

**ONTARIO PROVINCIAL
TRAPSHOOTING ASSOCIATION**

FINANCIAL STATEMENTS (UNAUDITED)

For the year ended August 31, 2023

Draft

**ONTARIO PROVINCIAL
TRAPSHOOTING ASSOCIATION**

For the year ended August 31, 2023

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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, 2023 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, 2023 and August 31, 2022, current assets as at August 31, 2023 and August 31, 2022, and net assets as at September 1 and August 31 for both the 2023 and 2022 years. Our audit conclusion on the financial statements for the year ended August 31, 2022 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.

Approval Date
Brantford, Ontario

CHARTERED PROFESSIONAL ACCOUNTANTS
Licensed Public Accountants

ONTARIO PROVINCIAL TRAPSHOOTING ASSOCIATION

STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at August 31	2023	2022
ASSETS		
Current Assets		
Cash and bank	44,129	80,799
Guaranteed investment certificates (Note 3)	232,566	191,633
Accrued interest	2,993	980
Prepaid expenses	855	642
	280,543	274,054
Internally Restricted Funds		
Lottery account	8,496	6,462
	289,039	280,516
LIABILITIES		
Current Liabilities		
Accounts payable and accrued liabilities	3,137	7,463
Deferred income	8,496	6,462
	11,633	13,925
NET ASSETS		
Net assets	277,406	266,591
	289,039	280,516

ONTARIO PROVINCIAL TRAPSHOOTING ASSOCIATION

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS (UNAUDITED)

For the year ended August 31	2023	2022
Revenue		
Shooting and target event fees	16,424	16,560
O.C.S. grants	12,432	15,887
O.P.T.A. memberships	6,200	5,000
A.T.A. rebates	3,518	2,838
Advertising and sponsorship	24,598	13,452
Affiliation fees	300	300
Other income	944	1,173
Affiliate club relief (Note 6)	-	84,333
Lottery income	66	585
Interest income	2,946	12,806
	67,428	152,934
Expenses		
Prizes, trophies, crests, awards and shoot expenses	34,558	20,763
Junior targets	1,092	1,040
Administration and clerical (Note 4)	9,000	9,000
Office, postage, printing, stationery and general	5,561	3,046
Telephone, internet and website	547	383
O.C.S., C.T.A. and A.T.A. fees	1,250	1,533
O.P.T.A. insurance	650	650
Legal and accounting	3,955	3,955
Affiliate club relief (Note 6)	-	81,114
	56,613	121,484
Excess of Revenue over Expenses	10,815	31,450
Net Assets - Beginning of Year	266,591	235,141
Net Assets - End of Year	277,406	266,591

ONTARIO PROVINCIAL TRAPSHOOTING ASSOCIATION

STATEMENT OF CASH FLOWS (UNAUDITED)

For the year ended August 31	2023	2022
Cash Flows From Operating Activities		
Excess of Revenue over Expenses	10,815	31,450
Net change in non-cash working capital balances related to operations:		
Accounts receivable and accrued interest	(2,013)	361
Prepaid expenses	(213)	312
Accounts payable and accrued liabilities	(4,326)	4,463
Deferred income	2,034	(585)
	6,297	36,001
Cash Flows From Investing Activities		
Increase in guaranteed investment certificates	(40,933)	(50,167)
Net Decrease in Cash and Bank	(34,636)	(14,166)
Opening Cash and Bank	87,261	101,427
Closing Cash and Bank	52,625	87,261
Cash and Bank Comprised of:		
Cash and bank	44,129	80,799
Lottery account	8,496	6,462
	52,625	87,261

ONTARIO PROVINCIAL TRAPSHOOTING ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

For the year ended August 31, 2023

1. PURPOSE OF THE ORGANIZATION

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

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, 2023

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	2023	2022
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	30,000
Purchased November 8, 2021; maturing November 8, 2026; 0.003% interest	20,000	20,000
Purchased November 8, 2021; maturing November 8, 2026; 0.7885% interest	40,000	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
Purchased January 9, 2023; maturing March 10, 2024; 4.65% interest	25,205	-
Purchased May 1, 2023; maturing June 30, 2024; 4.5% interest	3,398	-
Purchased June 5, 2023; maturing August 4, 2024; 4.5% interest	26,411	-
Purchased February 28, 2023; maturing February 28, 2028; 2.84% interest	20,000	-
Purchased February 28, 2023; maturing February 28, 2028; 2.84% interest	20,000	-
	232,566	191,633

ONTARIO PROVINCIAL TRAPSHOOTING ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

For the year ended August 31, 2023

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.

	2023	2022
Beau Douglas	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 \$NIL (2022 - \$84,333) in ministry funding from the Ontario Council of Shooters. In 2022, \$81,114 was dispersed to affiliate clubs to help offset the loss of revenue for many clubs.