

**ONTARIO PROVINCIAL  
TRAPSHOOTING ASSOCIATION**

**FINANCIAL STATEMENTS (UNAUDITED)**

**For the year ended August 31, 2022**

# **ONTARIO PROVINCIAL TRAPSHOOTING ASSOCIATION**

**For the year ended August 31, 2022**

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## INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of  
**Ontario Provincial Trapshooting Association**

We have reviewed the accompanying financial statements of Ontario Provincial Trapshooting Association, which comprise the statement of financial position as at August 31, 2022 and the statements of operations and changes in net assets and cash flows for the year the 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 the 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.

### **Basis for Qualified Conclusion**

In common with many non-profit organizations, Ontario Provincial Trapshooting Association derives revenue from events, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the review. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in the records of Ontario Provincial Trapshooting Association. Therefore, we were not able to determine whether any adjustments might be necessary to special projects revenue, excess of revenue over expenses, and cash flows from operations for the years ended August 31, 2022 and August 31, 2021, current assets as at August 31, 2022 and August 31, 2021, and net assets as at September 1 and August 31 for both the 2022 and 2021 years. Our audit conclusion on the financial statements for the year ended August 31, 2021 was modified accordingly because of the possible effects of this limitation in scope.

### **Qualified Conclusion**

Based on our review, except for the possible effects of the matter described in the Basis for Qualified Conclusion paragraph, 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 Ontario Provincial Trapshooting Association as at August 31, 2022, 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.



November 15, 2022  
Brantford, Ontario

CHARTERED PROFESSIONAL ACCOUNTANTS  
Licensed Public Accountants

# ONTARIO PROVINCIAL TRAPSHOOTING ASSOCIATION

## STATEMENT OF FINANCIAL POSITION (UNAUDITED)

<b>As at August 31</b>	<b>2022</b>	<b>2021</b>
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and bank	80,799	94,380
Guaranteed investment certificates (Note 3)	191,633	141,466
Accrued interest	980	1,341
Prepaid expenses	642	954
	<b>274,054</b>	<b>238,141</b>
<b>Internally Restricted Funds</b>		
Lottery account	6,462	7,047
Due from operating fund	-	60
	<b>6,462</b>	<b>7,107</b>
	<b>280,516</b>	<b>245,248</b>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accounts payable and accrued liabilities	7,463	3,000
Deferred income	6,462	7,047
Due to internally restricted fund	-	60
	<b>13,925</b>	<b>10,107</b>
<b>NET ASSETS</b>		
Net assets	266,591	235,141
	<b>280,516</b>	<b>245,248</b>

# ONTARIO PROVINCIAL TRAPSHOOTING ASSOCIATION

## STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS (UNAUDITED)

<b>For the year ended August 31</b>	<b>2022</b>	<b>2021</b>
<b>Revenue</b>		
Shooting and target event fees	16,560	10,557
O.C.S. grants	15,887	19,452
O.P.T.A. memberships	5,000	6,382
A.T.A. rebates	2,838	6,154
Advertising and sponsorship	13,452	2,384
Affiliation fees	300	400
Other income	1,173	520
Provincial COVID 19 relief (Note 6)	-	3,169
Affiliate club relief (Note 6)	84,333	15,540
Lottery income	585	-
Interest income	12,806	7,545
	<b>152,934</b>	<b>72,103</b>
<b>Expenses</b>		
Prizes, trophies, crests, awards and shoot expenses	20,763	11,057
Junior targets	1,040	652
Sponsorships	-	300
Administration and clerical (Note 4)	9,000	9,000
Office, postage, printing, stationery and general	3,046	1,055
Telephone, internet and website	383	617
O.C.S., C.T.A. and A.T.A. fees	1,533	1,819
O.P.T.A. insurance	650	324
Legal and accounting	3,955	3,390
Affiliate club relief (Note 6)	81,114	15,540
	<b>121,484</b>	<b>43,754</b>
<b>Excess of Revenue over Expenses</b>	<b>31,450</b>	<b>28,349</b>
<b>Net Assets - Beginning of Year</b>	<b>235,141</b>	<b>206,792</b>
<b>Net Assets - End of Year</b>	<b>266,591</b>	<b>235,141</b>

# ONTARIO PROVINCIAL TRAPSHOOTING ASSOCIATION

## STATEMENT OF CASH FLOWS (UNAUDITED)

<b>For the year ended August 31</b>	<b>2022</b>	<b>2021</b>
<b>Cash Flows From Operating Activities</b>		
Excess of Revenue over Expenses	31,450	28,349
Net change in non-cash working capital balances related to operations:		
Accounts receivable and accrued interest	361	649
Prepaid expenses	312	6,378
Accounts payable and accrued liabilities	4,463	(81)
Deferred income	(585)	(10,069)
	36,001	25,226
<b>Cash Flows From Investing Activities</b>		
Increase in guaranteed investment certificates	(50,167)	(8,194)
<b>Net Decrease in Cash and Bank</b>	<b>(14,166)</b>	<b>17,032</b>
<b>Opening Cash and Bank</b>	<b>101,427</b>	<b>84,395</b>
<b>Closing Cash and Bank</b>	<b>87,261</b>	<b>101,427</b>
<b>Cash and Bank Comprised of:</b>		
Cash and bank	80,799	94,380
Lottery account	6,462	7,047
	87,261	101,427

# ONTARIO PROVINCIAL TRAPSHOOTING ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended August 31, 2022

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### 1. PURPOSE OF THE ORGANIZATION

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The Ontario Provincial Trapshooting Association was incorporated without share capital under the laws of the Province of Ontario by letters patent on May 14, 1969. The Association is a non-profit organization whose goal is to provide support to its members in the province of Ontario and otherwise promote the sport of trapshooting. The Association is exempt from income taxes.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and are in accordance with Canadian generally accepted accounting standards.

**(a) Use of Estimates**

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from those estimates.

**(b) 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 they are received or receivable if the amount can be reasonably estimated and collection is reasonably assured.

Shooting and target event fees revenue is recognized when the event occurs or the provision of services is delivered.

Membership fees are recognized as revenue proportionately over the fiscal year to which they relate.

Rebates are recognized as revenue in the period in which the rebate is received.

Lottery income is recognized as revenue in the period in which the approved expenses are incurred.

Affiliate club relief is recognized as revenue in the period in which the approved relief is paid to affiliate clubs.

Advertising and sponsorship revenue is recognized in the period in which the service is performed.

**(c) Fund Accounting**

Revenues, expenses, assets and liabilities related to Lottery operations are internally restricted and reported in Internally Restricted funds.

**(d) Property, Plant and Equipment**

In accordance with section 4433.03 of the CPA Canada Handbook, expenditures on property, plant and equipment are charged to current expenditures in the year of acquisition.

# ONTARIO PROVINCIAL TRAPSHOOTING ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended August 31, 2022

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

#### (e) Financial Instruments

##### Recognition and Measurement

The Association initially measures its financial assets and financial liabilities originated or exchanged in arm's length transactions at fair value. Transaction costs related to financial assets that will be subsequently measured at fair value are recognized in the statement of operations in the year in which they are incurred.

Financial assets and financial liabilities originated or exchanged in related party transactions, except for those that involve parties whose sole relationship with the organization is in the capacity of management, are initially measured at cost. The cost of a financial instrument in a related party transaction depends on whether the instrument has repayment terms.

The Association subsequently measures all its financial assets and liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in the statement of operations.

The financial assets subsequently measured at amortized cost include guaranteed investment certificates and accounts receivable. The financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

3. GUARANTEED INVESTMENT CERTIFICATES	2022	2021
Purchased November 1, 2016; maturing November 1, 2021; 0.3979% compound interest	-	65,000
Purchased December 29, 2020; maturing February 27, 2022; 0.45% interest	-	3,345
Purchased February 4, 2021; maturing April 5, 2022; 0.5% interest	-	25,569
Purchased July 15, 2021; maturing July 15, 2024; 0.08% interest	47,552	47,552
Purchased November 8, 2021; maturing January 7, 2023; 0.7% interest	25,000	-
Purchased November 8, 2021; maturing November 8, 2025; 1.3% interest	30,000	-
Purchased November 8, 2021; maturing November 8, 2026; 0.003% interest	20,000	-
Purchased November 8, 2021; maturing November 8, 2026; 0.7885% interest	40,000	-
Purchased February 28, 2022; maturing April 29, 2023; 0.9% interest	3,363	-
Purchased April 5, 2022; maturing June 4, 2023; 2.3% interest	25,718	-
	191,633	141,466

# ONTARIO PROVINCIAL TRAPSHOOTING ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended August 31, 2022

### 4. RELATED PARTY TRANSACTIONS

During the year the Ontario Provincial Trapshooting Association purchased administration and clerical services from the following individuals who are members of the board of directors.

	2022	2021
Pam Muma	-	9,000
Beau Douglas	9,000	-
	9,000	9,000

The related party transactions were incurred in the normal course of operations and are recorded at the exchange value. This value corresponds to the consideration agreed upon by the parties and is determined based on the costs incurred.

### 5. FINANCIAL INSTRUMENTS

The significant financial risk to which the Association is exposed is interest rate risk and liquidity risk.

#### Interest Rate Risk

Interest rate risk 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 company's exposure to interest rate risk relates to its operating bank account and investments.

#### Liquidity Risk

Liquidity risk is the risk that the Association will encounter difficulty in meeting obligations associated with financial liabilities. The Association is exposed to liquidity risk mainly in respect to its accounts payables. This risk is reduced because of sums invested in guaranteed investment certificates.

### 6. COVID-19

During and subsequent to year end, the outbreak of a novel strain of coronavirus has resulted in the global declaration of a pandemic. Measures in place to combat the health threat of the virus have caused material disruption to businesses globally resulting in an economic slowdown. The duration and impact of the outbreak is unknown at this time, as are the efficacy of the government and central bank interventions. It is not possible to reliably estimate the length and severity of the measures nor their impact on the future financial results and condition of the association.

During the year, the Association received \$84,333 in ministry funding from the Ontario Council of Shooters of which \$3,219 is to be retained by OPTA and \$81,114 to be dispersed to affiliate clubs to help offset the loss of revenue for many clubs.

# ONTARIO PROVINCIAL TRAPSHOOTING ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended August 31, 2022

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### 7. CHANGES IN ACCOUNTING POLICIES

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#### **Financial Instruments originated or exchanged in a related party transaction**

The Association applied the amendments to FINANCIAL INSTRUMENTS, Section 3856, relating to the recognition of financial instruments originated or exchanged in a related party transaction.

Under these new requirements, such a financial instrument is initially measured at cost, which is determined depending on whether the instrument has repayment terms.

Subsequent measurement depends on the initial method used and is usually at cost less any reduction for impairment.

The adoption of these new requirements had no impact on the Association's financial statements.