

Financial Executive Summary

Year Ended March 31, 2025

Key Financial Metrics

Total Revenue \$68,709 ▼ \$877 vs. prior year	Total Expenses \$69,784 ▲ \$4,772 vs. prior year	Net Result (\$1,075) Deficit — first in 2 years	Cash on Hand \$56,758 ▲ \$820 vs. prior year
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Going concern — material uncertainty flagged by the reviewer

The practitioner drew attention to a material uncertainty regarding the Society's ability to continue operations. The specific risk: local schools are considering charging fees for gym use, which could significantly increase program delivery costs. Management has adopted a plan to seek alternative provincial funding and negotiate gym access with the municipality and local schools. Operations have continued without disruption since year-end. The review conclusion was not modified on this basis, but the board should request a progress update at this meeting.

Positives and concerns

Strengths	Concerns
<ul style="list-style-type: none"> Registration revenue grew to \$58,213, up \$4,493 (8.4%) from the prior year. 	<ul style="list-style-type: none"> Sponsorship revenue dropped to zero from \$6,050 in the prior year — a significant unrecovered loss.
<ul style="list-style-type: none"> Cash position is healthy at \$56,758 with a modest \$820 increase year-over-year. No debt obligations. 	<ul style="list-style-type: none"> Equipment expenses spiked to \$13,274 from \$4,573 (190% increase). Board should clarify whether one-time or recurring.
<ul style="list-style-type: none"> Grant income nearly tripled to \$2,926 (up from \$1,160), reflecting successful funding applications. 	<ul style="list-style-type: none"> Tournaments and awards expense jumped to \$8,922 from \$3,679 while tournament revenue declined to \$3,292.
<ul style="list-style-type: none"> Deferred contributions rose to \$24,313, indicating sustained registration demand for next season. 	<ul style="list-style-type: none"> Qualified review conclusion due to limits on verifying completeness of fundraising and cash revenues.

Items to watch

Items to monitor

- First-time ASNPO (Accounting Standards for Not-for-Profit Organizations) adoption required retroactive restatement. Comparative 2024 figures were not independently reviewed — year-over-year comparisons carry this context.
- Memberships and fees expense rose to \$5,847 from \$3,798, and was also an ASNPO adjustment item in the prior year.
- Community events spending more than doubled to \$4,192 from \$1,739. Board should confirm alignment with strategic priorities.
- Advertising and promotion rose to \$4,127 from \$2,973. Given the sponsorship gap, the board should assess whether this spend is generating returns.

Reviewer notes

These are the Society's first financial statements prepared under Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO), adopted April 1, 2024 with a transition date of April 1, 2023. Comparative figures for 2024 have been restated under ASNPO but were not independently reviewed.

The review carries a qualified conclusion in respect of fundraising revenues and cash receipts, which is standard for organizations of this type and does not imply any irregularity. The practitioner confirmed that, except for this scoping limitation, nothing came to their attention suggesting the financial statements are materially misstated.

The league remains financially stable with adequate cash reserves and manageable liabilities. However, the shift to a deficit position, increasing cost pressures, and external risks related to facility access and funding highlight the need for continued financial monitoring and proactive planning to ensure long term sustainability.

Reviewed by Equinox, Chartered Professional Accountants, April 3, 2026.