

S E R V I C E

I N T E G R I T Y

T R U S T



TRIATHLON BRITISH COLUMBIA

December 31, 2023

F I N A N C I A L S T A T E M E N T S



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- Statement of Operations
- Statement of Changes in Fund Balances
- Statement of Cash Flows
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UNAUDITED

WD&M

Independent Practitioner's Review Engagement Report

To the Members of:

TRIATHLON BRITISH COLUMBIA

We have reviewed the accompanying financial statements of **Triathlon British Columbia** that comprise the Statement of Financial Position as at December 31, 2023, and the Statements of Operations, Changes in Fund Balances 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, 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.

Practitioners' 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 **Triathlon British Columbia** as at December 31, 2023, 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.

WDM

Chartered Professional Accountants

August 09, 2024
Vancouver, B.C.

SERVICE

INTEGRITY

TRUST



SUITE 420

1501 WEST BROADWAY

VANCOUVER, BRITISH COLUMBIA

CANADA V6J 4Z6

TEL: (604) 428-1866

FAX: (604) 428-0513

WWW.WDMCA.COM

WDM

TRIATHLON BRITISH COLUMBIA

Statement of Financial Position

As at December 31, 2023

	Note	General Fund	Reserve Fund	Capital Asset Fund	December 31, 2023	December 31, 2022
		\$	\$	\$	\$	\$
ASSETS						
CURRENT						
Cash and term deposits	3	906,966	46,482	-	953,448	855,842
Accounts receivable		18,634	-	-	18,634	60,457
Interest receivable		8,146	-	-	8,146	2,873
GST receivable		3,718	-	-	3,718	3,516
Inventory		1,405	-	-	1,405	1,554
Prepaid expenses		30,938	-	-	30,938	8,223
		969,807	46,482	-	1,016,289	932,465
Property and equipment	4	-	-	4,931	4,931	2,083
TOTAL ASSETS		969,807	46,482	4,931	1,021,220	934,548
LIABILITIES						
CURRENT						
Accounts payable and accrued liabilities		30,984	-	-	30,984	27,038
Deferred revenue	5	43,584	-	-	43,584	30,040
		74,568	-	-	74,568	57,078
FUND BALANCES						
Invested in capital assets	4	-	-	4,931	4,931	2,083
Internally restricted	10	-	45,982	-	45,982	46,482
Unrestricted		895,739	-	-	895,739	828,905
		895,739	45,982	4,931	946,652	877,470
TOTAL LIABILITIES AND FUND BALANCES		970,307	45,982	4,931	1,021,220	934,548

Approved on behalf of the Board of Directors:

“Allan Prazsky”
Allan Prazsky, Executive Director

“Stewart Scott”
Stewart Scott, Treasurer



TRIATHLON BRITISH COLUMBIA

Statement of Operations

For the Year Ended December 31, 2023

	Note	General Fund \$	Reserve Fund \$	Capital Asset Fund \$	December 31, 2023 \$	December 31, 2022 \$
REVENUE						
General fund	6	514,340	-	-	514,340	478,518
EXPENSES						
Administration	7	271,745	-	-	271,745	218,469
Amortization	4	-	-	2,121	2,121	1,100
Athlete development	8	126,320	500	-	126,820	147,880
Membership services	9	44,472	-	-	44,472	18,403
		442,537	500	2,121	445,158	385,852
NET EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES						
		71,803	(500)	(2,121)	69,182	92,666



TRIATHLON BRITISH COLUMBIA

Statement of Changes in Fund Balances

For the Year Ended December 31, 2023

	General Fund \$	Reserve Fund \$	Capital Asset Fund \$	December 31, 2023 \$	December 31, 2022 \$
FUND BALANCES, BEGINNING OF THE YEAR	828,905	46,482	2,083	877,470	784,804
Inter-Fund Transfers	(4,969)	-	4,969	-	-
Excess (Deficiency) of Revenue over Expenditures	71,803	(500)	(2,121)	69,182	92,666
FUND BALANCES, END OF THE YEAR	895,739	45,982	4,931	946,652	877,470



TRIATHLON BRITISH COLUMBIA

Statement of Cash Flows

For the Year Ended December 31, 2023

	December 31, 2023 \$	December 31, 2022 \$
CASH PROVIDED BY (USED FOR):		
OPERATING ACTIVITIES		
Net excess of revenue over expenditures	69,182	92,666
Item not affecting cash:		
Amortization	2,121	1,100
	<hr/>	<hr/>
	71,303	93,766
Changes in non-cash working capital items:		
Accounts receivable	41,823	(48,602)
Interest receivable	(5,273)	(1,453)
GST receivable	(202)	(1,035)
Inventory	149	(298)
Prepaid expenses	(22,715)	(966)
Property and equipment	(4,969)	-
Accounts payable and accrued liabilities	3,946	5,163
Deferred revenue	13,544	(14,727)
	<hr/>	<hr/>
INCREASE IN CASH FROM OPERATING ACTIVITIES	97,606	31,848
CASH AND CASH EQUIVALENTS, BEGINNING OF THE YEAR	<hr/>	<hr/>
	855,842	823,994
CASH AND CASH EQUIVALENTS, END OF THE YEAR	<hr/>	<hr/>
	953,448	855,842



TRIATHLON BRITISH COLUMBIA

Notes to the Financial Statements

For the Year Ended December 31, 2023

NOTE 1 - ORGANIZATION

Triathlon British Columbia (the “Association”) is a non-profit organization incorporated under the Society Act (British Columbia) and is engaged in promoting and organizing triathlons, duathlons and related multi-sport events in the Province of British Columbia.

The Association is exempt from income taxation under Section 149(1)(l) of the Income Tax Act as long as certain criteria continue to be met.

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

Fund Accounting

The Association follows the restricted fund method of accounting for contributions.

The general fund accounts for the Association’s program delivery and administrative activities.

The reserve fund accounts for funds available only upon board approval.

The capital asset fund accounts for the assets, liabilities, revenues and expenses related to the Association’s capital assets.

Cash and Cash Equivalents

Term deposits are highly liquid and are considered cash equivalents.

Inventory

Inventory consists of clothing and various race accessories and is measured at the lower of cost and net realizable value. Cost is determined using the first-in, first-out method.

Property and Equipment

Property and equipment are recorded at cost less accumulated amortization. Amortization is provided over the estimated useful life of each equipment using the declining balance method at the following rates:

Computer equipment	40%
Software	30%
Equipment	30%
Office equipment	20%

Deferred Revenue

Revenue relating to events occurring after year end is recorded as deferred revenue. Deferred revenue is included in revenue when such events occur.

Revenue Recognition

The Association follows the deferral method of accounting for sponsorship and other contribution revenues. Sponsorship includes cash and services in-kind provided without charge to the Association. Cash contributions are recognized when receivable if the amount to be received can be estimated and collection is reasonably assured. Service in-kind sponsorship is recognized when the services are provided and are recognized at the fair value of those services. An equivalent amount is recognized as expenditures.

Donated Goods and Services

The Association and its members benefit from donated services in the form of volunteer time for various events. The value of donated services is recognized in these financial statements.



TRIATHLON BRITISH COLUMBIA

Notes to the Financial Statements

For the Year Ended December 31, 2023

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (Continued)

Allocation of Expenses

The Association records a number of its expenses by function: administration, amortization, athlete development and membership services.

Government Assistance

Government assistance are recognized at their fair value where there is reasonable assurance that the grant will be received, and the Association will comply with all the attached conditions. Government grants are recorded as a reduction of the related expense in the same period as the expenses for which the grant is intended to compensate.

Financial Instrument Measurement

The Association initially measured its financial assets and financial liabilities at fair value. It subsequently measures all of its financial assets and financial liabilities at amortized cost.

The financial assets subsequently measured at amortized cost include cash and cash equivalents, accounts receivable, and interest receivable. The financial liabilities measured at amortized cost consist of accounts payable and accrued liabilities.

NOTE 3 - CASH AND TERM DEPOSITS

Cash and term deposits are as follows:

	December 31, 2023	December 31, 2022
	\$	\$
Cash at bank	332,542	246,237
Term deposits	620,906	609,605
	<u>953,448</u>	<u>855,842</u>

Restricted Cash

Included in cash is \$1,032 (2022 - \$1,032) held in a gaming fund bank account. The use of these funds is restricted to those permitted by the British Columbia Gaming Commission.

NOTE 4 – PROPERTY AND EQUIPMENT

	Cost	Accumulated Amortization	Net Book Value	
			December 31, 2023	December 31, 2022
	\$	\$	\$	\$
Computer Equipment	16,800	13,552	3,248	1,070
Software	1,560	945	615	879
Equipment	5,072	4,101	971	12
Office Equipment	3,228	3,131	97	122
	<u>26,660</u>	<u>21,729</u>	<u>4,931</u>	<u>2,083</u>

TRIATHLON BRITISH COLUMBIA

Notes to the Financial Statements

For the Year Ended December 31, 2023

NOTE 5 - DEFERRED REVENUE

	December 31, 2023	December 31, 2022
	\$	\$
Membership fees	15,601	19,584
Events	10,988	10,456
Sponsorships	16,995	-
	<hr/>	<hr/>
	43,584	30,040

NOTE 6 - REVENUE

Events	44,629	34,918
Grants	241,740	214,340
Membership fees	193,888	197,776
Sponsorship	16,853	25,498
Interest	17,179	4,788
Advertising	200	900
Clothing (net of cost of sales)	(149)	298
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	514,340	478,518

NOTE 7 - ADMINISTRATION

Professional fees	12,000	10,000
Advertising	3,255	50
Board and Annual General meetings	7,239	2,108
Office	10,558	11,064
Rent	12,711	11,020
Travel	847	2,623
Salaries and contractors	194,621	165,754
Sponsorship	2,523	2,518
Bank charges	8	187
Sport development	26,570	12,635
Bad debts	1,413	510
	<hr/>	<hr/>
	271,745	218,469

NOTE 8 - ATHLETE DEVELOPMENT

Event expenses	25,358	22,666
Grants used	99,943	123,543
Office and communication	1,519	1,671
	<hr/>	<hr/>
	126,820	147,880

TRIATHLON BRITISH COLUMBIA

Notes to the Financial Statements

For the Year Ended December 31, 2023

NOTE 9 - MEMBERSHIP SERVICES

	December 31, 2023	December 31, 2022
	\$	\$
Affiliations	968	1,050
Insurance	17,868	8,018
Newsletter	3,102	1,744
Officiating	15,200	7,048
TriCanada World Championship	5,400	-
Office and communication	1,900	543
Safe Sport	34	-
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	44,472	18,403

NOTE 10 - RESERVE FUNDS

Marc Duncan Bursary Fund and Mary Leliveld Memorial Bursary Fund

The Board of Directors has placed internal restrictions on the use of these funds. The Marc Duncan Bursary Fund, with a total fund balance of \$8,488 at December 31, 2023 (2022 - \$8,988), is to be used to support the development of promising junior athletes with limited financial resources. The Mary Leliveld Memorial Fund, with a total fund balance of \$7,494 at December 31, 2023 (2022 - \$7,494) is to be used to aid age group athletes. The funds cannot be used for other purposes without approval of the Board of Directors.

Legal Contingency Fund

The Board of Directors has placed internal restrictions on the use of this fund. The legal contingency fund is to be used for any unforeseen litigation in the future. The total fund balance is \$30,000 at December 31, 2023 (2022 - \$30,000). The funds cannot be used for other purposes without approval of the Board of Directors.

NOTE 11 - FINANCIAL INSTRUMENTS

The Association's financial instruments consist of cash, term deposits, receivables, and accounts payable and accrued liabilities. Unless otherwise noted, it is management's opinion that the Association is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximates their carrying value.

The Board of Directors of the Association have been working on initiatives to increase the investment into the provincial multisport landscape, utilizing the available funds across a five year period. The increased investment will impact multisport in British Columbia across a number of key pillars, including Officials, Events, Youth Development, First Nations involvement, Age Group Development, Coach Development, Branding, Media, Marketing and Communications, Paratriathlon and SafeSport.