

Red River Nordic Ski Club Inc.

(Operating as Red River Nordic Ski and Biathlon Club)

Financial Statements for the Year Ended August 31, 2015

With comparatives to the year ended August 31, 2014




(Unaudited)

Red River Nordic Ski Club Inc.
Operating as Red River Nordic Ski and Biathlon Club

Statement of Financial Position
 As at August 31
 (Unaudited)

	<u>2015</u>	<u>2014</u>
ASSETS		
Current Assets		
Cash and Short Term Investments - Unrestricted	\$ 36,756	\$ 30,778
Restricted Cash - Junior Race Team	800	800
Restricted Cash - Race Team Fund	4,000	3,500
Restricted Cash - Biathlon Fund	1,500	1,000
TOTAL ASSETS	\$ 43,056	\$ 36,078
LIABILITIES & EQUITY		
Current Liabilities		
Bingo Liability (Note 6)		\$ 100
Coaching Payable	\$ 1,500	
Member Payable	115	2,685
Wednesday Night Race Deferred Revenue	1,800	
TOTAL LIABILITIES	\$ 3,415	\$ 2,785
Equity		
General Fund, beginning of year	\$ 27,993	\$ 21,358
Excess (Deficiency) of Revenue over Expenditures	5,348	6,635
General Fund, end of year	\$ 33,341	\$ 27,993
Junior Race Team Fund, beginning of year	\$ 800	\$ -
Fundraising, Bingos	-	-
Transfer from Operations	-	800
Junior Race Team Fund Expenditures	-	-
Junior Race Team Fund, end of year	\$ 800	\$ 800
Race Team Fund, beginning of year	\$ 3,500	\$ 3,000
Fundraising, Bingos		
Transfer from Operations	500	500
Race Team Fund Expenditures	-	-
Race Team Fund, end of year	\$ 4,000	\$ 3,500
Biathlon Fund, beginning of period	\$ 1,000	\$ 500
Fundraising, Bingos	500	500
Transfer from Operations		
Biathlon Fund Expenditures		
Biathlon Fund, end of year	\$ 1,500	\$ 1,000
TOTAL EQUITY, ALL FUNDS	\$ 39,641	\$ 33,293
TOTAL LIABILITIES & EQUITY	\$ 43,056	\$ 36,078

Approved on behalf of the members:


 _____ Co-President

 _____ Co-President

 _____ Treasurer

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

Red River Nordic Ski Club Inc.

Operating as Red River Nordic Ski and Biathlon Club

Statement of Operations
For the Year Ended August 31
(Unaudited)

	2015	2014
REVENUES		
Program Revenues (Net of Direct Program Expenditures - Note 3)		
Club Grants Received	\$ -	\$ 583
Biathlon Program	337	2,796
Nordic Program		
Nordic Club Registration Fees, after CCSAM fees	2,244	2,125
Nordic Grants Received	2,340	5,250
Adult Program	755	15
Jackrabbit Program	553	1,537
Track Attack Nordic Program	90	755
Junior Race Team Program	1,116	1,377
Race Team Nordic Program	2,277	3,038
Sidewinders Nordic Program	2,045	410
Radical Skier Nordic Program	20	195
Total Nordic Program Revenues, net of Direct Program Expenditures	\$ 11,260	\$ 12,772
Less Zone 4 Processing Charges	1,038	970
Total Program Revenues, net of Direct Program Expenditures	\$ 10,559	\$ 15,181
Event Revenues (Net of Direct Event Expenditures - Note 4)		
Banquet	\$ -	-\$ 30
Birds Hill Training Camp	81	539
Canmore	32	923
Falcon Races	300	104
Grand Beach Classic	-	727
Grand Beach Training Camp	201	246
Jackrabbit Jambouree	519	111
Manitoba Games	-	22
Minneapolis	1,699	-
Provincials	15	-
Provincial Sprints	981	1,083
Saskman	-	-
Wednesday Night Races	398	2,920
Windup	1,126	1,692
Zone4 Processing Charges	-	-
Total Event Revenues, net of Direct Event Expenditures	-\$ 1,592	\$ 309
Other Revenues (Net of Direct Expenditures)		
Bingo Contributions	\$ 1,710	\$ 480
Club clothing sales, net of clothing purchases	185	1,040
Equipment supply sales, net of purchases	645	-
Interest and Misc Income	-	5
Total Other Revenues, net of Direct Expenditures	\$ 2,540	-\$ 555
TOTAL REVENUES, net of Direct Expenditures	\$ 11,507	\$ 14,935
EXPENDITURES		
Skiing-Related Expenditures		
Equipment, In-House Expenditures	\$ 3,601	\$ 4,100
Facilities Rentals	-	285
Coaching Certifications	2,085	2,470
In Classroom Expert Training Sessions	-	285
Photos	100	150
Ski Patrol	250	-
Awards	79	-
Website	-	210
Total Skiing-Related Expenditures	\$ 6,115	\$ 7,500
Administrative Expenditures		
Bank Charges	325	351
Office and Meeting Supplies	369	449
Total Administrative Expenditures	\$ 44	\$ 800
TOTAL EXPENDITURES	\$ 6,159	\$ 8,300
EXCESS REVENUE OVER EXPENDITURES	\$ 5,348	\$ 6,635

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

Red River Nordic Ski Club Inc.
(Operating as Red River Nordic Ski and Biathlon Club)

Notes to the Financial Statements
for the Year Ended August 31, 2015
(Unaudited)

1. Purpose of Organization

Red River Nordic Inc ("RRN Inc.") is a non-profit sports organization based in Winnipeg, Manitoba, operating Nordic ski and Biathlon programs. RRN Inc operates a series of programs to train children and adults to ski, runs specific ski racing programs for young athletes with the skills and desire to improve their skiing and racing abilities, runs biathlon training programs, and runs a series of ski races, biathlon races and ski-related events throughout the winter. Fitness and conditioning programs for racing team participants are run through the summer. RRN Inc. is incorporated in Manitoba as a not-for-profit organization.

RRN Inc earns most of its revenue from membership fees paid directly by the members, supplemented through grants and fundraising activities, and expends its funds on ski-related, biathlon-related and club activities.

RRN Inc operates under the name of Red River Ski and Biathlon Club.

2. Significant Accounting Policies

Basis of Reporting

The financial statements of RRN Inc are based on a modified form of non-profit accounting and fund accounting guidelines, and are prepared for the use of the membership in the management of the organization. They do not necessarily follow all aspects of generally accepted accounting principles.

Revenue Recognition

Membership fee revenues, program registration fee revenues, and event fee revenues are generally received and related expenditures are incurred in the same fiscal year. In the event that we carry forward registration revenue to a future year, it is recorded as a deferred revenue in current liabilities.

Equipment (Capital Assets)

Equipment is recorded at cost and depreciated over the estimated life of the asset. Any equipment with a purchase cost of less than \$5000 is expensed in year. Assets purchased greater than \$5000, generally race electronics, are amortized over the estimated useful life of 3 years. All such assets at the end of year are fully depreciated. RRN Inc. owns no building or land.

Contributed Services

Volunteers contribute thousands of hours annually to assist with events, training, club organization and other related activities. Sport Manitoba, through the Cross Country Ski Association of Manitoba and Biathlon Manitoba, provides selected administrative services, race coordination services, meeting space, and significant other services that vary from year to year. Because of the difficulty in determining the value, contributed services are not recognized in the financial statements.

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Notes to the Financial Statements
for the Year Ended August 31, 2015
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2. Significant Accounting Policies, continued

Fund Accounting

In order to ensure observance of limitations and restrictions placed on the use of certain financial resources, the accounts of RRN Inc. are maintained in accordance with the principles of fund accounting. The funds restricted in use to certain race team and biathlon activities have been classified into separate "Junior Race Team", "Race Team" and "Biathlon" funds. These funds may only be utilized in accordance with the purposes established by RRN Inc. members tasked with fundraising and utilization of such funds and are in contrast with the unrestricted "General Fund" over which the Board retains full control to use in achieving its purposes. Restricted gifts, grants, and other restricted resources are accounted for in the appropriate restricted funds. Revenues from current restricted funds are recognized when expenditures are incurred for current operating purposes. The excess of restricted receipts over amounts expended for restricted purposes is recognized as a fund balance addition to current restricted funds.

Program, Events and Clothing and Equipment – Net Revenues and Expenditures

RRN Inc. presents revenues and expenditures for programs, events, and clothing and equipment for sale to members as net, to reflect the manner in which the programs, events and sales are run as distinct activities, and to give a fairer presentation of the financial results of each program, event and sale. Ski trips and the sale of ski clothing and equipment are generally based on cost recovery, although the club may choose to absorb a portion of the costs.

3. Program Revenues and Expenditures

Program revenues are shown net of directly related program expenditures. Additional details are shown below:

	September 1, 2014 to August 31, 2015	September 1, 2013 to August 31, 2014
Biathlon Programs		
Registration Revenue - Regular	\$ 1,100	\$ 4,240
Registration Revenue - Adult Skate	\$ 280	
Ammunition Revenue	465	701
Range Fees Charged to Members	1,445	1,540
Coaching Honorariums	- 275	- 1,635
Biathlon Canada Fees	- 207	- 207
Range Fees Paid to Ranges	- 1,300	- 1,300
Ammunition Purchased	- 865	
Supplies	- 306	
Misc Expenses		- 318
Travel		- 225
Total Biathlon Programs	337	2,796

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Notes to the Financial Statements
for the Year Ended August 31, 2015
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3. Program Revenues and Expenditures, continued

Nordic Programs September 1, 2014 – August 31, 2015

	Revenues		Expenditures					Total
	Registration Revenues	Direct Grants	CCSAM Fees	Coaching Honorariums	Youth Lead Honorariums	Trophies & Other Awards	Travel & Other	
Nordic Programs								
Nordic Registrations	\$ 3,695	\$ 2,340	\$ 1,451					\$ 4,584
Adult	1,300			545				755
Jackrabbits	2,250			1,050	647			553
Track Attack	2,260			800	1,550			90
Junior Race Team	3,750			2,075			559	1,116
Race Team	8,380			5,830			273	2,277
Sidewinders	2,520			475				2,045
Radical Skiers	370			350				20

Nordic Programs September 1, 2013 – August 31, 2014

	Revenues		Expenditures					Total
	Registration Revenues	Direct Grants	CCSAM Fees	Coaching Honorariums	Youth Lead Honorariums	Trophies & Other Awards	Travel & Other	
Nordic Programs								
Nordic Registrations	\$ 3,570		\$ 1,445					\$ 2,125
Adult	345			360				15
Jackrabbits	3,075			450		546	542	1,537
Track Attack	1,430			1,025	1,300	140		755
Junior Race Team	3,928			1,475			1,076	1,377
Race Team	6,734			3,165		31	500	3,038
Sidewinders	1,260			700	150			410
Radical Skiers	630			825				195

4. Event Revenues and Expenditures

Event revenues are shown net of directly related event expenditures. Additional details are shown below. Events that are intended as cost recovery only, or subsidized/cost recovery, are noted with an “*”.

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4. Event Revenues and Expenditures, continued

	August 31, 2015	August 31, 2014
<i>Ski Banquet*</i>		
Event Expenses	\$ -	-\$ 30
<i>Birds Hill Training Camp*</i>		
Event Revenues	\$ 1,175	\$ -
Event Expenses	- 1,256	- 539
	-\$ 81	-\$ 539
<i>Canmore*</i>		
Event Revenues	\$ 6,048	\$ 12,150
Event Expenses	- 6,080	- 13,073
	-\$ 32	-\$ 923
<i>Falcon Races</i>		
Event Revenues	\$ 300	\$ 1,300
Event Expenses	-	- 1,196
	\$ 300	\$ 104
<i>Grand Beach Classic</i>		
Event Revenues	\$ -	\$ 345
Event Expenses	-	- 1,072
	\$ -	-\$ 727
<i>Grand Beach Training Camp*</i>		
Event Revenues	\$ 1,040	\$ 1,180
Event Expenses	- 839	- 934
	\$ 201	\$ 246
<i>Jackrabbit Jamboree*</i>		
Event Revenues	\$ 735	\$ 917
Event Sponsorship	500	500
Event Expenses (credits)	- 1,754	- 1,528
	-\$ 519	-\$ 111
<i>Minneapolis Trip*</i>		
Event Revenues	\$ 3,871	
Event Expenses	- 5,570	
	-\$ 1,699	
<i>Provincials</i>		
Event Revenues	\$ 4,261	
Event Expenses	- 4,276	
	-\$ 15	\$ -
<i>Provincial Sprints</i>		
Event Revenues	\$ 1,305	\$ 1,435
Grant Revenue		250
Event Expenses	- 324	- 602
	\$ 981	\$ 1,083
<i>Wednesday Night Races</i>		
Event Revenues	\$ 398	\$ 3,494
Zone4 Expenses		- 574
	\$ 398	\$ 2,920
<i>Windups*</i>	-\$ 1,126	-\$ 1,692
<i>Zone4 Processing Charges</i>		
Total Event Revenues, net of Direct Event Expenses	-\$ 1,592	\$ 331

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5. Grants

RRN Inc. applies for and receives generous grants from the Cross Country Ski Association of Manitoba (CCSAM) to support coaching provided to young cross country ski athletes and for ongoing development of club programs. These grants are listed within the financial statements or related notes and are recorded when notifications are received from CCSAM regarding these grants.

RRN Inc. also receives grants from other parties based on successful grant applications and other community initiatives. These grants are listed within the financial statements or related notes and are recorded when RRN Inc. feels comfortable that all requirements of the grant have been fulfilled and collection is reasonably certain.

There are no outstanding grants receivable at the end of the fiscal year.

6. Bingo Liability

Members of RRN Inc. are given the opportunity by CCSAM to work at Sport Manitoba bingos, and Sport Manitoba provides funding to RRN Inc. in exchange for volunteer activities provided at the bingos. For certain bingos, RRN Inc. allows those members who volunteer at Sport Manitoba bingos to apply credits earned at bingos against registration fees and other ski-related expenses. Amounts received from CCSAM and Sport Manitoba are treated as liabilities until credits are requested by the members or payout initiated by the Board. There is no bingo liability as at August 31, 2015 (August 31, 2014 - \$100).

