



Registered Canadian Amateur Athletic Association Information Return

CH 923561323434

Identification

Name of association U SPORTS	
Address 45 VOGELL ROAD, SUITE 701	
City RICHMOND HILL	
Province or territory Ontario	Postal code L4B3P9

Return for fiscal period ending									
2	0	2	2	0	3	3	1		
Year				Month			Day		
Is this the first return filed by this association?									
Yes <input type="checkbox"/>					No <input checked="" type="checkbox"/>				
If "no," has the fiscal period changed from the last return filed?									
Yes <input type="checkbox"/>					No <input checked="" type="checkbox"/>				
Is this the final return to be filed by this association?									
Yes <input type="checkbox"/>					No <input checked="" type="checkbox"/>				
If "yes," please attach an explanation.									
File number									
BN/Registration number									
132005802				R R			0001		

Is the above the same mailing address as last year?

Yes ☒ No ☐

Is the above the new mailing address?

Yes ☐ No ☒

Instructions

1. Complete the Identification area.

2. Complete the boxes (above right) to indicate the end of the association's fiscal period.

3. 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 saved.

4. Attach a list of the names, addresses, and occupations or lines of business of the association's current directors.

5. Attach a list of the names and the official positions of the people who are authorized to issue official receipts for the association.

6. Attach a note that fully explains what replacement procedure is followed in the event of lost or spoiled receipts.

7. 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.



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. \$ _____ 0
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, DICK WHITE of [REDACTED]
Name of director whose signature appears below.
2. I, JOHN OLFERT of [REDACTED]
Name of director whose signature appears below. 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.)

1. Signature of director (confidential) [REDACTED] Position with the association
C.E.O.

2. Signature of director (confidential) [REDACTED] Position with the association
FINANCE COMMITTEE - CHAIR

Home telephone number (confidential) [REDACTED]**RCAAA:**

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-receipting privileges, up to and including revocation of registered status.

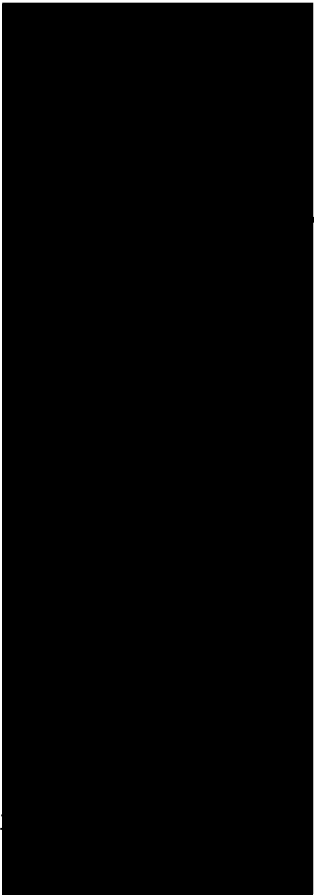
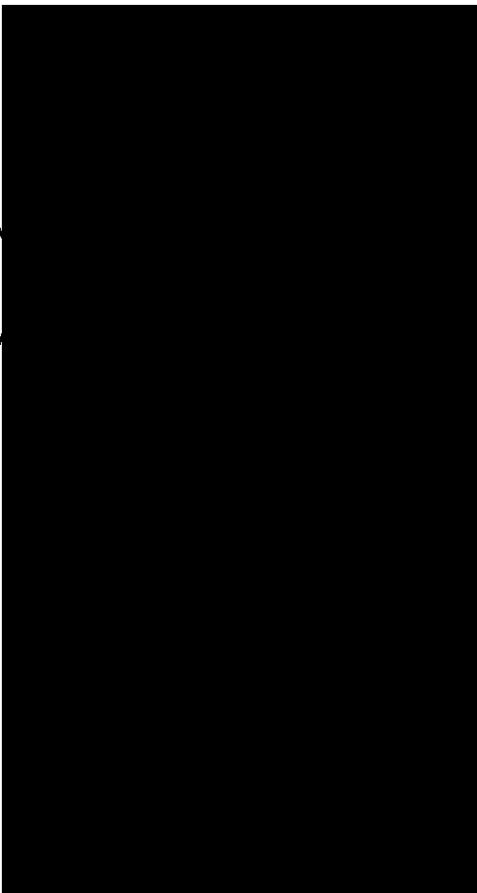
Information is described in Charities Program CRA PPU 200 and is protected under the *Privacy Act*. Individuals have a right of protection, access to and correction or notation of their personal information. Please be advised that you are entitled to complain to the Privacy Commissioner of Canada regarding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

U SPORTS

Period ending March 31, 2022

4.	Name	Address	Position	Occupation
	John Olfert		Director	
	Geoffrey Phillips		Director	
	Curtis Atkinson		Director	
	John Richard		Director	
	Graham Carr		Director	
	Peter Ricketts		Director	
	Christine Stapleton		Director	
	Joanne MacLean		Director	
	Dick White		CEO	

5. List of individuals authorized to issue official receipts

Name	Position
	Finance Manager

6. The finance department makes a copy of each receipt (both hard & soft copy) and saves the hardcopy in a binder and the softcopy on the network drive - each is saved by year. If a replacement receipt is requested or needed, we can make a copy of the saved receipt and re-send to the person/organization. The receipt would have COPY written on it.

Financial Statements of

U SPORTS

And Independent Auditors' Report thereon

Year ended March 31, 2022



INDEPENDENT AUDITORS' REPORT

To the Members of U SPORTS

Opinion

We have audited the financial statements of U SPORTS (the Association), which comprise:

- the statement of financial position as at March 31, 2022
- the statement of operations for the year then ended
- the statement of changes in net assets for the year then ended
- the statement of cash flows for the year 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, the accompanying financial statements present fairly, in all material respects, the financial position of the Association as at March 31, 2022 and its results of operations, its changes in net assets 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 "**Auditors' Responsibilities for the Audit of the Financial Statements**" section of our auditors' report.

We are independent of the Association 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 Association'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 Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association'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 Association'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 Association'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 Association to cease to continue as a going concern.



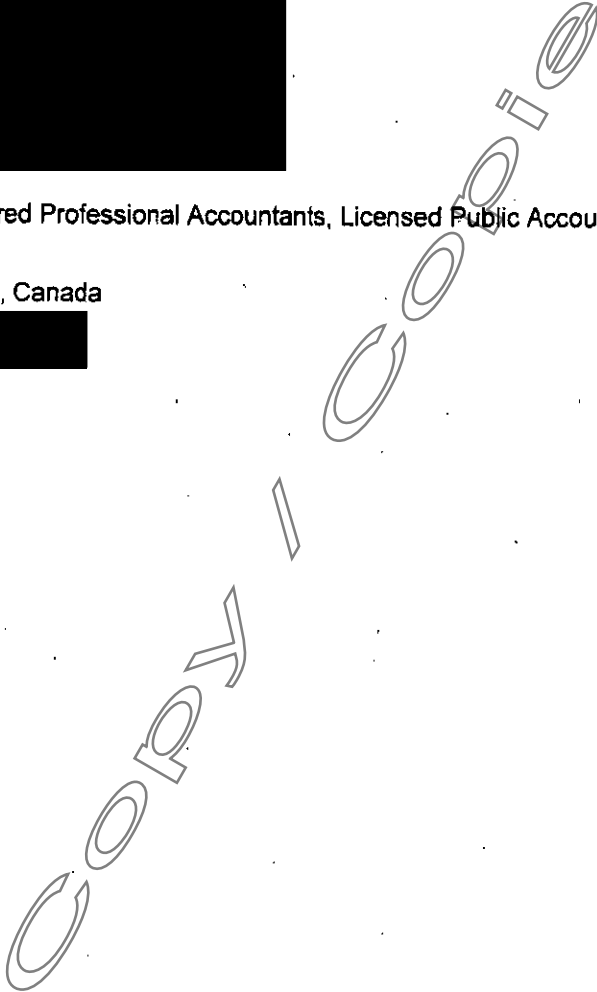

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- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- 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, Licensed Public Accountants

Ottawa, Canada



U SPORTS

Statement of Financial Position

March 31, 2022, with comparative information for 2021

	2022	2021
Assets		
Current assets:		
Cash (note 2)	\$ 417,350	\$ -
Accounts receivable (note 3)	984,552	755,602
Prepaid expenses and advances	114,654	104,201
Inventories	-	1,000
	<u>1,516,556</u>	<u>860,803</u>
Tangible capital and intangible assets (note 4)	581,021	626,100
	<u>\$ 2,097,577</u>	<u>\$ 1,486,903</u>
Liabilities and Net Assets (Deficiency)		
Current liabilities:		
Bank indebtedness (note 2)	\$ -	\$ 12,251
Accounts payable and accrued liabilities (note 5)	568,087	302,475
Deferred revenue	26,525	38,402
	<u>594,612</u>	<u>353,128</u>
Long-term debt	60,000	60,000
Leasehold inducement	100,001	125,001
Travel pool and championship bond payable	295,704	606,077
Coaches Excellence Fund	245,228	245,978
	<u>1,295,545</u>	<u>1,390,184</u>
Net assets (deficiency) (note 6):		
Invested in tangible capital and intangible assets	481,020	501,099
Unrestricted	321,012	(404,380)
	<u>802,032</u>	<u>96,719</u>
Commitments (note 7)		
Impact of COVID-19 (note 10)		
	<u>\$ 2,097,577</u>	<u>\$ 1,486,903</u>

See accompanying notes to financial statements.

On behalf of the Board:

John Olfert - Chair, Finance Committee

D. White - Interim Chief Executive Officer

U SPORTS

Statement of Operations

Year ended March 31, 2022, with comparative information for 2021

	2022	2021
Revenue:		
Member dues	\$ 1,418,010	\$ 1,111,931
Government contributions	884,950	1,031,831
Marketing	314,000	38,929
U SPORTS central (registrations)	288,000	247,318
Events/competitions	264,650	(54,938)
Interest and other	71,829	25,775
International	11,000	-
Merchandising	3,741	9,097
Donations	-	1,241
	<u>3,256,180</u>	<u>2,411,184</u>
Expenses:		
Payroll	1,606,182	1,817,551
Administration	565,594	661,484
Commercial	263,842	71,033
Travel	177,802	55,001
Events and competitions	155,828	36,390
Dues	130,000	40,000
Merchandising	82,347	25,382
International	77,259	1,072
	<u>3,058,854</u>	<u>2,707,913</u>
Excess (deficiency) of revenue over expenses before the undernoted item	197,326	(296,729)
Other income:		
COVID-19 subsidies and grants	507,987	598,542
Excess of revenue over expenses	<u>\$ 705,313</u>	<u>\$ 301,813</u>

See accompanying notes to financial statements.

U SPORTS

Statement of Changes in Net Assets

Year ended March 31, 2022, with comparative information for 2021

	Invested in tangible capital and intangible assets	Unrestricted	2022 Total	2021 Total
Net assets (deficiency), beginning of year	\$ 501,099	\$ (404,380)	\$ 96,719	\$ (205,094)
Excess of revenue over expenses	25,000	680,313	705,313	301,813
Additions to tangible capital and intangible assets	104,550	(104,550)	-	-
Amortization of tangible capital and intangible assets	(149,629)	149,629	-	-
Net assets, end of year	\$ 481,020	\$ 321,012	\$ 802,032	\$ 96,719

See accompanying notes to financial statements.

U SPORTS

Statement of Cash Flows

Year ended March 31, 2022, with comparative information for 2021

	2022	2021
Cash provided by (used in):		
Operating activities:		
Excess of revenue over expenses	\$ 705,313	\$ 301,813
Items not involving cash:		
Amortization of leasehold inducement	(25,000)	(25,000)
Amortization of tangible capital and intangible assets	149,629	171,107
Increase in accounts receivable	(228,950)	(256,641)
Decrease (increase) in prepaid expenses and advances	(10,453)	64,925
Decrease in inventories	1,000	25,133
Increase (decrease) in accounts payable and accrued liabilities	265,612	(178,107)
Decrease in travel pool and championship bond payable	(310,373)	(35,453)
Decrease in Coaches Excellence Fund	(750)	(3,500)
Decrease in deferred revenue	(11,877)	(120,950)
	534,151	(56,673)
Financing activities:		
Increase (decrease) in operating line of credit	(12,251)	12,251
Increase in long-term debt	-	60,000
	(12,251)	72,251
Investing activities:		
Additions to tangible capital and intangible assets	(104,550)	(95,305)
Increase (decrease) in cash	417,350	(79,727)
Cash, beginning of year	-	79,727
Cash, end of year	\$ 417,350	\$ -

See accompanying notes to financial statements.

U SPORTS

Notes to Financial Statements

Year ended March 31, 2022

The mission of U SPORTS (the "Association") is to enrich the educational experience of the athlete through a national sports program that fosters excellence through quality educational and athletic experience, unity of purpose, respect for autonomy, integrity and fair play, trust and mutual respect, equity and equality of experience.

The Association is a Registered Canadian Amateur Athletic Association under the Income Tax Act (Canada), and is not subject to income taxes. Effective September 4, 2014, the Organization continued its articles of incorporation under the Canada Not-for-profit Corporations Act.

1. Significant accounting policies:

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The Association's significant accounting policies are as follows:

(a) Revenue recognition:

The Association uses the deferral method of accounting for contributions for not-for-profit organizations.

Restricted revenue is recognized as revenue in the year in which the related expenditure is incurred.

Unrestricted revenue is recognized as revenue when it is received or becomes receivable.

Membership fees are recognized as revenue in the period in which they become receivable.

(b) Tangible capital assets:

Tangible capital assets are recorded at cost less accumulated amortization. Amortization of office furniture and equipment is provided on the straight line basis over five years, computers and computer software is provided on the same basis over three years and amortization of leasehold improvements is provided over the term of the lease.

(c) Sports Canada contributions:

Contributions received from Sport Canada are subject to specific terms and conditions regarding the expenditure of the funds. The Association's accounting records are subject to audit by Sport Canada to identify instances, if any, in which amounts charged against contributions have not complied with the agreed terms and conditions and which therefore would be refundable to Sport Canada. Adjustments to prior years' contributions are recorded in the year in which Sport Canada requests the adjustment.

U SPORTS

Notes to Financial Statements (continued)

Year ended March 31, 2022

1. Significant accounting policies (continued):

(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. The Association has elected to carry investments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the effective interest rate 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, the Association 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 the Association expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future year, 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 the financial statements 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 revenue and expenses during the year. Actual results could differ from those estimates. These estimates are reviewed annually and as adjustments become necessary, they are recognized in the financial statements in the period they become known.

2. Line of credit:

The Association has a line of credit of \$100,000 with a Canadian chartered bank. The line of credit bears interest at prime plus 2.0% per annum. At year-end, the Association had drawn \$Nil (2021 - \$12,251) on the line of credit.

U SPORTS

Notes to Financial Statements (continued)

Year ended March 31, 2022

3. Accounts receivable:

	2022	2021
Due from members	\$ 483,657	\$ 226,637
Government contributions	376,547	455,824
HST rebate	68,229	19,976
Sponsors	56,119	53,165
	<u>\$ 984,552</u>	<u>\$ 755,602</u>

4. Tangible capital and intangible assets:

			2022	2021
	Cost	Accumulated amortization	Net book value	Net book value
Tangible capital assets:				
Office furniture and equipment	\$ 288,559	\$ 275,700	\$ 12,859	\$ 22,391
Computer	60,186	53,294	6,892	8,404
Leasehold improvements	580,371	218,364	362,007	400,699
Intangible capital assets:				
Computer software	507,239	307,976	199,263	194,606
	\$ 1,436,355	\$ 855,334	\$ 581,021	\$ 626,100

Cost and accumulated amortization at March 31, 2021 amounted to \$1,331,805 and \$705,705, respectively.

5. Accounts payable and accrued liabilities:

	2022	2021
Trade	\$ 421,378	\$ 214,498
Accrued liabilities / payroll-related	138,369	84,271
Credit cards payable / staff expenses	8,340	3,706
	<u>\$ 568,087</u>	<u>\$ 302,475</u>

U SPORTS

Notes to Financial Statements (continued)

Year ended March 31, 2022

6. Net assets:

The Association considers its capital to consist of its unrestricted and internally restricted net assets. The objective of the Association with respect to its capital is to fund ongoing operations and future projects. The Association manages its capital by maintaining and monitoring amounts available for future projects, contingencies and other capital requirements.

The Association is not subject to externally imposed capital requirements and its overall strategy with respect to capital remains unchanged from the year ended March 31, 2021.

7. Commitments:

The Association has entered into a long-term operating lease for rental of office space. The minimum annual payments for the next five years and thereafter are as follows:

2023	\$	143,403
2024		147,080
2025		147,080
2026		147,080
2027		154,434
Thereafter		617,736
	\$	1,356,813

8. Economic dependence:

The Association generates the majority of its revenue from 56 participating Universities in the form of member dues, events and competitions and shared funding arrangements. Future operations of the Association are dependent upon continued participation of the participating Universities.

9. Financial risks and concentration of risk:

(a) Credit risk:

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. The Association deals with creditworthy counterparties to mitigate the risk of financial loss from defaults. The Association monitors the credit risk of customers through credit rating reviews.

U SPORTS

Notes to Financial Statements (continued)

Year ended March 31, 2022

9. Financial risks and concentration of risk (continued):

(b) Liquidity risk:

Liquidity risk is the risk that the Association will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The Association manages its liquidity risk by monitoring its operating requirements. The Association prepares budget and cash forecasts to ensure it has sufficient funds to fulfill its obligations.

The Association is not subject to significant currency or interest rate risks.

10. Impact of COVID-19:

In March of 2020 the COVID-19 outbreak was declared a pandemic by the World Health Organization and has had a significant financial, market and social dislocating impact. The situation is fluid and the ultimate duration and magnitude of the impact on the economy and on all aspects of operations are unknown.

At the time of approval of these financial statements, the Association has undertaken the following activities in relation to the pandemic:

- the office remained closed;
- all FISU games continue to be postponed until it's safe to participate;
- staff are participating in virtual meetings and working from home; and
- the Organization received COVID-specific federal and provincial grants and subsidies it qualified for which are shown on the statement of operations.

Financial statements are required to be adjusted for events occurring between the date of the financial statements and the date of the auditors' report which provide additional evidence relating to conditions that existed at yearend. Management has assessed the financial impacts and there are no additional adjustments required to the financial statements at this time.