

# **SOUTH WEST DISTRICT FOR CULTURE & SPORT INC.**

**Financial Statements**

**For the Year Ended March 31, 2024**

# **SOUTH WEST DISTRICT FOR CULTURE & SPORT INC.**

For the Year Ended March 31, 2024

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## Independent Auditor's Report

To the Board of Directors  
SOUTH WEST DISTRICT FOR CULTURE & SPORT INC.

### ***Auditor's Opinion***

I have audited the financial statements of SOUTH WEST DISTRICT FOR CULTURE & SPORT INC., which comprise the statement of financial position as at March 31, 2024, and Statements of operations, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies. In my opinion, these financial statements present fairly, in all material respects, the financial position of SOUTH WEST DISTRICT FOR CULTURE & SPORT INC. as at March 31, 2024 and its financial performance and cash flows for the year then ended March 31, 2024 in accordance with Canadian accounting standards for not-for-profit organizations.

### **Basis for Opinion**

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Entity in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### ***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.

In preparing the financial statements, management is responsible for assessing the organization'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 organization or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the organization's financial reporting process

### ***Auditors' Responsibility***

My 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 my opinion. Reasonable assurance is a high level 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. Misstatement 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.

### ***A further description of the auditor's responsibilities:***

As part of an audit in accordance with Canadian Generally Accepted Auditing Standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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.

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- 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 organization'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 organization's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the organization 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.

I 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 my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences

*Mariya Sporysh*

**Mariya Sporysh, CPA, CMA**

**Chartered Professional Accountant**

Priority Accounting Services CPA Prof. Corp.  
2144 Cornwall Street  
Regina, SK, S4P 2K7

**May 15, 2024**

# SOUTH WEST DISTRICT FOR CULTURE & SPORT INC.

## Statement of Financial Position

As At March 31, 2024

	Note	2024	2023
<b>Assets</b>			
<b>Current Assets</b>			
Cash	3	105,370	97,028
Trade accounts receivable		11,822	9,201
GST receivable		1,623	2,061
Prepaid	5	-	1,500
<b>Total Current Assets</b>		<b>118,815</b>	109,790
<b>Total Assets</b>		<b>118,815</b>	109,790
<b>Liabilities and Shareholders' Equity</b>			
<b>Current Liabilities</b>			
Accounts payable and accrued liabilities	6	8,782	3,188
Deferred income/revenue		330	210
<b>Total Current Liabilities</b>		<b>9,112</b>	3,398
<b>Net Assets</b>			
Net assets		109,703	106,392
<b>Total Liabilities and Net Assets</b>		<b>118,815</b>	109,790

Approved on Behalf of the Board:

  


The accompanying notes are an integral part of these financial statements.

# SOUTH WEST DISTRICT FOR CULTURE & SPORT INC.

## Statement of Operations

For the Year Ended March 31, 2024

	Note	2024	2023
<b>Revenue</b>			
Saskatchewan Lotteries Trust Fund		290,500	290,500
Grants other(Schedule 1)		56,542	51,150
Self-Help(Schedule 2)		4,949	3,588
<b>Total revenue</b>		<b>351,991</b>	345,238
<b>Operating expenses</b>			
Community Development(Schedule 3)		16,216	28,211
District Network Coordination(Schedule 4)		34,355	37,169
Organizational Capacity(Schedule 5)		298,108	277,659
<b>Total operating expenses</b>		<b>348,679</b>	343,039
<b>Excess (deficiency) of revenue over expenses</b>		<b>3,312</b>	2,199

The accompanying notes are an integral part of these financial statements.

# SOUTH WEST DISTRICT FOR CULTURE & SPORT INC.

## Statement of Changes in Net Assets

For the Year Ended March 31, 2024

	2024	2023
Net assets, beginning of year	106,392	104,193
Excess (deficiency) of revenue over expenses	3,312	2,199
<b>Net assets, end of year</b>	<b>109,704</b>	106,392

The accompanying notes are an integral part of these financial statements.

# SOUTH WEST DISTRICT FOR CULTURE & SPORT INC.

## Statement of Cash Flows

For the Year Ended March 31, 2024

	Note	2024	2023
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Excess (deficiency) of revenue over expenses		3,312	2,199
Increase (decrease) in receivables		(2,620)	(1,857)
Increase (decrease) in GST receivable		436	(488)
Increase (decrease) in prepaid expense and other assets		1,500	(1,500)
Increase (decrease) in deferred revenue and deposits		120	(1,048)
Increase (decrease) in accounts payable and accrued expenses		5,594	-
<b>TOTAL CASH FLOWS FROM OPERATING ACTIVITIES</b>		<b>8,342</b>	<b>(2,694)</b>
<b>Net cash increase (decreases) in cash and cash equivalents</b>		<b>8,342</b>	<b>(2,694)</b>
Cash and cash equivalents at beginning of period		97,028	99,722
<b>Cash and cash equivalents at end of period</b>		<b>105,370</b>	<b>97,028</b>

Cash and cash equivalents consist of the following:

Cash	3	105,370	97,028
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The accompanying notes are an integral part of these financial statements.



# SOUTH WEST DISTRICT FOR CULTURE & SPORT INC.

## Notes to the Financial Statements

For the Year Ended March 31, 2024

### 1 Nature of entity

South West District for Culture, Recreation and Sport Inc. (the "district"), is a non-profit corporation whose purpose is to promote the development of community sport, culture, and recreation programming the the south west district of Saskatchewan. It was incorporated in 2008, as an amalgamation of the Zone 3 Sports Council, South West Recreation Association, South Central Recreation & Parks Association, and Badlands Recreation Association.

Due to the nature of its incorporated status under *the Non-Profit Corporations Act, 1995 of Saskatchewan*, the district is exempt from taxes under *Section 149 of the Income Tax Act, Canada*.

### 2 Significant Accounting Policies

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO) applied within the framework of accounting policies summarized below.

#### a Revenue recognition

The district follows the deferral method of accounting for contribution. 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 to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets in the year.

Grants from Sask Lotteries Trust Fund for Sport, Culture, and Recreation are received out of the net proceeds of lottery ticket sales in Saskatchewan. These grants have been recorded as revenue by the district and approved by Saskatchewan Lotteries Trust Fund for Sport, Culture, and Recreation for the year ended March 31, 2024. Accordingly, grants received for specific programs which are not expensed during the year are recorded as deferred revenue.

Interest income is recognized in the year earned.

#### b Cash and cash equivalents

Cash includes short-term deposits, which are all highly marketable securities with a maturity of three months or less when purchased. Short-term deposits are held to maturity and valued at cost.

#### c Property, plant and equipment

In order to match expenditures with grants received, capital asset purchases (net of related trades or sales) are recorded as expenditures in the year acquired.

#### d Impairment of long lived assets

##### i Description of process for evaluation

In the event that facts and circumstances indicate that the district's long-lived assets may be impaired,

# **SOUTH WEST DISTRICT FOR CULTURE & SPORT INC.**

## **Notes to the Financial Statements**

**For the Year Ended March 31, 2024**

### **2 Significant Accounting Policies**

#### **d Impairment of long lived assets**

##### **i Description of process for evaluation**

an evaluation of recoverability would be performed. Such an evaluation entails comparing the estimated future undiscounted cash flows associated with the asset to the asset's carrying amount to determine if a write down to market value or discounted cash flow value is required. The district considers that no circumstances exist that would require such an evaluation.

#### **e Financial instruments**

The district initially measures its financial assets and financial liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument.

The district subsequently measures all of its financial assets and financial liabilities at amortized cost, except for investments in index pooled funds that are quoted in an active market, which are measured at fair value

##### **i Fair values not materially different from book values**

The district has determined that the estimated fair value of the financial assets and liabilities do not differ considerably from their book value.

##### **ii Not subject to interest, currency or credit risk**

Unless otherwise noted, it is management's opinion that the district is not exposed to significant interest rate, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values.

##### **iii No significant risk due to short-term maturity**

The district is not exposed to significant interest rate risk due to the short-term maturity of its monetary assets and current liabilities.

#### **f Use of estimates**

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit 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 revenues and expenses during the reporting period. Actual results could differ from those estimates and may have impact on future periods.

# SOUTH WEST DISTRICT FOR CULTURE & SPORT INC.

## Notes to the Financial Statements

For the Year Ended March 31, 2024

### 3 Cash

Cash and cash equivalents consist of the following:

	2024	2023
Credit Union-Chequing Account	35,711	28,357
Credit Union-Savings Account	62,659	61,671
Credit Union-Petty cash	7,000	7,000
<b>Total</b>	<b>105,370</b>	<b>97,028</b>

### 4 Receivables

Accounts receivable consist of the following:

	2024	2023
Sask Sport	1,250	-
City of Swift Current	50	-
CFMWS-membership	30	-
Lakeland District	-	51
SPRA - Saskatchewan Parks and Recreation Association	10,492	9,150
<b>Total</b>	<b>11,822</b>	<b>9,201</b>

### 5 Prepaids

	2024	2023
Regional Municipal Plaza Inc	-	1,500

# SOUTH WEST DISTRICT FOR CULTURE & SPORT INC.

## Notes to the Financial Statements

For the Year Ended March 31, 2024

### 6 Accounts payable and accrued expenses

	2024	2023
Conexus	4	2
MasterCard Christie	5,187	1,179
MasterCard Brennen	103	1,396
Climax Community Museum	-	500
EhOS IT Solutions Inc.	639	111
Employee benefits	1,059	-
Contract wages	1,790	-
<b>Total</b>	<b>8,782</b>	<b>3,188</b>

### 7 Commitments

The district's total obligations, under various operating leases for office equipment are as follows:

2024	3,554
2025	3,554
<b>Total</b>	<b>7,108</b>

Rent expense for March 31, 2024 amounted to 9,236.

### 8 Economic dependence

The district currently receives significant revenue in grants from Saskatchewan Lotteries Trust Fund for Sport, Culture, and Recreation. As a result, the organization is dependent upon the continuance of these grants to maintain operations at their current levels.

### 9 Deferred revenue

The deferred revenue of the district consists of prepaid membership fees of \$ 330 (2023-\$210).

# **SOUTH WEST DISTRICT FOR CULTURE & SPORT INC.**

## **Notes to the Financial Statements**

**For the Year Ended March 31, 2024**

### **10 Credit risk**

The district does not face significant credit risk exposure. The fair values of items that meet the definition of financial instruments approximate their carrying values. These items include accounts receivable, notes receivable and short-term debt..

# SOUTH WEST DISTRICT FOR CULTURE & SPORT INC.

For the Year Ended March 31, 2024

## Schedule 1 - Other Grants Revenue

	2024	2023
SPRA - Grants	47,992	48,650
SaskSport - ICSDG, Swift Current Wrestling	5,000	-
SaskSport - ICSDG	2,500	2,500
SaskSport - Women in Sport, MJ Multicultural Council	1,050	-
<b>Total other grants revenue</b>	<b>56,542</b>	<b>51,150</b>

## Schedule 2 - Self-Help Revenue

	2024	2023
Membership Fees	1,590	1,110
Programs and Services	120	-
Interest	645	500
Other	2,594	1,978
<b>Total self-help revenue</b>	<b>4,949</b>	<b>3,588</b>

The accompanying notes are an integral part of these financial statements.

# SOUTH WEST DISTRICT FOR CULTURE & SPORT INC.

For the Year Ended March 31, 2024

## Schedule 3 - Community Development

	2024	2023
<b>Access and Participation</b>		
SK Games	1,348	13,700
Advocacy	2,500	2,500
Advocacy	-	585
<b>Leadership Capacity</b>		
Workshops	1,658	1,600
Networking	6,300	2,988
<b>Volunteer Development</b>		
Training	4,410	6,838
<b>Total Community Development</b>	<b>16,216</b>	<b>28,211</b>

## Schedule 4 - District Network Coordination

	2024	2023
<b>Awareness</b>		
Community Engagement	12,766	6,343
Communication Tools	1,948	3,792
<b>Network Extention</b>		
Partnerships	18,444	21,990
Meetings with Stakeholders	1,197	5,044
<b>Total District Network Coordination</b>	<b>34,355</b>	<b>37,169</b>

## Schedule 5 - Organizational Capacity

	2024	2023
Governance	7,065	6,592
Planning	7,920	10,149
Staffing	240,828	207,048
Office Operations	42,295	53,870
<b>Total Organizational Capacity</b>	<b>298,108</b>	<b>277,659</b>

The accompanying notes are an integral part of these financial statements.