

**ATV CLUB OF EASTERN ONTARIO INC.**  
2023 Financial Statements

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**ATV CLUB OF EASTERN ONTARIO INC.**  
Statement of Financial Position

As at December 31,

2023

2022

**ASSETS**

**Current assets**

Cash	\$ 277,332	\$ 284,791
Shares of membership fees receivable from the OFATV	13,533	14,769
Prepaid expenses	1,636	1,939
Inventories (note 3)	20,654	21,669
	313,155	323,168

**Capital assets** (note 4)

	9,857	1,679
Total assets	\$ 323,012	\$ 324,847

**LIABILITIES**

**Current liabilities**


Accounts payable and accrued charges	\$ 593	\$ 9,234
Deferred shares of membership fees (note 5)	74,800	75,950
Total liabilities	75,393	85,184

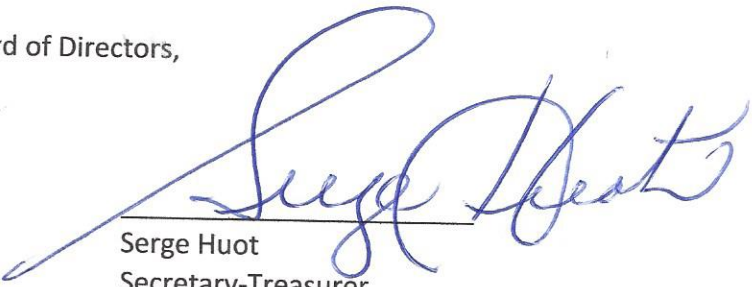
**NET ASSET**

<b><u>Net asset</u></b>	247,619	239,663
	\$ 323,012	\$ 324,847

*See accompanying notes*

Approved on behalf of the Board of Directors,

  
Ray-Allen Guay  
President

  
Serge Huot  
Secretary-Treasurer

**ATV CLUB OF EASTERN ONTARIO INC.**  
Statement of Revenues and Expenses and Changes in Net Asset

Year ended December 31,	<u>2023</u>	<u>2022</u>
<b><u>Revenues</u></b>		
Shares of membership fees (note 5)	\$ 153,445	\$ 149,880
Interests	5,501	1,431
Grant	2,883	6,131
Activities and others	3,021	-
	<u>164,850</u>	<u>157,442</u>
<b><u>Expenses</u></b>		
Trail maintenance and wardening	113,935	60,856
Trail opening	23,675	-
Trail signalling	3,400	5,368
Safety training	1,223	-
Depreciation of capital assets	1,370	420
Travel, hall rental, office expenses and others	4,728	3,214
Activities	1,263	-
Announcements and advertising	1,413	1,354
Website	282	307
Insurance for directors	432	432
Donations	5,000	3,750
Bank charges	173	46
	<u>156,894</u>	<u>75,747</u>
<b>Excess of revenues over expenses for the year</b>	<b>7,956</b>	<b>81,695</b>
<b>Net asset, beginning of year</b>	<b><u>239,663</u></b>	<b><u>157,968</u></b>
<b>Net asset, end of year</b>	<b>\$ <u><u>247,619</u></u></b>	<b>\$ <u><u>239,663</u></u></b>

*See accompanying notes*

**ATV CLUB OF EASTERN ONTARIO INC.**  
Statement of Sources and Uses of Cash

Year ended December 31,	<u>2023</u>	<u>2022</u>
<b>Sources (uses) of funds related to:</b>		
<u>Operating activities</u>		
Sources of funds		
Shares of membership fees	\$ 153,871	\$ 151,766
Grant	2,883	6,131
Interests and other income	8,522	1,431
<i>Sub-total - sources of funds</i>	<u>165,276</u>	<u>159,328</u>
Uses of funds		
Trail maintenance, trail building, wardening and trail signaling	(148,999)	(57,674)
Safety training	(1,223)	-
Donations	(5,000)	(3,750)
Other charges	(7,965)	(6,472)
<i>Sub-total - uses of funds</i>	<u>(163,187)</u>	<u>(67,896)</u>
<i>Net funds provided by operating activities</i>	<u>2,089</u>	<u>91,432</u>
<u>Investing activities</u>		
Acquisition of capital assets	<u>(9,548)</u>	<u>(2,096)</u>
<i>Sub-total - uses of funds</i>	<u>(9,548)</u>	<u>(2,096)</u>
<b>Net cash generated (used) during the year</b>	<b>(7,459)</b>	<b>89,336</b>
<b>Cash, beginning of year</b>	<u>284,791</u>	<u>195,455</u>
<b>Cash, end of year</b>	<u>\$ 277,332</u>	<u>\$ 284,791</u>

See accompanying notes

**ATV CLUB OF EASTERN ONTARIO INC.**  
**Notes to Financial Statements**  
**For the year ended December 31, 2023**

**1. Jurisdictional Statutes and Activities**

The ATV Club of Eastern Ontario Inc. (the "Club") is a non-profit corporation without share capital incorporated in January 2005 under the Ontario's *Corporations Act*. The Club is exempt from income taxes by virtue of section 149(1) of the Canada's *Income Tax Act*.

The Club mainly serves the interests of ATV enthusiasts in eastern Ontario and its main objective is to promote the safe operation of ATV's. In that regard, the Club has established and maintains several trails in the county of Prescott and Russell of which some are located in the Larose Forest. The Club is continuously looking for ways to expand its trail system. The Club also offers ATV riding courses focussing on safety. All of the Club's activities are provided by volunteers.

The Club had about 1,949 members as at December 31, 2023 (2022: 1,937) and is part of the *Ontario Federation of All Terrain Vehicle Clubs*. Most of the ATV clubs in Ontario are part of the *OFATV*.

**2. Significant Accounting Policies**

The financial statements have been prepared in accordance with the Accounting Standards for Not-for-Profit Organizations of Part III of the *CPA Canada Handbook*. They include the main following elements:

**a) Financial Instruments**

At acquisition, the Club evaluates its financial assets and financial liabilities at their fair value. Subsequently, it evaluates most of its financial assets and liabilities at their amortized cost; cash is at fair value.

The financial asset evaluated at its amortized cost is the share of membership fees receivable from the *OFATV*. The financial liabilities evaluated at their amortized cost are the accounts payable and accrued charges.

Costs that are directly attributable to the origination, issuance or assumption of a financial asset or liability are added or deducted to the original value of that element.

**b) Inventories**

Inventories are valued at the lower of their cost or their replacement value. The cost is determined using the first-in first-out method.

**c) Capital Assets**

Capital assets with a unit cost more than \$1,000 are capitalized at cost and amortized over their useful lives using a straight-line basis. Each capital asset is being amortized using an annual rate of 20%.



**ATV CLUB OF EASTERN ONTARIO INC.**  
**Notes to Financial Statements**  
**For the year ended December 31, 2023**

**2. Significant Accounting Policies (continued)**

**d) Revenue Recognition**

The shares of membership fees are recognized as revenue over the period of membership. Other contributions are recognized as revenue in the same period as related charges are incurred.

Other revenues are recorded as income when earned.

**e) Contributed Services**

The time spent by the numerous volunteers to ensure the Club's operations at all levels is very difficult to objectively establish and evaluate. As a result, given the difficulty of determining their fair value, contributed services are not recognized in these financial statements.

**3. Inventories**

The following elements make up the inventories at year-end:

	<u>2023</u>	<u>2022</u>
Traffic signs	\$16,708	\$16,737
Maintenance items and others	<u>3,946</u>	<u>4,932</u>
Total	<u>\$20,654</u>	<u>\$21,669</u>

**4. Capital Assets**

	<u>Cost (\$)</u>	<u>Accumulated depreciation (\$)</u>	<u>Net book value</u>	
			<u>2023</u>	<u>2022 (\$)</u>
Snow groomers (improvement and refurbishing)	6,538	6,537	1	1
Storage box	2,943	2,942	1	1
Box scraper	2,096	840	1,256	1,676
HFL scraper	9,548	950	8,598	-----
Dumping trailer	<u>1,689</u>	<u>1,688</u>	<u>1</u>	<u>1</u>
	<u>22,814</u>	<u>12,957</u>	<u>9,857</u>	<u>1,679</u>

**5. Shares of Membership Fees**

To become a member of the Club, an individual must pay an annual membership fee to the OFATV. This annual membership fee is set at \$150 and provides the member with a riding permit which is valid for a 12-month period from the date of issue. The proceeds of the fee are shared between the OFATV and the Club, the Club's share is \$65.

The portion of the shares of the membership fees applicable to the period following year-end has been deferred.