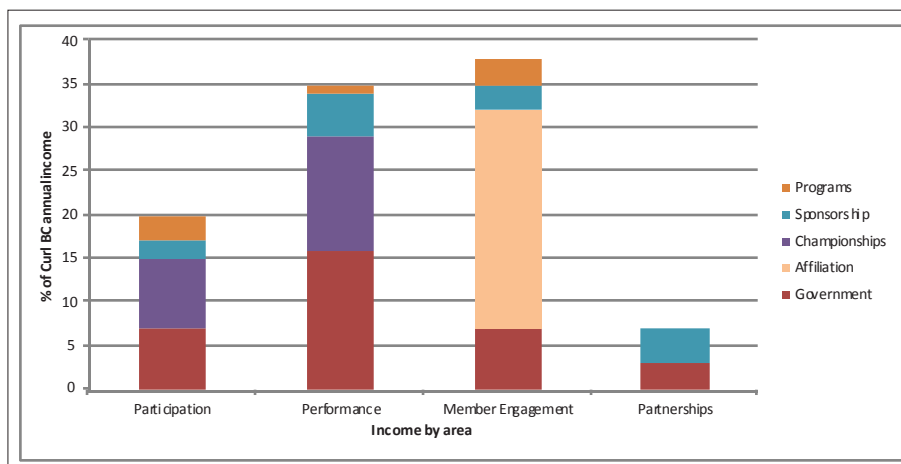


2018/19 Curl BC

FINANCIAL REPORT

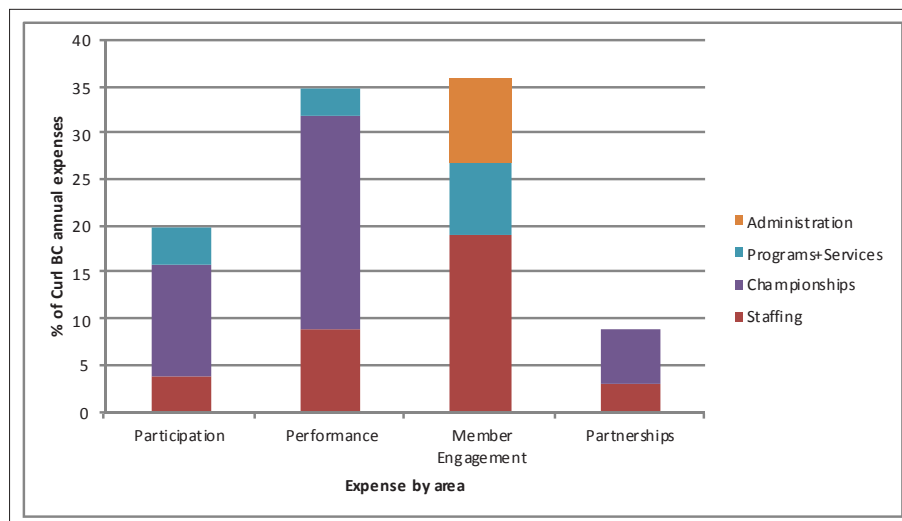
Where it comes from:

Curl BC sources of revenue for 2018/2019



Where it goes:

Curl BC uses of funds for 2018/2019



3713 Kensington Ave, Burnaby, BC, V5B 0A7

curling@curlbc.ca • 1-604-333-3616 or 1-800-667-CURL • www.curlbc.ca

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CURL BC FINANCIAL REPORT

Curl BC's audited Financial Statements for the fiscal year ending March 31, 2019, are attached and the notes below refer to this time 12-month time period.

In 2018-19, Curl BC generated a total of \$1,454,874 in revenue (2018: \$1,563,381) while expenses were \$1,466,159 (2018: \$1,568,694). Therefore, net income this year was -\$11,285 (2018: -\$5,313). The main areas where financial activity significantly increased were, Provincial Championships (+\$81,710), Provincial Grants (+\$38,736) and Affiliation (+\$14,667). On the other hand, there was a significant decrease in the following areas: Federal funding (-\$123,685) due to no Curling Canada major event hosting grants this past year; Sponsorship (-88,459) due to a reduction in contra productions by Shaw TV and no assigned value to the new CBC streaming contract.

MEMBERSHIP UPDATE

- Fernie CC and Houston CC did not open this season due to ice plant issues. However, both clubs plan to re-open next season.
- Several clubs need plant upgrades to open again next season so a number of fund raising activities and municipal presentations are in progress.

The following table is a four-year summary of Curl BC's fund balances:

Fiscal Year	Equipment	Unrestricted	Restricted	Total	Net
15-16	39,360	240,958	14,000	294,318	-18,843
16-17	85,186	202,302	9,000	296,488	2,170
17-18	77,907	170,408	42,860	291,175	-5,313
18-19	73,783	182,307	23,800	279,890	-11,285

STATEMENT OF FINANCIAL POSITION (Balance Sheet)

Curl BC's cash increased to \$188,688 (2018: \$136,694) mainly due to Curl BC's Accounts Receivable decreasing to \$49,696 (2018: \$92,370). This includes membership fees, sponsorship, GST input tax credits and program revenue.

Prepaid expenses decreased to \$19,956 (2018: \$51,102) which includes preliminary costs for April 2019 events. A \$6,253 deposit remains on Sport BC's books and is refundable if Curl BC ever discontinues use of Sport BC's payroll system.

Inventory has decreased slightly to \$16,262 (2018: \$17,899). Capital purchases were limited to \$8,869 for replacement computers and event equipment so amortization costs have decreased the value of Property and Equipment to \$73,783 (2018: \$77,907).

Accounts Payable has decreased to \$36,842 (2018: \$57,870). This includes the holiday time accrual and month end expenses. Deferred Revenue has increased to \$37,907 (2018: \$33,180) which is preliminary revenue for the 2019 Rockslide Summer Camp. The \$38,500 lease inducement, established in September 2013, is being amortized over 10 years on a straight line basis (-\$3,850 per year) with \$13,154 remaining.

As outlined in the table above, the investment in Property and Equipment has decreased to \$73,783 (2018: \$77,907), the Unrestricted Fund has increased to \$182,307 (2018: \$170,408) and the Restricted Fund has been decreased to \$23,800 (2018: \$42,860). Overall, Curl BC's total equity has been decreased to \$279,890 (2018: \$291,175).

STATEMENT OF OPERATIONS (Income Statement)

Following is commentary on the main Revenue and Expense items for each pillar:

1. PARTICIPATION

1.1 Revenue

\$294,487 (2018: \$303,944). This pillar includes funding from the following sources: Sport Branch, Gaming Branch, Federal New Horizons and CPC programs, Rockslide Summer Camp, school program fees and BC Championships (Active for Life).

1.2 Expenses

\$286,395 (2018: \$265,480) for staffing, the Rockslide Curling Camp, Optimist youth camps, school programs, participation competitions and adaptive programming.

1.3 Net Contribution (Cost)

\$8,093 (2018: **\$38,464**).

2. PERFORMANCE

2.1 Revenue

\$511,127 (2018: \$453,338). This category includes government grants, CC grants, Event sponsorship, HP BC Champs and clinic fees.

2.2 Expenses

\$508,507 (2018: \$480,295). This category includes salaries & expenses, television production, performance events, contra sponsorship and high performance training.

2.3 Net Contribution (Cost)

\$2,620 (2018: -\$26,957).

3. MEMBER SERVICES

3.1 Revenue

\$545,783 (2018: \$537,449). This category includes membership fees, Gaming Branch grant, Business of Curling, Fundraising, Advertising, educational course fees, resource sales and Program sponsorship.

3.2 Expenses

\$533,340 (2018: \$575,946) for staff, audit & legal fees, educational courses, publications, marketing, meetings, rent, amortization and administration.

3.3 Net Contribution (Cost)

\$12,442 (2018: -\$38,496).

4. PARTNERSHIPS

4.1 Revenue

\$103,141 (2018: \$268,649) which includes Curling Canada/ national events hosted in BC, event and program sponsorship and contribution of TV production.

4.2 Expenses

\$137,581 (2018: \$246,973) which includes Curling Canada/ national events hosted in BC, sponsorship servicing, some staffing and contribution of TV production, compared to \$148,910 budgeted.

4.3 Net Contribution (Cost)

-\$34,439 (2018: 21,676) mainly due to the net cost of hosting the Canadian Masters in April 2018. Although this project was break even, the majority of the revenue was recognized in the previous fiscal year as restricted revenue.

5. SUMMARY of the INCOME STATEMENT

There was a small deficit of **-\$11,277** (0.8% of total revenue) for the year.

ALIGNMENT TO CURL BC STRATEGIC PLAN:

Participation: Curl BC collaborates with member curling centres to develop and grow curling as a Sport for Life.

Performance: Guided in their pursuit of the podium pathway by Curl BC regional and provincial programming, committed performance curlers will realize their full potential and thereby help inspire the next generation of curlers.

Member Engagement: Curl BC serves as the hub of the curling industry in BC, working with its members to act as a collective by sharing best practices, support services and educational programming.

Partnerships: All levels of government, business and the media - along with other like-minded community organizations - see curling as an important part of the BC community.

BUDGET PLANNING ASSUMPTIONS:

- Budget reviewed annually and projected out three years.
- No current assumptions on inflation built in - base budget with sources and uses of funds.
- Membership dues allocated to Member Engagement and development of the new 125th Anniversary Legacy Fund.
- Simplified membership fee structure; \$18/curler (which includes personal accident insurance coverage) plus a \$2/curler for all regular curlers beginning in 2019/20.
- Government funding levels will remain fairly static from year-to-year.
- Curling Canada will continue to host major events in BC

Curl BC Statement of Operations WITH BUDGET for comparison for the year ended March 31, 2019

	2019	Budget 2019	Variance	2018
REVENUE				
Provincial government grants	299,080	289,680	9,400	260,344
Other provincial funding	108,000	108,000	-	108,538
National/International events	69,741	39,600	30,141	193,426
Member services				
Affiliation dues	363,938	378,600	(14,662)	349,271
BC Championships	320,047	245,200	74,847	238,337
Clinics, programs and sales	91,701	102,300	(10,599)	123,588
Fundraising and special events	12,363	7,090	5,273	11,597
Sponsorships and advertising	187,126	239,900	(52,774)	275,585
Other income	2,878	2,950	(72)	2,695
Total Revenues	1,454,874	1,413,320	41,554	1,563,381
EXPENDITURES				
Administration and office	193,953	181,950	12,003	181,165
Competitions				
National and international	12,572	10,800	1,772	21,949
BC Championships	383,029	302,400	80,629	300,248
Regional clubs	26,490	16,500	9,990	24,388
Cost of Grants & event proceeds to member clubs	69,917	51,500	18,417	114,114
Marketing, promotions and communications	76,662	62,050	14,612	87,835
Member services	134,099	176,550	(42,451)	180,729
Payroll and contractors	506,977	494,932	12,045	509,987
Sponsorships and special events	62,452	116,200	(53,748)	148,279
Total Expenditures	1,466,151	1,412,882	53,269	1,568,694
Excess of Revenue over Expenditures	- 11,277	438	- 11,715	- 5,313

2019/2020 Budget Summary			
Pillar	Revenue	Expenses	Contribution
Participation	278,326	248,600	29,726
Performance	454,635	490,050	-35,415
Member Engagement	682,612	616,125	66,487
Partnerships	153,400	170,260	-16,860
Total	1,568,973	1,525,035	43,938

INDEPENDENT AUDITOR'S REPORT

To the Members of Curl BC:

vancouver@bakertilly.ca
www.bakertilly.ca

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of Curl BC (the "entity"), which comprise the statement of financial position as at March 31, 2019, and the statement of operations, statement of changes in fund balances and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the entity as at March 31, 2019, 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.

Basis for Qualified Opinion

In common with many not-for-profit organizations, Curl BC derives part of its revenue from events, included in provincial championships, and donations, included in fundraising and special events, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the entity. Therefore, we were not able to determine whether any adjustments might be necessary to revenue, excess (deficiency) of revenue over expenses, and cash flows related to operating activities for the years ended March 31, 2019 and 2018, current assets as at March 31, 2019 and 2018, and fund balances as at April 1 and March 31 for both the 2019 and 2018 years. Our audit opinion on the financial statements for the year ended March 31, 2018 was modified accordingly because of the possible effects of this limitation in scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the entity's financial reporting process.

ASSURANCE • TAX • ADVISORY

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

As required by the *Societies Act* (British Columbia), we report that, in our opinion, the accounting principles in Canadian accounting standards for not-for-profit organizations have been applied on a basis consistent with that of the preceding year.

Baker Tilly WM LLP

CHARTERED PROFESSIONAL ACCOUNTANTS

Vancouver, B.C.

May 29, 2019

CURL BC

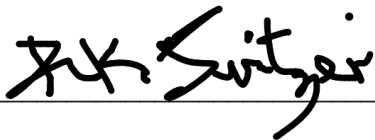
STATEMENT OF FINANCIAL POSITION

March 31, 2019

	2019 \$	2018 \$
Assets		
Current		
Cash	176,467	124,862
Temporary investments	12,221	11,832
Receivables	49,696	92,370
Inventory	16,262	17,899
Prepaid expenses	19,956	51,102
	<u>274,602</u>	298,065
Deposit	6,253	6,253
Property and equipment (Note 2)	90,788	98,761
	<u>371,643</u>	403,079
Liabilities		
Current		
Payables and accruals	36,842	57,870
Deferred revenue	37,907	33,180
Current portion of deferred lease inducement (Note 3)	3,850	3,850
	<u>78,599</u>	94,900
Deferred lease inducement (Note 3)	13,154	17,004
	<u>91,753</u>	111,904
Fund Balances		
Invested in property and equipment	73,783	77,907
Unrestricted	182,307	170,408
Restricted (Note 4)	23,800	42,860
	<u>279,890</u>	291,175
	<u>371,643</u>	403,079

Commitment (Note 10)

Approved by Directors:



Peter Muir, 30 May 2019

CURL BC

STATEMENT OF OPERATIONS

For the year ended March 31, 2019

	Unrestricted Fund \$	Restricted Fund \$	2019 Total \$	2018 Total \$
Revenue				
Affiliation dues	363,938	-	363,938	349,271
Provincial championships	320,047	-	320,047	238,337
Provincial sports grants, Schedule 1	275,280	23,800	299,080	260,344
Sponsorship and advertising (Note 7)	86,386	100,740	187,126	275,585
Other provincial funding, Schedule 1	-	108,000	108,000	108,538
Course fees	70,299	-	70,299	81,066
National/International (Note 6)	49,741	20,000	69,741	193,426
Member services	21,402	-	21,402	32,468
Fundraising and special events	4,398	7,965	12,363	11,597
Other income	2,878	-	2,878	2,695
School programs	-	-	-	10,054
	1,194,369	260,505	1,454,874	1,563,381
Expenses				
Administration and office (Note 2)	193,493	460	193,953	181,165
Competitions				
National and international	11,772	800	12,572	21,949
Provincial	299,117	83,920	383,037	300,248
Regional	26,490	-	26,490	24,388
Marketing, promotions and communications	64,488	12,174	76,662	87,835
Member services	103,959	30,140	134,099	180,729
Payments to associations, clubs and athletes, Schedule 2 (Note 6)	31,721	38,196	69,917	114,114
Payroll and contractors (Note 8)	398,847	108,130	506,977	509,987
Sponsorships and special events (Note 7)	56,707	5,745	62,452	148,279
	1,186,594	279,565	1,466,159	1,568,694
Excess (deficiency) of revenue over expenses	7,775	(19,060)	(11,285)	(5,313)

CURL BC

STATEMENT OF CHANGES IN FUND BALANCES

For the year ended March 31, 2019

	Unrestricted Fund \$	Restricted Fund \$	Invested in property and equipment \$	2019 Total \$	2018 Total \$
Balance, beginning	170,408	42,860	77,907	291,175	296,488
Excess (deficiency) of revenue over expenses	7,775	(19,060)	-	(11,285)	(5,313)
Purchase of property and equipment	(8,869)	-	8,869	-	-
Amortization of property and equipment	16,843	-	(16,843)	-	-
Amortization of deferred lease inducement	(3,850)	-	3,850	-	-
Balance, ending	182,307	23,800	73,783	279,890	291,175

CURL BC

STATEMENT OF CASH FLOWS

For the year ended March 31, 2019

	2019 \$	2018 \$
Cash flows related to operating activities		
Deficiency of revenue over expenses	(11,285)	(5,313)
Adjustments for items not affecting cash:		
Amortization of property and equipment	16,843	17,951
Amortization of deferred lease inducement	(3,850)	(3,850)
	<u>1,708</u>	<u>8,788</u>
Changes in non-cash working capital:		
Receivables	42,674	(48,212)
Inventory	1,637	(139)
Prepaid expenses	31,146	(12,561)
Payables and accruals	(21,029)	12,487
Deferred revenue	4,727	3,015
	<u>60,863</u>	<u>(36,622)</u>
Cash flows related to investing activities		
Purchase of temporary investments	(389)	(218)
Purchase of property and equipment	(8,869)	(6,822)
	<u>(9,258)</u>	<u>(7,040)</u>
Net increase (decrease) in cash	51,605	(43,662)
Cash, beginning	124,862	168,524
Cash, ending	176,467	124,862

Non-monetary transactions (Note 7)

CURL BC

NOTES

For the year ended March 31, 2019

Curl BC (the "Organization") was incorporated under the laws of British Columbia. The Organization is a not-for-profit organization and is engaged in the operation of programs and funding of curling activities to promote the sport and the Organization.

The Organization is exempt from income taxation under 149(1)(l) of the *Income Tax Act*, as long as it continues to meet the criteria stipulated in the Act.

Note 1 Significant Accounting Policies

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

Fund Accounting

The Organization follows the restricted fund method of accounting for contributions. Under this method, each fund retains the contributions received and makes expenditures in accordance with either the stated purpose of the designated fund or as specified by the donor, as the case may be.

The Unrestricted Fund accounts for the Organization's program delivery and administrative activities.

The Restricted Fund reports the designated resources that are to be used for specific events and programs.

The Invested in Property and Equipment Fund reports the designated resources that have been used for property and equipment.

Inventory

Inventory, which consists of resource manuals, skill awards, and clothing is measured at the lower of cost and net realizable value. Cost is determined on a first in, first out basis and includes all costs of purchase and other costs in bringing the inventory to its present location and condition.

Property and Equipment

Property and equipment are carried at cost less accumulated amortization. Amortization is calculated annually as follows:

Event equipment	-	5% and 30% declining balance
Leasehold improvements	-	10 years straight-line
Program equipment	-	30% declining balance
Computer equipment	-	55% declining balance
Office equipment	-	30% declining balance

except in the year of acquisition, at which time amortization is provided for at one-half the annual rate.

When an item of property and equipment no longer has any long-term service potential to the Organization, the excess of its net carrying amount over any residual value is recognized as an expense in the statement of operations. Write-downs are not reversed.

CURL BC

NOTES

For the year ended March 31, 2019

Note 1 Significant Accounting Policies (continued)

Contributed Services and Materials

A number of volunteers contribute a significant amount of their time and services to the Organization each year. Because of the difficulty in determining fair value, the services of volunteers are not recognized in the financial statements. The Organization records the fair value of other contributed services and materials at the time of receipt, where such fair value is determinable and the services and materials would otherwise have been purchased.

Deferred Lease Inducement

The lease inducement is deferred and amortized on a straight-line basis over ten years, being the term of the lease of the Organization's premises, and is offset against rent, included in administration and office expense.

Revenue Recognition

Restricted contributions are recorded as revenue in the year in which the contribution becomes receivable and collection is reasonably assured.

Unrestricted contributions are recorded in the Unrestricted Fund when received.

Affiliation dues are deferred and recognized as revenue in the period to which the affiliation relates. Event fees and sponsorships received in advance are deferred and recognized in the period in which the event takes place. Course fees are recognized once the training has been provided. Course fees received in advance of services rendered are accounted for as deferred revenue. Member services are recognized as revenue when received or receivable if the amount to be earned can be reasonably estimated and collection is reasonably assured. Interest is recognized as revenue on a time proportion basis.

Financial Instruments

Measurement of financial instruments

The Organization measures its financial assets and financial liabilities at fair value at the acquisition date, except for financial assets and financial liabilities acquired in related party transactions. Transaction costs related to the acquisition of financial instruments subsequently measured at fair value are recognized in excess (deficiency) of revenue over expenses when incurred. The carrying amounts of financial instruments not subsequently measured at fair value are adjusted by the amount of the transaction costs directly attributable to the acquisition of the instrument.

The Organization subsequently measures all of its financial assets and financial liabilities at amortized cost.

Impairment

Financial assets measured at amortized cost are assessed for indications of impairment at the end of each reporting period. If impairment is identified, the amount of the write-down is recognized as an impairment loss in excess (deficiency) of revenue over expenses. Previously recognized impairment losses are reversed when the extent of the impairment decreases, provided that the adjusted carrying amount is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in excess (deficiency) of revenue over expenses.

CURL BC

NOTES

For the year ended March 31, 2019

Note 1 Significant Accounting Policies (continued)

Use of Estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. The main estimate relates to the fair value of non-monetary transactions.

Note 2 Property and Equipment

	Cost \$	2019 Accumulated Amortization \$	Net \$	2018 Net \$
Event equipment	93,571	37,438	56,133	53,852
Leasehold improvements	55,923	31,223	24,700	30,292
Program equipment	28,617	23,405	5,212	7,445
Computer equipment	51,679	47,745	3,934	6,016
Office equipment	20,653	19,844	809	1,156
	<u>250,443</u>	<u>159,655</u>	<u>90,788</u>	<u>98,761</u>

Amortization expense, included in administration and office expense, of \$16,843 (2018: \$17,951) has been recorded during the year.

Note 3 Deferred Lease Inducement

	2019 \$	2018 \$
Inducement received	38,500	38,500
Accumulated amortization	(21,496)	(17,646)
	<u>17,004</u>	<u>20,854</u>
Less: Current portion	(3,850)	(3,850)
	<u>13,154</u>	<u>17,004</u>

CURL BC

NOTES

For the year ended March 31, 2019

Note 4 Restricted Fund

The restricted fund includes amounts in respect of the following programs for which contributions restricted by donors have not been spent as at the end of the period:

	2019	2018
	\$	\$
Hosting BC Grant	20,800	-
ViaSport participation program	3,000	-
2018 Canadian Masters Curling Championships	-	23,196
2018 Canadian Masters Curling Championships (New Horizons Seniors Grant)	-	15,000
SOAR School Project	-	3,000
NCCP Special Grants	-	1,664
	<u>23,800</u>	<u>42,860</u>

Note 5 Fundraising

In 2010, the Organization established, together with the Vancouver Foundation, the “Curling for Life Endowment Fund” (the “Fund”) to support the long-term sustainability of curling in British Columbia. Up to March 31, 2019, the Organization has raised \$49,915, which is held and administered by the Vancouver Foundation. The Organization does not reflect the fund in its financial statements because it lacks discretion over the disbursements and capital investments for the Fund. As at March 31, 2019, the quoted fair value of the securities underlying the Fund's capital was \$57,274 (2018: \$39,938). The Vancouver Foundation, with advice from the Organization, is to disburse the income of the Fund to qualified donees (as defined by the *Income Tax Act* (Canada)) for the following purposes:

- To promote and develop the game of curling as a recreational and competitive sport in the province of British Columbia;
- To provide technical, marketing and other relevant assistance to affiliated member curling facilities in British Columbia in order to promote the sport of curling generally; and
- To arrange and conduct playdowns and championships in British Columbia for the purpose of determining British Columbian provincial championship teams.

As at March 31, 2019, income of \$1,049 (2018: \$685) was available to be distributed. During the year, income of \$1,886 (2018: \$1,322) was earned in the Fund and \$1,522 (2018: \$1,238) was distributed.

Note 6 National/International

During the year ended March 31, 2018, the Province of BC provided contributions for the 2018 Scotties Canadian Women's Curling Championships which took place in British Columbia. The Organization assisted in the event.

The statement of operations includes national/international revenue of \$NIL (2018: \$100,000) and payments to associations, clubs and athletes of \$NIL (2018: \$100,000) in connection with this event.

CURL BC

NOTES

For the year ended March 31, 2019

Note 7 Non-monetary Transactions

During the year, the Organization provided sponsorship and advertising services in exchange for various materials and services, including tournament prizes, insurance, television production services, advertising space, food and beverage, and moving and storage. The value of these materials and services is \$57,440 (2018: \$132,702). Services received for advertising space in the Organization's publications are measured at the Organization's standard rates for advertisements. All other non-monetary transactions are recognized at the fair values of the assets or services received.

Note 8 Remuneration of Directors, Employees and Contractors

The *Societies Act* (British Columbia) requires the Organization to disclose the remuneration paid to directors during the year and the remuneration paid to all employees and contractors whose remuneration during the year was at least \$75,000.

During the year, one employee was paid \$100,600 (2018: one employee, \$100,517). No remuneration was paid to directors in the years ended March 31, 2019 and 2018.

Note 9 Financial Instruments

Items that meet the definition of a financial instrument include cash, temporary investments, receivables, deposit, and payables and accruals.

It is management's opinion that the Organization is not exposed to significant liquidity risk arising from these financial instruments. The following is a summary of the significant financial instrument risks:

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Organization is exposed to credit risk in connection with its receivables.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk. It is management's opinion that the Organization is not exposed to significant currency risk or other price risk.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The fair values of fixed rate financial instruments are subject to change, since fair values fluctuate inversely with changes in market interest rates. The cash flows related to floating rate financial instruments change as market interest rates change. The Organization is exposed to interest rate risk with respect to its temporary investments which bear interest at fixed rates.

CURL BC

NOTES

For the year ended March 31, 2019

Note 10 Commitment

The Organization's operating lease for its premises expires on August 31, 2023. The minimum lease payments under this agreement are as follows:

	\$
2020	25,300
2021	25,300
2022	25,300
2023	25,300
2024	10,542
	<hr/>
	111,742
	<hr/>

CURL BC

SCHEDULE OF PROVINCIAL GRANTS AND FUNDING

Schedule 1

For the year ended March 31, 2019

	Unrestricted Fund \$	Restricted Fund \$	2019 Total \$	2018 Total \$
Provincial Sport Grants				
Performance base funding	129,072	-	129,072	129,072
Participation base funding	59,304	-	59,304	59,304
Capacity base funding	59,304	-	59,304	59,304
Hosting BC	22,500	20,800	43,300	6,000
ViaSport coaching grant	5,100	-	5,100	3,664
ViaSport participation program	-	3,000	3,000	3,000
	<u>275,280</u>	<u>23,800</u>	<u>299,080</u>	<u>260,344</u>
Other Provincial Funding				
Community Gaming Grants	-	108,000	108,000	108,538
	<u>275,280</u>	<u>131,800</u>	<u>407,080</u>	<u>368,882</u>

SCHEDULE OF PAYMENTS TO ASSOCIATIONS, CLUBS AND ATHLETES

Schedule 2

For the year ended March 31, 2019

	2019 \$	2018 \$
Association grant payments	6,500	6,500
Canadian Championships hosted in B.C. (Note 6)	63,417	107,614
	<u>69,917</u>	<u>114,114</u>