



# Registered Canadian Amateur Athletic Association Information Return

CH20181222230  
CH20181227548

## Identification

Name of association <b>Kidsport Canada</b>	
Address <b>423-145 Pacific Avenue</b>	
City <b>Winnipeg</b>	
Province or territory <b>Manitoba</b>	Postal code <b>R3B 2Z</b>

Return for fiscal period ending

2	0	2	3	1	2	3	1
Year	Month						

Is this the first return filed by this association?

Yes  No

If "no," has the fiscal period changed from the last return filed?

Yes  No

Is this the final return to be filed by this association?

Yes  No

If "yes," please attach an explanation.

File number

BN/Registration number

**862125986**      R R      0003

Is the address above the same mailing address as last year?  
 Yes    No

If no, is the address above the new mailing address?  
 Yes    No

## Instructions

611000770598

- Complete the Identification area.
- Complete the boxes (above right) to indicate the end of the association's fiscal period.
- Attach FINANCIAL STATEMENTS for the fiscal period covered by this return. These should include a statement of revenue and expenditures for the fiscal period and a statement of assets and liabilities as of the end of the fiscal period. The statements should indicate the different sources of revenue in sufficient detail to show how funds were spent or invested.
- Attach a list of the names, addresses, and occupations or lines of business of the association's current directors.
- Attach a list of the names and the official positions of the people who are authorized to issue official receipts for the association.
- Attach a note that fully explains what replacement procedure is followed in the event of lost or spoiled receipts.
- Within six months from the end of the fiscal period of the association, mail or deliver a completed return and all required documents to:

Charities Directorate  
Canada Revenue Agency  
Ottawa ON K1A 0L5

Form authorized by the Minister of National Revenue.

RECEIVED/REÇU

CISD

NCR MAILROOM  
# 112

SALLE DU COURRIER  
RON

**Information required**

1. Have any changes not previously reported been made to the association's governing documents? If yes, please attach a certified copy of the changes. Yes  No

2. Have complete books and records been kept (including duplicate copies of receipts) which fully substantiate all financial transactions during the fiscal period? If no, please attach an explanation. Yes  No

3. Please indicate the total amount for which the association issued official donation receipts in this fiscal period. \$ 1,111,779.29

4. Are the receipt forms used to acknowledge payments that are NOT gifts clearly distinguishable from official donation receipts which bear the BN/registration number? If no, please attach an explanation. Yes  No

5. Did the association issue official donation receipts showing a date in the previous calendar year for donations that were mailed or otherwise submitted after the end of the calendar year? If yes, please attach an explanation. Yes  No

6. Have official donation receipts been issued to acknowledge donations in a form other than cash or cheque – e.g., goods, services rendered, etc.? If yes, please attach a list of these gifts and their value as shown on the official donation receipt. Yes  No

7. Has any amount donated to the association been returned to the donor during the year? If yes, please attach an explanation (confidential). Yes  No

8 a. During the fiscal period, did the association accept any gifts with the express or implied condition that such gifts were to be used for the benefit of another person, club, society or association? If yes, please attach an explanation (confidential). Yes  No

b. Did the association issue an official donation receipt to acknowledge such a gift? Yes  No

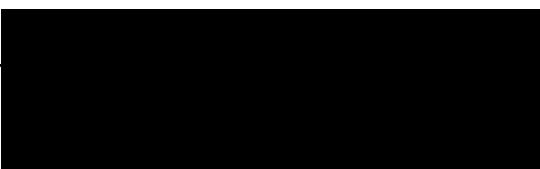
**Certification**

To be signed by two directors of the association.

1. I, Jaclyn Pauls

Name of director whose signature appears below.

of


2. I, Evan Andrew

Name of director whose signature appears below.

of

Address (confidential)

HEREBY CERTIFY that the information given in this return and in all attachments is, to the best of my knowledge, correct, complete and current. (Note: It is a serious offense under the *Income Tax Act* to provide false or deceptive information.)

Position with the association

Treasurer

Position with the association

Director

**RCAA:**

Personal information is collected under the authority of the Income Tax Act and is used to establish and validate the identity and contact information of directors, trustees, officers and/or like officials and authorized representatives of the organization. This information will also be used as a basis for the indirect collection of additional personal information from other internal and external sources, which includes social insurance number (SIN), personal tax information, and relevant financial and biographical information, which may be used to assess the overall risk of registration with respect to the obligations of registration as outlined in the Act and the common law. The SIN is collected pursuant to subsection 237 of the Act and is used for identification purposes.

The Canada Revenue Agency (CRA) will make this form and all attachments available to the public upon request and/or on the Charities Directorate website, except for information or data identified as confidential. Personal information may also be disclosed to the organization in question and/or its authorized representatives and other third parties pursuant to the disclosure provisions under Section 241 of the Act. Personal information may also be shared with other government departments and agencies under information-sharing agreements in accordance with the disclosure provisions under Section 241 of the Act. Incomplete or inaccurate information may result in a range of actions including suspension of tax-receiving privileges, up to and including revocation of registered status.

Information is described in Charities Program CRA PPU 200 and is protected under the [Privacy Act](#). Individuals have a right of protection, access to and correction or notation of their personal information. Please be advised that you are entitled to complain to the Privacy Commissioner of Canada regarding our handling of your information.

**Notification to directors and like officials:** The CRA strongly encourages the association to voluntarily inform directors and like officials that their personal information has been collected and disclosed to the CRA for the submission of its annual information return.

I confirm that I have read the Privacy statement above.

**KidSport Canada**

**86212-5986 RR0003**

**2021 RCAA information Return**

**Instructions #4 backup**

**Names , addresses and occupations of the Board of Directors**

First Name	Last Name	Board position	Occupation	Address	City	Prov	PC
Jamie	Ferguson	Chair/President					
Rob	Newman	Vice President					
Gemma	Koughan	Secretary					
Jaclyn	Pauls	Treasurer					
Troy	Croft	Director					
Paul	Varian	Director					
Remi	Richard	Director					
Evan	Andrew	Director					
Rob	Kennedy	Director					
Kathy	Salmon	Director					
Sabrina	Durepos	Director					
Bill	Othmer	Director					



# KidSport Canada

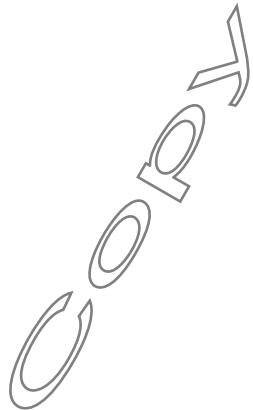
86212-5986 RR0003

2021 RCAA information Return

## Instructions #5 backup

### Names and positions of people authorizes to issue receipts

Name	KSC Board position	P/T Sport Federation Position	Province/Territory
Jamie Ferguson	Chair & President		
Gemma Koughan	Secretary		
Jaclyn Pauls	Treasurer		
Sabrina Durepos	Director		
Rob Newman	Vice Chair		



# **KidSport Canada**

**86212-5986 RR0003**

2021 RCAA information Return

## **Instructions #6 backup**

## **Procedures in the event of lost or spoiled receipts**

To replace a lost receipt, KidSport Canada issues a replacement, which contains all the information contained on the original receipt including the original serial number, and also includes the words "CANCELS AND REPLACES LOST RECEIPT". The KidSport Canada copy of the original receipt is marked "cancelled and replace" and retained.

For a spoiled receipt, KidSport Canada issues a new receipt with a new receipt number and keeps the original copies (both the donor's and KidSport Canada's) marked "cancelled and reissued".

# KidSport Canada

86212-5986 RR0003

2021 RCAA information Return

## Information required #2 backup

## Explanation of how complete books & records are kept

KidSport Canada is a national charity organization with offices in 11 provinces and territories. Some of the source documents are kept in each province or territory and are available upon request to the national office.

The tax receipts are issued through an online fundraising program that automatically generates the tax receipt and uses the next number in the sequence for each province or territory. A physical copy of the receipt is not kept because it can be regenerated at any point with the software, similar process set up to several large national charities.

**KidSport Canada**

86212-5986 RR0003

2021 RCAA information Return

**Information required #6****List of gifts and their value for donations other than cash or cheque**

Donor Name	Address	City	Prov	PC	GIK receipt #	Donation date	Gift in kind cash value	GIK Receipt Description
					KSCMR-2021-00001	Oct 22/21	3043.79	Donation Received in form of 118.404 [REDACTED] dividend fund Shares @ 25.7068
					KSCMR-2021-00002	Nov 24/21	1956.81	Donation received in form of 35.04 [REDACTED] equity shares @ 55.845
					KSCMR-2021-00003	Dec 28/21	10,980.00	Donation in form of 300 shares of [REDACTED] shares @ 36.60
					AB02100058GIK	Aug 12/21	\$ 10,130.00	[REDACTED] Spa, Spa [REDACTED] Circulation Pump
						Dec 21/21	17,015.00	500 shares [REDACTED] with a closing market price of \$34.03
					AB02100059GIK	June 16/21	14854.5	450 shares of [REDACTED] @ \$33.01 share
					BC019987	July 15/21	740.00	A [REDACTED] 2020 All Star Game Siged [REDACTED] Jersey and a Vintage [REDACTED] Jersey
					MB04-44400	July 15/21	500.00	[REDACTED] Signed [REDACTED] Jersey
					MB04-44401	July 15/21		
<hr/> <b>TOTAL</b>							<b>\$ 57,980.10</b>	

Financial Statements of

# **KIDSPO<sup>RT</sup> CANADA**

And Independent Auditors' Report thereon

Year ended December 31, 2021

## INDEPENDENT AUDITORS' REPORT

To the Directors of KidSport Canada

### ***Qualified Opinion***

We have audited the financial statements of KidSport Canada (the "Entity"), which comprise the statements of financial position as at December 31, 2021, the statements of operations and changes in fund balances and cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies (hereinafter referred to as the "financial statements").

In our opinion, except for the possible effects of the matter described in the "Basis for Qualified Opinion" section of our auditors' report, the financial statements present fairly, in all material respects, the financial position of the Entity as at December 31, 2021, 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 non-profit organizations, the Entity derives revenue from fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of this revenue was limited to the amounts recorded in the records of the Entity.

Therefore, we and the predecessor auditor, were not able to determine whether any adjustments might be necessary to:

- the current assets reported in the statements of financial position as at December 31, 2021 and 2020
- the fundraising revenue and excess of revenue over expenditures reported in the statements of operations for the years ended December 31, 2021 and 2020
- the fund balances, at the beginning and end of the year, reported in the statements of changes in fund balances for the year ended December 31, 2021 and 2020
- the excess of revenue over expenditures reported in the statements of cash flows for the years ended December 31, 2021 and 2020

The predecessor auditors' opinion on the financial statements for the year ended December 31, 2020 was qualified 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 opinion.

### ***Other Matter – Comparative Information***

The financial statements for the year ended December 31, 2020 were audited by another auditor who expressed a qualified opinion on those financial statements on September 21, 2021 due to the matter described in the “Basis for Qualified Opinion” section.

### ***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 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.

### ***Auditors' 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 auditors' 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 the 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 auditors' 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 auditors' 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.
- 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.

Chartered Professional Accountants

Winnipeg, Canada

# KIDSPOUT CANADA

## Statement of Financial Position

December 31, 2021, with comparative information for 2020

	2021	2020
<b>Assets</b>		
Current assets:		
Cash	\$ 1,893,347	\$ 1,708,057
Short-term investments (note 3)	300,000	213,612
Accounts receivable	285,342	175,791
GST/HST receivable	2,795	12,788
Prepaid expenses	18,167	12,858
Due from Sport Manitoba (note 4)	454,860	445,471
	2,954,511	2,568,577
Capital assets (note 5)	-	1,604
	<b>\$ 2,954,511</b>	<b>\$ 2,570,181</b>
<b>Liabilities and Net Assets</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 508,504	\$ 332,126
Deferred revenue	100,000	15,063
	608,504	347,189
Fund balances:		
Unrestricted – general fund	925,232	783,833
Internally restricted – provincial chapter fund	1,308,830	1,331,506
Externally restricted – specific projects fund (note 6)	111,945	106,049
Capital asset fund	–	1,604
	2,346,007	2,222,992
	<b>\$ 2,954,511</b>	<b>\$ 2,570,181</b>

See accompanying notes to financial statements.

On behalf of the Board:

Director

Director

# KIDSPOUT CANADA

## Statement of Operations and Changes in Fund Balances

Year ended December 31, 2021, with comparative information for 2020

	General fund	(Schedule 2) Provincial Chapter Fund	Specific Projects fund	Capital Asset fund	Total 2021	Total 2020
<b>Revenue:</b>						
Donations	\$ 834,134	\$ 1,216,443	\$ 72,358	\$ —	\$ 2,122,935	\$ 1,736,594
Government and corporate grants	293,000	61,211	—	—	354,211	926,876
Corporate support	200,557	249,650	—	—	450,207	171,671
Interest and other	3,084	11,605	—	—	14,689	26,464
Canada Emergency Wage Subsidy (note 9)	—	39,543	—	—	39,543	22,280
Licensing fees	11,000	—	—	—	11,000	11,000
	1,341,775	1,578,452	72,358	—	2,992,585	2,894,885
<b>Expenditures:</b>						
Program grants	975,686	1,405,769	66,462	—	2,447,917	2,439,111
Human resources and contract services	172,767	132,869	—	—	305,636	253,201
Administration and governance	22,067	54,350	—	1,604	78,021	85,253
Marketing and promotion	8,346	8,140	—	—	16,486	81,066
Website, database and fundraising development	12,069	—	—	—	12,069	50,587
Other languages	4,988	—	—	—	4,988	9,938
Safe Sport	4,453	—	—	—	4,453	4,840
	1,200,376	1,601,128	66,462	1,604	2,896,570	2,923,996
Excess (deficiency) of revenue over expenditures	141,399	(22,676)	5,896	(1,604)	123,015	(29,111)
Fund balances, beginning of year	783,833	1,331,506	106,049	1,604	2,222,992	2,252,103
<b>Fund balances, end of year</b>	<b>\$ 925,232</b>	<b>\$ 1,308,830</b>	<b>\$ 111,945</b>	<b>\$ —</b>	<b>\$ 2,346,007</b>	<b>\$ 2,222,992</b>

See accompanying notes to financial statements.

# KIDSPOUT CANADA

## Statement of Cash Flows

Year ended December 31, 2021, with comparative information for 2020

	2021	2020
<b>Increase (decrease) in cash</b>		
Operating activities:		
Excess (deficiency) of revenue over expenses	\$ 123,015	\$ (29,111)
Item not affecting cash:		
<u>Amortization</u>	1,604	1,068
	<u>124,619</u>	<u>(28,043)</u>
Changes in non-cash working capital items:		
Accounts receivable	(109,551)	85,144
GST/HST receivable	9,993	(4,381)
Prepaid expenses	(5,309)	11,997
Accounts payable and accrued liabilities	176,378	(89,634)
<u>Deferred revenue</u>	<u>84,937</u>	<u>8,916</u>
	<u>281,067</u>	<u>(16,001)</u>
Financing:		
Due from Sport Manitoba	(9,389)	(9,670)
Investing:		
Redemption (purchase) of short-term investments	(86,388)	204,767
<b>Increase in cash</b>	<b>185,290</b>	<b>179,096</b>
<b>Cash, beginning of year</b>	<b>1,708,057</b>	<b>1,528,961</b>
<b>Cash, end of year</b>	<b>\$ 1,893,347</b>	<b>\$ 1,708,057</b>

See accompanying notes to financial statements.

# KIDSPOUT CANADA

## Notes to Financial Statements

Year ended December 31, 2021

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### 1. Basis of presentation:

KidSport Canada ("KSC") is a Registered Canadian Amateur Athletic Association ("RCAAA") under the Income Tax Act, and as such, has the authorization to issue tax deductible donation receipts and is not subject to income tax. KSC is incorporated under the Canada Not-for-Profit Corporations Act.

KSC's mission is to raise financial resources to enable underprivileged children an opportunity to participate in organized sport.

### 2. Summary of significant accounting policies:

The financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CPA Canada Handbook.

#### (a) Fund accounting:

KSC maintains its accounts in accordance with the principles of fund accounting. Resources are classified for accounting and reporting purposes into funds according to the activity or objective specified.

KSC has the following funds:

- (i) The General fund reports the assets, liabilities, revenue and expenditures related to KSC's operating activities. Funding from all sources, including donations, grants, fee revenue and corporate support that is not specifically designated by donors is included in this fund.
- (ii) The Provincial Chapter fund reports the assets, liabilities, revenue and expenditures related to restricted revenue received for KSC's provincial chapters across Canada.
- (iii) The Specific Projects fund reports the assets, liabilities, revenue and expenditures related to funding received from third parties designated to be spent on specific projects. Specific projects include social development programs, food bank projects and the [REDACTED] Memoriam.
- (iv) The Capital Asset fund reports the assets, liabilities, revenue and expenditures related to KSC's capital asset acquisitions, disposals and amortization.

# KIDSPORT CANADA

## Notes to Financial Statements (continued)

Year ended December 31, 2021

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### 2. Significant accounting policies (continued):

#### (b) Capital assets:

Capital assets are carried at cost less accumulated amortization. Amortization is calculated annually as follows:

Assets	Rate
Computer equipment	3 years straight-line
Computer software	100% declining balance

#### (c) Revenue recognition:

KSC follows the restricted fund method of accounting for contributions. Unrestricted donations, corporate support and government and corporate grants are recorded as revenue when received or receivable if the amount can be reasonably estimated and collection is reasonably assured.

Externally restricted revenue is recognized as revenue of the appropriate restricted fund in the year in which such revenue is received. If there is no appropriate restricted fund, the revenue is recorded as deferred revenue and recognized in the General fund in the year in which the related expenditures are incurred.

Gift in kind donations are valued at their fair market value when received.

Licensing fees, interest and other revenue are recognized as earned.

Government assistance related to current expenses is included in the determination of revenue for the year when the related expenditures are incurred. A liability to repay government assistance, if any, is recorded in the period in which the conditions arise that causes the assistance to become repayable.

#### (d) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. KSC has elected to carry its marketable securities and investments at fair value.

# KIDSPOUT CANADA

Notes to Financial Statements (continued)

Year ended December 31, 2021

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## 2. Significant accounting policies (continued):

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expenses as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, KSC determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset.

If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount KSC expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

### (e) 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 the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

## 3. Short-term investments:

Short-term investments relate to a guaranteed investment certificate that earns interest at a rate of 0.30% (2020 - 0.42%) and matures in January 2022.

## 4. Due from Sport Manitoba:

Sport Manitoba, along with all member Provincial and Territorial Sport Federations, nominate staff or representatives to be elected as Board members of KSC and thus is a related party to KSC. The balance due from Sport Manitoba is non-interest bearing and due on demand.

# KIDSPORT CANADA

Notes to Financial Statements (continued)

Year ended December 31, 2021

**5. Capital assets:**

				2021	2020
	Cost	Accumulated depreciation		Net book value	Net book value
Computer equipment	\$ 11,136	\$ 11,136	\$	—	\$ 1,604
Computer software	56,002	56,002		—	—
	<b>\$ 67,138</b>	<b>\$ 67,138</b>	<b>\$</b>	<b>—</b>	<b>\$ 1,604</b>

**6. Externally restricted – specific projects funds:**

	January 1, 2021	Revenue	Expenditures	December 31, 2021
Memoriam	\$ 11,965	\$ —	\$ —	\$ 11,965
Give the Gift of Sport	79,366	72,358	66,462	85,262
Other one-time community projects	14,718	—	—	14,718
	<b>\$ 106,049</b>	<b>\$ 72,358</b>	<b>\$ 66,462</b>	<b>\$ 111,945</b>

The [REDACTED] Memoriam funds are restricted to provide funding support for research, community engagement and early physical literacy in sport.

**7. Financial instruments:**

KSC has exposure to the following risks associated with its financial instruments:

**(a) Credit risk**

Credit risk refers to the risk that a counterpart may default on its contractual obligations resulting in a financial loss. KSC is exposed to credit risk with respect to its accounts receivable and GST/HST receivable balances.

# KIDSPOUT CANADA

## Notes to Financial Statements (continued)

Year ended December 31, 2021

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### 7. Financial instruments (continued):

KSC reduces its exposure to credit risk by monitoring credit risk, adopting policies and procedures to ensure credit is only provided to credit worthy individuals and creating an allowance for doubtful accounts when appropriate. As at December 31, 2021, the allowance for doubtful accounts is nil (2020 - nil). As a result, it is management's opinion that KSC is not exposed to significant credit risk arising from its financial instruments.

#### (b) Liquidity risk

Liquidity risk is the risk that KSC will be unable to fulfill its obligations on a timely basis or at a reasonable cost. KSC is exposed to liquidity risk mainly in respect to its accounts payable.

KSC manages liquidity risk by monitoring its operating requirements. KSC prepares budgets and cash forecasts to ensure it has sufficient funds to fulfill its obligations.

#### (c) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows or a financial instrument will fluctuate because of changes in the market interest rates.

Financial assets and financial liabilities with variable interest rates expose KSC to cash flow interest risk.

KSC's exposure to interest rate price risk is limited to its fixed interest short-term investments. KSC's interest rate cash flow risk is limited to its variable interest bearing investments.

There have been no significant changes to the above noted risk exposure from 2020.

### 8. Comparative figures

Comparative figures have been adjusted to conform to changes in the current year presentation.

# KIDSPOUT CANADA

## Notes to Financial Statements (continued)

Year ended December 31, 2021

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### 9. COVID-19:

In March 2020, the COVID-19 outbreak was declared a pandemic by the World Health Organization. This has resulted in governments worldwide, including the Canadian federal government, enacting emergency measures to combat the spread to the virus.

These measures, which include implementation of travel bans, self-imposed quarantine periods, and social distancing, have caused material disruption to businesses globally and in Canada resulting in an economic slowdown.

During 2021, as a result of the COVID-19 pandemic, KSC has experienced a reduction in donations, with the related disbursements made by KSC proportionately reduced. The reduction of both donation and disbursements is the result of government restrictions due to COVID-19 reducing the ability for community organizations to engage in sport programming during 2021.

KCS has accessed certain government assistance programs to assist with the impact of COVID-19 on KSC's operations, which includes government subsidies to assist with KSC's expenditures. For the year ended December 31, 2021, KSC claimed \$39,543 (2020 - \$22,280) under the Government of Canada's wage subsidy programs for reimbursements of salaries.

The ultimate duration and magnitude of the impact on the economy and the financial effects on KSC is not known at this time.

# KIDSPOUT CANADA

Schedule 1 to the Financial Statements

Year ended December 31, 2021

	General Fund	Provincial Chapter Fund	Specific Projects Fund	Capital Fund	Total 2021
<b>Assets</b>					
Current assets:					
Cash	\$ 746,365	\$ 1,035,037	\$ 111,945	\$ —	\$ 1,893,347
Short-term investments	300,000	—	—	—	300,000
Accounts receivable	184,963	100,379	—	—	285,342
GST/HST receiveable	1,634	1,161	—	—	2,795
Prepaid expenses	6,050	12,117	—	—	18,167
Due from Sport Manitoba	—	454,860	—	—	454,860
	<b>\$ 1,239,012</b>	<b>\$ 1,603,554</b>	<b>\$ 111,945</b>	<b>\$ —</b>	<b>\$ 2,954,511</b>
<b>Liabilities</b>					
Current liabilities					
Accounts payable and accrued liabilities	\$ 213,780	\$ 294,724	\$ —	\$ —	\$ 508,504
Deferred revenue	100,000	—	—	—	100,000
	<b>313,780</b>	<b>294,724</b>	<b>—</b>	<b>—</b>	<b>608,504</b>
<b>Fund balances</b>					
Unrestricted	925,232	—	—	—	925,232
Internally restricted	—	1,308,830	—	—	1,308,830
Externally restricted	—	—	111,945	—	111,945
	<b>925,232</b>	<b>1,308,830</b>	<b>111,945</b>	<b>—</b>	<b>2,346,007</b>
	<b>\$ 1,239,012</b>	<b>\$ 1,603,554</b>	<b>\$ 111,945</b>	<b>\$ —</b>	<b>\$ 2,954,511</b>

# KIDSPOUT CANADA

Schedule 2 to the Financial Statements

Year ended December 31, 2021

**Schedule of Provincial Chapter financial activity by province**

**Schedule 2**

	British Columbia	Alberta	Manitoba	Ontario	New Brunswick	Nova Scotia	Prince Edward Island	Total 2021
<b>Revenue:</b>								
Donations	\$ 431,726	\$ 632,096	\$ 50,311	\$ 40,904	\$ 13,533	\$ 20,139	\$ 27,734	\$ 1,216,443
National revenue - provincial allotment	288,363	497,342	28,756	75,813	18,414	34,324	19,662	962,673
Government and corporate grants	155,909	18,390	3,351	9,490	40,000	22,510	—	249,650
Corporate support	—	30,000	—	31,211	—	—	—	61,211
Interest and other	167	250	9,408	1,749	—	31	—	11,605
Canada emergency wage subsidy ("CEWS")	—	—	—	39,543	—	—	—	39,543
	876,165	1,178,078	91,826	198,710	71,947	77,004	47,396	2,541,125
<b>Expenditures:</b>								
Program grants	853,836	1,110,855	176,618	80,836	33,217	71,081	42,000	2,368,443
Human resources and contact services	—	30,000	—	99,143	—	3,726	—	132,869
Administration and governance	22,071	13,511	702	14,096	1,247	2,196	527	54,350
Marketing and promotion	—	2,764	661	3,359	1,356	—	—	8,140
	875,907	1,157,130	177,981	197,434	35,820	77,003	42,527	2,563,802
Excess (deficiency) of revenue over expenditures	258	20,948	(86,155)	1,276	36,127	1	4,869	(22,676)
Fund balances, beginning of year	2,811	328,471	751,541	167,383	62,738	1	18,561	1,331,506
Fund balances, end of year	\$ 3,069	\$ 349,419	\$ 665,386	\$ 168,659	\$ 98,865	\$ 2	\$ 23,430	\$ 1,308,830