Financial Statements of

viaSport British Columbia Society

And Independent Auditor's Report thereon

Year ended March 31, 2026

KPMG LLP
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INDEPENDENT AUDITOR'S REPORT

To the Directors of viaSport British Columbia Society

Opinion

We have audited the financial statements of viaSport British Columbia Society (the "Society"), which comprise:

- the statement of financial position as at March 31, 2026
- the statement of operations and changes in fund balances for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements, present fairly, in all material respects, the financial position of the Society as at March 31, 2026, and its results of 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 "***Auditor's Responsibilities for the Audit of the Financial Statements***" section of our auditor's report.

We are independent of the Society 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.

KPMG

Emphasis of Matter – Comparative Information

We draw attention to Note 11 to the financial statements ("Note 11"), which explains that certain comparative information presented for the year ended March 31, 2025 has been restated.

Note 11 explains the reason for the restatement and also explains the adjustments that were applied to restate certain comparative information.

Our opinion is not modified in respect of this matter.

Other Matter – Comparative Information

As part of our audit of the financial statements for the year ended March 31, 2026, we also audited the adjustments that were applied to restate certain comparative information presented for the year ended March 31, 2025. In our opinion, such adjustments are appropriate and have been properly applied.

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 Society'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 Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Society's financial reporting process.

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 the 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 Society'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 Society'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 Society 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.

- 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.

Report on Other Legal and Regulatory Requirements

As required by the Societies Act (British Columbia), we report that, in our opinion, and other than as described in Note 11, the accounting policies applied in preparing and presenting the financial statements in accordance with Canadian accounting standards for not-for-profit organizations have been applied on a basis consistent with that of the preceding year.

KPMG LLP

Chartered Professional Accountants

Vancouver, Canada

July 23, 2026

viaSport British Columbia Society

Statement of Financial Position

March 31, 2026, with comparative information for 2025

	2026	2025
		(Restated – note 11)
Assets		
Current assets:		
Cash and cash equivalents	$ 25,494,007	$ 26,209,535
Accounts receivable (note 3)	100,825	260,775
Prepaid expenses and deposits	48,853	66,420
Other	280	280
	25,643,965	26,537,010
Capital assets (note 4)	15,803	53,728
	$ 25,659,768	$ 26,590,738
Liabilities and Fund Balances		
Current liabilities:		
Accounts payable and accrued liabilities (note 3)	$ 896,750	$ 264,521
Deferred contributions (note 7)	19,516,539	21,232,799
	20,413,289	21,497,320
Deferred contributions (long-term portion)	906,800	1,014,154
	21,320,089	22,511,474
Fund Balances (note 8):		
Operations fund	4,323,876	4,025,536
Capital fund	15,803	53,728
	4,339,679	4,079,264
Commitments (note 9)		
	$ 25,659,768	$ 26,590,738

The accompanying notes are an integral part of these financial statements.

Approved on behalf of the Board of Directors:

G-Hwm
Jul 29, 2026, 8:54 AM PDT

Erica McGuinness
Jul 29, 2026, 10:03 AM PDT
Director

viaSport British Columbia Society

Statement of Operations and Changes in Fund Balances

Year ended March 31, 2026, with comparative information for 2025

	Restricted Fund	Operations Fund	Capital Fund	2026 Total	2025 Total
					(Restated – note 11)
Operational revenue:					
Provincial contribution and grants funding	$ 13,901,754	$ 1,841,950	$ -	$ 15,743,704	$ 15,171,225
Provincial initiatives funding	1,746,008	-	-	1,746,008	7,212,230
Private sector and other funding	133,594	49,000	-	182,594	152,947
Interest income	-	355,364	-	355,364	634,804
Sport courses and events	-	302,167	-	302,167	246,513
Contributions in kind	-	138,977	-	138,977	165,687
Other income	-	12,118	-	12,118	115,692
	15,781,356	2,699,576	-	18,480,932	23,699,098
Operational expenses:					
Contributions and grants	13,901,305	50,250	-	13,951,555	12,493,537
Funded initiatives	1,007,077	-	-	1,007,077	7,212,230
Grants in kind	-	138,977	-	138,977	165,687
Salaries and benefits	-	1,501,090	-	1,501,090	1,836,400
Program development and marketing	868,642	318,968	-	1,187,610	1,241,633
General and administration	-	82,574	37,925	120,499	210,202
Facilities	-	117,386	-	117,386	118,872
Technology	-	109,781	-	109,781	98,785
Legal and audit	4,332	50,272	-	54,604	90,689
Other (note 3)	-	31,938	-	31,938	284
	15,781,356	2,401,236	37,925	18,220,517	23,468,319
Excess (deficiency) of revenue over expenses from operations	-	298,340	(37,925)	260,415	230,779
Receipts (disbursements) for affiliated foundation (note 3)	200,000	(200,000)	-	-	-
Excess (deficiency) of revenue over expenses	200,000	98,340	(37,925)	260,415	230,779
Fund balance, beginning of year	-	4,025,536	53,728	4,079,264	3,848,485
Transfer from the Restricted Fund (note 8)	(200,000)	200,000	-	-	-
Fund balance end of year	$ -	$ 4,323,876	$ 15,803	$ 4,339,679	$ 4,079,264

The accompanying notes are an integral part of these financial statements.

viaSport British Columbia Society

Statement of Cash Flows

Year ended March 31, 2026, with comparative information for 2025

	2026	2025
		(Restated – note 11)
Cash provided by (used in):		
Operating activities:		
Excess of revenues over expenses for the year	$ 260,415	$ 230,779
Amortization, an item not affecting cash	37,925	37,925
	298,340	268,704
Changes in non-cash working capital items:		
Accounts receivable	159,950	57,165
Prepaid expenses and deposits	17,567	57,534
Accounts payable and accrued liabilities	632,229	(63,699)
Deferred contributions	(1,823,614)	(5,793,359)
Net change in non-cash working capital items	(1,013,868)	(5,742,359)
Decrease in cash and cash equivalents	(718,528)	(5,473,655)
Cash and cash equivalents, beginning of year	26,209,535	31,683,190
Cash and cash equivalents, end of year	$ 25,494,007	$ 26,209,535

The accompanying notes are an integral part of these financial statements.

1. Organization:

viaSport British Columbia Society (the “Society”) is a not-for-profit organization incorporated on January 24, 2011 and is registered under the Societies Act (British Columbia). The Society is exempt from income taxes provided certain requirements of the Income Tax Act continue to be met.

The Society administers sport-related grant programs funded by the Province of British Columbia (the “Province”) that encourage sport participation and healthy living; develop high-performance athletes; and improve delivery of sport and recreation programs. The Society also creates and implements cross-sector strategies that optimize sport programming and development, connects participants to resources and increases opportunities for participation in sport and physical activity. The Society’s mission is to lead the growth of amateur sport in British Columbia, foster a culture that offers safe, welcoming and inclusive sport experiences and support quality economic growth and social development in communities across the province.

2. Significant accounting policies:

(a) Basis of presentation:

The financial statements have been prepared by management in accordance with Canadian Accounting Standards for Not-For-Profit Organizations in Part III of the Chartered Professional Accountants of Canada Handbook (“ASNPO”).

(b) Fund accounting:

The Society uses fund accounting in its financial statements. The Society’s administrative activities, contributions and program expenses other than those allocated to the program funds (the restricted fund) are assigned to the operations fund. Contributions designated by the contributors for use in particular areas of the Society’s mandate are reflected in the appropriate program fund.

Investments in property and equipment and websites are recorded in the capital fund.

From the total provincial government funding provided to viaSport, 89.5% (2025 – 88.2%) is allocated to the restricted fund for contributions and initiatives and 10.5% (2025 – 11.8%) is allocated to the operations fund to administer said restricted funds.

2. Significant accounting policies (continued):

(c) Revenue recognition:

The Society follows the deferral method accounting for contributions (note 11).

Contributions are recorded as revenue when received or receivable except when the contributor has specified that they are intended for a specific purpose or use in a future period, in which case they are initially deferred and only recognized as revenue when the expenses are incurred, or the restrictions are met. Unrestricted contributions, where there are no restrictions by the contributor, are recognized at the earlier of the time the funds are received and the time the contributor enters into a contract with viaSport to provide funding (provided, however, the amount of the funding is known and the collectability is reasonably assured). Revenue, other than contributions, is recognized when persuasive evidence of an arrangement exists, services have been rendered, the price is fixed or determinable, and provided that at the time of performance, ultimate collection is reasonably assured.

Investment income is recognized as revenue when earned, except where the contributor has specified interest earned is to be set aside for a specific purpose (restricted interest). Restricted interest is initially deferred and is recognized as revenue through provincial initiatives funding.

(d) Contributions in kind:

The Society recognizes contributions in kind, for goods and services only when the fair value can be reasonably estimated and when the goods and services are used in the normal course of the Society’s operations and would have been purchased otherwise.

(e) Grants:

The Society recognizes a grant expense at the time it contracts to provide that grant. The grantee may be required to comply with certain administrative, reporting and other requirements prior to receiving all of the contracted funds.

(f) Cash and cash equivalents:

Cash and cash equivalents may consist of cash on hand as well as term deposits and guaranteed investment certificates redeemable at any time with nominal interest or penalties to the Society.

2. Significant accounting policies (continued):

(g) Capital assets:

Capital assets are recorded at cost, less accumulated amortization. Amortization, which is recorded in the capital fund, is provided using the following annual rates and methods:

Asset	Basis	Term
Furniture and fixtures	Straight-line	5 years
Computer hardware	Straight-line	3 years
Computer software	Straight-line	3 years
Telephone equipment	Straight-line	5 years
Leasehold improvements	Straight-line	over the term of the lease
Website development	Straight-line	3 years
Gear and equipment	Straight-line	3 years

(h) Website development costs:

Website costs generally are not capitalized and normally expensed. An entirely new website, or the addition of significant new functionality, which involves various stages of development are capitalized and recorded at cost, less accumulated amortization. Amortization is calculated over a three-year life using the straight-line method.

(i) Use of estimates:

The preparation of financial statements in accordance with ASNPO requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(j) Financial instruments:

Society’s financial instruments consist of cash and cash equivalents, accounts receivable and accounts payable and accrued liabilities. The financial instruments are initially measured at fair value and subsequently carried at amortized cost. Financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Society determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Organization expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

3. Due to affiliate:

Included in accounts payable is $200,000 due to an affiliated foundation to the Society. This is an affiliate due to common ownership. The amount relates to funding provided by an external funder in support of operationalizing the affiliate foundation.

Costs to establish and maintain the affiliate, which was incorporated on January 31, 2019, were paid by the Society (2025 – $29,840 Due from affiliate) and have been forgiven. These costs have been included in other expenses.

4. Capital assets:

			2026	2025
	Cost	Accumulated amortization	Net book value	Net book value
Furniture and fixtures	$ 56,062	$ 56,062	$ -	$ -
Computer hardware	471,063	471,063	-	-
Computer software	31,347	31,347	-	-
Telephone equipment	5,117	5,117	-	-
Leasehold improvement	26,835	26,835	-	-
Website development	678,449	662,646	15,803	53,728
Gear and equipment	6,009	6,009	-	-
	$ 1,274,882	$ 1,259,079	$ 15,803	$ 53,728

5. Trust assets and obligations:

Since August 27, 2014, the Society is the Trustor administering funds at no charge for the Indigenous Youth Sports Legacy Fund (Legacy Fund). $600,000 is held in an endowed trust with the West Vancouver Foundation in respect of the Legacy Fund. As at March 31, 2026, the total Legacy Fund was $741,933 (2025 – $720,651) with a gross investment return of $23,790 (2025 – $50,815). The Society will continue to administer the granting out of these funds and the distribution of income earned on the endowment fund. There was a $ 34,000 contribution during the fiscal year (2025 - $31,000).

The Society is the Trustor administering funds at no charge for the Coaches BC Legacy Fund (CBCL Fund) and Coaches Association of BC Fund (CABC Fund), both administered by the Vancouver Foundation for coaching development in BC. As at March 31, 2026, the CBCL Fund holds an endowment of $156,379 (2025 – $136,578) with a distributable amount of $ 20,434 (2025 - $24,081). As at March 31, 2026, the CABC Fund holds an endowment of $355,444 (2025 - $242,543) with a distributable amount of $114,030 (2025 - $93,868). Both of these funds are not recorded in the financial statements and are administered externally. The interest earned on these funds are accessed and distributed based on the terms outlined in the funds' charters.

6. Risk management:

(a) Currency risk:

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Society is not exposed to significant currency risk.

(b) Interest rate risk:

Interest rate risk is the risk that the Society's investments will change in fair value due to future fluctuations in market interest rates. The Society is not exposed to significant interest rate risk.

(c) Market and other price risk:

Market and other price risk are the risk that the fair value of an investment will fluctuate due to changes in market conditions. Fair value risk is the potential for loss from an adverse movement in the value of a financial instrument. The Society is not exposed to significant market risk.

(d) Credit risk:

Credit risk is the risk of loss resulting from failure of an individual or group to honor their financial obligations. The Society's accounts receivable are due primarily from government organizations and reputable organizations. The Society does not consider these balances to pose a significant credit risk.

(e) Liquidity risk:

Liquidity risk is the risk that the Society will not be able to meet its financial obligations as they fall due. The Society's approach to managing liquidity risk is to ensure that it will have sufficient working capital and cash flows to fund operations and settle liabilities when due.

There have been no significant changes in risk exposure from the prior period.

7. Deferred contributions:

	Balance March 31, 2025	Net Funding Received	Transfers	Revenue Recognized	Balance March 31, 2026
Deferred contributions:					
Sport Safeguarding BC (a)	$ 5,058,470	$ -	$ -	$ (16,515)	$ 5,041,955
Playsafe (a)	$ 945,043	-	-	(267,127)	677,916
Major Events (b)	5,534,000	-	-	-	5,534,000
High performance (c)	5,000,000	-	-	(100,000)	4,900,000
RISE program (d)	1,664,154	-	-	(907,077)	757,077
Data and Info systems (e)	1,275,000	-	-	(149,380)	1,125,620
Shortfall coverage (f)	1,189,209	-	-	(188,026)	1,001,183
Governance reviews (g)	727,350	-	-	(304,425)	422,925
Other (h)	506,036	604,973	(300,000)	(427,854)	384,155
Team BC (I)	347,691	250,000	-	(452,183)	145,508
Partner programs (j)	-	133,000	-	-	133,000
Equity in sport participation (k)	-	-	200,000	-	200,000
ILTPD implementation (l)	-	-	100,000	-	100,000
	$ 22,246,953	$ 988,973	$ -	$ (2,812,587)	$ 20,423,339

Deferred contributions are primarily government-designated funds towards specific initiatives and sport programming. All expenditures within the restricted fund are in support of programs as specified in agreements with the Province and other grantors.

Remaining monies in the restricted fund are restricted for a specific purpose by the grantor, namely:

(a) The Province's investments to strengthen safety in sport, including Sport Safeguarding BC, an independent society created to establish and maintain a complaint management system for amateur sport in BC, and proactive safety strategies to foster positive and safe sport experiences including the Society's PlaySafe initiative.

(b) The Province's contribution to support major or marquee sport events legacy initiatives.

(c) The Province's contribution to support high performance sport development.

(d) As per the direction from the Province, funds not expended from the Amateur Sport League Fund were allocated to support vulnerable youth accessing sport through the RISE (Resilient, Inspire, Strength, Engage) program administered by the Indigenous Sport Physical Activity and Recreation Council, through to November 2026.

(e) The Province's investment in future upgrades in a data collection system.

(f) The Province's funding to provide coverage for future annual contribution agreement shortfalls.

(g) The Province's contribution to support sector governance and operational effectiveness reviews through to December 2026.

(h) Other restricted contributions consist primarily of other grants that support accessibility and inclusion.

7. Deferred contributions (continued):

(i) viaSport administers the Ministry's investment to support Team BC Mission Staff for teams representing the province at the Canada Games through an annual agreement with the BC Games Society.

(j) The Province's contribution to expand partner programs and build inclusive sport delivery through the Society's affiliated foundation.

(k) The Province's contribution to support dedicated outreach to under-represented groups, in order to improve access and sport equity.

(l) The Province's contribution to support implementation of the Indigenous Long-Term Participant Development Pathway (ILTPD).

8. Fund balances:

	Balance, March 31, 2025	Excess / (deficiency) of revenues over expenses	Inter-fund transfers	Balance, March 31, 2026
Restricted fund	$ -	$ 200,000	$ (200,000)	$ -
Operations fund:				
Undesignated fund (a)	223,531	98,340	$ 200,000	$ 521,871
Board designated reserves (b)				
Operating reserve (i)	740,000	-	-	740,000
Safe Sport reserve (ii)	1,012,005	-	-	1,012,005
Strategic Initiatives reserve (iii)	2,050,000	-	-	2,050,000
	3,802,005	-	-	3,802,005
	4,025,536	98,340	200,000	4,323,876
Capital fund	53,728	(37,925)	-	15,803
	$ 4,079,264	$ 260,415	$ -	$ 4,339,679

The Operations fund is comprised of:

(a) The Undesignated Fund represents net assets available to support the Society's ongoing operations. During the year the fund increased by $298,340, reflecting the excess of revenues over expenses from operations. This increase was offset by a $200,000 distribution to the affiliated foundation (see note 3) which was supplemented by a $200,000 transfer from accrued interest from the Restricted Fund. As a result, the Undesignated Fund increased by a net amount of $298,340 during the year.

8. Fund balances (continued):

(b) Board-designated reserves which are funds restricted for specific purposes by the Board of Directors, namely:

(i) The Operating Reserve is made up of $600,000 contingency for use in the event of emergencies to sustain operations during unforeseen events and $140,000 operating initiatives to address funding pressures resulting from limited operational budget and rising costs due to inflation.

(ii) The Safe Sport Reserve includes the Society's contribution ($125,000) to fund the strategy to strengthen safety in sport and the Province's contribution for project administration of said strategy.

(iii) The Strategic Initiatives Reserve is to save the necessary resources for the Society's future strategic priorities.

9. Commitments:

In addition to the annual operating expenses, the Society is committed to the following base rent payments under the operating lease:

2027	$	103,029
2028		115,738
2029		93,952

10. Employee, director and contractor remuneration:

The Societies Act (British Columbia) requires disclosure of remuneration paid to all Board Directors, to employees who are paid at least $75,000 annually, and to all contractors who are paid at least $75,000 annually.

During the year, the Society paid remuneration of $1,361,250 (2025 - $1,165,857) to 13 (2025 – ten) employees.

No remuneration was paid to Board Directors.

No remuneration was paid to contractors in excess of $75,000.

11. Restatement – change in accounting policy

In the current year, the Society changed its policy on accounting for contributions from the restricted fund method to the deferral method, as described in note 2(b). Previously, under the restricted fund method, externally restricted contributions were recognized as revenue immediately, whereas under the deferral method, externally restricted contributions are deferred and only recognized as revenue in the period in which the related disbursement is incurred. This change has been applied on a retroactive basis. The voluntarily change in revenue recognition policy was made to more accurately and clearly reflect the Society's operational results and financial position.

Certain comparative information has been reclassified to conform with the financial statement presentation adopted in the current year. As a result of the change in accounting policy, the amounts previously reported as and at for the year-ended March 31, 2025 have been restated as follows:

	As previously stated	Restatement adjustment	As restated
Statement of Financial Position			
Deferred contributions – current	$ -	$ 21,232,799	$ 21,232,799
Deferred contributions	-	1,014,154	1,014,154
Restricted fund	22,246,953	(22,246,953)	-
Statement of Operations			
Provincial contribution	$ 15,366,000	$ (194,775)	$ 15,171,255
Provincial initiatives funding	281,670	6,930,560	7,212,230
Interest income	1,400,675	(765,871)	634,804
Private sector funding	329,500	(176,553)	152,947
Excess (deficiency) of revenues over expenses	(5,562,580)	5,793,359	230,779
Fund balances, beginning of year	31,888,797	(28,040,312)	3,848,485
Fund balances, end of year	26,326,217	(22,246,953)	4,079,264
Statement of Cash Flows			
Excess (deficiency) of revenues over expenses	$ (5,562,580)	$ 5,793,359	$ 230,779
Deferred contributions	-	(5,793,359)	(5,793,359)