

GOLDEN EARS WINTER CLUB

Financial Statements ***
(Unaudited - see Notice to Reader)
Includes Prior Period Adjustment

Friday, March 31, 2023

NOTICE TO READER

(Unaudited - see Notice to Reader)

	2023	2022
Revenue		
Advertising income	4,470	3,958
Concession revenue, net - see schedule 1	2,086	3,434
Club dues	167,920	130,653
Curling BC grant for streaming costs	10,000	
Grants received	20,000	20,000
Interest income	1,268	84
Lounge income, net - see schedule 2	28,224	21,407
Misc. revenue including donations	4,276	732
Pro-shop revenue - net - see schedule 3	2,254	2,007
Rental income Ice surface & lounge area	57,834	28,400
Bonspiels - net	8,609	16,972
CEBA loan forgiveness	-	20,000
Fundraiser 50-50	1,285	9,750
	308,226	257,397
Expenditures		
Ball hockey expenses	16,295	15,613.00
Advertising and promotion	1,836	893
Square, Curling I/O and bank charges	9,589	10,019
Bookkeeping and financial statement review	6,180	3,137
Insurance	4,247	3,140
Licenses and CurlBC dues	8,175	7,245
Office	2,874	3,239
Equipment repairs and maintenance	49,028	23,773
Streaming cabling costs	9,535	
Contracts --Note 1	136,585	133,463
Telephone and internet	3,646	3,680
Cleaning contract and supplies	8,780	5,984
Utilities	45,794	40,896
Worksafe BC	952	3,257
Computer expense	159	887
Fundraiser costs 50/50	228	5,804
	303,904	261,030
Excess of expenditures over revenue	4,322	- 3,633

The accompanying notes are an integral part of these financial statements

GOLDEN EARS WINTER CLUB
STATEMENT OF CHANGES IN NET ASSETS

STATEMENT 2

Year Ended March 31, 2023

(Unaudited - see Notice to Reader)

	2023	2022
Net assets - general reserve, beginning of year Note-	\$ 22,950	\$ 26,583
Excess (deficit)of revenue over expenditures for the year	4,322	- 3,633
	\$ 27,272	\$ 22,950
Net assets - capital reserve, beginning of year	\$ 47,289	\$ 47,289
Interest earned	-	0
	\$ 47,289	\$ 47,289
Total net assets, end of year	\$ 74,561	\$ 70,239

The accompanying notes are an integral part of this financial statements.

GOLDEN EARS WINTER CLUB
STATEMENT OF FINANCIAL POSITION

STATEMENT 3

Year Ended March 31, 2023

(Unaudited - see Notice to Reader)

	2023	2022
ASSETS		
Current		
Cash	\$ 74,694	\$ 42,010
Term deposits Note - 3	90,153	105,000
	-	-
Accounts receivable	7,133	4,879
Government agencies recoverable	2,105	3,825
Inventory	6,436	6,886
Prepaid expenses	2,795	2,447
	183,316	165,047
Capital assets	1	1
	\$ 183,317	\$ 165,048

LIABILITIES AND NET ASSETS

Current		
Accounts payable and accrued liabilities - Note 5	\$ 49,689	\$ 44,449
CEBA Loan Payable	\$ 40,000	\$ 40,000
Deferred revenue -- Note 2	19,066	10,360
	108,755	94,809
Net assets		
Net assets - general reserve - Note 3	27,272	22,950
Net assets - capital reserve - Note 3	47,289	47,289
	74,561	70,239
	\$ 183,317	\$ 165,048

On behalf of the Board

Director
Date

Director
Date

The accompanying notes are an integral part of these financial statements.

**GOLDEN EARS WINTER CLUB
CONCESSION**

Schedule 1

Year Ended March 31, 2023
(Unaudited - see Notice to Reader)

2023

2022

Revenue	\$ 7,527	\$ 6,609
Cost of sales	5,441	3,175
	\$ 2,086	\$ 3,434

GOLDEN EARS WINTER CLUB

LOUNGE

Year Ended March 31, 2023

(Unaudited - see Notice to Reader)

Schedule 2

2023

2022

Revenue	\$ 61,164	\$ 50,426
Cost of sales		
Purchases	23,820	20,918
Subcontracts	9,120	8,101
	32,940	29,019
Excess of revenue over expenses	\$ 28,224	\$ 21,407

GOLDEN EARS WINTER CLUB

PRO-SHOP

Year Ended March 31, 2023

(Unaudited - see Notice to Reader)

SCHEDULE 3

	2023	2022
Revenue	\$ 12,549	\$ 9,513

Cost of sales	10,295	7,506
Excess of revenue over expenses	\$ 2,254	\$ 2,007

GOLDEN EARS WINTER CLUB
NOTES TO THE FINANCIAL STATEMENTS

Year Ended March 31, 2023

(Unaudited - see Notice to Reader)

1 Nature and Purpose of the Organization.

Golden Ears Winter Club was formed to promote the game of curling. The Club is registered under the Societies Act of BC

2 Significant Accounting Policies

Revenue recognition

Club follows the deferral method of accounting for contributions. Restricted contributions

are recognized in the year in which the related expenses are incurred. Unrestricted contributions and revenue are recognized as revenue from the sale of goods are recognized as revenue when are received or receivable. Investment income, interest earned is revenue when it is received or receivable.

Inventory

Inventory includes liquor and curling related sporting good and is valued at the lower of cost or fair market value(Pro shop-\$4,492- Lounge supplies - \$1,943).

Capital Assets

Capital assets are expensed in the year of acquisition. The capital assets are therefore carried at a nominal value of \$1.

Contributed Services

Volunteers contribute a significant numbers of hour's per year to assist the Club in carrying out its activities. Because of the difficulty of determining the fair market value of the contributed time, contributed services are not recognized in the financial statements.

Income Taxes

The Club is exempt from income taxes under the provisions of the Income Tax Act as a Not-For-Profit organization.

3 External Restrictions-Capital Reserve.

The Club has entered an agreement with the City of Maple Ridge whereby the Club may accumulate a capital reserve, to be used for repair and replacement of the Clubs furniture and equipment as approved by the City acting reasonably, in the amount, for each fiscal period, equal to the sum of:

a) \$10,000

b) the net surplus realized by the Club in connection with the hosting or conducting any provincial or national championship at the curling facilities up to an accumulated sum of \$100,000 (including interest thereon).

The agreement also contains a clause whereby the Club may only maintain a non-accumulating operating reserve at the end of each operating period.

GOLDEN EARS WINTER CLUB

NOTES TO THE FINANCIAL STATEMENTS

Year Ended March 31, 2023

(Unaudited - see Notice to Reader)

4 Operating Agreement

Commencing September 1, 2020 the Club entered into a new Operating Agreement with the Corporation of the District of Maple Ridge. The rent is \$10 per year plus 50% of the operating surplus for each fiscal period. The initial term is for 3 years with three 3 year options. The lease is contingent on a number of operational clauses based on performance and community service. The rent payable for 2021/22 and 2022/23 has been determined to be \$0

5 Accounts payable and accrued liabilities

Included in accounts payable and accrued liabilities is \$35,808 for rental payments based on 50% of annual operating surpluses for fiscal 2016, 2017 and 2018. Payment terms for this balance are currently being negotiated with the City to assist the club with the impact of Covid.

6 REMUNERATION PAID.

Contracts consist of the Club's management contract as well as contracts of staff services provided to Ridge Meadows Ball Hockey Association. One contract exceeded \$100,000 for a total of \$136,585 (2021/22- \$133,463).

7 Deferred revenue

The deferred revenue shown on the balance sheet consists of a Curling Canada Day grant of \$10,000 the Board has set aside for Lounge renovations that did not start in FY21/22 and BC Gaming grant for curling expenses not incurred in 2022/23. During the year \$1,294 for a lounge fridge was charged against this deferred revenue from the Curling Canada Day grant reducing that balance to \$9,066. The BC Gaming Grant is for \$10,000.

8 Uncertainty due to Covid-19

Provincial Health Orders significantly impacted the operations of the Club during the 2020/2021 curling year with as shown in the financial statement. Significant decreases in rental income, lounge net income, membership income just to name a few. There were corresponding drops in expenses but not enough to offset the revenue losses. With the current levels of vaccination the club is returning to near normal levels for the 2022/2024 curling season.

9 CEBA Loan Payable

The club applied for and received a CEBA loan, a Federal program to assist companies in to survive covid. The loan is the amount of \$60,000 and the initial term date is December 31, 2022. This was subsequently extended until December 31, 2023. The interest rate is 0% during the initial term and there are no principal payments required during the term. If \$40,000 of the \$60,000 repaid at the end of the term \$20,000 is forgiven by the lender, in our case Prospera Credit Union. To match income to expenses the forgivable portion of the loan was recognized as income in the attached financial statements. The \$40,000 payable is in a redeemable term deposit with Prospera Credit Union.