



2022 Globe BMX AGM Package (re: 2021 Financials) - June 1, 2022

1. 2022 AGM Agenda
2. 2021 AGM Meeting Minutes
3. 2021 Financials
4. Proposed Bylaw Change
5. Proposed Article of Incorporation Change



2022 Globe BMX AGM Agenda (re: 2021 Financials) - June 1, 2022

1. Welcome statements
2. Attendance & Quorum
3. Approval of Agenda
4. Approval of 2021 AGM Minutes (included in package)
5. Presidents address
6. 2021 Financials (included in package)
7. Bylaw & Articles of Incorporation Changes (included in package)
8. Board Nominations & Voting - online nominations close May 30th. Floor nominations will also occur if applicable.
 - a. 2 Year Term: Vice President
 - b. 2 Year Term: Treasurer
 - c. 1 year Term: New Position, Maintenance Director
 - d. 1 year Term: Athlete/Coaching Director

Nomination Form:

<https://forms.gle/cgiru4KY8JK4bcGs6>

OTHER BUSINESS

9. New Track Development Update - Q&A with Track Designer Tom Ritz
10. New Business
 - a. Please email globebmx@gmail.com if you would like to add a New Business item
11. 2022 AGM Date



2021 Globe BMX AGM Agenda - April 27, 2021

1. Welcome
 - a. Chair, Kyle Schmitt - President
2. Attendance & Quorum
 - Kendal Redhead, Dan Greschner, Kyle Schmitt, Jen Korney, Morgan Doell, Doug Eberle, Jen Lewko, Jon Nosterud, Brad & Nicola Salter, Rob & Erin Loomer, Kim Fomradas, Anna Jung, Jeff Stevens, Steve Rosman, Dan Dyck, Jarret Sperling
 - 20% of 36 eligible voters = 8. 9 voters in attendance. Quorum achieved.
3. Approval of Agenda
 - Motion: Jen Lewko
 - Second: Nicola Salteru
4. Approval of 2020 Spring AGM Minutes (minutes included below)
 - Motion: Kim Fomradas
 - Second: Jen Lewko
5. Board Report (included in package)
6. 2020 Financials (financials included below) & 2021 Budget Planning
 - a. Motion to approve financials: Jen Lewko
Second: Morgan Doell
 - b. Need nomination for two members to sign financials in 2021
Volunteer: Steve Rosman
Volunteer: Jen Lewko
7. Board Nominations & Voting - floor nominations will occur, new job descriptions included in package.
 - a. 2 Year Term: Secretary (Jen letting name stand)
 - 1st Call for nomination: no nominations
 - 2nd Call for nomination: no nominations
 - 3rd Call for nomination: no nominations
 - Position: Jen Korney will remain Secretary until 2023 AGM
 - b. 2 Year Term: President (Kyle letting his name stand)
 - 1st Call for nomination: no nominations
 - 2nd Call for nomination: no nominations
 - 3rd Call for nomination: no nominations

Position: Kyle Schmitt will remain President until 2023 AGM

- c. 1 year Term: New Position, Maintenance Director
1st Call for nomination: no nominations
2nd Call for nomination: no nominations
3rd Call for nomination: no nominations
Position: not filled
- d. 1 year Term: New Position, Athlete/Coaching Director
Call for nomination: Kyle Schmitt nominates Steve Rosman
Call for nomination: no nominations
Call for nomination: no nominations
Position: Steve Rosman becomes Athlete/Coaching Director

OTHER BUSINESS

- 8. New Track Development Update
 - a. Greenlit by City of Saskatoon, all plans approved and submitted
 - b. Financials: 40% raised, all funds needed have pending solicitations
 - c. Phased into 3 phases
 - i. Phase 1 = \$615K
 - ii. Could still possibly start
 - d. Asked the City of Saskatoon for \$250,000, pending
 - e. 4 grants, pending
- 9. 2021 Schedule & Opening Plan
 - a. Working on return to practice plan
 - b. Dates for welcome night and first practice; May 6th & May 9th are on the website, pending approval of return plan.
- 10. Coaching & Commissaire Training Update
 - a. Online Commissaire C training, dates available virtually through Alberta Bicycle. \$40 fees will be reimbursed if taken. See email.
 - b. All volunteers working with athletes & commissaires need Respect in Sport - email coming soon with link
 - c. Coaching Pathways & Coaching Update
- 11. Fundraising Plans for 2021
 - a. 50/50 fundraising
- 12. New Business - none
- 13. 2022 AGM Date
 - a. April 26th, 2022

Motion to adjourn AGM: Jen Lewko
Second to adjourn AGM: Morgan Doell

Report is not dated

bblp.ca

GLOBE BMX RACEWAY INC.

FINANCIAL STATEMENTS
(unaudited)

DECEMBER 31, 2021

Draft for discussion purposes only





INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Directors of
Globe BMX Raceway Inc.

We have reviewed the accompanying financial statements of Globe BMX Raceway Inc. that comprise the statement of financial position as at December 31, 2021, and the statements of operations and changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for private enterprises, 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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Globe BMX Raceway Inc. as at December 31, 2021, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for private enterprises.

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT (continued)

Other Matter

Without modifying our conclusion, we draw attention to Note 3 to the financial statements, which describes that certain comparative information for the year ended December 31, 2020 and the statement of financial position as at January 1, 2020 has been restated.

The financial statements for the year ended December 31, 2020 and the statement of financial position as at January 1, 2020 have not been audited or reviewed.

SASKATOON, SASKATCHEWAN

Chartered Professional Accountants

Draft for discussion purposes only

GLOBE BMX RACEWAY INC.

STATEMENT OF FINANCIAL POSITION

(unaudited)

DECEMBER 31, 2021

	<u>2021</u>	(Restated - Note 3) <u>December 31,</u> <u>2020</u>	(Restated - Note 3) <u>January 1,</u> <u>2020</u>
<u>ASSETS</u>			
Current assets			
Cash	\$ 120,313	\$ 39,795	\$ 29,015
Prepaid expenses	<u>1,199</u>	<u>-</u>	<u>-</u>
	121,512	39,795	29,015
Capital assets (Note 4)	41,353	31,275	24,489
National Sports Trust Fund (Note 5)	<u>14,650</u>	<u>12,150</u>	<u>3,050</u>
	<u>\$ 177,515</u>	<u>\$ 83,220</u>	<u>\$ 56,554</u>
<u>LIABILITIES</u>			
Current liabilities			
Accounts payable and accrued liabilities	\$ 5,800	\$ -	\$ -
Volunteer deposits	<u>1,350</u>	<u>1,350</u>	<u>-</u>
	7,150	1,350	-
National Sport Trust Fund (Note 5)	14,650	12,150	3,050
Deferred capital contributions (Note 6)	<u>87,068</u>	<u>11,000</u>	<u>-</u>
	108,868	24,500	3,050
<u>NET ASSETS</u>			
Net assets	<u>68,647</u>	<u>58,720</u>	<u>53,504</u>
	<u>\$ 177,515</u>	<u>\$ 83,220</u>	<u>\$ 56,554</u>

See accompanying notes

Approved by the Board

_____ Member

_____ Member

GLOBE BMX RACEWAY INC.

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

(unaudited)

YEAR ENDED DECEMBER 31, 2021

	2021	(Restated - Note 3) 2020
Revenues		
Event income	\$ 12,733	\$ (360)
Membership fee income	11,650	9,472
Fundraising income	9,550	6,838
Contributions	4,253	4,313
Member training income	2,070	-
Other income	301	689
	<u>40,557</u>	<u>20,952</u>
Expenditures		
Advertising and promotion	-	584
Amortization	2,446	3,089
Event expenses	7,533	3,147
Fundraising expenses	4,536	4,972
Insurance	1,376	725
Interest and bank charges	3,238	1,112
Office	747	906
Professional development	396	-
Professional fees	5,800	-
Rent	1,341	1,201
Repairs and maintenance	794	-
Training	2,423	-
	<u>30,630</u>	<u>15,736</u>
Excess of revenues over expenditures	9,927	5,216
Net assets, beginning of year	<u>58,720</u>	<u>53,504</u>
Net assets, end of year	<u>\$ 68,647</u>	<u>\$ 58,720</u>

See accompanying notes

GLOBE BMX RACEWAY INC.

STATEMENT OF CASH FLOWS

(unaudited)

YEAR ENDED DECEMBER 31, 2021

	2021	(Restated - Note 3) 2020
Cash flows from operating activities		
Excess of revenues over expenditures	\$ 9,927	\$ 5,216
Item not affecting cash		
Amortization	2,446	3,089
Net change in non-cash working capital items:		
Prepaid expenses	(1,199)	-
Accounts payable and accrued liabilities	5,800	-
Volunteer deposits	-	1,350
	<u>16,974</u>	<u>9,655</u>
Cash flows used in investing activity		
Purchase of capital assets	(12,524)	(9,875)
Cash flows from financing activity		
Deferred capital contributions	<u>76,068</u>	<u>11,000</u>
Net increase in cash during the year	80,518	10,780
Cash, beginning of year	<u>39,795</u>	<u>29,015</u>
Cash, end of year	<u>\$ 120,313</u>	<u>\$ 39,795</u>

See accompanying notes

GLOBE BMX RACEWAY INC.

NOTES TO THE FINANCIAL STATEMENTS

(unaudited)

DECEMBER 31, 2021

1. Nature of operations

Globe BMX Raceway Inc. (the "organization") was incorporated on March 15, 2010 under the Non-profit Corporations Act of Saskatchewan. The organization maintains a BMX racing facility in Saskatoon, Saskatchewan and provides training and racing opportunities to the community of Saskatoon and surrounding area. The organization is exempt from income tax in accordance with section 149 of the Income Tax Act.

2. Significant accounting policies

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant policies are detailed as follows:

National Sport Trust Fund

The National Sport Trust Fund was established to fund the Track expansion project.

Capital assets

Capital assets are recorded at cost. The organization provides for amortization using the declining balance method at rates designed to amortize the cost of the capital assets over their estimated useful lives. The annual amortization rates are as follows:

Computer equipment	30%
Equipment	20%

Impairment of long-lived assets

Long-lived assets, which comprise capital assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected undiscounted future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent carrying value exceeds its fair value.

Deferred capital contributions

Deferred capital contributions represents the unamortized amount of contributions received for the purchase of capital assets. The amortization of deferred capital contributions is recorded as contributions revenue on the statement of operations.

Revenue recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenditures are incurred. Unrestricted contributions are recognized as revenue when received or receivable when the amount to be received can be reasonably estimated and collection is reasonably assured. Contributions for depreciable capital assets are deferred and amortized on the same basis as the underlying asset.

Event income, fundraising income, member training income and other income are recognized when earned. Membership fee income is recognized once received as the memberships are non-refundable.

GLOBE BMX RACEWAY INC.

NOTES TO THE FINANCIAL STATEMENTS

(unaudited)

DECEMBER 31, 2021

2. Significant accounting policies (continued)

Donated services

A substantial number of volunteers have made significant contributions of their time to the organization's programs and supporting services. The value of this contributed time is not reflected in these financial statements.

Financial instruments

The organization initially records a financial instrument at its fair value, except for a related party transaction, which is recorded at the carrying or exchange amount depending on the circumstances.

Transaction costs are recognized in net income in the period incurred. However, transaction costs associated with financial instruments carried at cost or amortized cost are recorded as adjustments to the initial fair value recognized and amortized over the expected life of the instrument.

Financial assets and financial liabilities subsequently measured at amortized cost include cash, accounts payable and accrued liabilities, and volunteer deposits.

When there is an indication of impairment and such impairment is determined to have occurred, the carrying amount of financial assets measured at amortized cost is reduced to the greater of the discounted future cash flows expected, the proceeds that could be realized from the sale of the financial asset, or the amount that could be realized by exercising the right to any collateral held to secure repayment of the asset. Such impairments can be subsequently reversed to the extent that the improvement can be related to an event occurring after the impairment was recognized.

Use of estimates

The preparation of financial statements in conformity with Canadian accounting standards for private enterprises requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Items requiring the use of significant estimates include amortization rates. Actual results could differ from those estimates.

3. Impact of the change in the basis of accounting

Effective January 1, 2020, the organization adopted the requirements of the CPA Canada Handbook - Accounting's accounting standards for not-for-profit organization (ASNPO). This framework is in accordance with Canadian Generally Accepted Accounting Principles. These are the organization's first financial statements prepared in accordance with this new framework, which has been applied retrospectively. The accounting policies set out in the above significant accounting policies note have been applied in preparing the financial statements for the year ended December 31, 2021, the comparative information presented in the financial statements for the year ended December 31, 2020 and in the preparation of the opening balance sheet as at January 1, 2020.

GLOBE BMX RACEWAY INC.

NOTES TO THE FINANCIAL STATEMENTS

(unaudited)

DECEMBER 31, 2021

3. Impact of the change in the basis of accounting (continued)

As a result of adoption of these accounting principles, the comparative financial statements have been restated as follows to reflect the capitalization of assets previously expensed and to defer capital contributions previously included in income. The January 1, 2020 comparative figures have been retroactively restated to record \$24,489 of capital assets and to increase opening net assets by \$24,489. In addition, the comparative figures for the year ended December 31, 2020 have been retroactively restated to increase cash by \$100, increase capital assets by \$31,276, increase deferred capital contributions by \$11,000, decrease grants and donations income by \$8,500, increase amortization by \$3,089, decrease track expansion expense by \$7,376, decrease reconciliation discrepancy expense by \$100 and to increase opening net assets by \$24,489.

4. Capital assets

	2021			December 31, (Restated - Note 3) 2020	January 1, (Restated - Note 3) 2020
	Cost	Accumulated amortization	Net book value	Net book value	Net book value
BMX track	\$ 31,570	\$ -	\$ 31,570	\$ 19,046	\$ 9,171
Computer equipment	-	-	-	-	33
Equipment	15,298	5,515	9,783	12,229	15,285
	<u>\$ 46,868</u>	<u>\$ 5,515</u>	<u>\$ 41,353</u>	<u>\$ 31,275</u>	<u>\$ 24,489</u>

The BMX track expansion has not been completed as at year end and, therefore, has not been amortized.

5. National Sports Trust Fund

The National Sport Trust Fund was established to fund the track expansion project on a yearly basis. The funds on deposit, and the corresponding deferred revenue from the National Sport Trust Fund, consists of contributions by donors and interest earned yearly.

	December 31, 2021	December 31, 2020	January 1, 2020
Balance, beginning of year	\$ 12,150	\$ 3,050	\$ -
Contributions	<u>2,500</u>	<u>9,100</u>	<u>3,050</u>
Balance, end of year	<u>\$ 14,650</u>	<u>\$ 12,150</u>	<u>\$ 3,050</u>

GLOBE BMX RACEWAY INC.

NOTES TO THE FINANCIAL STATEMENTS

(unaudited)

DECEMBER 31, 2021

6. Deferred capital contributions

	December 31, 2021	December 31, 2020	January 1, 2020
Balance, beginning of year	\$ 11,000	\$ -	\$ -
Contributions received for purchase of capital assets	<u>76,068</u>	<u>11,000</u>	<u>-</u>
Balance, end of year	<u>\$ 87,068</u>	<u>\$ 11,000</u>	<u>\$ -</u>

7. License agreement

The organization has entered into a license agreement with the City of Saskatoon, as it relates to maintaining and operating the BMX track located in Lakewood Park, Saskatoon. The agreement is in effect from May 1 through October 31 for 2021 through 2023, with a renewal option for an additional five-year term.

8. Financial instruments

Fair value

The fair value of current financial assets and current financial liabilities approximates their carrying value due to their short-term maturity dates. The fair value of long-term financial liabilities approximates their carrying value based on the presumption that the organization is a going concern and, thus, expects to fully repay the outstanding amounts.

Liquidity risk

The organization does have a liquidity risk in the accounts payable and accrued liabilities of \$5,800 (2020 - \$-). Liquidity risk is the risk that the organization cannot repay its obligations when they become due to its creditors. The organization reduces its exposure to liquidity risk by ensuring that it documents when authorized payments become due. In the opinion of management, the liquidity risk exposure to the organization is low and is not material.

9. Significant event

In March 2020, there was a global outbreak of COVID-19, which has had a significant impact on organizations through the restrictions put in place by the Canadian, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders.

At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the organization, as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.

Dissolution

In the event that the corporation should vote to dissolve, the board shall appoint three members of the corporation to act as Trustees who will then be responsible for liquidating the corporation's assets, settling the corporation's liabilities and distributing any remaining asset as follows **and in accordance with section 209(5) of The Non-profit Corporations Act, 1995 :**

- Fifty Percent (50%) will be donated to Saskatchewan Cycle Association
- Fifty Percent (50%) will be donated to a registered charity or registered non-profit organization(s) as chosen by the membership and/or Trustees, in accordance with the Non-Profit Membership Corporations Act and/or Regulations. A Special resolution will be held on file naming the Trustees put in place for said task
- All funds held in Trust by Saskatchewan Cycle National Trust, become an asset of Saskatchewan Cycle National Trust Fund
- Notice in writing must be provided to the City of Saskatoon, then follow the required Dissolution processes outlined by COS, and associated time frames.
- Current member fees will be returned at the discretion of the board

FORM 1

Electronic
Filing

15-Mar-2010

Corporations Branch
Saskatchewan Justice

ARTICLES OF INCORPORATION

The Non-profit Corporations Act, 1995

1. Name of corporation:

GLOBE BMX RACEWAY INC.

2. The classes of membership:

There shall be two classes of membership as follows:

(a) regular membership, the members of which shall be entitled to attend and vote at all meetings of members, and may be elected as a director;

(b) associate membership, the members of which shall be entitled to attend meetings but not to vote. An associate member may be elected as a director.

3. Right, if any, to transfer membership interest:

None

4. Number (or minimum and maximum number) of directors:

Minimum 2; Maximum 5

5. The corporation is a: SASKATCHEWAN MEMBERSHIP CORPORATION

6. Restrictions, if any, on activities the corporation may carry on or on powers the corporation may exercise:

None

7. Persons to whom remaining property is to be distributed in the course of liquidation and dissolution of the corporation:

In accordance with ~~section 209 of The Non-profit Corporations Act, 1995~~
section 209(5) of The Non-profit Corporations Act, 1995

8. Other provisions, if any:

1. A director is required to be a member of the corporation.

3. A director may be indemnified for his/her expenses incurred on behalf of the corporation as a director.

Incorporator: TARAN DAVIDUKE

Date: 15-Mar-2010