

Financial Statements of

**THE BIATHLON SOCIETY OF
BRITISH COLUMBIA**

And Independent Practitioner's Review Engagement Report
thereon

Year ended April 30, 2024



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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Board of Directors of The Biathlon Society of British Columbia

We have reviewed the accompanying financial statements of The Biathlon Society of British Columbia, which comprise the statement of financial position as at April 30, 2024, the statement of operations, statement of change in net assets, and statement of cash flows for the year then ended, and notes, comprising 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 private enterprises, 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.



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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 The Biathlon Society of British Columbia as at April 30, 2024, 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.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. Below the signature is a long, horizontal, slightly curved line that serves as a signature line.

Chartered Professional Accountants

Prince George, Canada

July 26, 2024

THE BIATHLON SOCIETY OF BRITISH COLUMBIA

Statement of Financial Position

April 30, 2024, with comparative information for 2023

| | 2024 | 2023 |
|---------------------|-------------------|-------------------|
| Assets | | |
| Current assets: | | |
| Cash | \$ 121,349 | \$ 135,481 |
| Accounts receivable | 8,000 | 5,375 |
| Prepaid expenses | 14,146 | - |
| | <u>\$ 143,495</u> | <u>\$ 140,856</u> |

Liabilities and Net Assets

| | | |
|---|-------------------|-------------------|
| Current liabilities: | | |
| Accounts payable and accrued liabilities (note 2) | \$ 14,320 | \$ 21,690 |
| Deferred revenue | 34,486 | 20,700 |
| | <u>48,806</u> | <u>42,390</u> |
| Unrestricted net assets | 94,689 | 98,466 |
| | <u>\$ 143,495</u> | <u>\$ 140,856</u> |

See accompanying notes to financial statements.

On behalf of the Board:

THE BIATHLON SOCIETY OF BRITISH COLUMBIA

Statement of Operations

Year ended April 30, 2024, with comparative information for 2023

| | 2024 | 2023 |
|--|----------------|----------------|
| Revenue: | | |
| Athlete fees | \$ 105,164 | \$ 69,683 |
| Coach & officials development revenue | - | 3,400 |
| Competition revenue | 37,498 | 37,018 |
| Fundraising and Sponsorship Revenue | 8,500 | 8,500 |
| Grant revenue (note 4) | 151,979 | 163,898 |
| Membership dues | 14,070 | 14,903 |
| Miscellaneous revenue | 9,389 | 1,273 |
| | <u>326,600</u> | <u>298,675</u> |
| Expenses: | | |
| Athlete assistance and awards | 24,000 | 24,500 |
| Athlete development | 204,336 | 146,354 |
| Coaches and officials development | 2,515 | 13,365 |
| Competition support | 50,774 | 66,790 |
| Equipment grant | 1,121 | - |
| Office administration | 41,593 | 19,294 |
| Professional fees | 6,038 | 6,825 |
| | <u>330,377</u> | <u>277,128</u> |
| (Deficiency) excess of revenue over expenditures | \$ (3,777) | \$ 21,547 |

See accompanying notes to financial statements.

THE BIATHLON SOCIETY OF BRITISH COLUMBIA

Statement of Change in Net Assets

Year ended April 30, 2024, with comparative information for 2023

| | 2024 | | 2023 | |
|--|------|---------|------|--------|
| Net unrestricted assets, beginning of year | \$ | 98,466 | \$ | 76,919 |
| (Deficiency) excess of revenue over expenditures | | (3,777) | | 21,547 |
| Net unrestricted assets, end of year | \$ | 94,689 | \$ | 98,466 |

See accompanying notes to financial statements.

THE BIATHLON SOCIETY OF BRITISH COLUMBIA

Statement of Cash Flows

Year ended April 30, 2024, with comparative information for 2023

| | 2024 | 2023 |
|--|------------|------------|
| Cash provided by (used in): | | |
| Operations: | | |
| (Deficiency) excess of revenue over expenditures | \$ (3,777) | \$ 21,547 |
| Changes in non-cash operating working capital: | | |
| Accounts receivable | (2,625) | (2,925) |
| Accounts payable and accrued liabilities | (7,370) | 13,966 |
| Deferred income | 13,786 | 4,800 |
| (Decrease) increase in cash | (14,132) | 53,813 |
| Cash, beginning of year | 135,481 | 81,668 |
| Cash, end of year | \$ 121,349 | \$ 135,481 |

See accompanying notes to financial statements.

THE BIATHLON SOCIETY OF BRITISH COLUMBIA

Notes to Financial Statements

Year ended April 30, 2024

Purpose of Society:

The Biathlon Society of British Columbia (the "Society") is incorporated under the Societies Act of British Columbia. The Society's principal activity is providing instruction and training in the sport of biathlon.

1. Significant accounting policies:

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO) and, in management's opinion, with consideration of materiality and within the framework of the following accounting policies:

(a) Revenue recognition:

The Society follows the deferral method of accounting for contributions.

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.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. The allocation and use of these funds is monitored by the Board of Directors. This includes government grants that are recorded when there is a reasonable assurance that the Society has complied with and will continue to comply with all the necessary conditions to obtain the grants. As a result grants restricted in use are recognized when related expenses are incurred.

Activity fees are recognized as revenue when the activities are held.

(b) Contributed services:

The operations of the Society depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

(c) Use of estimates:

The preparation of the financial statements in conformity with Canadian accounting standards for private enterprises requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from these estimates.

THE BIATHLON SOCIETY OF BRITISH COLUMBIA

Notes to Financial Statements (continued)

Year ended April 30, 2024

1. Significant accounting policies (continued):

(d) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. All financial instruments are subsequently measured at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Society has not elected to carry any such financial instruments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the effective interest rate method.

Initial measurement will be at exchange amount or carrying value in accordance with Section 3840, Related Party Transactions, rather than fair value. If the sole relationship is in the capacity of management, the parties involved are deemed to be unrelated for purposes of Section 3856, Financial Instruments, and as such, transactions will be initially measured at fair value.

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 Society expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future year, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

2. Accounts payable and accrued liabilities:

Included in accounts payable and accrued liabilities are government remittances payable of \$2,189 (2023 - \$180), which includes amounts payable for payroll deductions and Worksafe BC.

3. Income taxes:

The Society is a not-for profit organization and is therefore exempt from income tax.

THE BIATHLON SOCIETY OF BRITISH COLUMBIA

Notes to Financial Statements (continued)

Year ended April 30, 2024

4. Government grants

| | 2024 | 2023 |
|--------------|-------------------|-------------------|
| VIA Sport | \$ 105,840 | \$ 108,060 |
| BC Gaming | 43,000 | 49,905 |
| Other Grants | 2,839 | 5,933 |
| | <u>\$ 151,679</u> | <u>\$ 163,898</u> |

5. Financial risks and concentration of risk:

(a) Liquidity risk:

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Society is exposed to this risk mainly in respect of its accounts payable.

The liquidity risk remains unchanged from 2023.

6. Economic dependence:

The Society receives a significant amount of its revenues from Via Sport as grant funds. Should the funding received from Via Sport be substantially reduced, management is of the opinion that current operations of the Society would need to be significantly altered.