

EVER ACTIVE SCHOOLS
Financial Statements
For The Year Ended June 30, 2023

INDEPENDENT AUDITOR'S REPORT

To the Board of Ever Active Schools

Opinion

We have audited the financial statements of Ever Active Schools (the Organization), which comprise the statement of financial position as at June 30, 2023, and the statements of revenues and expenditures, 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 our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at June 30, 2023, and the results of its operations and 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 *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Organization in accordance with 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 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.

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.

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Independent Auditor's Report to the Members of Ever Active Schools *(continued)*

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 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 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 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.

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.

METRIX GROUP LLP

Chartered Professional Accountants

Edmonton, Alberta
November 16, 2023

EVER ACTIVE SCHOOLS
Statement of Financial Position
As at June 30, 2023

	2023	2022
ASSETS		
CURRENT		
Cash	\$ 392,233	\$ 1,449,199
Accounts receivable	799,890	102,763
Inventory	67,884	53,276
Prepaid expenses	38,601	20,794
	<u>\$ 1,298,608</u>	<u>\$ 1,626,032</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities (Note 3)	\$ 161,227	\$ 130,624
Deferred contributions (Note 4)	589,967	1,131,922
	<u>751,194</u>	<u>1,262,546</u>
NET ASSETS	<u>547,414</u>	<u>363,486</u>
	<u>\$ 1,298,608</u>	<u>\$ 1,626,032</u>

ON BEHALF OF THE BOARD:


 _____ Director


 _____ Director

See notes to financial statements

EVER ACTIVE SCHOOLS
Statement of Revenues and Expenditures
For The Year Ended June 30, 2023

	2023	2022
REVENUE		
Partnerships and contracts <i>(Note 5)</i>	\$ 3,044,016	\$ 2,203,138
Grants <i>(Note 6)</i>	917,777	627,090
Fees for service	493,218	344,023
Donations	107,031	34,677
Interest income	12,919	-
	4,574,961	3,208,928
EXPENSES		
Wages and benefits	2,612,143	1,877,640
Program materials, supplies, and allowances	1,313,331	931,189
Travel and meetings	286,024	129,370
Office, telephone, utilities, and other	61,015	70,104
Marketing and promotion	47,011	65,926
Insurance	31,159	24,377
Good and Services Tax	18,036	15,521
Professional fees	15,246	19,844
Interest and bank charges	7,068	4,533
Miscellaneous	-	6,409
	4,391,033	3,144,913
EXCESS OF REVENUE OVER EXPENSES	\$ 183,928	\$ 64,015

See notes to financial statements

EVER ACTIVE SCHOOLS
Statement of Changes in Net Assets
For The Year Ended June 30, 2023

	2023	2022
NET ASSETS - BEGINNING OF YEAR	\$ 363,486	\$ 299,471
Excess of revenue over expenses	<u>183,928</u>	<u>64,015</u>
NET ASSETS - END OF YEAR	<u>\$ 547,414</u>	<u>\$ 363,486</u>

EVER ACTIVE SCHOOLS
Statement of Cash Flows
For The Year Ended June 30, 2023

	2023	2022
OPERATING ACTIVITIES		
Excess of revenue over expenses	\$ 183,928	\$ 64,015
Changes in non-cash working capital:		
Accounts receivable	(697,127)	162,852
Inventory	(14,608)	2,171
Accounts payable and accrued liabilities	30,603	18,900
Deferred contributions	(541,955)	(112,451)
Prepaid expenses	(17,807)	(8,447)
	(1,240,894)	63,025
INCREASE (DECREASE) IN CASH FLOW	(1,056,966)	127,040
Cash - beginning of year	1,449,199	1,322,159
CASH - END OF YEAR	\$ 392,233	\$ 1,449,199

See notes to financial statements

EVER ACTIVE SCHOOLS
Notes to Financial Statements
Year Ended June 30, 2023

1. PURPOSE OF THE ORGANIZATION

Ever Active Schools (The Organization) is a registered charity under the *Income Tax Act*. The Organization is designed to create and support healthy school communities by providing health and wellness programming to schools.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations.

Cash and cash equivalents

Cash and cash equivalents are comprised of items that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change of value. Cash and cash equivalents have a maturity of 90 days or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing.

Inventory

Inventory is measured at the lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of operations less the estimated costs necessary to make the sale. Inventory includes all costs to purchase, convert, and bring the inventories to their present location and condition. Cost is determined on a weighted average basis.

Revenue recognition

Ever Active Schools follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Fees for service revenue is recognized as revenue in the period in which the fees are earned and collection is reasonably assured..

Donation revenue is recognized when the donation is received.

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EVER ACTIVE SCHOOLS
Notes to Financial Statements
Year Ended June 30, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments

Measurement of financial instruments

The Organization 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 instruments.

The Organization subsequently measures all its financial assets and financial liabilities at amortized cost. Changes in fair value are recognized in net income.

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

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

The Organization has no financial assets measured at fair value.

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

Use of estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

3. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2023</u>	<u>2022</u>
Trade	\$ 93,118	\$ 71,912
Accrued vacation	68,109	58,712
	<u>\$ 161,227</u>	<u>\$ 130,624</u>

EVER ACTIVE SCHOOLS
Notes to Financial Statements
Year Ended June 30, 2023

4. DEFERRED CONTRIBUTIONS

Deferred contributions represents unearned partnerships and contracts and unspent contributions restricted for project and operating expenses related to subsequent periods.

	<u>2023</u>	<u>2022</u>
Opening balance	\$ 1,131,922	\$ 1,244,373
Amounts received	2,626,264	2,456,210
Amounts recognized as revenue during the year	<u>(3,168,219)</u>	<u>(2,568,661)</u>
	<u>589,967</u>	<u>1,131,922</u>

The deferred contributions balance consists of:

Catapult turtle island	115,134	17,899
City of Calgary Livable Streets	99,936	69,251
City of Calgary - Calgary Neighbourhoods	90,273	197,846
University of Manitoba	82,973	114,700
Government of Alberta - After school	58,000	-
Alberta Transportation Fund - Leduc Charter	36,436	-
WERC wellness works	28,018	-
Donations - IYMP	25,256	51,179
Alberta Medical Association Youth Run Club	15,000	24,702
Volleyball Canada	12,159	-
RBC resettle through leadership	11,920	-
EcoTrust common ground	5,885	-
ParticipAction community challenge	3,000	-
Healthy Communities	2,980	-
Shaping the future 2024 event	2,230	357
Return to play	767	-
Jumpstart Charities	-	241,120
Little Red River Aweena Neya	-	144,978
EAS in Residence Pathways	-	67,782
Alberta Health COVID-19 Mental Health Recovery Grant	-	37,952
Community Initiatives Prgm IYM	-	34,420
RBC youth wellness leadership	-	30,737
LEAP Healthy Futures	-	30,000
New Horizons Walking with Elders	-	15,959
Sport Canada Sport for Social Development Fund	-	12,500
Alberta Culture and Status of Women Sport Participation Grant	-	11,874
KEA Sport and WB Hub	-	11,033
Montreal lake cree	-	6,929
S4L Loon River Mentorship	-	5,166
Prepaid store gift cards	-	4,650
Calgary parks: snowshoes	-	888
	<u>589,967</u>	<u>1,131,922</u>

EVER ACTIVE SCHOOLS
Notes to Financial Statements
Year Ended June 30, 2023

5. PARTNERSHIPS AND CONTRACTS

	<u>2023</u>	<u>2022</u>
Jumpstart Charities	\$ 1,532,998	\$ 1,267,097
Montreal Lake Cree Nation	373,610	147,268
University of Manitoba	351,727	115,300
Kitaskinaw Education Authority	185,524	137,143
Little Red River Aweena Neya	144,978	169,107
Alberta Medical Association Youth Run Club	144,343	125,657
Sustainable Calgary	107,573	27,422
City of Calgary Livable Streets	139,315	79,792
Other	43,702	32,453
Medicine Hat Be Fit for Life	20,246	52,353
Canadian Healthy Schools Alliance	-	49,546
	<u>\$ 3,044,016</u>	<u>\$ 2,203,138</u>

6. GRANTS

	<u>2023</u>	<u>2022</u>
Alberta Culture and Tourism	\$ 235,360	\$ 120,320
Rideau Hall Foundation - Catapult turtle island	122,765	37,101
Alberta Jobs, Economy and Innovation	93,411	-
Alberta Labour and Immigration - Jobs Now	74,317	9,925
Canadian Women & Sport Iskwewak	50,000	-
ParticipACTION Community Challenge	47,000	-
Eco Trust Common Ground	44,115	-
Other	39,853	12,976
Alberta Minister of health - community recovery	39,410	94,629
RBC Resettlement through recreation leadership	38,080	-
RBC Foundation Youth Wellness Leader	30,737	39,263
City of Edmonton Learn to Skate	30,000	12,000
LEAP Healthy Futures	30,000	65,000
Healthy Communities - Playful streets	29,165	-
Alberta Transportation Fund - Leduc Charter	13,564	-
Edmonton Community Foundation - City Cycling	-	31,163
Alberta Culture and Tourism - COVID emergency support	-	35,000
Federal Government COVID-19 assistance	-	134,713
CPRA Gend Equity	-	15,000
Starbucks Foundation IYMP	-	20,000
	<u>\$ 917,777</u>	<u>\$ 627,090</u>

7. FINANCIAL INSTRUMENTS

It is management's opinion that the Organization is not exposed to significant credit, liquidity, market, currency, interest rate or other price risk through its financial instruments which include cash, accounts receivable, and accounts payable and accrued liabilities, except as follows:

Credit risk:

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Organization is exposed to credit risk through its accounts receivable. In order to reduce its credit risk, the Organization monitors accounts receivable, follows up on outstanding balances, and considers writing off balances where collection is uncertain.

8. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.
