consist of unspent contributions which are externally restricted for specific purposes to be carried out by the Association. 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:

	<i>2024</i>	<i>2023</i>
Balance, beginning of year	164,020	128,251
Add: Provincial Government Core Grant (viaSport B.C.)	137,807	156,719
Add: Direct Access Program Grant (Gaming)	-	72,500
Add: Rally Together Fund	-	70,000
Add: Sport Relief Fund	-	11,250
Add: Ignite Summer Camp Fees	2,794	22,500
Add: Caprice Artistic Swimming Registration Fees	625	30
Add: BC Summer Games Athlete Fees	9,225	-
Add: PCPQ and Pacific Peaks Hosting Grants	6,500	-
Less: Amount recognized as revenue during the year	<b>(164,615)</b>	<b>(297,230)</b>
Balance, end of year	<b>156,356</b>	<b>164,020</b>

Ending deferred contributions consist of the following balances:

	<i>2024</i>	<i>2023</i>
Sport Canada Relief Funding (viaSport B.C.)	56,680	42,930
Capital Gaming Grant	-	12,383
Rally Together Fund	-	70,000
Ignite Summer Camp Fees	2,794	22,500
Sport Relief Fund	-	11,250
Direct Access Program Grant (Gaming)	-	4,927
Caprice Artistic Swimming Registration Fees	30	30
PCPQ and Pacific Peaks Hosting Grants	6,500	-
BC Summer Games Athlete Fees	9,225	-
MTACS Funding (viaSport B.C.)	81,127	-
	<b>156,356</b>	<b>164,020</b>

# British Columbia Artistic Swimming Association

## Notes to the Financial Statements

*For the year ended June 30, 2024*

### 5. Internally restricted net assets

Internally restricted net assets are comprised of bursaries not yet distributed by the Association and a reserve fund. During the year, the Association's Board of Directors approved \$3,250 (2023 - \$800) of internally restricted bursaries to be disbursed. These internally restricted amounts are not available for other purposes without the approval of the Board of Directors.

	2024	2023
Athlete Hardship Bursary Award	1,747	4,997
Charlotte Tutte Memorial Bursary Award	3,000	3,000
Coaching Bursary Award	2,000	2,000
Donalda Smith Bursary Award	5,043	5,043
Officials Bursary Award	4,500	4,500
Reserve fund	50,000	50,000
	66,290	69,540

### 6. Association operations

	2024	2023
Accounting, audit and legal fees	60,918	30,580
Annual summit	5,115	7,445
Bank fees	173	313
Information technology	4,588	3,259
Depreciation	6,941	1,728
Insurance	19,741	14,688
Marketing	2,406	32,772
Meetings and awards ceremonies	1,924	1,637
Membership fees (SOCAN & Canada Artistic Swimming)	22,628	22,033
Office	10,935	6,282
Organizational development	618	1,611
Rent	8,219	5,144
	144,206	127,492

### 7. Salaries and benefits

No directors received remuneration for their contribution to the governance or operations of the Association. During the year, the Association paid \$93,969 (2023 - \$91,727) to one employee (2023 - one employee).

### 8. Government funding and economic dependence

The Association's primary source of revenue is funding of the Provincial Government Core Grant and the Direct Access Program Grant. The funding can be withheld or cancelled if the Association does not observe certain established guidelines. The Association's ability to continue viable operations is dependent upon operating within the agreement guidelines. As at June 30, 2024, the Association believes that it's in compliance with the guidelines.

# British Columbia Artistic Swimming Association

## Notes to the Financial Statements

*For the year ended June 30, 2024*

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### 9. Financial instruments

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

#### ***Liquidity risk***

Liquidity risk is the risk that the Association will encounter difficulty in meeting obligations associated with financial liabilities. The Association enters into transactions to purchase goods and services for which repayment is required at various maturity dates.

#### ***Credit risk***

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Association's main credit risk relates to its accounts and government receivables. Accounts and government receivables are continuously monitored, and an allowance is provided for potentially uncollectible accounts receivable.