

EQUESTRIAN NOVA SCOTIA

FINANCIAL STATEMENTS

March 31, 2024



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INDEPENDANT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

We have reviewed the accompanying financial statements of Equestrian Nova Scotia, that comprise the statement of financial position as at March 31, 2024, and the statement of operations, statement of changes in net assets and cash flows for the year then ended, as well as a summary of significant accounting policies and other explanatory information.

Management's Responsibility for 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.

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 Nova Scotia Equestrian Federation as at March 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.

DARTMOUTH, NS

September 12, 2024



Chartered Professional Accountants

**EQUESTRIAN NOVA SCOTIA
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2024**

	<u>2024</u>	<u>2023</u>
<u>ASSETS</u>		
CURRENT ASSETS		
Cash and cash equivalents (Note 2, 7)	\$ 105,491	\$ 117,679
Accounts receivable, net	16,144	6,358
Inventory	0	1,765
Prepaid expenses	167	257
Short-term investments (Note 2, 9)	190,540	70,189
	312,342	196,248
CAPITAL ASSETS (Note 1, 3)	174	1,311
LONG TERM INVESTMENTS (Note 2, 10)	0	116,612
	<u>\$ 312,516</u>	<u>\$ 314,171</u>
<u>LIABILITIES</u>		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 7,542	\$ 12,458
Payroll deductions payable	6,086	5,632
Deferred contributions (Note 8)	9,620	6,460
	23,248	24,550
<u>NET ASSETS</u>		
NET ASSETS	289,268	289,621
	<u>\$ 312,516</u>	<u>\$ 314,171</u>

APPROVED BY:

Director _____

The accompanying notes form an integral part
of these financial statements

EQUESTRIAN NOVA SCOTIA
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2024

	<u>2024</u>	<u>2023</u>
CONTRIBUTIONS		
Technical/Competitive Programs	\$ 119,002	\$ 81,247
Organization operations (Note 6)	348,344	307,806
Participatory Programs	20,310	36,610
Investment revenue (loss)	4,882	(2,482)
	<u>492,538</u>	<u>423,181</u>
EXPENSES		
Technical/Competitive Programs	112,369	89,552
Organization operations (Note 4, 6)	332,324	353,120
Participatory Programs	48,198	43,722
	<u>492,891</u>	<u>486,394</u>
EXCESS OF EXPENSES OVER REVENUE	<u>\$ (353)</u>	<u>\$ (63,213)</u>
Net assets, beginning of year	<u>289,621</u>	<u>352,834</u>
NET ASSETS, END OF YEAR	<u><u>\$ 289,268</u></u>	<u><u>\$ 289,621</u></u>

The accompanying notes form an integral part
of these financial statements

**EQUESTRIAN NOVA SCOTIA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2024**

	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess of revenue over expenses	\$ (353)	\$ (63,213)
Items not involving an outlay of cash:		
Amortization	1,137	1,927
Net changes in non cash working capital balances *	<u>(9,233)</u>	<u>(19,481)</u>
	<u>(8,449)</u>	<u>(80,767)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase/Redemption of investments	<u>(3,739)</u>	<u>2,550</u>
	<u>(3,739)</u>	<u>2,550</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(12,188)	(78,217)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>117,679</u>	<u>195,896</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 105,491</u>	<u>\$ 117,679</u>
* CASH FLOWS FROM NON CASH WORKING CAPITAL BALANCES ARE COMPRISED OF THE FOLLOWING:		
Accounts receivable	\$ (9,786)	\$ (3,585)
Prepaid expenses	90	1,830
Inventory	1,765	(1,765)
Accounts payable and accrued expenses	(4,916)	(7,872)
Payroll deductions payable	454	(982)
Deferred contributions	<u>3,160</u>	<u>(7,107)</u>
	<u>\$ (9,233)</u>	<u>\$ (19,481)</u>

The accompanying notes form an integral part
of these financial statements

**EQUESTRIAN NOVA SCOTIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024**

1. STATUS AND PURPOSE OF THE ORGANIZATION

Equestrian Nova Scotia is a not-for-profit society incorporated under the Societies Act of the Province of Nova Scotia. The mandate is to provide governance related to Equestrian activities within Nova Scotia. The federation is exempt from income taxes. On November 23, 2022 Nova Scotia Equestrian Federation changed its name to Equestrian Nova Scotia.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

Cash and cash equivalents

Equestrian Nova Scotia's policy is to present bank balances and term deposits with a maturity period of three months or less from the date of acquisition under cash and cash equivalents.

Use of estimates

Management's assumptions are based on a number of factors, including historical experience, current events and actions that the organization may undertake in the future, and other assumptions that we believe are reasonable under the circumstances. Actual results could differ from those estimates under different conditions and assumptions. Estimates were used when accounting for certain items, such as the useful lives of capital assets and accrued liabilities.

Revenue recognition

Equestrian Nova Scotia uses the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when they are received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Member fees are recognized as revenue when they are received or receivable.

Investment revenue (interest) is recognized as earned.

Investments

Investments are recorded at market value. Investments with a maturity date of 5 years or less from the date of acquisition are considered short-term, otherwise they are considered long-term.

**EQUESTRIAN NOVA SCOTIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024**

Capital Assets

Capital assets are recorded at cost. Amortization is provided annually at rates calculated to write off the assets at the undernoted rates. During the year of acquisition amortization is provided at one-half the regular rate.

Computer equipment Straight line over 3 years

3. CAPITAL ASSETS

	<u>Rate</u>	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	
				2024	2023
Computer equipment	straight line	\$ 5,780	\$ 5,606	\$ 174	\$ 1,311
		<u>\$ 5,780</u>	<u>\$ 5,606</u>	<u>\$ 174</u>	<u>\$ 1,311</u>

4. RELATED PARTY TRANSACTIONS

Sport Nova Scotia offers administrative services and office space to small sports based organizations.

	2024	2023
Administrative services and overhead	\$ 14,264	\$ 13,959
Office rent	10,254	10,185
	<u>\$ 24,518</u>	<u>\$ 24,144</u>

5. FINANCIAL INSTRUMENTS

Financial instruments include cash, accounts receivable, short term investments (GICs), and accounts payable and accruals. Unless otherwise noted, it is our opinion that the organization is not exposed significant interest or credit risks arising from financial instruments.

Credit risk

Credit risk consists principally of cash and banks, short-term investments, and accounts receivable. Cash and short-term investments are maintained with reputable and major financial institutions. The risk of non-performance of these instruments is considered to be remote.

**EQUESTRIAN NOVA SCOTIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024**

Interest rate risk

Equestrian Nova Scotia is exposed to interest risk with respect to the following financial instruments:

- Cash
- Short-term investments

There are no derivative financial instruments to mitigate these risks.

Fair value

Cash, short-term investments, accounts receivable, long-term investments and accounts payable and accruals are financial instruments whose fair value approximates their carrying value.

6. ORGANIZATION OPERATIONS

	<u>2024</u>	<u>2023</u>
CONTRIBUTIONS		
Government assistance	\$ 66,485	\$ 57,799
Memberships	234,364	217,147
Other	47,495	32,860
	<u>\$ 348,344</u>	<u>\$ 307,806</u>
EXPENSES		
Salaries	\$ 189,534	\$ 199,524
Rent	10,254	10,185
Administration	127,463	122,068
Other	4,061	19,416
Competition	(125)	0
Amortization	1,137	1,927
	<u>\$ 332,324</u>	<u>\$ 353,120</u>

**EQUESTRIAN NOVA SCOTIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024**

	<u>2024</u>	<u>2023</u>
7. RESTRICTED FUNDS - EQUINE MEDICATION CONTROL PROGRAM		
Remainder of Equestrian Canada Medication Control Administration Fees collected by Equestrian NS . Funds are used specifically for designated, board-approved, equine health and safety, education, resources and awareness campaigns.	<u>\$ 8,118</u>	<u>\$ 8,118</u>
8. DEFERRED CONTRIBUTIONS	<u>2024</u>	<u>2023</u>
Excellence and Participation Funding	\$ 0	3,000
Trail Ride/Drive	160	0
Learn to ride videos	5,000	0
Performance program	700	0
Eventing clinic	300	0
2023 LTED Bursary for Youth Dressage	0	200
2023/2024 Coach Symposium	3,460	2,900
2023/2024 First Aid Course	0	360
	<u>\$ 9,620</u>	<u>\$ 6,460</u>
9. SHORT-TERM INVESTMENTS (at market value)	<u>2024</u>	<u>2023</u>
TD Canada Trust - GIC (5 year @ 0.54%) Matures September 2024	\$ 10,235	\$ 10,179
TD Canada Trust - GIC (3 year @ 0.20%) Matures December 2025	20,525	20,484
TD Canada Trust - GIC (100 days @ 2.5%) Matures May 2023	0	13,172
TD Canada Trust - GIC (5 year @ 3.71%) Matures September 2028	75,786	0
TD Canada Trust - GIC (5 year @ 3.71%) Matures September 2028	25,262	0
TD Canada Trust - GIC (100 days @ 4.0%) Matures June 2024	43,078	0
TD Canada Trust - GIC (100 days @ 4.0%) Matures April 2024	15,654	26,354
	<u>\$ 190,540</u>	<u>\$ 70,189</u>
10. LONG-TERM INVESTMENTS (at market value)	<u>2024</u>	<u>2023</u>
TD Canada Trust - Balanced Portfolio measured at market value.	<u>\$ 0</u>	<u>\$ 116,612</u>