



# **BIATHLON ALBERTA**

## **FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED APRIL 30, 2022**



**BIATHLON ALBERTA**

**(THE ALBERTA DIVISION OF BIATHLON CANADA ASSOCIATION)**

**AUDITORS REPORT**

**For the period May 1, 2021 to April 30, 2022**

We the undersigned, as active members of the Alberta Division of Biathlon Canada Association, have been appointed to examine the accompanying Financial Statements for the period May 1, 2021 to April 30, 2022.

Our examination included a review of all books and records of the Association and in our opinion, the accompanying statements present fairly the financial position of the Association and the results of its operations for the year ended April 30<sup>th</sup> 2022.

Ken Davies  
Ken Davies

Aug 17/22  
Date

Karin M. Kaarsoo  
Karin Kaarsoo

2022.08.17.  
Date

**BIATHLON ALBERTA**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT APRIL 30, 2022**

<u>ASSETS</u>		<u>2022</u>	<u>2021</u>
Cash		111,557	177,213
Accounts Receivable		15,370	7,715
Inventory	Note 2f	8,610	32,405
Deferred Casino Funds	Note 3a	32,405	57,802
Total Current Assets		<u>167,941</u>	<u>275,135</u>
Investments	Note 2c, 4	211,815	204,357
Short-term Investments (GIC)		10,000	10,000
Capital Assets	Note 2d	176,239	
less: Accum. Depreciation		<u>131,818</u>	26,545
Total Long Term Assets		<u>266,236</u>	<u>240,902</u>
Total Assets		<u><b>434,177</b></u>	<u><b>516,037</b></u>
 <b>LIABILITIES</b>			
Accounts Payable		20,309	9,323
CEBA Loan	Note 6	15,000	40,000
Deferred Casino Revenue	Note 3a	32,405	57,802
Other Deferred Revenue	Note 3b, 3c	48,300	40,082
		<u><b>116,014</b></u>	<u><b>147,207</b></u>
 <b>EQUITY</b>			
Reserved Net Assets: Investments	Note 4	211,815	204,357
Unrestricted Net Assets		106,348	144,136
		<u><b>318,163</b></u>	<u><b>348,493</b></u>
Total Liabilities and Equities		<u><b>434,177</b></u>	<u><b>495,700</b></u>

Approved on behalf of the Board

  
 \_\_\_\_\_ Director

  
 \_\_\_\_\_ Director

**BIATHLON ALBERTA**  
**STATEMENT OF OPERATIONS**  
**FOR THE YEAR ENDED APRIL 30, 2022**

<u>REVENUES</u>		<u>2022</u>	<u>2021</u>
<b><i>Sport, Physical Activity and Recreation</i></b>			
PSA Development Grant		66,380	66,380
Canada Winter Games		9,200	6,500
Alberta Winter Games		0	0
Arctic Winter Games		0	0
CIP Grant - Range Upgrades		0	72,266
COVID-19 Support Funding	<i>Note 6</i>	0	15,000
Donation Fund	<i>Note 5a</i>	27,450	42,350
<b>Total Alberta Government Funding</b>		<b>103,030</b>	<b>202,496</b>
Gaming Revenue (AGLC)	<i>Note 3a</i>	25,406	19,945
Competition Fees		73,137	105
Athlete Program Fees		0	0
Coaching & Officials Program Fees		1,565	0
Membership Fees		10,910	9,669
Range Upgrade Project	<i>Note 5b</i>	3,882	20,118
Other Revenue		12,245	1,398
Gain / Loss on Investment Portfolio	<i>Note 4</i>	7,457	8,007
Investment & Interest Income		15	145
BATC Revenue	<i>Note 7</i>	122,293	116,921
Gov't of Canada - COVID-19 Support	<i>Note 6</i>	48,102	110,227
		<b>408,042</b>	<b>489,030</b>
<b>EXPENSES</b>			
Biathlon Alberta Direct Athlete Support		31,934	6,750
Donation Fund/Athlete Support	<i>note 5a</i>	27,450	25,000
Competitions		78,540	10,526
Athlete Programs		18,186	0
Coaching & Officials Programs		6,016	5,565
Membership / Affiliation		5,019	8,272
Administrative		88,105	86,522
Range Upgrade Project		4,200	92,384
Depreciation	<i>Note 2c</i>	9,482	8,180
BATC Expense	<i>Note 7</i>	169,440	143,229
		<b>438,372</b>	<b>386,427</b>
<b>SURPLUS (DEFICIT) FOR THE YEAR</b>		<b>-30,330</b>	<b>102,602</b>
Unrestricted Net Assets - Beginning of Year		144,136	49,474
Reinvestment in Restricted Assets	<i>Note 4</i>	-7,457	-7,940
Unrestricted Net Assets - End of Year		<b>106,348</b>	<b>144,136</b>

# **BIATHLON ALBERTA**

## **Notes to 2021-22 Financial Statements**

### **1. Purpose**

Biathlon Alberta is the operating organization for the Alberta Division of Biathlon Canada. Incorporated under the Societies Act, operations commenced in 1990 with a mandate to promote the sport of biathlon in Alberta. Volunteer members sit on the Board of the organization and hold regular meetings throughout the year to provide assistance in the planning, direction and priority setting for the day-to-day operations.

The accompanying financial statements reflect the assets, liabilities, and operating results of the Organization

### **2. Significant Accounting Policies**

(a) **Accrual basis of accounting**

The financial statements have been prepared on an accrual basis since 2005. This facilitates a closer matching of revenues and expenses incurred in the year.

(b) **Revenue Recognition**

Revenue is generally recognized in the year in which it is received. Exceptions are Gaming Funds, which are recognized as deferred revenue. Casino revenues are recognized when funds are used for AGLC approved expenditures.

(c) **Investments**

Investments are recorded at the lower of cost or market value in accordance with generally accepted accounting principles.

(d) **Capital Assets**

Capital assets used in the operations of Biathlon Alberta comprise office furniture and equipment, and equipment for training and competitions. Depreciation is recorded on a straight-line basis over 5 years with the exception of vehicles, which are depreciated at 30% on a declining balance as prescribed by the CRA.

(e) **Contributed services**

Volunteers contribute over 5,000 hours per year to serve on the Board of Biathlon Alberta, to host and run competitions and assist in the daily activities of the organization. Because of the difficulty of tracking hours and determining fair value, contributed services are not recognized in the financial statements.

(f) **Inventory**

Inventory comprises Team Alberta jackets and race suits and ammunition. Inventory is recorded at cost.

### **3. Deferred Revenue**

(a) **Deferred Casino Revenues** represent unspent gaming funds held in the current period. Current **Alberta Gaming and Liquor Commission (AGLC)** regulations restrict spending of gaming revenue to approved expenses. As a result, Biathlon Alberta recognizes all unspent casino funds as deferred revenue until funds are used for AGLC-approved expenditures.

(b) **Prepaid athlete fees** for the 2022-23 training season.

(c) **Provincial funding (SPAR)** for Team AB development received prior to April 30, 2022.

i. Canada Winter Games 2022-23 \$16,800,

ii. Arctic Winter Games 2022-23 \$5,500.

#### 4. Reserved Net Assets

Biathlon Alberta has approved a policy to maintain a conservatively managed long-term investment fund that can provide a source of emergency funding in the event of a significant loss of annual income, pay for major unanticipated expenses, or support approved projects. The fund is currently managed by RBC Dominion. Dividend income from these investments is reinvested in the fund.

#### 5. Alberta Government Grants

**Sport, Physical Activity and Recreation services (SPAR) and Alberta Lottery Funds** have provided funding as detailed below:

Provincial Sport & Recreation Assoc. Development	66,380
Canada Winter Games	9,200
Donation Fund Program ( <i>note 5a</i> )	<u>27,450</u>
<b>Total Government of Alberta Funding</b>	<b>\$103,030</b>

Note 5a

**Government of Alberta - Donation Fund Program**

GoA will provide a receipt for tax purposes for donations directed to Biathlon Alberta. These donations may be directed towards the development of individual athletes.

#### 6. Government of Canada Funding – Covid-19 support

The outbreak of the novel strain of coronavirus, specifically identified as "COVID-19" was declared a global pandemic by the World Health Organization on March 11, 2020. As a result of the pandemic and government measures the Organization cancelled events and scaled back programming through out the current year. The Organization has received government assistance in the form of the Canada Emergency Wage Subsidies (CEWS) and Canada Temporary Wage Subsidy (CTWB). These amounts have been recorded as revenue. The CEWS program and THRPS programs ended upon removal of the remaining COVID-19 restrictions.

Biathlon Alberta was qualified for a \$60,000 interest-free loan Canada Emergency Business Account (CEBA)

One-third of the loan amount is forgivable if the loan is repaid prior to December 31, 2023. The forgivable portion of the loan (\$20,000) was recognized as revenue for 2020-21 as prescribed by the CRA. The remaining balance is interest-free until December 31, 2023.

#### 7. Biathlon Alberta Training Centre

The Biathlon Alberta Training Centre was established in May 2011 to provide high-performance athletes with a bridge between club programs and national team programs.

## **8. Financial risks**

The Association's use of financial instruments and its exposure to risks associated with such instruments arises out of its normal course of operations and investing activities.

**Credit Risk** - Credit risk arises from the potential that a counter party will fail to perform its obligations. The Association is exposed to credit risk from contributors; however, the Association's contributors are primarily government organizations and corporate sponsors, which minimizes credit risk. As of April 30, 2022, the Association has no significant account receivable balances. Credit risk is managed by the Association through monitoring procedures.

**Market risk** - The Association is exposed to the risk that the fair market value of its investments in securities will fluctuate because of price changes on public markets.