

Saskatoon Cycles Inc.
Saskatoon, Saskatchewan

UNAUDITED FINANCIAL STATEMENTS

Year Ended September 30, 2022

NOTICE TO READER

PREPARED WITHOUT AUDIT OR REVIEW

At the Annual General Meeting of November 3, 2021, the members passed a motion not to appoint an auditor, nor a person to conduct a review, of the financial statements for the fiscal year ending September 30, 2022.

This decision took into account the finances of the corporation, and was consistent with Section 149 of the Non-profit Corporations Act (SK).

The members of a membership corporation may resolve to: • appoint a person to conduct an audit or review; • waive an audit but appoint a qualified person to conduct a review; or • waive an audit and review; of the financial statements of the corporation. A resolution to waive an audit or waive an audit and review must be consented to by a majority of not less than two thirds of the members. Notice of the pending vote must be sent to all members. The resolution is only valid until the next annual meeting of the members.

Readers are cautioned that these statements may not be appropriate for their purposes.

Saskatoon, SK
October 26, 2022

Saskatoon Cycles Inc.
Statement of Financial Position

Unaudited - Notice to Reader

September 30, 2022 with prior year comparative figures

	2022	2021
Assets		
Current assets		
Cash		
Credit Union - Maximizer	\$ 21,722	\$ 17,285
Credit Union - Flex Term	19,829	19,731
On-line cash accounts	0	110
	41,551	37,126
Prepays	0	200
Inventory (note 2)	3,545	127
	45,096	37,453
Fixed assets, net - Bike Valet (note 3)	1,151	1,502
	\$ 46,247	\$ 38,955
Liabilities and Operating Surplus		
Current liabilities		
Accounts payable	\$ 824	0
Deferred revenue	0	5,000
	824	5,000
Deferred donations (note 4)	480	600
Operating surplus		
Beginning of year	33,355	31,125
Excess (deficiency) for the year	11,588	2,230
	44,943	33,355
	\$ 46,247	\$ 38,955

The board of directors has approved these financial statements.

Signed:

Erin Edwards, Chairperson

Johanna Bergerman, Finance Committee Chair

Saskatoon Cycles Inc.												
Statement of Revenue and Expenditures												
Unaudited - See Notice to Reader												
For the year ended SEPTEMBER 30, 2022												
	Projects, Programs and Events									General	2022 Total	2021 Total
	Bike Valet	Bike Sale	BYXE Week	Keep Rolling	IceCycle	Friends of Cycling	ZenZED Project	Shirt/Hat Sales	sub-total			
Revenue												
Donations	2,713	-				1,000	2,500		6,213	1,284	7,497	3,518
Donations Poker Chip										430	430	
Donations Tribute									-	-	-	935
Grants	10,000		10,500	5,000	1,438				26,938		26,938	4,500
Grant - Payroll / training									-	3,638	3,638	990
Interest									-	97	97	195
Revenue	6,851	505					68	3,415	10,839		10,839	4,474
Total Revenue	19,564	505	10,500	5,000	1,438	1,000	2,568	3,415	43,991	5,449	49,439	14,612
Expenditures												
Advertising	244								244		244	-
Contractors	3,064		-				2,806		5,870		5,870	210
Depreciation	351								351		351	467
Food and beverages									-	55	55	-
Insurance									-	1,294	1,294	1,241
Paid commission		-					46		46		46	-
Memberships									-	150	150	150
Office									-	186	186	374
Prizes									-	150	150	-
Processing fees							3		3	182	185	115
Product (t-shirts, vests)								2,849	2,849		2,849	1,207
Promo/Communication									-	828	828	-
Supplies	1,701	-	-	5,164	1,288	-			8,154		8,154	733
Towing	906								906		906	160
Training									-	4,150	4,150	-
Volunteer appreciation	583								583		583	-
Wages and benefits	1,169		2,200	186					3,555	7,942	11,497	7,725
Website							353		353		353	-
Total Expenditures	8,018	-	2,200	5,350	1,288	-	3,208	2,849	22,914	14,937	37,851	12,382
Excess (deficiency)	11,546	505	8,300	(350)	150	1,000	(640)	566	21,076	(9,488)	11,588	2,230

Saskatoon Cycles Inc.
Notes to the Financial Statements
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Saskatoon Cycles Inc. advocates for a city in which cycling is a viable, year-round, mode of transportation that is safe and convenient for all ages. The organization was registered on October 26, 2010 under *The Non-profit Corporations Act, 1995* and commenced operations at that date.

1. Significant accounting policies

The financial statements include the following significant accounting policies:

a) Revenue recognition

The organization follows the deferral method of accounting for donations and grants.

b) Capital assets

Capital assets are recorded at cost less accumulated depreciation. Depreciation is calculated using a declining balance method at the following rates:

Bike racks	20%
Trailer	30%
Equipment	30%

c) Contributed services and goods

Volunteers contribute a significant amount of time each year to the activities of the organization. Because of the difficulty of determining the fair value of these contributed services, no amount has been recognized in the financial statements.

Contributed goods are recognized in the financial statements when they are used in the normal course of operations and fair value can reasonably be determined.

2. Inventory

Inventory is valued at the lower of cost and net realizable value. Cost is determined on an average cost basis. Inventory consists of shirts and hats held for resale.

Saskatoon Cycles Inc.
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3. Capital assets

The capital assets are used in bike valet operations and consist of the following:

			2022			2021
	Cost	Accumulated depreciation	Net book value		Net book value	
Bike racks	\$ 4,730	3,936	\$ 794	\$	992	
Trailer	4,733	4,460	273		390	
Other equipment	2,190	2,106	84		120	
	<u>\$ 11,653</u>	<u>10,502</u>	<u>\$ 1,151</u>	<u>\$</u>	<u>1,502</u>	

4. Deferred donations

Deferred donations represent funds received for the purchase of capital assets for bike valet operations. Deferred donations for capital asset purchases are recognized as revenue on the same basis as the related assets are depreciated.

The change in the deferred donations balance for the year is as follows:

	2021		2020	
Balance, beginning of year	\$ 600	\$	749	
Donations received	-		-	
Amounts taken into revenue	(120)		(149)	
Balance, end of year	<u>\$ 480</u>	<u>\$</u>	<u>600</u>	