

**BRITISH COLUMBIA WRESTLING ASSOCIATION**  
**FINANCIAL STATEMENTS**  
**MARCH 31, 2023**

**BRITISH COLUMBIA WRESTLING ASSOCIATION**

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**MARCH 31, 2023**

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**INDEPENDENT AUDITOR'S REPORT**

To the Members of British Columbia Wrestling Association:

**Qualified opinion**

We have audited the financial statements of British Columbia Wrestling Association (the "Association"), which comprise the statement of financial position as at March 31, 2023, and the statements of operations, statement of changes in fund balances 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 effect of the matters described in the basis for qualified opinion paragraph, the accompanying financial statements present fairly, in all material respects, the financial position of the British Columbia Wrestling Association as at March 31, 2023, and its financial performance and its cash flows for the year then ended in accordance with Accounting Standards for Not-for-profit Organizations (ASNPO).

**Basis for Qualified Opinion**

In common with many not-for-profit organizations, the Association derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of this revenue was limited to the amounts recorded in the records of the Association and we were not able to determine whether, as at or for the year ending March 31, 2023 or March 31, 2022, any adjustments might be necessary to revenue, excess of revenue over expenses, assets and fund balances.

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 British Columbia Wrestling 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 qualified opinion.

**Other Information**

Management is responsible for the other information. The other information comprises the information included in Management's Discussion and Analysis.

Our opinion on the financial statements does not cover the other information and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

The Management's Discussion and Analysis is expected to be made available to us after the date of auditor's report. If, based on the work we will perform on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact to those charged with governance.

## **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 ASNPO, 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.

## **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 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 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 Association to cease to continue as a going concern.

**Auditor's Responsibilities for the Audit of the Financial Statements (continued)**

- 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.

**Report on Other Legal and Regulatory Requirements**

As required by the Society Act of British Columbia, we report that in our opinion, the accounting principles used in these financial statements have been applied on a basis consistent with that of the preceding year.

**Comparative information**

The financial statements of British Columbia Wrestling Association for the year ended March 31, 2022 and the statement of financial position as at April 1, 2021 have not been audited or reviewed.

June 7, 2023  
Burnaby, B.C.



**ENNS & COMPANY**  
Chartered Professional Accountants

**BRITISH COLUMBIA WRESTLING ASSOCIATION  
STATEMENT OF FINANCIAL POSITION  
AS AT MARCH 31, 2023**

	As at March 31, 2023	As at March 31, 2022 (As restated - Note 9) (Unaudited)	As at April 1, 2021 (Unaudited)
<b>ASSETS</b>			
<b>CURRENT</b>			
Cash	\$ 315,094	\$ 444,792	\$ 379,727
Internally restricted cash (Note 5)	30,000	-	-
Externally restricted cash (Note 6)	31,257	33,257	33,257
Short term investments (Note 2)	100,000	-	-
Accounts receivable	76,673	35,291	-
GST receivable	8,902	1,684	4,317
Inventory	400	400	400
Prepaid expense	13,437	16,321	16,740
	575,763	531,745	434,441
<b>TANGIBLE CAPITAL ASSETS (Note 3)</b>	17,980	19,247	17,203
	\$ 593,743	\$ 550,992	\$ 451,644

<b>LIABILITIES</b>			
<b>CURRENT</b>			
Payables and accruals	\$ 10,000	\$ 5,911	\$ 3,943
Deferred contributions (Note 4)	35,000	65,849	-
	45,000	71,760	3,943
<b>LONG-TERM DEBT</b>	-	30,000	30,000
	45,000	101,760	33,943

<b>FUND BALANCES</b>			
<b>UNRESTRICTED</b>	487,486	415,975	384,444
<b>INTERNALLY RESTRICTED (Note 5)</b>	30,000	-	-
<b>EXTERNALLY RESTRICTED (Note 6)</b>	31,257	33,257	33,257
	548,743	449,232	417,701
	\$ 593,743	\$ 550,992	\$ 451,644

**APPROVED ON BEHALF OF THE BOARD**

\_\_\_\_\_/s/Tyler Keeling\_\_\_\_\_  
Director

\_\_\_\_\_  
Director

The accompanying notes are an integral part of these statements

**BRITISH COLUMBIA WRESTLING ASSOCIATION  
STATEMENT OF OPERATIONS  
FOR THE YEAR ENDED MARCH 31, 2023**

	<b>2023</b>	<b>2022 (As restated - Note 9) (Unaudited)</b>
<b>REVENUE</b>		
Government contributions (Schedule 1)	\$ 268,224	\$ 281,895
Other revenue (Schedule 2)	596,835	160,586
	<u>865,059</u>	<u>442,481</u>
<b>EXPENDITURES</b>		
Staff Salaries and Benefits	219,406	190,549
Meetings	5,193	1,999
Athletes Program	95,368	57,102
Coaching Fund for Excellence (SFU) Endowment	1,249	3,019
Kids Program	8,344	2,848
Athlete Assistance	27,023	3,000
High Performance	133,636	70,624
Provincial Sport Development	26,523	17,233
Amortization	4,967	5,003
WCL Hosting	175,442	-
Office	68,397	59,573
	<u>765,548</u>	<u>410,950</u>
<b>EXCESS OF REVENUE OVER EXPENDITURES</b>	<b>\$ 99,511</b>	<b>\$ 31,531</b>

The accompanying notes are an integral part of these statements

**BRITISH COLUMBIA WRESTLING ASSOCIATION  
STATEMENT OF CHANGES IN FUND BALANCES  
AS AT MARCH 31, 2023**

	As at March 31, 2023	As at March 31, 2022 (As restated - Note 9) (Unaudited)	As at April 1, 2021 (Unaudited)
<b>UNRESTRICTED FUND</b>			
Balance - beginning of year	\$ 415,975	\$ 384,444	\$ 238,199
Excess of revenues over expenses for the year	99,511	31,531	146,245
Transfer to internally restricted fund	(30,000)	-	-
Transfers from externally restricted fund	2,000	-	-
	<b>\$ 487,486</b>	<b>\$ 415,975</b>	<b>\$ 384,444</b>
<b>INTERNALLY RESTRICTED FUND (Note 5)</b>			
Balance - beginning of year	\$ -	\$ -	\$ -
Transfers from unrestricted funds	30,000	-	-
	<b>\$ 30,000</b>	<b>\$ -</b>	<b>\$ -</b>
<b>EXTERNALLY RESTRICTED FUND (Note 6)</b>			
Balance - beginning of year	\$ 33,257	\$ 33,257	\$ 33,257
Transfers to unrestricted funds	(2,000)	-	-
	<b>\$ 31,257</b>	<b>\$ 33,257</b>	<b>\$ 33,257</b>
<b>TOTAL FUND BALANCES</b>	<b>\$ 548,743</b>	<b>\$ 449,232</b>	<b>\$ 417,701</b>

The accompanying notes are an integral part of these statements



**BRITISH COLUMBIA WRESTLING ASSOCIATION  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED MARCH 31, 2023**

	<b>2023</b>	<b>2022</b> <b>(As restated - Note 9)</b> <b>(Unaudited)</b>
<b>CASH PROVIDED BY OPERATING ACTIVITIES</b>		
Excess of revenue over expenditures	\$ 99,511	\$ 31,531
<b>ITEMS NOT REQUIRING AN OUTLAY OF CASH:</b>		
Amortization of capital assets	4,967	5,003
<b>CHANGES IN NON-CASH WORKING CAPITAL:</b>		
Change in Accounts receivable	(48,600)	(32,658)
Change in Prepaid expenses	2,885	419
Change in Payables and accruals	4,088	1,969
Change in Deferred contributions	(30,849)	65,849
	<b>32,002</b>	<b>72,113</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of CEBA loan	(30,000)	-
Purchase of tangible capital assets	(3,700)	(7,047)
	<b>(33,700)</b>	<b>(7,047)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of short term investments	(100,000)	
<b>NET INCREASE (DECREASE) IN CASH</b>	<b>(101,698)</b>	<b>65,066</b>
<b>NET CASH, BEGINNING OF YEAR</b>	<b>478,049</b>	<b>412,983</b>
<b>NET CASH, END OF YEAR</b>	<b>\$ 376,351</b>	<b>\$ 478,049</b>
<b>REPRESENTED BY:</b>		
Cash	\$ 315,094	\$ 444,792
Internally restricted cash	30,000	-
Externally restricted cash	31,257	33,257
	<b>\$ 376,351</b>	<b>\$ 478,049</b>

The accompanying notes are an integral part of these statements

**BRITISH COLUMBIA WRESTLING ASSOCIATION  
SCHEDULE OF GOVERNMENT CONTRIBUTIONS  
FOR THE YEAR ENDED MARCH 31, 2023**

**Schedule 1**

	<b>2023</b>	<b>2022 (Unaudited)</b>
<b>Government contributions</b>		
ViaSport Fund	\$ 166,820	\$ 156,820
B.C. Gaming Direct Access Grant	68,404	43,596
Others	33,000	81,479
	<b>\$ 268,224</b>	<b>\$ 281,895</b>

**BRITISH COLUMBIA WRESTLING ASSOCIATION  
SCHEDULE OF OTHER REVENUE  
FOR THE YEAR ENDED MARCH 31, 2023**

**Schedule 2**

	<b>2023</b>	<b>2022 (Unaudited)</b>
<b>Other revenue</b>		
Coaching Fund for Excellence (SFU) Endowment	\$ 19,919	\$ 19,171
Douglas College Foundation Endowment	7,200	8,400
Donation	19,380	21,501
Miscellaneous other income (loss)	4,376	(3)
Membership	54,390	32,401
Other Grants	33,664	40,000
Program and Services	246,989	38,846
WCL Hosting and Other Income	210,917	270
	<b>\$ 596,835</b>	<b>\$ 160,586</b>

The accompanying notes are an integral part of these statements

**BRITISH COLUMBIA WRESTLING ASSOCIATION  
NOTES TO FINANCIAL STATEMENTS  
MARCH 31, 2023**

**Purpose of the Organization**

The British Columbia Wrestling Association (the "Association") is a not-for-profit sports association that can trace its origins back to 1970. We are the Provincial governing body for the sport of amateur wrestling in British Columbia. We are an affiliate of Wrestling Canada and its official representative in British Columbia.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**(a) Basis of presentation**

The financial statements of the Association have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO) in Part III of the Chartered Professional Accountant (CPA) Handbook and includes the significant policies described hereafter.

**(b) Impact of the change in the basis of accounting**

The Association elected to apply the Accounting Standards for not-for-profit organizations (ASNPO) in Part III of the CPA Canada Handbook, in accordance with Canadian generally accepted accounting principles. These financial statements are the first financial statements for which the Association has applied the Canadian accounting standards for not-for-profit organizations, hereafter referred to as "ASNPO." The financial statements for the year ended March 31, 2023 were prepared in accordance with the provisions set out in First-time Adoption, Section 1500, of the CPA Canada Handbook. Any impact of adopting these standards would be accounted for in fund balances at the date of transition, i.e., April 1, 2022. The only change at April 1, 2022 was a reduction in the Laliberte scholarship fund liability of \$33,257 and an increase in fund balances of \$33,257. The Association did not require the use of any related exemptions.

**(c) Tangible Capital assets**

Tangible Capital assets are recorded at cost. Equipment amortization is calculated using the following annual rates:

Computer equipment and software	- 55% reducing balance basis
Trailer	- 30% reducing balance basis
Wrestling mats	- 20% reducing balance basis

**(d) Impairment of long-lived assets**

Long-lived assets are tested for impairment when events and circumstances indicate that carrying amount may not be recoverable. Impairment exists when the carrying value of an asset is greater than the undiscounted future cash flows expected to be provided by the asset. The amount of impairment loss, if any, is the excess of the carrying value over its fair value.

**(e) Revenue recognition**

The Association uses the deferral method of accounting for contributions under which restricted contributions related to expenses of future periods are deferred and recognized as revenue in the period in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received is reasonably assured.

The Association recognizes government operating funding and donations in the period in which it is received. Project specific funds are recognized as revenue as the services to which the funds relate are delivered or performed.

**BRITISH COLUMBIA WRESTLING ASSOCIATION  
NOTES TO FINANCIAL STATEMENTS  
MARCH 31, 2023**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(e) Revenue recognition (continued)**

Other revenue from sales is recognized when it is realizable or earned. Revenue is considered realizable and earned when there is persuasive evidence of an arrangement, the services have been completed, or the sales price is fixed and determinable and collectability is reasonably assured.

**(f) Financial instruments**

The Association initially measures its financial assets and financial liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The Association subsequently measures all its financial assets and financial liabilities at cost or amortized cost. Changes in fair value of these financial instruments are recognized in excess of revenues over expenses in the year incurred.

Financial assets measured at amortized cost include cash and accounts receivable. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

**(g) 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 revenue and expenses during the year. Actual results could differ from those estimates. Significant areas of estimation include allowance for doubtful accounts and estimated useful lives of tangible capital assets.

**2. SHORT-TERM INVESTMENTS**

Short-term investments of \$100,000 (2022 - \$NIL) are invested in bank's term deposits maturing on November 20, 2023 bearing interest at 3.35% per annum.

**BRITISH COLUMBIA WRESTLING ASSOCIATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2023**

**3. TANGIBLE CAPITAL ASSETS**

	<b>Cost</b>	<b>Accumulated Amortization</b>	<b>Net 2023</b>	<b>Net 2022 (Unaudited)</b>
Computer	\$ 10,263	\$ 9,315	\$ 948	\$ 2,108
Equipment	87,349	70,388	16,961	17,038
Trailer	6,000	5,929	71	101
	<b>\$ 103,612</b>	<b>\$ 85,632</b>	<b>\$ 17,980</b>	<b>\$ 19,247</b>

**4. DEFERRED CONTRIBUTIONS**

	<b>Deferred Revenue 2022 (Unaudited)</b>	<b>Receivable or Received In The Year</b>	<b>Earned During The Year</b>	<b>Deferred Revenue 2023</b>
Vancouver Host Grant for 2023 National	50,000	-	(50,000)	-
NCCP Event in April 2022	3,446	-	(3,446)	-
Gaming Grant Unused	12,403	-	(12,403)	-
Rally Grant	-	35,000	(10,000)	25,000
ViaSport Core Contribution	-	116,820	(116,820)	-
ViaSport Enhanced Excellence Funding	-	50,000	(50,000)	-
BC Sport Participation Grant	-	30,000	(20,000)	10,000
Gaming	-	56,000	(56,000)	-
BCSPP Grant Grassroots	-	3,000	(3,000)	-
	<b>\$ 65,849</b>	<b>\$ 290,820</b>	<b>\$ (321,669)</b>	<b>\$ 35,000</b>

**BRITISH COLUMBIA WRESTLING ASSOCIATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2023**

**5. INTERNALLY RESTRICTED FUND**

On March 29, 2023, the Board of Directors ("Board") approved an internally restricted fund of \$30,000 for the future purchase of wrestling mats.

**6. EXTERNALLY RESTRICTED FUND**

The Association holds externally restricted funds for Gaming which is NIL at March 31, 2023. The Association holds externally restricted funds intended to award outstanding members from Andy Laliberte scholarship fund.

**7. DIRECTOR, EMPLOYEE AND CONTRACTOR REMUNERATION**

On November 28, 2016, the new British Columbia Societies Act came into force. Included in the new Act is a requirement to disclose the remuneration paid to all directors, the ten highest paid employees and all contractors who are paid at least \$75,000 annually.

During the fiscal year ending March 31, 2023, the Association did not pay remuneration to any of the Board. The Association has one employee earning \$75,000 or more per year for a total of \$83,375. No contractors earned over \$75,000 in 2023 fiscal year.

**8. FINANCIAL INSTRUMENTS**

Items that meet the definition of a financial instrument include cash and restricted cash, short-term investments, accounts receivable, GST receivable, payables and accruals, and Laliberte scholarship fund liability.

It is management's opinion that the Association is not exposed to significant liquidity risk or market risk (including currency risk, interest rate risk, and other price risk) arising from these financial instruments.

The following is a summary of the significant financial instrument risk:

***Credit risk***

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Association is exposed to credit risk in connection with its account receivable.

**9. ECONOMIC DEPENDENCE**

Currently the Association's primary sources of funding are from government grants and contributed income.

The Association's ability to continue is dependent upon maintaining its right to receive these or similar funding.

**BRITISH COLUMBIA WRESTLING ASSOCIATION  
NOTES TO FINANCIAL STATEMENTS  
MARCH 31, 2023**

**10. PRIOR PERIOD ADJUSTMENT**

The prepaid expense at March 31, 2022 was understated by \$4,199. This prior period adjustment increased the related asset by \$4,199 and increased the Unrestricted Fund by the same amount. In addition, liabilities were overstated by \$33,257. The prior period adjustment reduced liabilities by \$33,257 and increased fund balances. The effect of these changes are as follows:

	<b>As Previously Stated (Unaudited)</b>	<b>As Restated (Unaudited)</b>
<b>STATEMENT OF FINANCIAL POSITION</b>		
Prepaid expenses	\$ 12,122	\$ 16,321
Laliberte scholarship fund-liability	33,257	-
Total fund balances - end of year	411,776	449,232
<b>STATEMENT OF CHANGES IN FUND BALANCES</b>		
Excess of revenues over expense	27,332	31,531
Total fund balances - end of year	411,776	449,232
<b>STATEMENT OF OPERATIONS</b>		
Insurance	63,772	59,573
Excess of revenues over expenditures	27,332	31,531

**11. COVID-19**

In March 2020, the World Health Organization declared the COVID-19 outbreak a global pandemic which had and continues to have a significant financial and social impact in Canada and around the world. In response to this declaration, the Association has made necessary operational changes.

The impact of the pandemic creates uncertainty over future cashflows, may cause significant changes to assets and liabilities, and may have a significant impact on future operations. However, management believes that these uncertainties may be temporary. As a result of these uncertainties, an estimate of the financial effect of the pandemic is not feasible at the date of these financial statements. The Association continues to closely monitor financial implications and operational obligations.