

**ALBERTA KINESIOLOGY ASSOCIATION
FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2022**



**ALBERTA KINESIOLOGY ASSOCIATION
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YEAR ENDED DECEMBER 31, 2022**

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ST. ARNAUD PINSENT STEMAN

CHARTERED PROFESSIONAL ACCOUNTANTS

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Alberta Kinesiology Association

I have reviewed the accompanying financial statements of Alberta Kinesiology Association (the Association) that comprise the statement of financial position as at December 31, 2022, and the statements of changes in net assets, revenues and expenditures and cash flows for the year then ended, and 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 (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.

Practitioner's Responsibility

My responsibility is to express a conclusion on the accompanying financial statements based on my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me 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, I do not express an audit opinion on these financial statements.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the financial statements do not present fairly, in all material respects, the financial position of Alberta Kinesiology Association as at December 31, 2022, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.

John H.C. Pinsent Professional Corporation

Edmonton, Alberta
March 10, 2023

John H.C. Pinsent Professional Corporation
Chartered Professional Accountant

**ALBERTA KINESIOLOGY ASSOCIATION
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2022**

	2022	2021
	\$	\$
ASSETS		
CURRENT		
Cash	443,942	305,886
Accounts receivable	74,922	47,054
TOTAL ASSETS	518,864	352,940
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	4,594	2,500
Goods and services tax payable	291	-
TOTAL LIABILITIES	4,885	2,500
NET ASSETS	513,979	350,440
TOTAL LIABILITIES AND NET ASSETS	518,864	352,940

ON BEHALF OF THE BOARD

_____ Director

_____ Director

The accompanying notes form part of these financial statements



**ALBERTA KINESIOLOGY ASSOCIATION
STATEMENT OF CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2022**

	2022	2021
	\$	\$
NET ASSETS - BEGINNING OF YEAR	350,440	284,584
EXCESS OF REVENUES OVER EXPENSES	<u>163,539</u>	<u>65,856</u>
NET ASSETS - END OF YEAR	<u>513,979</u>	<u>350,440</u>

The accompanying notes form part of these financial statements



ALBERTA KINESIOLOGY ASSOCIATION
STATEMENT OF REVENUES AND EXPENDITURES
YEAR ENDED DECEMBER 31, 2022

	2022	2021
	\$	\$
REVENUES		
CKA Affinity	-	531
Courses	196,850	-
FASE	49,025	-
Marketing	18,750	550
Membership	163,840	166,920
	<u>428,465</u>	<u>168,001</u>
EXPENSES		
AKAdemy	91,590	18,020
Advertising and promotion	4,151	5,219
Board member	861	6,134
Business taxes and licences	4,169	4,622
FASE	45,550	-
Insurance	5,503	4,109
Interest and bank charges	2,699	4,303
Office	4,847	808
Professional fees	8,382	15,159
Salaries and wages	7,191	-
Sub-contracts	92,137	44,292
	<u>267,080</u>	<u>102,666</u>
EXCESS OF REVENUES OVER EXPENSES FROM OPERATIONS	161,385	65,335
OTHER INCOME		
Interest from other sources	2,154	521
EXCESS OF REVENUES OVER EXPENSES FOR THE YEAR	<u>163,539</u>	<u>65,856</u>

The accompanying notes form part of these financial statements



ALBERTA KINESIOLOGY ASSOCIATION
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2022

	2022 \$	2021 \$
OPERATING ACTIVITIES		
Excess of revenues over expenses	163,539	65,856
Changes in non-cash working capital:		
Accounts receivable	(27,868)	(47,054)
Accounts payable and accrued liabilities	2,094	2,500
Goods and services tax payable	291	-
	(25,483)	(44,554)
INCREASE IN CASH FLOW	138,056	21,302
Cash - beginning of year	305,886	284,584
CASH - END OF YEAR	443,942	305,886

The accompanying notes form part of these financial statements



ALBERTA KINESIOLOGY ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2022

1. PURPOSE OF THE ASSOCIATION

Alberta Kinesiology Association (the "Association") is a not-for-profit organization in the province of Alberta. The Association is qualified as a not-for-profit organization, which is exempt from income tax under Section 149 of the Income Tax Act.

The Association operates to provide standards of practice to Alberta Kinesiologists through education and ongoing professional development.

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 (ASNPO). Canadian accounting standards for not-for-profit organizations are part of Canadian GAAP.

Revenue recognition

Alberta Kinesiology Association follows the deferral method of accounting for contributions.

Revenues and expenses related to the Association's activities are reported in the Unrestricted Fund.

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.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Measurement uncertainty

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.

Contributed services

The operations of the Association depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

Government grants

Government grants are recorded when there is a reasonable assurance that the Association had complied with and will continue to comply with, all the necessary conditions to obtain the grants.

Cash

Cash includes outstanding deposits less outstanding cheques.

(continues)



ALBERTA KINESIOLOGY ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Financial Instruments

Measurement of financial instruments

The Association initially measures its financial assets and liabilities at fair value, except for certain non-arm's length transactions.

The Association subsequently measures all of its financial assets and financial liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in net income.

Financial assets measured at amortized cost includes cash.

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

Impairment

Financial assets measured at cost for 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.

Transaction costs

The Association recognizes its transaction costs in net income in the period incurred. However, financial instruments that will not be subsequently measure at fair value are adjusted by the transaction costs that are directly attributable to their origination, issuance or assumption.

3. FINANCIAL INSTRUMENTS

The Association is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Association's risk exposure and concentration as of December 31, 2022.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Association is exposed to credit risk from customers. The Association has a significant number of customers which minimizes concentration of credit risk.

Unless otherwise noted, it is management's opinion that the Association is not exposed to significant other price risks arising from these financial instruments.

