

**Manitoba Major Soccer League Inc.**  
**Financial Statements**  
September 30, 2024

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## Independent Auditors' Report

To the Members of  
Manitoba Major Soccer League Inc.

### *Opinion*

We have audited the financial statements of Manitoba Major Soccer League Inc. (the "Organization"), which comprise the statement of financial position as at September 30, 2024, the statements of operations and 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 September 30, 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.

### *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 *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Organization in accordance with the 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 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.

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.

### *Auditors' 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 auditors' 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.

## Independent Auditors' Report - continued

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 auditors' 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 auditors' 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.

*Booke & Partners*

Winnipeg, Canada  
January 31, 2025

Chartered Professional Accountants

**Manitoba Major Soccer League Inc.**  
**Statements of Operations and Changes in Net Assets**

Year ended September 30

	2024	2023 (Note 6)
Revenues		
Outdoor fees	\$ 260,019	\$ 255,303
Indoor fees	236,057	199,485
Administration	4,423	8,528
Golf tournament	4,282	-
Disciplinary fines	1,780	1,625
Tournament income	-	1,643
	<u>506,561</u>	<u>466,584</u>
Expenditures		
Bad debts	17,480	4,876
Facility rentals	253,851	250,283
General league and office	47,439	58,133
Golf tournament	2,184	-
Match officials	104,867	96,263
Miscellaneous	-	235
Playoffs	2,250	2,450
Salaries and benefits (Note 2a)	106,737	86,400
Trophies and prize money	6,250	8,500
	<u>541,058</u>	<u>507,140</u>
Deficiency of revenues over expenditures	<u>\$ (34,497)</u>	<u>\$ (40,556)</u>
Balance, beginning of year	\$ (13,716)	\$ 26,840
Deficiency of revenues over expenditures	<u>(34,497)</u>	<u>(40,556)</u>
Balance, end of year	<u>\$ (48,213)</u>	<u>\$ (13,716)</u>

See accompanying notes to the financial statements.

**Manitoba Major Soccer League Inc.**  
**Statement of Financial Position**

September 30

**2024**

**2023**

**Assets**

Current

Cash	\$ 94,990	\$ 183,757
Receivables (Note 4)	13,665	32,027
Prepaid expenses	3,916	-

**112,571** 215,784

Restricted cash (Note 3) **16,457** 19,306

**\$ 129,028** **\$ 235,090**

**Liabilities**

Current

Payables and accruals	\$ 100,848	\$ 117,900
Deferred revenue	57,667	52,900
Current portion of loan payable (Note 5)	-	40,000
Government remittances payable	2,269	18,700

**160,784** 229,500

Performance bonds (Note 3) **16,457** 19,306

**177,241** 248,806

**Net Assets** **(48,213)** **(13,716)**

**\$ 129,028** **\$ 235,090**

Approved by the Board

\_\_\_\_\_ Member

\_\_\_\_\_ Member

See accompanying notes to the financial statements.

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**Manitoba Major Soccer League Inc.**  
**Statement of Cash Flows**

Year ended September 30

**2024****2023**

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**Operating**

Cash receipts from members

\$ **524,923** \$ 484,915

Cash paid to suppliers and employees

**(616,539)** (461,227)**Net (decrease) increase in cash****(91,616)** 23,688**Cash**

Beginning of year

**203,063** 179,375

End of year

**\$ 111,447** \$ 203,063

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**Cash consists of:**

Cash

\$ **94,990** \$ 183,757

Restricted cash

**16,457** 19,306**\$ 111,447** \$ 203,063

See accompanying notes to the financial statements.

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**Manitoba Major Soccer League Inc.**  
**Notes to the Financial Statements**  
September 30, 2024

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**1. Nature of operations**

Manitoba Major Soccer League Inc. (the "Organization") is a not-for-profit organization whose objectives are to promote and foster competitive soccer throughout the City of Winnipeg and surrounding areas. As a not-for-profit organization, it is exempt from income tax.

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**2. Summary of significant accounting policies**

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant accounting policies are detailed as follows:

**(a) Government assistance**

Government assistance, by way of the Manitoba Green Team Program, is recorded as an expense recovery when received. During the year, the Organization received grants totaling \$Nil (2023 - \$10,581).

Government assistance, by way of the Canada Summer Jobs grant, is recorded as an expense recovery when received. During the year, the Organization received grants totaling \$9,620 (2023 - \$8,632).

**(b) Equipment**

Equipment is fully expensed in the year of acquisition in accordance with section 4433 of the CPA Canada Handbook. Equipment expensed in prior years consists of computer equipment. During the year, acquisitions of \$Nil (2023 - \$1,632) were expensed in the Statement of Operations.

**(c) Revenue recognition**

The Organization follows 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 received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Revenue generated from participating teams is recognized in the period in which the related services are provided. When receipts from teams have been collected for services not yet provided, the receipts are deferred as a liability.

**(d) Accounting estimates**

The preparation of financial statements in accordance 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 amount of revenues and expenses during the reported period. These estimates are reviewed periodically and are reported in earnings in the period in which they become known. Actual results could differ from these estimates.



**2. Summary of significant accounting policies - continued**

**(e) Financial instruments**

The Organization recognizes its financial instruments when the Organization becomes party to the contractual provisions of the financial instrument. Financial instruments are initially recorded at fair value with subsequent reporting at amortized cost.

Unless otherwise stated in these financial statements, the fair value of the Organization's financial assets and liabilities approximate their carrying value. It is management's opinion that the Organization is not exposed to significant credit, currency, interest, market or other price risk arising from these financial instruments.

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Organization is exposed to less than significant credit risk.

Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in foreign currency rates. The Organization is not exposed to currency risk as all transactions occur in Canadian currency.

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Organization is not exposed to interest rate risk as the Organization has no external debt at September 30, 2024.

Liquidity risk is the risk that the Organization will encounter difficulty in meeting obligations associated with financial liabilities. The Organization is exposed to liquidity risk due to negative working capital at September 30, 2024.

Market risk and other price risk are the risks that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market prices. The Organization is not exposed to market risk as it does not hold any significant financial instruments and is not exposed to currency or interest rate risk.

Management believes these risks are manageable and do not represent a threat to the Organization's ability to continue as a going concern.

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**3. Performance bonds**

The league receives a deposit from teams when they join the league. The deposit is refundable when the team exits the league and does not have fines owing to the league. If fines are owing to the league, these fines are deducted from the amounts refunded.

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**Manitoba Major Soccer League Inc.**  
**Notes to the Financial Statements**  
September 30, 2024

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**4. Receivables**

	<u>2024</u>	<u>2023</u>
Accounts receivable	\$ 25,626	\$ 40,102
Less: Allowance for doubtful accounts	<u>(11,961)</u>	<u>(8,075)</u>
	<u>\$ 13,665</u>	<u>\$ 32,027</u>

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**5. Loan payable**

The Organization received the Canada Emergency Business Account ("CEBA") loan in the amount of \$60,000. The loan was interest free until January 18, 2024, after which time interest would accrue at a rate of 5% per annum. If \$40,000 of the loan has been repaid by January 18, 2024, the remaining \$20,000 of the loan shall be forgiven. The balance of the loan was repaid during the 2024 fiscal year.

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**6. Comparative amounts**

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year deficiency of revenues over expenditures.

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