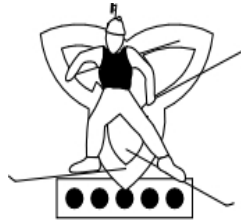


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BIATHLON ONTARIO

FINANCIAL STATEMENTS
(Unaudited)

APRIL 30, 2012

**Prepared by:
Gloria R. Bursey
May 23, 2012**

Biathlon Ontario
Notes to the Financial Statements
April 30, 2012
(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

These financial statements are prepared in accordance with Canadian generally accepted accounting principles applicable to not-for-profit organizations. The significant policies are detailed as follows:

(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

Biathlon Ontario
Notes to the Financial Statements
April 30, 2012
(unaudited)

SIGNIFICANT ACCOUNTING POLICIES Continued

(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.

(f) **Use of estimates**

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of certain 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. STATEMENT OF CASH FLOWS

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

Biathlon Ontario
Notes to the Financial Statements
April 30, 2012
(unaudited)

5. 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 an organization 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.

6. 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.

7. GRANTS

Grants consist of the following items:

	-----	-----
	2012	2011
	-----	-----
Government of Ontario:		
- Base Funding	10,173	10,173
-Coaches Association of Ontario:	3,610	8,428
	-----	-----
	13,783	18,601
	-----	-----

8. MEMBERSHIP FEES

Net membership fees include gross charges to members totaling \$8,745.00 less the portion remitted to Biathlon Canada of \$2,225.46.

Biathlon Ontario
Notes to the Financial Statements
April 30, 2012
(unaudited)

9. OTHER REVENUES

Other revenues consist of the following items:

	2012	2011
Fundraising, net of expenses		464
Coaches and officials development fund		611
Biathlon in a Box license fees	400	570
Equipment sales and rentals	1413	?
Donations		
Miscellaneous	-	-
	\$	\$ 1,825

10. RACING SUPPORT EXPENDITURES

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

	Races	Ontario Winter Games	National Championship	Total
Gross direct costs	\$22541.10	3186.88	15317.00	41044.98
Costs recovered from athletes	(20029.74)	(1676.40)	12656.32	34362.46
Grants Applied	(2637.62)	(0.00)	(1487.42)	(4125.04)
Net expenditure	\$2.04	(1510.48)	2660.68	4173.20

Biathlon Ontario

Balance sheet

(unaudited)

As at April 30, 2012 with comparison from 2011

Assets	2012	2011
CURRENT		
Cash and Short term deposits	23069.00	16912.00
Accounts Receivable	8031.61	8501.00
Prepaid expenses	0.00	2289.00
	31100.61	27702.00
 Liabilities and Net Assets		
 Current Liabilities		
Accounts Payable and accrued liabilities	1822.68	4116.00
Deferred Revenue	13500.00	13500.00
	15322.68	17616.00
 Net Assets		
 Unrestricted	15777.93	1086.00

Biathlon Ontario

Statement of Net Assests

For the Year Ended April 30, 2012

(Unaudited)

	<u>2012</u>	<u>2011</u>
Unrestricted		
Balance Beginning of Year	17549	14,391
Net Revenue (expenditure) for the Year	5,521	4,305
Balance- End of Year	23,069	10,086
Internally Restricted		
Balance –Beginning and End of Year	13,500	-

Biathlon Ontario
Statement of Income and Expenditures
(unaudited)
for the Year Ended April 30, 2012 with comparative figures for 2011

	2012	<u>2011</u>
Revenue		
Grants	13783.00	30905.00
Training programs and camps, recovery fees from participants	20096.99	25200.00
Membership Fees	6519.54	5275.00
Donations	2.50	3.42
other Revenue	2050.00	1835.00
	<u>42452.03</u>	<u>63218.42</u>
Expenditures		
Racing support	4173.20	9246.73
Training programs and camps	20985.45	42738.58
Ontario Sport Priority Funding Project	0.00	0.00
Professional fees	5085.00	2300.00
Office, general and other	1289.11	418.14
Biathlon in a Box software upgrades	0.00	0.00
Equipment purchase and maintenance, waxes and medals	4830.47	2669.50
Biathlon Canada Insurance and other fees	1475.46	1493.49
Coaches training	1841.32	2797.12
awards	230.52	0.00
Team wear	604.10	899.98
	<u>40514.63</u>	<u>62563.54</u>
Excess (deficiency) of revenue over expenditures	1937.40	654.88
Unrestricted net assets, beginning of year	8319.00	<u>5436.09</u>
Reserve set aside for coach and official development	0.00	0.00
Reserve for carded athletes camps 2011-2012	13500.00	13500.00
Unrestricted Net Assets, end of year	8069.00	<u>8319.00</u>
Total Net Assets	21569.00	21819.00

BIATHLON ONTARIO

Proposed Budget for 2012-13 compared with actual figures
For the period May 1, 2011- April 30, 2012

	2011-2012	2012-2013	
	Revenues and Expenditur	PROPOSED BUDGET	
REVENUES:			
Membership Fee	8,745.00	10000	
less: Biathlon Canada Portion	-2,225.46	-3000	
Net Membership Fees	6,519.54	7000	7000
Biathlon in a Box Licence fees	400.00		250
Net Fundraising proceeds	-604.10		500
Sponsorships, Donations	2.50		500
Training Camps/Program Fees	30,159.70		36000
Grants - Base Funding	10,173.00		10000
Sport Priority Funding	0.00		0
Team Ontario Development Grant	0.00		0
CAO Coach Mentorship	3,610.00		0
	50,260.64		54250
EXPENDITURES:			
Insurance	1,475.46	1700	
PSO Council Membership	195.00	200	
Biathlon Canada AGM	323.25	400	
Meetings, Conferences & Seminars	0.00	300	
Professional Fees	5,085.00	5000	
Website & Board Forum	692.09	800	
Office and general expenses	273.76	400	
Total Administration Costs	8,044.56	8800	8800
Coaches and officials development	1841.32		0
Sport Priority Funding Project	0.00		0
Waxes, Equipment Maintenance, Medals	5980.43		1700
Training Camps/plans Coach Fees	7,458.00	10000	
Coach Expense	6,761.43	7000	
Athlete Expense	9,620.88	12000	
		29000	29000
Races - (Dec. Yth&Jr Trials TODGP)			0
Canada Winter Games costs	0.00		0
Ontario Winter Games	1317.91		0
Ontario Championship – Costs	0.00		1000
Nationals - Coach Fees	3896.25	4000	
Coach Expenses	1046.42	2350	
Race Support	2660.68	6500	
	7603.35	12850	12850
	-48,627.88		53350
NET SURPLUS/(DEFICIT)	1,632.76		900