

Financial Statements of

**PACIFISPORT REGIONAL SPORT CENTRE -
OKANAGAN SOCIETY**

(OPERATING AS PACIFISPORT OKANAGAN)

And Independent Practitioner's Review Engagement Report
thereon

Year ended March 31, 2025



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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of PacificSport Regional Sport Centre - Okanagan Society

We have reviewed the accompanying financial statements of PacificSport Regional Sport Centre - Okanagan Society (Operating as PacificSport Okanagan), which comprise the statement of financial position as at March 31, 2025, the statements of operations, changes in net assets, and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.



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Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of PacificSport Regional Sport Centre - Okanagan Society (Operating as PacificSport Okanagan) as at March 31, 2025, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Report on Other Legal and Regulatory Requirements

As required by Section 117(1)(b) of the Societies Act (British Columbia), we are required to state whether these financial statements are prepared on a basis consistent with the basis on which the financial statements that related to the preceding period were prepared. Based on our review, nothing has come to our attention that causes us to believe that the significant accounting policies applied in preparing these financial statements have not been applied on a basis consistent with that of the preceding year.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. Below the signature is a horizontal line that starts under the 'K' and ends under the 'P'.

Chartered Professional Accountants

Kelowna, Canada

September 22, 2025

PACIFICSPO RT REGIONAL SPORT CENTRE - OKANAGAN SOCIETY

(OPERATING AS PACIFICSPO RT OKANAGAN)

Statement of Financial Position

March 31, 2025, with comparative information for 2024

	2025	2024
Assets		
Current assets:		
Cash	\$ 267,701	\$ 178,119
Accounts receivable	53,461	62,624
Restricted cash (note 2)	90,000	90,000
	<u>411,162</u>	<u>330,743</u>
Tangible capital assets (note 3)	2,520	3,150
	<u>\$ 413,682</u>	<u>\$ 333,893</u>

Liabilities and Net Assets

Current liabilities:		
Accounts payable and accrued liabilities (note 4)	\$ 26,934	\$ 19,819
Deferred revenue	32,931	26,565
	<u>59,865</u>	<u>46,384</u>
Net assets:		
Invested in tangible capital assets	2,520	3,150
Internally restricted (note 2)	90,000	90,000
Unrestricted	261,297	194,359
	<u>353,817</u>	<u>287,509</u>
	<u>\$ 413,682</u>	<u>\$ 333,893</u>

See accompanying notes to financial statements.

On behalf of the Board:




PACIFICSPO RT REGIONAL SPORT CENTRE - OKANAGAN SOCIETY

(OPERATING AS PACIFICSPO RT OKANAGAN)

Statement of Operations

Year ended March 31, 2025, with comparative information for 2024

	2025	2024
Revenue:		
ViaSport British Columbia	\$ 203,243	\$ 142,639
Program fees	151,815	140,546
British Columbia Community Gaming grant	62,500	62,500
Grants and sponsorships	11,598	37,700
Summer student grants	37,503	33,309
City of Kelowna	37,647	21,500
Interest and other	1,662	2,176
	<u>505,968</u>	<u>440,370</u>
Expenses:		
Amortization	630	787
Office and general	12,137	27,212
Professional fees	11,108	9,131
Program costs	95,701	120,528
Salaries and benefits	300,648	299,911
Sport services	17,615	10,400
Telephone	1,821	3,029
	<u>439,660</u>	<u>470,998</u>
Excess (deficiency) of revenues over expenses	<u>\$ 66,308</u>	<u>\$ (30,628)</u>

See accompanying notes to financial statements.

PACIFICSPORT REGIONAL SPORT CENTRE - OKANAGAN SOCIETY

(OPERATING AS PACIFICSPORT OKANAGAN)

Statement of Changes in Net Assets

Year ended March 31, 2025, with comparative information for 2024

	Invested in tangible capital assets	Internally restricted	Unrestricted	Total 2025	Total 2024
Balance, beginning of year	\$ 3,150	\$ 90,000	\$ 194,359	\$ 287,509	\$ 318,137
Excess (deficiency) of revenue over expenses	(630)	-	66,938	66,308	(30,628)
Balance, end of year	\$ 2,520	\$ 90,000	\$ 261,297	\$ 353,817	\$ 287,509

See accompanying notes to financial statements.

PACIFICSPORT REGIONAL SPORT CENTRE - OKANAGAN SOCIETY

(OPERATING AS PACIFICSPORT OKANAGAN)

Statement of Cash Flows

Year ended March 31, 2025, with comparative information for 2024

	2025	2024
Cash provided by (used in):		
Operating activities:		
Cash received from program fees	\$ 168,531	\$ 128,362
Cash received from grants and other funding sources	351,305	303,426
Cash paid to suppliers and employees	(431,916)	(469,350)
Interest and other revenue received	1,662	2,176
	<u>89,582</u>	<u>(35,386)</u>
Financing activities:		
Canada Emergency Business Account loan repayment	-	(30,000)
	<u>89,582</u>	<u>(65,386)</u>
Increase (decrease) in cash	89,582	(65,386)
Cash, beginning of year	178,119	243,505
Cash, end of year	<u>\$ 267,701</u>	<u>\$ 178,119</u>

See accompanying notes to financial statements.

PACIFICSPO RT REGIONAL SPORT CENTRE - OKANAGAN SOCIETY

(OPERATING AS PACIFICSPO RT OKANAGAN)

Notes to Financial Statements

Year ended March 31, 2025

PacificSport Regional Sport Centre - Okanagan Society (Operating as PacificSport Okanagan) (the "Not For Profit Corporation") is a private company incorporated under the Society Act (British Columbia). The Society's purpose is developing a variety of sport services to meet the needs of high performance athletes, coaches and volunteers within the region.

1. Significant accounting policies:

(a) Revenue recognition:

The Organization follows the deferral method of accounting for contributions which include donations and government grants. Program fees are recognized as the services are provided. Revenue from contracts with municipalities, provincial grants and other funding sources are recognized as the services are provided in accordance with the terms of the applicable agreement. Interest and other revenue is recognized when the proceeds are received.

(b) Contributed services:

Individuals and organizations contribute numerous gift-in-kind donations each year to assist the Society in carrying out its operations. Because of the difficulty in determining the fair value of the contributed services, contributed services are not recognized in these financial statements.

The City of Kelowna provides office space, equipment and clerical support for the Society at no cost. The fair market value of these services is difficult to determine, and as a result is not reflected in the financial statements.

PACIFICSPORT REGIONAL SPORT CENTRE - OKANAGAN SOCIETY

(OPERATING AS PACIFICSPORT OKANAGAN)

Notes to Financial Statements (continued)

Year ended March 31, 2025

1. Significant accounting policies (continued):

(c) Tangible capital assets:

Tangible capital assets are recorded at cost, net of accumulated amortization. When the Society's management determines that certain tangible capital assets no longer contribute to the Society's ability to provide services, the carrying amount is written down to their recoverable amount.

Amortization is provided on a declining balance basis over the assets' estimated useful lives at the following rates:

Asset	Rate
Furniture and equipment	20%

(d) Use of estimates:

The preparation of 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 revenues and expenses during the year. Actual results could differ from those estimates.

(e) Financial instruments:

The Society measures cash at fair value and accounts receivable, accounts payable, and accrued liabilities at amortized cost. Changes in fair value of cash is recognized in the statement of operations in the periods in which they arise.

PACIFICSPO RT REGIONAL SPORT CENTRE - OKANAGAN SOCIETY

(OPERATING AS PACIFICSPO RT OKANAGAN)

Notes to Financial Statements (continued)

Year ended March 31, 2025

2. Restricted cash and internally restricted net assets:

The Board of Directors have internally restricted certain amounts to be used for specific purposes. Charges to these reserves are recorded directly through net assets. The reserve balances are summarized as follows:

	2025		2024	
Physical Literacy	\$	20,000	\$	20,000
Community Sport Development and Sport Inclusion		40,000		40,000
Community Sport Delivery		30,000		30,000
	\$	90,000	\$	90,000

3. Tangible capital assets:

	2025		2024	
	Cost	Accumulated amortization	Net book value	Net book value
Furniture and equipment	\$ 33,892	\$ 31,372	\$ 2,520	\$ 3,150

4. Accounts payable and accrued liabilities:

Included in accounts payable and accrued liabilities are government remittances payable of \$5,676 (2024 - \$5,580).

5. Economic dependence:

The Society collects its provincial and local funding through grants and contracts from organizations including: ViaSport British Columbia, British Columbia Community Grant and the City of Kelowna. Future operations of the Society depend on the continuation of this revenue and renewal of these contracts and grants.

PACIFICSPORT REGIONAL SPORT CENTRE - OKANAGAN SOCIETY

(OPERATING AS PACIFICSPORT OKANAGAN)

Notes to Financial Statements (continued)

Year ended March 31, 2025

6. Financial risks and concentration of risk:

The Society manages its liquidity and cash flow risk through the use of budgets and cash requirement schedules. Unless otherwise disclosed, the Society is not exposed to significant foreign exchange or credit risk.

7. Remuneration paid to directors, employees and contractors

In accordance with the Societies Act (British Columbia) Section 36.1 and Societies Regulation 9.2(b):

The Directors of the Society receive no remuneration for the performance of their responsibilities as Directors.

For the fiscal year ending March 31, 2025, the Society had one employee who received total annual remuneration of \$75,000 or greater. Remuneration includes salaries and taxable benefits.