

WHEELCHAIR BASKETBALL CANADA

FINANCIAL STATEMENTS

MARCH 31, 2023

INDEPENDENT AUDITOR'S REPORT

To the Members,
Wheelchair Basketball Canada:

Qualified opinion

We have audited the financial statements of Wheelchair Basketball Canada ("the Entity"), which comprise the statement of financial position as at March 31, 2023, and the statements of changes in net assets, operations and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the basis for qualified opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at March 31, 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 qualified opinion

In common with many not-for-profit organizations, the Entity derives revenue from donations and fundraising, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Entity. Therefore, we were not able to determine whether any adjustments might be necessary to donation and fundraising revenues, net revenue for the year, and cash flows from operations for the years ended March 31, 2023 and 2022, current assets as at March 31, 2023 and 2022, and net assets as at April 1, 2022 and 2021 and as at March 31, 2023 and 2022. Our audit opinion on the financial statements for the year ended March 31, 2022 was modified accordingly because of the possible effects of this limitation in scope.

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 qualified audit opinion.

Responsibilities of management and those charged with governance 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.

In preparing the financial statements, management is responsible for assessing the Entity'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 Entity, or to cease operations, or has no realistic alternative but to do so.

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

OHCD LLP

OUSELEY HANVEY CLIPSHAM DEEP LLP

Licensed Public Accountants

Ottawa, Ontario

September 13, 2023



WHEELCHAIR BASKETBALL CANADA

STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2023

	<u>2023</u>	<u>2022</u>
CURRENT ASSETS		
Cash	\$ 561,327	\$ 263,059
Investments (note 4)	1,838,272	2,105,066
Accounts receivable	39,351	185,106
Prepaid expenses	<u>72,643</u>	<u>400,462</u>
	<u>\$ 2,511,593</u>	<u>\$ 2,953,693</u>
 CURRENT LIABILITIES		
Accounts payable	\$ 61,966	\$ 94,829
Deferred revenue (note 5)	<u>-</u>	<u>486,813</u>
	<u>61,966</u>	<u>581,642</u>
 NET ASSETS		
Internally restricted for reserve purposes	500,000	500,000
Internally restricted for programs and services purposes	500,000	500,000
Internally restricted for international hosting purposes	135,725	135,725
Unrestricted	<u>1,313,902</u>	<u>1,236,326</u>
	<u>2,449,627</u>	<u>2,372,051</u>
	<u>\$ 2,511,593</u>	<u>\$ 2,953,693</u>

Approved on behalf of the Board:



Director



Director



WHEELCHAIR BASKETBALL CANADA

STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED MARCH 31, 2023

	<u>2023</u>	<u>2022</u>
INTERNALLY RESTRICTED FOR RESERVE PURPOSES		
Balance - beginning and end of year	\$ <u>500,000</u>	\$ <u>500,000</u>
INTERNALLY RESTRICTED FOR PROGRAMS AND SERVICES PURPOSES		
Balance - beginning and end of year	<u>500,000</u>	<u>500,000</u>
INTERNALLY RESTRICTED FOR INTERNATIONAL HOSTING PURPOSES		
Balance - beginning of year	135,725	185,725
Transfer to unrestricted	<u>-</u>	<u>(50,000)</u>
Balance - end of year	<u>135,725</u>	<u>135,725</u>
UNRESTRICTED		
Balance - beginning of year	1,236,326	901,040
Net revenue for the year	77,576	285,286
Transfer from internally restricted for international hosting purposes	<u>-</u>	<u>50,000</u>
Balance - end of year	<u>1,313,902</u>	<u>1,236,326</u>
TOTAL	\$ <u>2,449,627</u>	\$ <u>2,372,051</u>

WHEELCHAIR BASKETBALL CANADA

STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2023

	<u>2023</u>	<u>2022</u>
REVENUE		
Contributions		
Sport Canada	\$ 2,529,963	\$ 2,223,012
Other partners	211,500	171,075
Coaching Association of Canada	7,919	-
Donations	1,563	25,181
Investment income (loss)	(61,913)	16,601
Membership, fees and miscellaneous	70,710	11,733
Event registrations and fees	29,713	-
Sponsorships	32,000	50,062
Fundraising	66,321	87,322
	<u>2,887,776</u>	<u>2,584,986</u>
EXPENSES		
Domestic	177,559	104,166
Finance and administration	363,646	262,853
High performance	1,969,604	1,693,998
Marketing, communication and fundraising	278,749	209,771
Technical	20,642	28,912
	<u>2,810,200</u>	<u>2,299,700</u>
NET REVENUE FOR THE YEAR	<u>\$ 77,576</u>	<u>\$ 285,286</u>

WHEELCHAIR BASKETBALL CANADA

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2023

	<u>2023</u>	<u>2022</u>
OPERATING ACTIVITIES		
Net revenue for the year	\$ 77,576	\$ 285,286
Item not affecting cash		
Realized and unrealized loss on investments	114,271	17,596
Net change in non-cash working capital items		
Accounts receivable	145,755	(37,278)
Prepaid expenses	327,819	(394,531)
Accounts payable	(32,863)	(22,234)
Deferred revenue	(486,813)	(132,637)
	<u>145,745</u>	<u>(283,798)</u>
INVESTING ACTIVITIES		
Sale of investments	299,291	157,153
Purchase of investments	(146,768)	(697,383)
	<u>152,523</u>	<u>(540,230)</u>
INCREASE (DECREASE) IN CASH FOR THE YEAR	298,268	(824,028)
Cash - beginning of year	<u>263,059</u>	<u>1,087,087</u>
CASH - END OF YEAR	<u>\$ 561,327</u>	<u>\$ 263,059</u>