

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members
Canadian Rope Skipping Federation

We have reviewed the accompanying financial statements of Canadian Rope Skipping Federation that comprise of the statement of financial position as at July 31, 2024, and the statements of operations and unrestricted net assets 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 statements 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.

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 Canadian Rope Skipping Federation as at July 31, 2024, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.



Banwell & Douglas CPA Professional Corporation
Authorized to practice public accounting by the Chartered
Professional Accountants of Ontario.

Canadian Rope Skipping Federation

Statement of Financial Position

As At July 31, 2024

	<u>2024</u>	<u>2023</u>
Assets		
Current Assets		
Cash	\$ 73,119	\$ 30,642
Inventory	12,059	11,350
Prepaid expenses	795	843
	<u>\$ 85,973</u>	<u>\$ 42,835</u>
Liabilities		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 37,100	\$ 296
Net Assets		
Net Assets	<u>48,873</u>	<u>42,539</u>
	<u>\$ 85,973</u>	<u>\$ 42,835</u>

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

Canadian Rope Skipping Federation

Statement of Operations and Unrestricted Net Assets

For the Year Ended July 31, 2024

	<u>2024</u>	<u>2023</u>
Revenue		
Merchandise sales	\$ 1,440	\$ 846
Donation	30	5,037
Interest	253	262
Memberships	21,213	17,420
Competition fees	52,700	37,925
World championships	-	118,550
	<u>75,636</u>	<u>180,040</u>
Operating expenses		
Accounting	350	345
Competition expenses	54,472	61,229
Donation	-	500
Honorariums	1,700	1,700
Industry Canada	42	46
Insurance	9,588	9,930
Merchandise purchases	1,703	-
Office expenses	43	433
Scholarship	1,000	1,000
Team Canada	-	7,500
Worlds registration	91	114,715
Website	313	-
	<u>69,302</u>	<u>197,398</u>
Surplus (deficit) of revenues over expenses	6,334	(17,358)
Net assets, beginning of the year	42,539	59,897
Net assets, end of the year	<u><u>\$ 48,873</u></u>	<u><u>\$ 42,539</u></u>

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

Canadian Rope Skipping Federation

Statement of Cash Flows

For the Year Ended July 31, 2024

	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Surplus (deficit) of revenues over expenses	\$ 6,334	\$ (17,358)
(Increase) decrease in:		
Inventory	(709)	(6,196)
Prepaid expenses	48	(190)
Accounts payable and accrued liabilities	36,804	-
	<u>42,477</u>	<u>(23,744)</u>
Cash, beginning of the period	30,642	54,386
Cash, end of the period	<u><u>\$ 73,119</u></u>	<u><u>\$ 30,642</u></u>

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

Canadian Rope Skipping Federation

Notes to the Financial Statements

For the Year Ended July 31, 2024

1. Organization

The federation is registered under the Canadian Amateur Athletic Association. The organization holds various fundraising activities to provide funds for its members. Specifically, it provides funds to promote skipping through instruction, workshops, camps and exhibitions of skipping skills, and to provide recreation, entertainment and leisure activities for children and teens.

2. Significant Accounting Policies

The federation applies the accounting standards for not-for-profit organizations. Within this framework, the following is a summary of the significant policies adopted in the preparation of these financial statements.

a. Inventories

Inventory is stated at the lower of cost and net realizable value. Cost is determined on a first-in, first-out basis.

b. Property, plant and equipment

Capital assets are expensed in the year in which they are acquired.

c. Income taxes

There is no provision for income taxes within these financial statements as the federation is exempt from income taxes as a non-profit organization as defined by subsection 149(1)(l) of the Income Tax Act.

d. Revenue recognition

The Federation follows the deferral method in accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expense is incurred. Unrestricted contributions are recognized as revenue when they are received or receivable if the amount can be estimated and its collection can be reasonably assured.

e. Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting standards for not-for-profit organizations 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.

f. Contributions of assets, supplies and services

Contributions of assets, supplies and services that would otherwise have been purchased are recorded at the fair value at the date of contribution, provided a fair value can be reasonably determined. All other volunteer time is not recognized in these financial statements due to the difficulty in determining its fair value.