
PRESCRIPTION TO GET ACTIVE NPC

FINANCIAL INFORMATION

Year Ended March 31, 2024

PRESCRIPTION TO GET ACTIVE NPC

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Year Ended March 31, 2024

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Prescription to Get Active NPC

We have reviewed the accompanying financial statements of Prescription to Get Active NPC (the Organization) that comprise the statement of financial position as at March 31, 2024, and the statements of revenues and expenditures, changes in accumulated deficit 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 standards for not-for-profit organizations (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.

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 Prescription to Get Active NPC as at March 31, 2024, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.


Romanovsky & Associates LLP

Edmonton, Alberta
September 26, 2024

Romanovsky & Associates LLP
Chartered Professional Accountants

PRESCRIPTION TO GET ACTIVE NPC
Statement of Revenues and Expenditures
Year Ended March 31, 2024

	<u>2024</u>	<u>2023</u>
REVENUE		
Grants	\$ 199,651	\$ 230,443
Sponsorships	5,000	5,000
Interest	682	1,507
	<u>205,333</u>	<u>236,950</u>
EXPENSES		
Salaries and wages	146,065	143,002
Professional fees	14,675	6,300
Consulting fees	14,283	7,739
General and administrative	11,661	10,759
Amortization	9,912	22,028
Advertising and promotion	7,865	9,676
Research	4,899	23,000
Travel	620	6,427
	<u>209,980</u>	<u>228,931</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES FOR THE YEAR	<u>\$ (4,647)</u>	<u>\$ 8,019</u>



Steve Allan, President

PRESCRIPTION TO GET ACTIVE NPC
Statement of Changes in Accumulated Deficit
Year Ended March 31, 2024

	2024	2023
ACCUMULATED DEFICIT - BEGINNING OF YEAR	\$ (13,432)	\$ (21,451)
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	(4,647)	8,019
ACCUMULATED DEFICIT - END OF YEAR	\$ (18,079)	\$ (13,432)

PRESCRIPTION TO GET ACTIVE NPC**Statement of Financial Position****March 31, 2024**

	2024	2023
ASSETS		
CURRENT		
Cash	\$ -	\$ 41,323
Restricted cash (Note 3)	193,495	62,094
Term deposit	-	5,000
Prepaid expenses	1,042	1,730
	194,537	110,147
CAPITAL ASSETS NET OF DEFERRED CONTRIBUTIONS (Notes 4, 5)		
	193	428
	\$ 194,730	\$ 110,575
LIABILITIES AND NET ASSETS		
CURRENT		
Bank indebtedness	\$ 5,404	\$ -
Accounts payable and accrued liabilities	13,910	21,913
Deferred contributions for unspent funds (Notes 3, 5)	193,495	62,094
Current portion of Canada Emergency Business Account	-	40,000
	212,809	124,007
ACCUMULATED DEFICIT	(18,079)	(13,432)
	\$ 194,730	\$ 110,575

APPROVED BY THE DIRECTOR_____
Director

PRESCRIPTION TO GET ACTIVE NPC**Statement of Cash Flows****Year Ended March 31, 2024**

	2024	2023
OPERATING ACTIVITIES		
Cash receipts from grants and sponsorships	\$ 326,375	\$ 155,000
Cash paid for program services	(61,318)	(43,707)
Cash paid for salaries and wages	(146,065)	(143,002)
Interest received	682	1,507
	<hr/>	<hr/>
Cash flow from (used by) operating activities	119,674	(30,202)
INVESTING ACTIVITY		
Term deposit redemption	5,000	-
	<hr/>	<hr/>
FINANCING ACTIVITY		
Repayment of long term debt	(40,000)	-
	<hr/>	<hr/>
INCREASE (DECREASE) IN CASH	84,674	(30,202)
Cash - beginning of year	103,417	133,619
	<hr/>	<hr/>
CASH - END OF YEAR	\$ 188,091	\$ 103,417
	<hr/>	<hr/>
CASH CONSISTS OF:		
Cash	\$ -	\$ 41,323
Restricted cash	193,495	62,094
Bank indebtedness	(5,404)	-
	<hr/>	<hr/>
	\$ 188,091	\$ 103,417
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PRESCRIPTION TO GET ACTIVE NPC

Notes to Financial Statements

Year Ended March 31, 2024

PURPOSE OF THE ORGANIZATION

Prescription to Get Active NPC (the "Organization") was incorporated under the Canada Not-for-profit Corporations Act and is registered under Section 149.1(l) of the Income Tax Act, and as such is exempt from taxes.

The Organization's objective is to promote physical activity in sedentary individuals, and to improve overall health by integrating primary care and recreation through its partners and members. Physicians provide a prescription to patients which grant the patients access to community recreation. Issuing the prescription also gives the physicians the opportunity to discuss the importance of physical activity.

1. BASIS OF PRESENTATION

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenue recognition

Prescription to Get Active NPC 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. Endowment contributions are recognized as direct increases in net assets. Contributions for property, plant and equipment are recognized as revenue on the same basis as the amortization expense.

Cash and cash equivalents

Cash and cash equivalents include deposits with financial institutions and cash on hand.

Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Financial instruments

Initial measurement

The Organization initially measures its financial assets and liabilities originated or exchanged in arm's length transactions at fair value. Financial assets and liabilities originated or exchanged in related party transactions, except for those that involve parties whose sole relationship with the Organization is in the capacity of management, are initially measured at cost.

The cost of a financial instrument in a related party transaction depends on whether the instrument has repayment terms. If it does, the cost is determined using its undiscounted cash flows, excluding interest and dividend payments, less any impairment losses previously recognized by the transferor. Otherwise, the cost is determined using the consideration transferred or received by the Organization in the transaction.

Subsequent measurement

The Organization subsequently measures all its financial assets and liabilities at cost or amortized cost.

Financial assets measured at amortized cost using the straight-line method include cash, term deposits, trade and other receivables.

(continues)

PRESCRIPTION TO GET ACTIVE NPC

Notes to Financial Statements

Year Ended March 31, 2024

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

Transaction costs

Transaction costs attributable to financial instruments that originated or exchanged in a related party transaction are recognized in income in the period incurred. Transaction costs related to financial instruments originated or exchanged in an arm's length transaction that are subsequently measured at cost or amortized cost are recognized in the original cost of the instrument. When the instrument is measured at amortized cost, transaction costs are recognized in income over the life of the instrument using the straight-line method.

Impairment

For financial assets measured at cost or amortized cost, the Organization determines whether there are indications of possible impairment. When there are, and the Organization determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows, a write-down is recognized in income. If the indicators of impairment have decreased or no longer exist, the previously recognized impairment loss may be reversed to the extent of the improvement. The carrying amount of the financial asset may be no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in income.

Property, plant and equipment

Purchased capital assets are recorded at cost.

Amortization is provided using the declining balance method at rates intended to amortize the cost of assets over their estimated useful lives. Capital assets acquired during the year but not placed into use are not amortized until they are placed into use. In the year of acquisition, amortization is applied at one-half the stated rate.

Website and computer software

55% declining balance method

Impairment of long lived assets

The Organization tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

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.

Amortization is based on the estimated useful lives of capital assets.

These 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.

Contributed services

Contributions of materials and services are recognized both as contributions and expenses in the statement of operations and changes in net assets when a fair value can be reasonably estimated and when the materials and services are used in the normal course of the Organization's operations and would otherwise have been purchased. No contributed materials and services were recognized in the year.

PRESCRIPTION TO GET ACTIVE NPC

Notes to Financial Statements

Year Ended March 31, 2024

3. RESTRICTED CASH

Restricted cash is comprised of cash subject to restrictions imposed by funding agreements outstanding at March 31, 2024. If the funds are not spent on the intended costs or not spent by the expiry of the agreement, the funds are returned to the contributor.

4. PROPERTY, PLANT AND EQUIPMENT

	Cost	Deferred contributions	Accumulated amortization	2024 Net book value
Website and computer software	\$ 131,455	\$ 7,917	\$ 123,345	\$ 193

	Cost	Deferred contributions	Accumulated amortization	2023 Net book value
Website and computer software	\$ 131,455	\$ 17,594	\$ 113,433	\$ 428

5. DEFERRED CONTRIBUTIONS

Deferred contributions consist of unspent contributions externally restricted for the purpose of fulfilling the Organization's goals or consist of the unamortized amount of contributions received for the purchase of a capital asset. Recognition of these amounts as revenue is deferred to periods when the specified expenditures are made or when the related capital asset is amortized. Changes in the deferred contribution balances are as follows:

	2024	2023
Balance, beginning of year	\$ 79,688	\$ 160,131
Amounts received during the year	321,375	150,000
Amounts recognized as revenue during the year	(199,651)	(230,443)
Balance, end of year	\$ 201,412	\$ 79,688

	2024	2023
<u>Summary of deferred contribution balances</u>		
Deferred contributions for unspent funds	\$ 193,495	\$ 62,094
Deferred contributions for capital assets	7,917	17,594
	\$ 201,412	\$ 79,688

6. FINANCIAL INSTRUMENTS

The Organization, as part of its operations, carries a number of financial instruments. It is management's opinion that the organization is not exposed to significant currency, credit, liquidity, interest or other price risks arising from these financial instruments.

PRESCRIPTION TO GET ACTIVE NPC

Notes to Financial Statements

Year Ended March 31, 2024

7. ECONOMIC DEPENDENCE

The Organization's primary source of revenue is Government of Alberta grants. The grant funding can be cancelled if the Organization does not observe certain established guidelines. The Organization's ability to continue viable operations is dependent upon maintaining its compliance with the criteria within their agreement. As at the date of these financial statements, the Organization believes that it is in compliance with the agreement.

The term of the grant agreements with the Government of Alberta are set to expire on June 30, 2024 and January 31, 2027.