

FIELD HOCKEY CANADA
Financial Statements
Year Ended March 31, 2024

FIELD HOCKEY CANADA
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Year Ended March 31, 2024

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Independent Auditor's Report

To the Members of Field Hockey Canada

Report on the Financial Statements

Opinion

We have audited the financial statements of Field Hockey Canada (the "Organization"), which comprise the statement of financial position as at March 31, 2024, 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 March 31, 2024, 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 (ASNPO).

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 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.

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.

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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.

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.

Calgary, Alberta
August 28, 2024, except as to Note 16 which
is as of November 05, 2024.

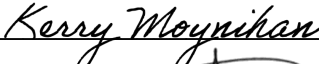


LOCKHART LLP
Chartered professional accountants

FIELD HOCKEY CANADA
Statement of Financial Position
March 31, 2024

	2024	2023
Assets		
Current		
Cash (Note 3)	\$ 273,839	\$ 581,972
Accounts receivable	86,118	10,623
Goods and services tax recoverable	8,576	4,505
Prepaid expenses	89,552	19,727
	458,085	616,827
Investments		
Women's COC endowment fund (Note 5)	151,775	138,616
Men's COC endowment fund (Note 6)	247,904	224,168
GIC investments (Note 8)	610,338	357,893
COF operational investment (Note 7)	26,473	24,878
Capital assets (Note 4)	11,471	4,956
	-	-
	\$ 1,506,046	\$ 1,367,338
Liabilities and Net assets		
Current		
Accounts payable and accrued liabilities (Note 9)	\$ 228,432	\$ 107,693
Deferred contributions (Note 10)	188,379	550,715
	416,811	658,408
Long term debt (Note 11)	-	30,000
	416,811	688,408
Net assets	1,089,235	678,930
	\$ 1,506,046	\$ 1,367,338

Commitments (Note 12)

Approved on behalf of the Board

 Director
 Director

FIELD HOCKEY CANADA
Statement of Revenues and Expenditures
Year Ended March 31, 2024

	2024	2023
Revenues		
Sport Canada - Reference Level	\$ 472,500	\$ 472,500
Sport Canada - Enhanced Excellence	390,000	575,000
Sport Canada - CSAI	400,000	76,470
Sport Canada - Gender Equity and Safety in Sport	50,740	23,000
Sport Canada - Emergency Funding	-	128,000
COF - NextGen	50,000	-
COC Funding	51,979	23,125
CAC Funding	4,418	11,013
Other Government	34,476	11,066
Membership Fees	183,315	217,706
National Program Levies (Note 15)	1,923,839	965,279
Donations and Sponsorship	364,673	238,720
Masters	233,712	101,109
Event Income	241,592	-
Domestic (Interest and Other)	80,367	55,250
	<u>4,481,611</u>	<u>2,898,238</u>
Expenditures		
National Programs		
Women National Program - Outdoor	1,560,667	1,105,014
Women National Program - Indoor	115,136	89,029
Men National Program - Outdoor	908,875	812,814
Men National Program - Indoor	61,871	-
Masters Program	221,641	101,259
	<u>2,868,190</u>	<u>2,108,116</u>
Corporate		
Employees and Contractors	206,736	320,134
Rent, Storage, and Supplies	13,563	13,014
Office General and Admin	6,990	7,464
Bank Charges	496	4,523
Meetings, Board and Legal	1,027	1,490
Professional Fees and Safe Sport	72,460	82,465
Depreciation	16,426	4,955
	<u>317,698</u>	<u>434,045</u>
Domestic Programs		
CSAI	418,000	65,000
Coach Education and Technical Officials	6,858	10,679
National Championships	167,017	71,361
Development Camps and Programs	236,448	7,534
Insurance	8,125	54,888
International Membership Fees	26,050	16,165
	<u>862,498</u>	<u>225,627</u>

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FIELD HOCKEY CANADA
Statement of Revenues and Expenditures *(continued)*
Year Ended March 31, 2024

	2024	2023
Marketing and Communications		
Sponsorship, Fundraising, and Awards	11,378	2,060
Merchandise	1,017	2,265
Translation	10,482	15,753
Communications	43	21,094
	22,920	41,172
	4,071,306	2,808,960
Excess of revenues over expenditures	\$ 410,305	\$ 89,278

FIELD HOCKEY CANADA
Statement of Changes in Net Assets
Year Ended March 31, 2024

	Unrestricted	Women's COC Endowment	Men's COC Endowment	Trust Fund Operations	2024	2023
NET ASSETS - BEGINNING OF YEAR	\$ 291,268	\$ 138,616	\$ 224,168	\$ 24,878	\$ 678,930	\$ 578,536
Excess of revenues over expenditures	371,816	13,159	23,735	1,595	410,305	89,278
Contributions during year	-	-	-	-	-	25,000
Drawings during year	-	-	-	-	-	(13,884)
NET ASSETS - END OF YEAR	\$ 663,084	\$ 151,775	\$ 247,903	\$ 26,473	\$ 1,089,235	\$ 678,930

See notes to financial statements

FIELD HOCKEY CANADA
Statement of Cash Flows
Year Ended March 31, 2024

	2024	2023
Operating activities		
Excess of revenues over expenditures	\$ 410,305	\$ 89,278
Item not affecting cash:		
Amortization of capital assets	16,426	4,955
	<u>426,731</u>	<u>94,233</u>
Changes in non-cash working capital:		
Accounts receivable	(75,495)	24,771
Prepaid expenses	(69,825)	(15,130)
Accounts payable and accrued liabilities	120,737	29,257
Goods and services tax payable	(4,071)	(898)
Deferred contributions	(362,336)	199,828
	<u>(390,990)</u>	<u>237,828</u>
Cash flow from operating activities	<u>35,741</u>	<u>332,061</u>
Investing activities		
Additions to capital assets	(22,940)	(9,911)
Purchase of investments	(290,934)	(279,219)
Cash flow used by investing activities	<u>(313,874)</u>	<u>(289,130)</u>
Financing activities		
Revenue from restricted funds	-	(13,762)
Repayment of long term debt	(30,000)	-
Cash flow used by financing activities	<u>(30,000)</u>	<u>(13,762)</u>
Increase (decrease) in cash flow	(308,133)	29,169
Cash - beginning of year	<u>581,972</u>	<u>552,803</u>
Cash - end of year	\$ 273,839	\$ 581,972

FIELD HOCKEY CANADA
Notes to Financial Statements
Year Ended March 31, 2024

1. PURPOSE OF THE ORGANIZATION

Field Hockey Canada (the "Organization"), in collaboration with its members, provincial organizations, strategic partners, national and international sport communities, provides opportunities for all people to experience the pleasures, challenges and achievements of field hockey.

The Organization is incorporated under the Canada Corporations Act as a not-for-profit organization and is a Registered Canadian Amateur Athletic Association under the Income Tax Act.

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 (ASNFPO).

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.

Examples of significant estimates include:

- a) the collectibility of receivables from athletes;
- b) the timing and recognition of revenue;
- c) estimated useful life of tangible capital assets; and
- d) asset impairment tests.

Assumptions are based on a number of factors including historical experiences, current events and actions that the Organization may undertake in the future, and other assumptions that are believed reasonable under the circumstances.

Women's and Men's COC Endowment funds

These funds were created by Canadian Women's Field Hockey Association and Canadian Field Hockey Association from money received from the Canadian Olympic Committee ("COC") prior to the formation of the Organization. The funds are controlled by their own trustees and provide contributions to the Organization for women's and men's high performance initiatives.

Revenue recognition

i) Contributions

The Organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenditures are incurred. Unrestricted contributions are recognized as revenue when they are received or become receivable if the amount to be received can be reasonably estimated and collection can be reasonably assured. Membership fees are recognized as revenue over the period to which they relate.

The Organization receives donations of goods and services from time to time. If the value of these donations is known, their fair value is recognized in the financial statements. The value of the time and expertise donated by many volunteers has not been reflected in these financial statements.

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FIELD HOCKEY CANADA
Notes to Financial Statements
Year Ended March 31, 2024

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

ii) Grants and memberships received in advance

Grant and membership payments received in advance represent funding and membership fees received in the current year but related to the following year.

iii) Sport Canada contributions

Contributions received from Sport Canada are subject to specific terms and conditions regarding the expenditures of the funds. The Organization's records are subject to audit by Sport Canada to identify instances, if any, in which amounts charged against contributions have not complied with the agreed terms and conditions and which, therefore, would be refundable to Sport Canada. In the event that adjustment to prior years' contributions is requested, they would be recorded in the year Sport Canada requests the adjustments.

Sport Canada works to advance sport within the context of the Government of Canada's priorities. Payments are subject to the appropriation of funds by Parliament and to the maintenance of current and forecasted program budget levels. Continued funding by Sport Canada is critical to the organization's ongoing ability to meet its objectives.

Capital Assets

Capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives on a straight-line basis at the following rates:

Computer equipment	2 years
Office Furniture and Equipment	2 years

Financial instruments

Investments in equity instruments quoted in an active market are initially recognized at fair value and are subsequently measured at the year-end fair value. Other financial instruments are initially recognized at fair value and are subsequently measured at cost, amortized cost or cost less appropriate allowances for impairment.

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

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

Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of impairment. The amount of 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 and the impairment not been recognized previously. The amount of reversal is recognized in income.

FIELD HOCKEY CANADA
Notes to Financial Statements
Year Ended March 31, 2024

3. CASH

	2024	2023
Cash on deposit	\$ 273,839	\$ 581,972

The Organization has a line of credit with Scotiabank, bearing interest at prime plus 2.25%. The limit was \$140,000 in fiscal year 2024, which is secured by a general security agreement over the assets of the Organization. The Organization's policies require that it holds the equivalent of three (3) months core operating costs to protect the interests of the members and limit the impact of unforeseen circumstances.

4. CAPITAL ASSETS

	Cost	Accumulated amortization	2024 Net book value	2023 Net book value
Computer equipment	\$ 10,403	\$ 8,476	\$ 1,927	\$ 3,275
Furniture and fixtures	22,449	12,905	9,544	1,681
	\$ 32,852	\$ 21,381	\$ 11,471	\$ 4,956

5. WOMEN'S COC ENDOWMENT FUND

	2024	2023
ASSETS		
Cash	\$ -	\$ 5,174
Equities	151,775	133,442
	151,775	138,616
FUND BALANCE		
Balance, beginning of the year	138,616	144,029
Receipts	104	-
Investment income	2,343	4,121
Unrealized gain (loss) on investment	12,066	(2,830)
Distribution and fees	(1,354)	(6,704)
Excess (deficiency) of revenue over distributions	13,159	(5,413)
Balance, end of the year	\$ 151,775	\$ 138,616

FIELD HOCKEY CANADA
Notes to Financial Statements
Year Ended March 31, 2024

6. MEN'S COC ENDOWMENT FUND

	2024	2023
ASSETS		
Cash	\$ -	\$ 8,315
Equities	247,903	215,853
	247,903	224,168
FUND BALANCE		
Balance, beginning of the year	224,168	232,517
Receipts	1,258	869
Investment income	4,083	7,037
Unrealized gain (loss) on investment	19,383	(4,913)
Distribution and fees	(988)	(11,342)
Excess (deficiency) of revenue over distributions	23,736	(8,349)
Balance, end of the year	\$ 247,904	\$ 224,168

7. OPERATIONAL TRUST FUND

	2024	2023
ASSETS		
Cash	\$ -	\$ -
Equities	26,473	24,878
Subtotal	26,473	24,878
FUND BALANCE		
Balance, beginning of the year	24,878	-
	24,878	-
Receipts	242	25,000
Investment income (loss)	474	790
Unrealized gain (loss) on investment	2,072	(144)
Distribution and fees	(1,193)	(768)
	1,595	24,878
	\$ 26,473	\$ 24,878

FIELD HOCKEY CANADA
Notes to Financial Statements
Year Ended March 31, 2024

8. GIC INVESTMENTS

	2024	2023
Cashable GIC, interest rate 3%, maturity October 27, 2023	\$ -	\$ 317,747
Cashable GIC, interest rate 4.75%, maturity October 30, 2024	459,018	-
Cashable GIC, interest rate 4.5%, maturity March 26, 2025	100,074	-
Long term non redeemable GIC, interest rate 5.9%, maturity October 30,2025	51,245	-
Other savings account, with nominal interest rate	1	40,146
	\$ 610,338	\$ 357,893

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2024	2023
Accounts payable	\$ 198,346	\$ 83,001
Accrued liabilities	10,500	10,270
Payroll liabilities	19,586	14,424
	\$ 228,432	\$ 107,695

10. DEFERRED CONTRIBUTIONS

The deferred funds reported represent all income collected specifically for programming and events which were to take place in the subsequent financial year. The Statement of Operations excludes the Sport Canada funding reserved for future projects. These funds were reserved with Sport Canada approval and is detailed in Schedule 1.

	2024	2023
Deferred restricted funds	\$ 70,931	\$ 455,243
Athlete/Program funds	95,252	92,972
Emergency Fund	2,500	2,500
FHO - Quest for Gold	19,696	-
	\$ 188,379	\$ 550,715

In 2023, \$300,000 was deferred specific programming funding. These amounts were realized as revenue in the current year.

11. LONG TERM DEBT

On May 8, 2020, the Organization received \$40,000 Canada Emergency Business Account (CEBA), made available by the federal government as a loan due to the Covid-19 pandemic. Out of this amount \$10,000 was forgivable if loan was repaid before December 31, 2023. The \$10,000 forgivable portion of the loan was recognized as grant revenue in 2021 fiscal year. The remaining \$30,000 was repaid on October 30, 2023.

FIELD HOCKEY CANADA
Notes to Financial Statements
Year Ended March 31, 2024

12. COMMITMENTS

The Organization secured a lease for office premises under an agreement beginning February 1, 2022 and expiring January 31, 2024, with the option to renew for the Renewal Term. The lease included an office space rent and storage area. In response to the Covid-19 pandemic and in accordance with the Canada Emergency Commercial Rent Assistance (CECRA) program, the lease was renegotiated to abate the basic monthly rent of \$953.25 from April 1, 2021 to January 31, 2022, and extend the original term of lease to January 31, 2024. The lease agreement was renewed in fiscal year 2024 with the new term of agreement commencing February 1, 2024 and expiring January 31, 2026.

Future minimum lease payments are as follows:

February 1, 2024 to January 31, 2025	\$	13,115
February 1, 2025 to January 31, 2026		<u>13,508</u>
	\$	<u>26,623</u>

13. FINANCIAL INSTRUMENTS

Financial instruments of the Organization consist of cash, investments, accounts receivable, bank indebtedness, and accounts payable.

Unless otherwise noted, it is management's opinion that the Organization is not exposed to significant interest rate, currency, credit, liquidity or market risks arising from its financial instruments and the carrying amount of the financial instruments approximate their fair value.

14. ECONOMIC DEPENDENCE

The Organization received the government funding from Sport Canada representing 29% (44% in 2023) of the Organization's total revenues.

15. NATIONAL PROGRAM LEVIES

Included in National Program Levies is \$203,096 of fundraising into the program through Adopt an Athlete.

16. AMENDED FINANCIAL STATEMENTS

Subsequent to issuing the financial statements it was discovered that \$30,000 of funding relating to Sport Canada Gender Equity and Safety in Sport relates to the fiscal year ending March 31, 2024. It was also discovered that a \$20,000 holdback from CSAI should have been recorded as revenue for the 2023/2024 fiscal year pursuant to the contribution agreement. Consequently, an adjustment to the financial statements was made. Deferred contributions was reduced by \$30,000 and Accounts receivable was increased by \$20,000 on the Statement of Financial Position and Revenues on the Statement of Revenues and Expenditures was increased by the same. Further changes to the Statement of Financial Position, Statement of Revenues and Expenditures, Statement of Changes in Net Assets, and Notes to Financial Statements followed accordingly.

FIELD HOCKEY CANADA
Notes to Financial Statements
Year Ended March 31, 2024

SCHEDULE 1 - SPORT CANADA

REVENUES	
PCH Funding - Reference Level (Total Mainstream & AWAD)	472,500
PCH Funding - Enhanced Excellence (Total Mainstream & AWAD)	340,000
PCH Funding - Next Generation Initiative (50%) (Total Mainstream & AWAD)	50,000
PCH Funding - Gender Equity (Total Mainstream & AWAD)	30,000
PCH Funding - Safety in Sport (Total Mainstream & AWAD)	20,740
Subtotal - PCH Funding	913,240
Other sources of revenues - Other government (Fed incl. other PCH., Prov., Terr., Mun.)	38,894
Other sources of revenues -COC/CPC - Next Generation Initiative (50%)	50,000
Other sources of revenues -Sport Canada CSAI	400,000
Other sources of revenues -Other cash revenues	3,079,477
Other sources of revenues -Other in-kind revenues	-
Shortfall	-
Subtotal - Other sources of revenue	3,568,371
Total Revenues	4,481,611
EXPENDITURES	
Contribution Blocks - Reference Level	
General Administration (Max. 10% of contribution)	10,800
Governance	5,800
Salaries, Fees and Benefits	163,400
Coaching Salaries and Prof. Dev. (Protected)	275,000
National Team Programs (NTP)	5,000
Official Languages (Protected)	10,000
Operations and Programming	2,500
Total - Reference-level	472,500
Contribution Blocks -Enhanced Excellence	340,000
	340,000
Contribution Blocks - Next Generation Initiative	50,000
	50,000
Contribution Blocks - Gender Equity	30,000
Contribution Blocks - Safety in Sport	20,740
Contribution Blocks - Gender Equity and Safety in Sport	50,740
Total Mainstream	913,240
Sport Canada CSAI	400,000
Other Cash Expenditures	2,758,066
Reserve funds for future projects	410,305