

**The Lethbridge Young Men's Christian Association**  
**Financial Statements**  
For the year ended December 31, 2021

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**Financial Statements**  
For the year ended December 31, 2021

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## Independent Auditor's Report

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To the Board of Directors of  
The Lethbridge Young Men's Christian Association

### *Opinion*

We have audited the financial statements of The Lethbridge Young Men's Christian Association (the "Association"), which comprise the statement of financial position as at December 31, 2021, and the statements of changes in net assets, operations and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Association as at December 31, 2021, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### *Basis for Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Association in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### *Responsibilities of Management and Those Charged with Governance for the Financial Statements*

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, 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.

In preparing the financial statements, management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



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## Independent Auditor's Report (continued)

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- ◆ Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ◆ Obtain an understanding of internal control relevant to the audit 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 Association's internal control.
- ◆ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ◆ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- ◆ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*BDO Canada LLP*

Chartered Professional Accountants

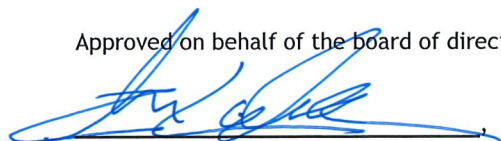
Lethbridge, Alberta  
March 15, 2022

# The Lethbridge Young Men's Christian Association

## Statement of Financial Position

December 31	2021	2020
<b>Assets</b>		
<b>Current</b>		
Cash (Note 2)	\$ 2,364,556	\$ 2,719,155
Investments (Note 3)	1,068,895	993,366
Accounts receivable	260,587	256,645
Inventory	47,263	-
Prepaid expenses	36,112	32,700
GST receivable	-	149
	3,777,413	4,002,015
Long-term investments (Note 3)	-	1,000
Capital assets (Note 4)	2,855,186	3,548,503
	\$ 6,632,599	\$ 7,551,518
<b>Liabilities and Net Assets</b>		
<b>Current</b>		
Accounts payable and accrued liabilities (Note 5)	\$ 447,224	\$ 442,800
Due to the City of Lethbridge (Schedule 1) (Note 10)	285,533	957,919
Deferred revenue (Note 6)	1,068,450	1,157,710
Deposits	20,000	22,600
	1,821,207	2,581,029
Deferred capital contributions (Note 7)	2,587,397	3,261,744
	4,408,604	5,842,773
<b>Net assets</b>		
Unrestricted net assets	1,056,207	837,212
Net assets invested in capital assets	267,788	286,759
Net assets restricted for endowment purposes	-	34,774
Net assets internally restricted (Note 9)	900,000	550,000
	2,223,995	1,708,745
	\$ 6,632,599	\$ 7,551,518

Approved on behalf of the board of directors:




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

## The Lethbridge Young Men's Christian Association Statement of Changes in Net Assets

For the year ended December 31

2021

	Unrestricted net assets	Invested in capital assets	Restricted for endowment	Internally restricted	Total
<b>Balance, beginning of year</b>	\$ 837,212	\$ 286,759	\$ 34,774	\$ 550,000	\$ 1,708,745
Excess of revenue over expenses for the year	515,250	-	-	-	515,250
Purchase of capital assets	(38,876)	38,876	-	-	-
Disposal of capital assets	46,156	(46,156)	-	-	-
Proceeds of capital assets	5,162	(5,162)	-	-	-
Lifecycle reserve and community reserve	(350,000)	-	-	350,000	-
Amortization expense	680,876	(680,876)	-	-	-
Amortization of deferred capital contribution	(674,347)	674,347	-	-	-
Endowment fund	34,774	-	(34,774)	-	-
<b>Balance, end of year</b>	\$ 1,056,207	\$ 267,788	\$ -	\$ 900,000	\$ 2,223,995

For the year ended December 31

2020

	Unrestricted net assets	Investment in capital assets	Endowment fund	Internally restricted	Total
<b>Balance, beginning of year</b>	\$ 116,703	\$ 29,309	\$ 33,774	\$ 350,000	\$ 529,786
Excess of revenue over expenses for the year	1,178,959	-	-	-	1,178,959
Purchase of capital assets	(373,155)	523,155	-	(150,000)	-
Additions to deferred capital contributions	242,615	(242,615)	-	-	-
Lifecycle reserve and community reserve	(350,000)	-	-	350,000	-
Amortization expense	641,972	(641,972)	-	-	-
Amortization of deferred capital contribution	(618,882)	618,882	-	-	-
Endowment fund	(1,000)	-	1,000	-	-
<b>Balance, end of year</b>	\$ 837,212	\$ 286,759	\$ 34,774	\$ 550,000	\$ 1,708,745

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

# The Lethbridge Young Men's Christian Association

## Statement of Operations

For the year ended December 31	2021	2020
<b>Revenue</b>		
Covid-19 supports (Note 8)	\$ 1,528,415	\$ 2,120,192
Memberships	1,391,535	1,435,982
Programs	1,368,589	778,387
Grants and contributions (Note 8)	1,070,687	1,739,870
Day passes	371,617	301,431
Facility rent	242,449	67,651
Donation revenue	123,022	40,102
Fundraising & sponsorship income	38,577	31,325
GST revenue	20,155	27,335
Miscellaneous	10,814	5,893
	<b>6,165,860</b>	<b>6,548,168</b>
<b>Expenses</b>		
Wages and benefits	2,437,942	2,376,256
Salaries and benefits	2,018,376	2,120,160
Office and telephone	248,695	197,283
Supplies	197,743	119,596
Contracted services	148,480	43,268
Rent and utilities	142,186	120,845
Affiliation fees	91,591	59,111
Bad debt expense	81,015	709
Interest and bank charges	65,673	61,866
Staff and volunteer development	60,782	77,614
Professional fees	50,950	87,293
Insurance, licences and memberships	35,786	27,600
Advertising	32,123	27,730
Repairs and maintenance	25,691	132,930
Board expenses	5,686	2,793
Philanthropic development	2,916	6,958
Foreign exchange gain (loss)	336	744
Volunteer development and training	120	1,162
	<b>5,646,091</b>	<b>5,463,918</b>
<b>Excess of revenue over expenses before the following items</b>	<b>519,769</b>	<b>1,084,250</b>
Amortization of capital contributions	674,347	618,882
Investment income	50,827	67,804
Unrealized gain on investments	45,058	60,544
Gain on sale of marketable securities	1,139	170
Management fees on investments	(14,084)	(7,256)
Community Foundation donation	(34,774)	-
Loss on disposition of capital assets	(46,156)	(3,463)
Amortization	(680,876)	(641,972)
<b>Excess of revenue over expenses for the year</b>	<b>\$ 515,250</b>	<b>\$ 1,178,959</b>

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

## The Lethbridge Young Men's Christian Association Statement of Cash Flows

For the year ended December 31	2021	2020
<b>Cash flows from operating activities</b>		
Excess of revenue over expenses for the year	\$ 515,250	\$ 1,178,959
Adjustments for non-cash items		
Amortization	680,876	641,972
Amortization of deferred capital contributions	(674,347)	(618,882)
Loss on sale of capital assets	46,156	-
	<u>567,935</u>	<u>1,202,049</u>
Change in non-cash working capital items		
Increase in accounts receivable	(3,942)	(99,594)
Increase in inventory	(47,265)	-
Increase in prepaid expenses	(3,412)	(231)
Increase in accounts payable and accrued liabilities	4,574	25,093
Increase (decrease) in due to the City of Lethbridge	(672,386)	125,697
Increase (decrease) in deposits	(2,600)	2,300
Increase (decrease) in GST payable	-	(10,224)
Decrease in deferred revenue	(89,261)	(127,104)
	<u>(246,357)</u>	<u>1,117,986</u>
<b>Cash flows from investing activities</b>		
Decrease in long-term investments	1,001	32,772
Purchase of capital assets	(38,876)	(525,995)
Proceeds on disposal of capital assets	5,162	-
Additions to capital contributions	-	242,614
	<u>(32,713)</u>	<u>(250,609)</u>
<b>Cash flows from financing activity</b>		
Funds held in trust	-	150,000
<b>Increase (decrease) in cash during the year</b>	<b>(279,070)</b>	<b>1,017,377</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>3,712,521</b>	<b>2,695,144</b>
<b>Cash and cash equivalents, end of year</b>	<b>\$ 3,433,451</b>	<b>\$ 3,712,521</b>
<b>Cash and cash equivalents consist of:</b>		
Cash	\$ 2,364,556	\$ 2,719,155
Investments	1,068,895	993,366
	<u>\$ 3,433,451</u>	<u>\$ 3,712,521</u>

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



# The Lethbridge Young Men's Christian Association

## Notes to the Financial Statements

December 31, 2021

### 1. Summary of significant accounting policies

**Nature and purpose of organization** The Lethbridge Young Men's Christian Association (the "Association") is a not-for-profit organization and a registered charity under the Income Tax Act that is dedicated to the growth of persons in spirit, mind, body and the development of a sense of responsibility to each other and to the global community. The Association utilizes its facilities, programs and services to achieve this objective.

**Basis of accounting** The financial statements have been prepared using Canadian accounting standards for not-for-profit organizations.

**Use of estimates** The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. By their nature, these estimates are subject to measurement uncertainty. The effect of changes in such estimates on the financial statements in future periods could be significant. Accounts specifically affected by estimates in these financial statements are capital assets, deferred revenue, deferred capital contributions, accounts payable and accrued liabilities. Actual results may vary from these estimates.

**Cash and cash equivalents** Cash and cash equivalents include cash on deposit and term deposits with maturities of less than three months from the date of acquisition

**Restricted cash** Restricted cash consists of cash held in a savings account restricted to providing support to the Association.

**Capital assets** Capital assets are recorded at cost. The Association provides for amortization using the straight-line method at rates designed to amortize the cost of the capital assets over their estimated useful lives. The annual amortization rates are as follows:

Asset	Rate
Building	10 - 20 years
Equipment	5 years
Furniture and fixtures	5 years
Sign	20 years

**Deferred capital contributions** Deferred capital contributions represent the unamortized portion of contributed capital assets and restricted contributions that were used to purchase the Association's capital assets. Recognition of these amounts as revenue is deferred to periods when the related capital assets are amortized.

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# The Lethbridge Young Men's Christian Association

## Notes to the Financial Statements

December 31, 2021

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1. Summary of significant accounting policies (continued)

**Revenue recognition**

The Association follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Restricted net investment income is recognized as revenue in the year in which the related expenses are incurred. Restricted net investment income that must be added to the principal amount of resources held for endowment is recognized as a direct increase in net assets. Unrestricted net investment income is recognized as revenue when earned.

Membership fees are recognized as revenue over the term of the membership. The portion of the annual memberships paid before year end which relates to months after year end has been included in deferred revenue.

Facility rental revenue is recognized monthly over the term of the lease agreement on a straightline basis.

All other revenue is recognized when the service is performed or the event takes place.

**Contributed services**

Directors and owners volunteer their time to assist in the Association's activities. These services materially benefit the Association; however, a reasonable estimate of the time spent and its fair market value cannot be made and accordingly, these contributed services are not recognized in the financial statements.

**Financial instruments**

The Association initially measures its financial assets and liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument. Amounts due to and from related parties are measured at the exchange amount, being the amount agreed up by the related parties.

Financial assets measured at amortized cost are tested for impairment when there are indicators of possible impairment. When a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset or group of assets, a write-down is recognized in net income.

Investments are initially measured at cost. These investments are listed on the market and are subsequently measured at fair market value and recognized in net income.

# The Lethbridge Young Men's Christian Association

## Notes to the Financial Statements

December 31, 2021

1. Summary of significant accounting policies (continued)

**Financial asset impairment**

The Association assesses impairment of all its financial assets, except those classified as fair value through profit and loss. Management considers whether there has been a breach in contract, such as a default or delinquency in interest or principal payments in determining whether objective evidence of impairment exists. Impairment is measured as the difference between the asset's carrying value and its fair value. Any impairment, which is not considered temporary, is included in current year earnings.

**Leases**

Leases are classified as either capital or operating leases. Leases that transfer substantially all of the benefits and inherent risks of ownership of property to the Association are accounted for as capital leases. At the time a capital lease is entered into, an asset is recorded together with its related long-term obligation to reflect the acquisition and financing. Equipment recorded under capital leases is amortized on the same basis as described above. Payments under operating leases are recognized on a straightline basis.

2. Cash

	2021	2020
Chequing	\$ 303,937	\$ 314,881
Savings	1,039,856	1,379,224
Restricted cash - Casino	10,470	25,710
Cash on hand	1,457	2,050
US Chequing account	7,089	179
Bingo account	646	-
High interest savings account	1,001,101	997,111
	<b>\$ 2,364,556</b>	<b>\$ 2,719,155</b>

Chequing and savings accounts have varying interest rates from 0% to 1.5%.

# The Lethbridge Young Men's Christian Association

## Notes to the Financial Statements

December 31, 2021

### 3. Investments

Investments are a combination of pooled funds of fixed income and equities and are recorded at fair value. The cost of the mutual funds is \$978,886 (2020 - \$932,822). The chart below shows the break-down of the single pooled fund owned, ATB Compass Consolidated Balanced Fund.

	2021	2020
<b>Pooled Funds</b>		
Fixed income	\$ 669,690	\$ 641,962
Canadian equities	136,254	137,592
US equities	121,877	96,857
Foreign equities	141,074	116,955
Community Foundation endowment	-	1,000
	<b>\$ 1,068,895</b>	<b>\$ 994,366</b>

### 4. Capital assets

	2021			2020	
	Cost	Accumulated Amortization	Net	Net	
Building	\$ 1,493,292	\$ 220,678	\$ 1,272,614	\$ 1,365,736	
Equipment	1,738,430	897,141	841,289	1,234,407	
Furniture and fixtures	1,052,856	532,791	520,065	714,620	
Sign	250,435	29,217	221,218	233,740	
	\$ 4,535,013	\$ 1,679,827	\$ 2,855,186	\$ 3,548,503	

The building and land are owned by the City of Lethbridge. These costs are technically leasehold improvements, but are referred to as buildings in these financial statements.

# The Lethbridge Young Men's Christian Association

## Notes to the Financial Statements

**December 31, 2021**

**5. Accounts payable and accrued liabilities**

Included in accounts payable and accrued liabilities are government remittances of \$47,972 (2020 - \$27,227)

**6. Deferred revenue**

	December 31, 2020	Received	Recognized	December 31, 2021
Community campaign	\$ 786,117	\$ 23	-	\$ 786,140
ELCC grant	132,897	-	(132,897)	-
Bequest	103,951	-	(359)	103,592
Membership revenue	94,918	6,315	(74,064)	27,169
Casino funds	25,710	-	(15,240)	10,470
Other deferred revenue	14,117	9,756	(1,132)	22,741
ECE grant	-	34,103	-	34,103
Deferred bingo rrrants	-	647	-	647
Deferred alternative suspension	-	50,000	-	50,000
Deferred non-government grant	-	1,100	-	1,100
Deferred program revenue	-	32,488	-	32,488
	<u>\$ 1,157,710</u>	<u>\$ 134,432</u>	<u>\$ (223,692)</u>	<u>\$ 1,068,450</u>

**7. Deferred capital contributions**

Deferred capital contributions represent the unamortized portion of contributions received and spent on capital projects. Changes in unamortized capital contributions are as follows:

	2021	2020
Opening balance	\$ 3,261,744	\$ 3,638,012
Capital contributions	-	242,614
Amortized capital contributions	<u>(674,347)</u>	<u>(618,882)</u>
	<u>\$ 2,587,397</u>	<u>\$ 3,261,744</u>

# The Lethbridge Young Men's Christian Association

## Notes to the Financial Statements

December 31, 2021

### 8. Grant revenues and COVID support

	2021	2020
City of Lethbridge - operating grant	\$ 557,666	\$ 920,103
Government of Alberta - child care grant	129,656	517,950
Government of Alberta - child care subsidy grant	229,132	197,903
Government of Canada - summer jobs grant	126,895	74,106
Other	27,338	29,808
	<u>\$ 1,070,687</u>	<u>\$ 1,739,870</u>
	2021	2020
Canadian Emergency Wages Support (CEWS)	\$ 1,365,604	\$ 1,951,452
Relief Support Funding	38,686	107,221
Canada Emergency Commercial Rent Assistance (CECRA)	-	27,900
Federal Emergency Community Support	-	15,000
Canada Emergency Rent Subsidy (CERS)	53,528	18,619
Alberta Government SME Relaunch Grant	32,000	-
Critical Worker Benefit	38,597	-
	<u>\$ 1,528,415</u>	<u>\$ 2,120,192</u>

### 9. Restricted net assets

Restricted net assets are amounts internally restricted and set aside by the Association's Board of Directors that are to be used for designated purposes. These internally restricted amounts are not available for other purposes without approval by the Board of Directors.

	2021	2020
Life Cycle reserve	\$ 450,000	\$ 300,000
Community reserve fund	450,000	250,000
	<u>\$ 900,000</u>	<u>\$ 550,000</u>

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## The Lethbridge Young Men's Christian Association Notes to the Financial Statements

December 31, 2021

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**10. Related party transactions**

The City of Lethbridge (the "City") is a related party due to the City's ability to exercise influence over the operations of the Association. During the year, the Association received a total of \$843,200 (2020 - \$1,045,800) in grant funding for operations.

The Association has signed an Operating Agreement with the City of Lethbridge for a term effective April 1 2019 and ending December 31, 2059, at which point the agreement may be expanded for two additional 15 year terms that would end December 31, 2089. The parties can begin renegotiations on or about January 1, 2056 and must be finalized by December 31, 2057.

This agreement covers the operations of Phase 2 of the ATB Centre including the YMCA Area, Leasable Area, City Area, Shared Area and Common Area. The agreement includes funding support from the City of Lethbridge as noted below.

If the Association has a net profit in any year the Association shall reimburse the City in the amount equal to the net profits up to the funding support received in that year. In 2021 the net profits for Phase 2 was \$285,533 (Schedule 1).

The City has committed to provide funding to the Association to a maximum of \$4,716,200 payable over a four year period, which commenced in 2019 (\$285,900 received in 2022).

2022	\$ <u>285,900</u>
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**11. Commitments**

Melcor Lease

The Association has entered into a lease agreement with Melcor REIT Limited Partnership for the opening of the Roundstreet Early Learning and Child Care Centre, located at the Melcor Centre. The term is for 15 years beginning October 1, 2018. The first 18 months of the lease were rent free. The Association's total commitment under this lease agreement, exclusive of occupancy costs, on a calendar year basis is as follows:

2022	\$ 65,142
2023	65,951
2024	66,355
2025	70,793
2026	74,795
Subsequent years	<u>538,865</u>
	<u>\$ 881,901</u>

Enigma Lease

The Association has entered into a lease agreement with Enigma Properties Inc. for Redwood Day Early Learning and Child Care Centre, located in the Forestry Ave Mall. The term is for 10 years beginning February 1, 2020 and terminating on November 30, 2029. The Association's total commitment under this lease agreement, exclusive of occupancy costs, on a calendar year basis is as follows:

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## The Lethbridge Young Men's Christian Association

### Notes to the Financial Statements

December 31, 2021

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**11. Commitments (continued)**

2022	\$ 25,880
2023	28,845
2024	29,115
2025	29,115
2026	32,080
Subsequent years	<u>106,216</u>
	<u>\$ 251,251</u>

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**12. Financial instruments**

Transactions in financial instruments may result in an Association assuming or transferring to another party one or more of the financial risks described below. The required disclosures provide information that assists users of financial statements in assessing the extent of risk related to financial instruments.

(a) 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 Association is a going concern and thus expects to fully repay the outstanding amounts.

(b) Market risk

The Association is subject to market risk with respect to its investments. The values of these investments fluctuate as a result in changes in equity prices, interest rates, or other factors affecting the values of the investments.

(c) Credit risk

The Association does have credit risk in accounts receivable. Credit risk is the risk that one party to a transaction will fail to discharge an obligation and cause the other party to incur a financial loss. The Association reduces its exposure to credit risk by performing credit valuations on a regular basis; granting credit upon a review of the credit history of the applicant and creating an allowance for bad debts when applicable. The Association maintains strict credit policies and limits in respect to counterparties.

(d) Liquidity risk

The Association does have a liquidity risk in the accounts payable and accrued liabilities. Liquidity risk is the risk that the Association cannot repay its obligations when they become due to its creditors. The Association reduces its exposure to liquidity risk by ensuring that it documents when authorized payments become due; maintains an adequate line of credit to repay trade creditors and repays long term debt interest and principal as they become due.

(e) Interest rate risk

Interest rate risk arises from the possibility that change in interest rates will affect future cash flows or the fair values of interest-bearing financial instruments held by the Association.

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## The Lethbridge Young Men's Christian Association

### Notes to the Financial Statements

December 31, 2021

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**13. COVID-19 Impact**

On March 11th, 2020, the World Health Organization declared the outbreak of COVID-19, a pandemic resulting in economic uncertainty. At this time, the full impact of COVID-19 on the Association is not known.

The Association is uncertain how long the duration of COVID-19 will be and will continue to monitor financial performance. The Association has been impacted due to closed facilities, laying off of employees and applying for government incentives. Should the pandemic continue for an indeterminate amount of time, the Association is uncertain how this would further affect them.

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**14. Note to Schedule 1**

The schedule 1 provides the calculation to determine the amount due to the City of Lethbridge from the Operating Agreement.

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**15. Comparative Information**

The comparative figures have been restated to conform to current year financial statement presentation.

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**The Lethbridge Young Men's Christian Association**  
**Schedule 1 - Net Excess of Revenues over Expenses of Phase 2**  
**(Cor Van Raay YMCA)**

For the year ended December 31 2021

<b>Revenues</b>	
Grants	\$ 2,286,810
Memberships	1,391,535
Programs	878,386
Daily admissions	371,616
Facility rentals	242,449
Donations	32,898
GST	20,155
Miscellaneous	9,200
Fundraising/Sponsorships	2,593
	<u>5,235,642</u>
<b>Expenses</b>	
Salaries and wages	3,669,363
Office	236,074
Supplies	156,975
Contracted	125,524
National	91,756
Bad Debts	81,014
Interest	60,027
Staff Development	52,786
Professional fees	50,950
Advertising	31,189
Insurance	29,064
Repairs & maintenance	6,143
Board	5,684
Philanthropy	2,915
Occupancy	525
Volunteer Development	120
	<u>4,600,109</u>
<b>Excess of revenues over expenses before allowable reserves</b>	<u>635,533</u>
<b>Allowable reserves</b>	
Community initiatives reserve	200,000
Lifecycle reserve	150,000
	<u>350,000</u>
<b>Due to the City of Lethbridge - Total</b>	<u>\$ 285,533</u>