

Financial Statements of

**BC GAMES SOCIETY**

Year ended March 31, 2017

***Management's Responsibility for the Financial Statements***

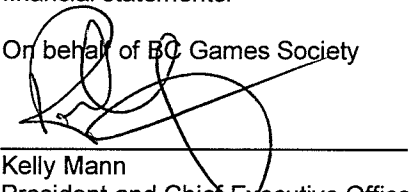
The financial statements have been prepared by management in accordance with Canadian public sector accounting standards, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements. A summary of the significant accounting policies are described in Note 2 to the financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced. The internal controls are designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the financial statements.

The Board of Directors are responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control, and exercises these responsibilities, in part, through the Audit Committee. The Board reviews internal financial statements on a monthly basis and external audited financial statements yearly. The Board also discusses any significant financial reporting or internal control matters prior to their approval of the financial statements.

The external auditors, Dickson Dusanj & Wirk Chartered Professional Accountants, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of BC Games Society and meet with the Audit Committee at least annually. The accompanying Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the financial statements.

On behalf of BC Games Society



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Kelly Mann  
President and Chief Executive Officer



CHARTERED  
PROFESSIONAL  
ACCOUNTANTS

**INDEPENDENT AUDITORS' REPORT**

**To: The Board of Directors of BC Games Society**  
**The Minister of Community, Sport & Cultural Development**

***Report on Financial Statements***

We have audited the accompanying financial statements of BC Games Society (the "Society"), which comprise the statement of financial position as at March 31, 2017 and the statements of operations and accumulated surplus, changes in net financial assets and cash flows for the year ended March 31, 2017 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 public sector accounting standards, and for such internal controls as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

***Auditors' Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audit is sufficient and appropriate to provide a basis for our audit opinion.

***Opinion***

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Society as at March 31, 2017 and the results of its operations and changes in net financial assets and cash flows for the year ended March 31, 2017 in accordance with Canadian public sector accounting standards.

***Report on Other Legal and Regulatory Requirements***

As required by the Society Act (British Columbia), we report that, in our opinion, the accounting principles in Canadian public sector accounting standards have been applied on a consistent basis.

*Dickson Dusanj & Wirt*

Victoria, B.C.  
May 16, 2017

Chartered Professional Accountants

# BC GAMES SOCIETY

## Statement of Financial Position

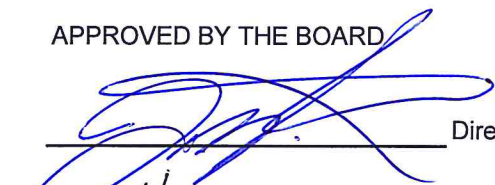
March 31, 2017, with comparative figures as at March 31, 2016


|   | 2017                | 2016                |
|---|---------------------|---------------------|
| <b>Financial assets</b>                           |                     |                     |
| Cash and cash equivalents                         | \$ 150,183          | \$ 3,780            |
| Short term investments (Note 3)                   | 1,009,934           | 1,007,268           |
| Accounts receivable                               | 265                 | 154,673             |
| Due from government organizations (Note 4)        | 3,201               | 11,305              |
|   | <u>1,163,583</u>    | <u>1,177,026</u>    |
| <b>Liabilities</b>                                |                     |                     |
| Accounts payable and accrued liabilities (Note 5) | 200,051             | 284,172             |
|   | <u>200,051</u>      | <u>284,172</u>      |
| <b>Net financial assets</b>                       | 963,532             | 892,854             |
| <b>Non-financial assets</b>                       |                     |                     |
| Tangible capital assets (Note 6)                  | 130,079             | 152,562             |
| Inventories held for use                          | 1,522               | 2,210               |
| Prepaid expenses                                  | 6,381               | 9,095               |
|   | <u>137,982</u>      | <u>163,867</u>      |
| <b>Accumulated surplus</b>                        | <u>\$ 1,101,514</u> | <u>\$ 1,056,721</u> |

Contractual obligations (Note 10)

See accompanying notes to financial statements.

APPROVED BY THE BOARD

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

# BC GAMES SOCIETY

## Statement of Operations and Accumulated Surplus

Year ended March 31, 2017, with comparative figures for 2016

|   | Budget<br>(Note 2(k)) | 2017         | 2016         |
|---|-----------------------|--------------|--------------|
| <b>Revenue:</b>                                   |                       |              |              |
| Province of British Columbia grants               | \$ 2,012,500          | \$ 2,012,500 | \$ 2,012,500 |
| Athlete registration                              | 391,000               | 399,667      | 200,142      |
| ViaSport contribution to Team BC                  | 187,500               | 134,680      | 240,712      |
| BC Senior Games Service Agreement                 | 85,000                | 85,000       | 85,000       |
| Surplus recoveries (Note 8)                       | 40,000                | 63,371       | 51,842       |
| Funding partners                                  | 60,000                | 60,000       | 60,000       |
| Contractual revenues                              | 20,000                | 19,048       | -            |
| Interest earned                                   | 10,000                | 18,966       | 16,783       |
| Other revenue                                     | 10,000                | 10,000       | 5,152        |
| Provincial Sport Organization funding for Team BC | -                     | -            | 377,755      |
|   | 2,816,000             | 2,803,232    | 3,049,886    |
| <b>Expenses:</b>                                  |                       |              |              |
| Administration (Note 9)                           | 1,585,500             | 1,453,900    | 1,870,825    |
| Games operating costs                             | 630,500               | 624,539      | 442,413      |
| Operating grants                                  | 600,000               | 680,000      | 645,377      |
|   | 2,816,000             | 2,758,439    | 2,958,615    |
| Annual surplus                                    | -                     | 44,793       | 91,271       |
| Accumulated surplus, beginning of year            | 1,056,721             | 1,056,721    | 965,450      |
| Accumulated surplus, end of year                  | \$ 1,056,721          | \$ 1,101,514 | \$ 1,056,721 |

See accompanying notes to financial statements.

# BC GAMES SOCIETY

## Statement of Changes in Net Financial Assets

Year ended March 31, 2017, with comparative figures for 2016

|   | Budget<br>(Note 2(k)) | 2017       | 2016       |
|---|-----------------------|------------|------------|
| Annual surplus                          | \$ -                  | \$ 44,793  | \$ 91,271  |
| Acquisition of tangible capital assets  | (19,000)              | (14,416)   | (25,938)   |
| Amortization of tangible capital assets | 40,000                | 36,899     | 37,334     |
|   | 21,000                | 22,483     | 11,396     |
| Acquisition of inventories held for use | -                     | (2,030)    | -          |
| Acquisition of prepaid expenses         | -                     | (6,691)    | (11,049)   |
| Consumption of inventories held for use | -                     | 2,718      | 1,882      |
| Use of prepaid expenses                 | -                     | 9,405      | 1,954      |
|   | -                     | 3,402      | (7,213)    |
| Increase in net financial assets        | 21,000                | 70,678     | 95,454     |
| Net financial assets, beginning of year | 892,854               | 892,854    | 797,400    |
| Net financial assets, end of year       | \$ 913,854            | \$ 963,532 | \$ 892,854 |

See accompanying notes to financial statements.

# BC GAMES SOCIETY

## Statement of Cash Flows

Year ended March 31, 2017, with comparative figures for 2016

|   | 2017              | 2016             |
|---|-------------------|------------------|
| Cash provided by (used in):                                     |                   |                  |
| Operating activities:   |                   |                  |
| Annual surplus  | \$ 44,793         | \$ 91,271        |
| Items not involving cash:                                       |                   |                  |
| Amortization of tangible capital assets                         | 36,899            | 37,334           |
| Change in non-cash operating working capital:                   |                   |                  |
| Increase in short term investments                              | (2,666)           | (49,366)         |
| Decrease (increase) in accounts receivable                      | 154,408           | (102,707)        |
| Decrease in due from government organizations                   | 8,104             | 39,412           |
| Decrease in inventories held for use                            | 688               | 1,882            |
| Decrease (increase) in prepaid expenses                         | 2,714             | (9,095)          |
| Increase (decrease) in accounts payable and accrued liabilities | (84,121)          | 242,843          |
| Decrease in deferred contributions                              | -                 | (412,846)        |
| <u>Net change in cash from operating activities</u>             | <u>160,819</u>    | <u>(161,272)</u> |
| Capital activities:   |                   |                  |
| Cash used to acquire tangible capital assets                    | (14,416)          | (25,938)         |
| <u>Net change in cash from capital activities</u>               | <u>(14,416)</u>   | <u>(25,938)</u>  |
| Net change in cash and cash equivalents                         | 146,403           | (187,210)        |
| Cash and cash equivalents, beginning of year                    | 3,780             | 190,990          |
| <u>Cash and cash equivalents, end of year</u>                   | <u>\$ 150,183</u> | <u>\$ 3,780</u>  |

See accompanying notes to financial statements.

# BC GAMES SOCIETY

## Notes to Financial Statements

Year ended March 31, 2017, with comparative figures for 2016

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### 1. Nature of operations

The Society was incorporated under the Society Act on June 26, 1987 and transitioned into the new Societies Act on February 14, 2017. Currently, the purpose of the Society is to provide event management leadership to achieve sport, individual and community development and to manage the operations of Team BC, which is a team of athletes, coaches, managers, and mission staff that is assembled by the Province of British Columbia to represent the province at Canada's various multi-sport events.

Approximately 72% of the Society's annual revenues are received from the Province of British Columbia with the remainder generated from corporate sponsors, contributions from other societies, surpluses from host societies, athlete registration fees, contract service and interest.

The BC Winter Games, the BC Summer Games and the BC Seniors Games are planned and operated by societies incorporated in the host community for each event. These financial statements do not reflect the revenues and expenditures of the local societies.

BC Games Society is exempt from income taxes under the Income Tax Act.

### 2. Summary of significant accounting policies

The term "Society" is used to mean the BC Games Society.

#### (a) Basis of accounting

The accompanying financial statements are prepared in accordance with Public Sector Accounting Board standards of the Chartered Professional Accountants of Canada without any elections to follow standards for government not-for-profit organizations.

#### (b) Cash and cash equivalents

Cash and cash equivalents include cash on hand and highly liquid investments with a term to maturity of three months or less at acquisition. These investments are held for the purpose of meeting short term cash commitments rather than investing.

#### (c) Short term investments

Short term investments include investments with maturities that are capable of prompt liquidation and are cashable on demand.

#### (d) Financial instruments

The Society's financial instruments include cash and cash equivalents, short term investments, accounts receivable, amounts due from government organizations, accounts payable and accrued liabilities.

All financial instruments are measured at amortized cost using the effective interest method. Gains and losses are recognized in the Statement of Operations and Accumulated Surplus when these financial instruments are derecognized due to disposal or are impaired. Transaction costs related to the acquisition of these financial instruments are included in the cost of the related instruments.



# BC GAMES SOCIETY

Notes to Financial Statements (continued)

Year ended March 31, 2017, with comparative figures for 2016

## 2. Summary of significant accounting policies (continued)

### (d) Financial instruments (continued)

The Society does not have any financial instruments, such as portfolio investments that are quoted in an active market or derivative instruments, which are valued at fair value, and therefore, no Statement of Remeasurement of Gains and Losses has been included.

### (e) Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations.

#### (i) Tangible capital assets

Tangible capital assets are recorded at cost, which includes amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets, is amortized on a straight-line basis over their estimated useful lives, as follows:

| Asset  | Basis         | Rate                          |
|--|---------------|-------------------------------|
| Computers and application software                 | Straight Line | 3 – 5 Years                   |
| Registration software and computer cabling         | Straight Line | 5 Years                       |
| Bedding, torch, flags and signs for host societies | Straight Line | 12 years                      |
| Furniture and equipment                            | Straight Line | 10 years                      |
| Leaseholds   | Straight Line | over the term<br>of the lease |

Tangible capital assets are written down when conditions indicate that they no longer contribute to the Society's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value.

#### (ii) Works of art, historic assets, and intangibles

Works of art, historic assets, intangible assets and items that have been purchased, developed, or inherited in right of the Crown are not recorded as assets in these financial statements.

#### (iii) Inventories held for use

Inventories held for use are recorded at the lower of cost and replacement cost.

Cost includes the original purchase cost, plus shipping and applicable duties. Replacement cost is the estimated current price to replace the items.

# BC GAMES SOCIETY

Notes to Financial Statements (continued)

Year ended March 31, 2017, with comparative figures for 2016

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## 2. Summary of significant accounting policies (continued)

### (f) Revenue recognition

Revenues are recognized in the period in which the transactions or events occurred and gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Contributions from other sources are deferred when restrictions are placed on their use by the contributor, and are recognized as revenue when used for the specific purpose. Restricted contributions that must be maintained in perpetuity are recorded as revenue when received or receivable, and are presented as non-financial assets in the statement of financial position.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

Donated or discounted goods and services are recorded at fair value.

Receipt of surplus from Summer and Winter Games Societies are recorded at the earlier of cash receipt and final determination of the amount of the surplus.

Investment income includes interest recorded on an accrual basis, realized gains and losses on the sale of investments, and write-downs on investments where the loss in value is determined to be other-than-temporary.

### (g) Provincial contributions

The financial statements do not reflect certain administrative expenses incurred and paid directly by the Province of British Columbia in the delivery of the games.

### (h) Legacy Funds – host communities

Host communities retain 100% of profits from souvenir sales and 50% of their operating surplus, if any, and all interest earned as part of their legacy fund.

### (i) Grants to host societies

Grants to host societies are recorded as an expense when disbursement of funds has been authorized, eligibility criteria have been met and a reasonable estimate of the amount can be made.

# BC GAMES SOCIETY

Notes to Financial Statements (continued)

Year ended March 31, 2017, with comparative figures for 2016

## 2. Summary of significant accounting policies (continued)

### (j) Use of estimates

The preparation of the financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets, liabilities, and related disclosures at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Key areas where management has made estimates and assumptions include those related to the useful life of tangible capital assets and commitments. Where actual results differ from these estimates and assumptions, the impact will be recorded in future periods when the difference becomes known.

### (k) Budget figures

Annual budget figures are determined by the Society's CEO based on approved funding available, as well as the geographical location of the Society's upcoming games to reflect travel and accommodation expenses for staff and athletes. The Society's budget for fiscal year 2017 was initially approved by the Board of Directors in January 2016 and again in July 2016 when the budget was revised. This revised budget is reflected in the Statement of Operations and Accumulated Surplus and the Statement of Changes in Net Financial Assets.

## 3. Short term investments

Short term investments consist of one-year Guaranteed Investment Certificates (GICs) totaling \$1,009,934 which earn interest at 1.20% and all have maturity dates of June 2, 2017. The GICs are redeemable after 30 days without penalty.

## 4. Due from other government organizations

The amount due from other government organizations pertains to Goods and Services Taxes (GST) which has been paid on the Society's purchases and expenses, net of GST collected from athlete registration revenue.

## 5. Accounts payable and accrued liabilities

|                               | 2017              | 2016              |
|-------------------------------|-------------------|-------------------|
| Trade accounts payable        | \$ 2,524          | \$ 12,310         |
| Salaries and benefits payable | 9,158             | 6,297             |
| Accrued vacation pay          | 13,315            | 20,336            |
| Accrued operating grant       | 80,000            | 200,000           |
| Accrued donation (note 9)     | 65,000            | -                 |
| Other accrued liabilities     | 30,054            | 45,229            |
|                               | <u>\$ 200,051</u> | <u>\$ 284,172</u> |

# BC GAMES SOCIETY

Notes to Financial Statements (continued)

Year ended March 31, 2017, with comparative figures for 2016

## 6. Tangible capital assets

|                                 | Registration software | Computers       | Bedding, torch, flags and signs for host societies | Furniture and equipment | Leasehold improvements | 2017 Total       |
|---------------------------------|-----------------------|-----------------|--|-------------------------|------------------------|------------------|
| <b>Cost</b>                     |                       |                 |  |                         |                        |                  |
| Opening balance                 | \$397,853             | \$59,446        | \$227,411  | \$58,770                | \$21,444               | \$764,924        |
| Additions                       | 1,858                 | 9,227           | 2,574  | 757                     | -                      | 14,416           |
| Disposals                       | -                     | (486)           | -  | -                       | -                      | (486)            |
| Closing balance                 | 399,711               | 68,187          | 229,985  | 59,527                  | 21,444                 | 778,854          |
| <b>Accumulated amortization</b> |                       |                 |  |                         |                        |                  |
| Opening balance                 | 352,468               | 52,450          | 149,958  | 36,469                  | 21,017                 | 612,362          |
| Amortization                    | 13,780                | 5,493           | 11,284   | 5,915                   | 427                    | 36,899           |
| Disposals                       | -                     | (486)           | -  | -                       | -                      | (486)            |
| Closing balance                 | 366,248               | 57,457          | 161,242  | 42,384                  | 21,444                 | 648,775          |
| <b>Net book value</b>           | <b>\$33,463</b>       | <b>\$10,730</b> | <b>\$68,743</b>                                    | <b>\$17,143</b>         | <b>\$-</b>             | <b>\$130,079</b> |

Bedding, torch, flags and signs for host societies includes \$10,090 (cost of \$12,745, net of accumulated amortization of \$2,655) of flags and signs for Team BC.

|                                 | Registration software | Computers      | Bedding, torch, flags and signs for host societies | Furniture and equipment | Leasehold improvements | 2016 Total       |
|---------------------------------|-----------------------|----------------|--|-------------------------|------------------------|------------------|
| <b>Cost</b>                     |                       |                |  |                         |                        |                  |
| Opening balance                 | \$372,745             | \$60,594       | \$228,115  | \$58,365                | \$21,444               | \$741,263        |
| Additions                       | 25,108                | 425            | -  | 405                     | -                      | 25,938           |
| Disposals                       | -                     | (1,573)        | (704)  | -                       | -                      | (2,277)          |
| Closing balance                 | 397,853               | 59,446         | 227,411  | 58,770                  | 21,444                 | 764,924          |
| <b>Accumulated amortization</b> |                       |                |  |                         |                        |                  |
| Opening balance                 | 339,790               | 47,191         | 139,549  | 30,612                  | 20,163                 | 577,305          |
| Amortization                    | 12,678                | 6,832          | 11,113   | 5,857                   | 854                    | 37,334           |
| Disposals                       | -                     | (1,573)        | (704)  | -                       | -                      | (2,277)          |
| Closing balance                 | 352,468               | 52,450         | 149,958  | 36,469                  | 21,017                 | 612,362          |
| <b>Net book value</b>           | <b>\$45,385</b>       | <b>\$6,996</b> | <b>\$77,453</b>                                    | <b>\$22,301</b>         | <b>\$427</b>           | <b>\$152,562</b> |

Bedding, torch, flags and signs for host societies includes \$11,152 (cost of \$12,745, net of accumulated amortization of \$1,593) of flags and signs for Team BC.

# BC GAMES SOCIETY

Notes to Financial Statements (continued)

Year ended March 31, 2017, with comparative figures for 2016

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## 7. Financial risk management

The Society has exposure to the following risks from its use of financial instruments: interest rate risk, liquidity risk and other price risk.

The Board of Directors ensures that the Society has identified its major risks and ensures that management monitors and controls them.

It is management's opinion that there have been no changes to the Society's risk exposures from the previous fiscal year.

### (a) Interest risk

Interest rate risk is the risk that the rate of return and future cash flows on the Society's GIC investments will fluctuate because of changes in market interest rates. The Society is not exposed to significant interest rate risk relating to its financial assets and liabilities.

### (b) Liquidity risk

Liquidity risk is the risk that the Society will encounter difficulty in meeting obligations associated with financial liabilities. The Society enters into transactions to purchase goods and services on credit. Liquidity risk is measured by reviewing the Society's future net cash flows for the possibility of a negative net cash flow. The Society manages the liquidity risk resulting from its accounts payable obligations by maintaining significant cash resources and investing in liquid investments.

### (c) Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or foreign currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. Price risk is managed by holding investments to maturity.

### (d) Fair value of financial instruments

The carrying amounts of cash and cash equivalents, short term investments, accounts receivable, amounts due from government organizations, accounts payable and accrued liabilities approximate fair value because of the short maturity of these instruments.

## 8. Surplus from host societies

Surplus from the host societies is comprised of:

|                                     | 2017             | 2016             |
|-------------------------------------|------------------|------------------|
| Penticton 2016 Winter Games Society | \$ 63,371        | \$ -             |
| Nanaimo 2014 Summer Games Society   | -                | 51,842           |
|                                     | <u>\$ 63,371</u> | <u>\$ 51,842</u> |

# BC GAMES SOCIETY

Notes to Financial Statements (continued)

Year ended March 31, 2017, with comparative figures for 2016

## 9. Expenses by object

The following is a summary of expenses by object:

|                                 | 2017                | 2016                |
|---------------------------------|---------------------|---------------------|
| Advertising and promotions      | \$ 33,882           | \$ 33,623           |
| Amortization                    | 36,899              | 37,334              |
| Computer maintenance            | 2,886               | 1,426               |
| Donation                        | 65,000              | -                   |
| Games operating costs           | 624,539             | 442,413             |
| Insurance, leases and utilities | 170,694             | 183,358             |
| Office and business expenses    | 78,553              | 75,726              |
| Operating grants                | 680,000             | 645,377             |
| Professional services           | 44,499              | 38,119              |
| Salaries and employee benefits  | 796,263             | 779,029             |
| Team BC operating costs         | 134,680             | 621,594             |
| Travel and accommodation        | 90,544              | 100,616             |
|                                 | <u>\$ 2,758,439</u> | <u>\$ 2,958,615</u> |

Donation is a contribution of \$65,000 made to the Powering Potential Fund (PPF) which is registered with the National Sport Trust Fund. The purpose of the PPF is to provide bursaries to BC Games and Team BC athletes, and to fund purchases of equipment required by host communities of the BC Winter Games and the BC Summer Games.

## 10. Contractual obligations

The Society has commitments arising from contractual agreements for office equipment, employment services, and a lease for office premises. It is responsible for all operating costs associated with the property lease. These operating costs totalled approximately \$34,128 in 2017 (2016 - \$32,736) and are in addition to the amounts reported below. The Society is also committed to provide funding to host societies for staging of future games events:

|                          | 2018              | 2019              | 2020              | 2021              | 2022              |
|--------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| General commitments      | \$ 278,597        | \$ 265,692        | \$ 104,805        | \$ 86,605         | \$ 22,701         |
| Host society commitments | 448,200           | -                 | -                 | -                 | -                 |
| Anticipated commitments  | -                 | 551,500           | 500,000           | 500,000           | 500,000           |
|                          | <u>\$ 726,797</u> | <u>\$ 817,192</u> | <u>\$ 604,805</u> | <u>\$ 586,605</u> | <u>\$ 522,701</u> |

# **BC GAMES SOCIETY**

Notes to Financial Statements (continued)

Year ended March 31, 2017, with comparative figures for 2016

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## **11. Remuneration of employees**

Under the new Societies Act, which came into effect November 28, 2016, societies must disclose remuneration paid to directors, and to employees and contractors whose remuneration was at least \$75,000 for the fiscal year.

During the year, there were five employees who met this criterion, and the total amount of remuneration paid to these persons was \$475,869. (During the prior year, there were six employees who met this criterion, and the total amount of remuneration paid to these persons was \$541,119.) The Board of Directors receive no remuneration for their services other than reimbursement of expenses.

## **12. Comparative figures**

Certain comparative figures have been reclassified to conform to current year's presentation. The changes do not affect prior year accumulated surplus.