

# FINANCIAL STATEMENTS

BIATHLON ONTARIO

APRIL 30, 2011

MCCAY, DUFF  
& COMPANY LLP  

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CHARTERED ACCOUNTANTS

OTTAWA, ONTARIO

# MCCAY DUFF LLP

Chartered Accountants

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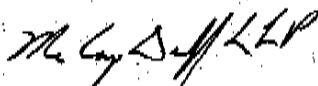
## REVIEW ENGAGEMENT REPORT

To the Members of  
Biathlon Ontario

We have reviewed the statement of financial position of Biathlon Ontario as at April 30, 2011 and the statements of revenue and expenditure and net assets for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the Organization.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian generally accepted accounting principles. The previous year's figures have been reported on by other accountants:



McCay Duff LLP,  
Licensed Public Accountants.

Ottawa, Ontario,  
July 13, 2011.

BLAIR EDWARD DAVIDSON C.A.  
PROFESSIONAL CORPORATION

G-W TRICKEY C.A.  
PROFESSIONAL CORPORATION

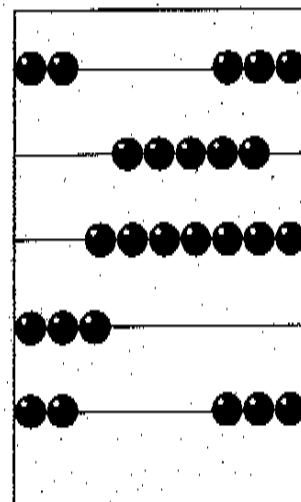
ROBERT D SHANTZ C.A.  
PROFESSIONAL CORPORATION

MARGARET N. EGAN C.A.  
PROFESSIONAL CORPORATION

JASON T. HOWARTH C.A.  
PROFESSIONAL CORPORATION

KAREN M. FREAKE C.A.  
PROFESSIONAL CORPORATION

THOMAS W HOWARTH C.A.  
PROFESSIONAL CORPORATION  
CONSULTANT



**BIATHLON ONTARIO**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT APRIL 30, 2011**

**UNAUDITED**

	<b>2011</b>	<b>2010</b>
<b>ASSETS</b>		
Cash	\$ 16,912	\$ 16,172
Accounts receivable	8,501	1,841
Prepaid expenses	2,289	1,424
	<b>\$ 27,702</b>	<b>\$ 19,437</b>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	\$ 4,116	\$ 4,435
Deferred revenue	13,500	-
	<b>17,616</b>	<b>4,435</b>
<b>NET ASSETS</b>		
<b>BALANCE - END OF YEAR</b>		
Unrestricted	10,086	14,391
Internally restricted (note 5)	-	611
	<b>10,086</b>	<b>15,002</b>
	<b>\$ 27,702</b>	<b>\$ 19,437</b>

**Approved on behalf of the Board:**

\_\_\_\_\_  
 Director

\_\_\_\_\_  
 Director

**BIATHLON ONTARIO**  
**STATEMENT OF NET ASSETS**  
**FOR THE YEAR ENDED APRIL 30, 2011**

**UNAUDITED**

	<u>2011</u>	<u>2010</u>
<b>UNRESTRICTED</b>		
BALANCE - BEGINNING OF YEAR	\$ 14,391	\$ 7,292
Net revenue (expenditure) for the year	( 4,305)	7,099
BALANCE - END OF YEAR	<u>\$ 10,086</u>	<u>\$ 14,391</u>

**INTERNALLY RESTRICTED**

BALANCE - BEGINNING AND END OF YEAR	<u>\$ -</u>	<u>\$ 611</u>
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## BIATHLON ONTARIO

## STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED APRIL 30, 2011

UNAUDITED

	<u>2011</u>	<u>2010</u>
<b>REVENUE</b>		
Grants (note 6)	\$ 30,905	\$ 47,302
Membership fees (note 7)	5,560	6,300
Training programs	28,360	17,179
Other (note 8)	<u>1,825</u>	<u>2,438</u>
	66,650	73,219
<b>EXPENDITURE</b>		
Racing support (note 9)	13,073	9,840
Sport priority funding project	1,701	25,284
Training programs and camps	38,384	24,385
Office and general	2,425	2,584
Professional fees	3,710	2,100
Equipment	3,611	1,018
Coach development	6,753	-
Licences, fees and dues	<u>1,298</u>	<u>909</u>
	<u>70,955</u>	<u>66,120</u>
<b>NET REVENUE (EXPENDITURE) FOR THE YEAR</b>	<b><u><u>\$ ( 4,305)</u></u></b>	<b><u><u>\$ 7,099</u></u></b>

**BIATHLON ONTARIO**  
**NOTES TO FINANCIAL STATEMENTS**

**APRIL 30, 2011**

**UNAUDITED**

**1. PURPOSE OF THE ORGANIZATION**

Biathlon Ontario is a not-for-profit organization incorporated without share capital under the Canada Corporations Act on September 4, 1990 and as such is exempt from income taxes under the Income Tax Act. The organization's purpose is to promote, develop, and maintain all aspects of winter and summer biathlon in Ontario.

**2. SIGNIFICANT ACCOUNTING POLICIES**

(a) Basis of Accounting

Revenues and expenditures are recorded on the accrual basis whereby, amounts are reflected in the accounts in the period in which they have been earned or incurred.

(b) Revenue Recognition

The organization follows the deferral method of accounting for contributions. Funds externally restricted under terms of applicable funding agreements are recognized as revenue in the year to which they relate. 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 when expenditures for designated programs are undertaken.

(c) Fund Accounting

Funds within the financial statements consist of unrestricted net assets and internally restricted net assets. Transfers between the funds are recorded as adjustments to the appropriate fund balance.

(d) Capital Assets and Amortization

Capital assets are expensed in the year of acquisition. During the year, capital expenditures included in operations total \$Nil (2010 - \$23,415).

(e) Donated Goods and Services

Donated capital assets are recorded at fair value when received.

Donated materials and services which would otherwise be paid for by the organization are recorded at fair value when fair value can be determined.

Volunteers contribute a significant amount of time to assist the organization in carrying out its activities. Due to the difficulty of determining their fair value, they are not recognized in these financial statements.

## BIATHLON ONTARIO

## NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2011

UNAUDITED

## 2. SIGNIFICANT ACCOUNTING POLICIES (Cont'd.)

## (f) Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenditures and disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

## 3. FINANCIAL INSTRUMENTS

The Organization's financial instruments consist of cash, accounts receivable and accounts payable and accrued liabilities. The fair values of these financial instruments approximate their carrying values, unless otherwise stated. It is management's opinion that the Organization is not exposed to significant interest rate or credit risks arising from these financial instruments.

## 4. CAPITAL MANAGEMENT

The Organization considers its capital to be the balance maintained in its Net Assets. The primary objective of the Organization is to invest its Capital in a manner that will allow it to continue as a going concern and comply with its stated objectives. Capital is invested under the direction of the Board of Directors of Biathlon Ontario with the objective of providing a reasonable rate of return, minimizing risk and ensuring adequate liquid investments are on hand for current cash flow requirements. Biathlon Ontario is not subject to any externally imposed requirements of its Capital.

## 5. INTERNALLY RESTRICTED

Internally restricted net assets is comprised of a fund for future coaches and officials development activities. Balance of the fund is utilized in the current fiscal year.

## 6. GRANTS

Grants consist of the following:

	<u>2011</u>	<u>2010</u>
Government of Ontario - base funding	\$ 10,173	\$ 9,597
Government of Ontario - sport priority funding	12,304	24,793
Government of Ontario - Team Ontario funding	6,000	10,912
Coaches Association of Ontario	<u>2,428</u>	<u>2,000</u>
	<u>\$ 30,905</u>	<u>\$ 47,302</u>

## BIATHLON ONTARIO

## NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2011

UNAUDITED

## 7. MEMBERSHIP FEES

Net membership fees include gross charges to members totaling \$11,580 (2010 - \$12,225) less the portion remitted to Biathlon Canada of \$6,020 (2010 - \$5,925).

## 8. OTHER REVENUES

Other revenues consist of the following items:

	<u>2011</u>	<u>2010</u>
Fundraising, net of expenses	\$ 464	\$ 1,313
Coaches and officials development fund	611	611
Biathlon in a box license fees	570	400
Equipment sales and rentals	-	100
Donations	-	14
Miscellaneous	<u>180</u>	<u>-</u>
	<u>\$ 1,825</u>	<u>\$ 2,438</u>

## 9. RACING SUPPORT EXPENDITURE

Racing support expenditures are presented as total direct costs, net of cost recovery charges to athletes, and are comprised of the following activities:

	<u>Canada Winter Games</u>	<u>National Champion- ships</u>	<u>Other Races</u>	<u>2011 Total</u>	<u>2010 Total</u>
Gross direct costs	\$ 8,964	\$ 19,697	\$ 6,751	\$ 35,412	\$ 20,938
Costs recovered from athletes	<u>-</u>	<u>( 3,888)</u>	<u>( 18,451)</u>	<u>( 22,339)</u>	<u>( 11,098)</u>
Net expenditure (revenue)	<u>\$ 8,964</u>	<u>\$ 15,809</u>	<u>\$( 11,700)</u>	<u>\$ 13,073</u>	<u>\$ 9,840</u>

## 10. STATEMENT OF CASH FLOWS

This statement has not been prepared as all of the relevant information is apparent from the other financial statements.