

BRITISH COLUMBIA RHYTHMIC SPORTIVE GYMNASTICS FEDERATION
FINANCIAL STATEMENTS
MARCH 31, 2026

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BRITISH COLUMBIA RHYTHMIC SPORTIVE GYMNASTICS FEDERATION
STATEMENT OF FINANCIAL POSITION
MARCH 31, 2026

(Unaudited)

	2026	2025
ASSETS		
CURRENT		
Cash and Cash Equivalents	\$ 166,837	\$ 202,400
Accounts Receivable	3,017	7,001
GST Receivable	-	9,677
Lease Receivable (note 3)	-	2,643
Prepaid Expenses	23,222	32,858
	193,076	254,579
 EQUIPMENT AND LEASEHOLD IMPROVEMENTS (note 4)	 3,398	 4,464
	 \$ 196,474	 \$ 259,043
LIABILITIES		
CURRENT		
Accounts Payable and Accrued Liabilities (note 5)	\$ 7,226	\$ 7,705
GST Payable	3,259	-
Deferred Revenue (note 6)	22,309	81,714
	32,794	89,419
 NET ASSETS		
INVESTMENT IN CAPITAL ASSETS	3,398	4,464
INTERNALLY RESTRICTED (note 7)	113,702	112,634
UNRESTRICTED	46,580	52,526
	163,680	169,624
	 \$ 196,474	 \$ 259,043

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

Approved by the Board of Directors

_____ Director

_____ Director

BRITISH COLUMBIA RHYTHMIC SPORTIVE GYMNASTICS FEDERATION
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2026

(Unaudited)

	2026	2025
RECEIPTS		
Competition Hosting Recoveries	\$ 123,461	\$ 40,220
Government Grants	96,485	178,644
Memberships Fees	52,197	49,064
Program Fees	20,174	15,554
Interest and Other Income	3,630	3,542
	295,947	287,024
EXPENSES (Schedule 1)		
Athlete Development	157,016	101,655
Administration and Other	113,316	112,764
Judge Development	21,111	22,255
Coach Development	10,448	737
	301,891	237,411
(DEFICIENCY)/EXCESS OF RECEIPTS OVER EXPENSES	\$ (5,944)	\$ 49,613

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

BRITISH COLUMBIA RHYTHMIC SPORTIVE GYMNASTICS FEDERATION
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2026

(Unaudited)

	Investment in Capital Assets	Internally Restricted (Note 8)	Unrestricted	2026 Total	2025 Total
NET ASSETS, BEGINNING OF YEAR	\$ 4,464	\$ 112,634	\$ 52,526	\$ 169,624	\$ 120,011
(Deficiency)/Excess of Receipts Over Expenses	(1,066)	1,068	(5,946)	(5,944)	49,613
NET ASSETS, END OF YEAR	\$ 3,398	\$ 113,702	\$ 46,580	\$ 163,680	\$ 169,624

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

BRITISH COLUMBIA RHYTHMIC SPORTIVE GYMNASTICS FEDERATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2026

(Unaudited)

	2026	2025
CASH (APPLIED FOR) PROVIDED BY:		
OPERATING ACTIVITIES		
(Deficiency) Excess of Receipts over Expenses	\$ (5,944)	\$ 49,613
Items Not Affecting Cash		
Amortization	1,066	1425
Other	167	167
	(4,711)	51,205
Changes in Non-cash Working Capital		
Accounts Receivable	13,661	(11,180)
Prepaid Expenses	9,636	(17,786)
Accounts Payable and Accrued Liabilities	2,780	1,655
Deferred Revenue	(59,405)	58,340
	(38,039)	82,234
INVESTING ACTIVITY		
Lease Payments Received	2,476	2,476
(DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(35,563)	84,710
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	202,400	117,690
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 166,837	\$ 202,400
Cash and Cash Equivalents are composed of:		
Cash	\$ 127,703	\$ 164,203
Cashable Term Deposits	39,134	38,197
	\$ 166,837	\$ 202,400

The accompanying notes are an integral part of these financial statements

BRITISH COLUMBIA RHYTHMIC SPORTIVE GYMNASTICS FEDERATION
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2026

(Unaudited)

1. OPERATIONS

The British Columbia Rhythmic Sportive Gymnastics Federation (the "Federation") is a society incorporated in British Columbia, which transitioned to the Societies Act (British Columbia) on June 12, 2018. The purpose of the Federation is the promotion of rhythmic gymnastics in British Columbia.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations effective as at March 31, 2026. These financial statements have been prepared on the historical cost basis, except for certain financial instruments which may be measured at fair value, as explained in the accounting policies set out below.

Use of Estimates

The preparation of these financial statements requires management to make estimates and judgments and to form assumptions that affect the reported amounts and other disclosures in these financial statements. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. The results of these assumptions form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed periodically and adjustments are made to income as appropriate in the year they became known.

Cash and Cash Equivalents

Cash and cash equivalents include cash on deposit with financial institutions and cashable term deposits which have a term to maturity of three months or less at the date of acquisition or that are readily convertible into known amounts of cash.

BRITISH COLUMBIA RHYTHMIC SPORTIVE GYMNASTICS FEDERATION
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2026

(Unaudited)

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Financial Instruments

The Federation's financial instruments are cash and cash equivalents, accounts receivable, lease receivable, and accounts payable and accrued liabilities.

Financial instruments are recorded at fair value on initial recognition. Equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value.

Transaction costs related to financial instruments measured at amortized cost are added to the initial carrying amount of the instrument and amortized using the effective interest method over the expected life of the instrument.

At each reporting date, financial assets are reviewed for indications that they may be impaired. If a significant adverse change has occurred in the expected timing or amount of future cash flows from the financial asset, the carrying value of the financial asset is reduced to the highest of the present value of future cash flows from the financial asset and the amount that could be realized from selling the asset or exercising rights to any collateral. The amount of write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

Equipment and Leasehold Improvements

Equipment and leasehold improvements are recorded at cost. Contributed equipment is recorded at fair value on the date of the contribution if the fair value can be reliably determined.

Amortization is recorded at the following annual rates and methods:

Equipment	20% declining balance method
Computer Software	20% declining balance method
Furniture and Equipment	20% declining balance method
Leasehold improvements	20% straight-line method

At the end of each reporting period, the Federation reviews the carrying amounts of equipment and leasehold improvements to determine whether there is any indication that those assets have suffered impairment. If any such indication exists, the fair value of the asset is estimated in order to determine the extent of the impairment charge which may have to be recorded.

BRITISH COLUMBIA RHYTHMIC SPORTIVE GYMNASTICS FEDERATION
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2026

(Unaudited)

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Lease Arrangements

Leases which transfer substantially all benefits and risks associated with ownership of an asset to the lessee are recorded as a disposition of the asset and recording of a lease receivable. A gain or loss on the disposition of the asset is recorded in the statement of operations when the carrying value of the asset is not equal to its fair value and interest income (expense) is recorded in the statement of operations over the term of the lease. All other lease arrangements are recorded as operating leases, and the rental income is recorded as earned.

Recognition of Receipts

The Federation follows the deferral method of accounting for contributions.

Receipts are recognized as follows:

- Externally restricted contributions are deferred and recognized when eligible expenses are incurred.
- Externally restricted contributions related to the purchase of equipment and leasehold improvements are amortized on the same basis as the asset acquired.
- Unrestricted contributions are recognized when received or when receivable if the amount can be reasonably estimated and collection is reasonably assured.
- Unrestricted investment income is recognized when earned.
- Receipts from fees are recognized when the Federation satisfies its performance obligations, either at a point in time or over time, depending on the nature of the service provided. Where services are delivered continuously or over a specified period, receipts are recognized on a systematic basis that reflects the service delivery. For fees related to specific events, receipts are recognized at the point in time when the event occurs. Fees received in advance are recorded as deferred revenue and recognized as receipts as the related obligations are satisfied.
- Interest income is recognized as revenue in accordance with the terms of the underlying investment.

Contributions in Kind

Contributions in kind that are used in the normal course of the Federation's operations and that otherwise would have been purchased, are recorded at their fair value at the date of contribution, if the fair value can be reasonably estimated.

BRITISH COLUMBIA RHYTHMIC SPORTIVE GYMNASTICS FEDERATION
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2026

(Unaudited)

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Income Taxes

The Federation, as a non-profit organization, is not subject to Federal or Provincial income taxes.

3. LEASE RECEIVABLE

In August 2021, the Federation assisted a member club to purchase gym carpets. The Foundation subsequently entered into a direct financing lease agreement with the member club to acquire the gym carpets at discounted prices. In March 2022, the financing lease agreement was revised requiring the member club to make annual payments of \$2,476 plus applicable taxes until March 31, 2026, at which time the member club has the option to acquire the gym carpets for \$2,476 plus applicable taxes. During the period, the option was exercised.

4. EQUIPMENT AND LEASEHOLD IMPROVEMENTS

2026		Cost		Accumulated Amortization		Net Book Value
Equipment	\$	8,197	\$	6,346	\$	1,851
Computer Equipment		8,185		6,973		1,212
Furniture and Fixtures		3,141		2,806		335
Leasehold Improvements		10,000		10,000		-
	\$	29,523	\$	26,125	\$	3,398

2025		Cost		Accumulated Amortization		Net Book Value
Equipment	\$	8,197	\$	5,883	\$	2,314
Computer Equipment		8,185		6,453		1,732
Furniture and Fixtures		3,141		2,723		418
Leasehold Improvements		10,000		10,000		-
	\$	29,523	\$	25,059	\$	4,464

BRITISH COLUMBIA RHYTHMIC SPORTIVE GYMNASTICS FEDERATION
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2026

(Unaudited)

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Included in accounts payable and accrued liabilities are government remittances payable of \$434 (2025 - \$434).

6. DEFERRED REVENUE

2026		Balance, beginning of year		Additions		Revenue Recognized		Balance, end of year
Registration Fees	\$	60,750	\$	-	\$	(60,750)	\$	-
Membership Fees		20,964		53,542		(52,197)		22,309
	\$	81,714	\$	53,542	\$	(112,947)	\$	22,309

2025		Balance, beginning of year		Additions		Revenue Recognized		Balance, end of year
Registration Fees	\$	3,660	\$	60,750	\$	(3,660)	\$	60,750
Membership Fees		19,714		50,314		(49,064)		20,964
	\$	23,374	\$	111,064	\$	(52,724)	\$	81,714

7. INTERNALLY RESTRICTED NET ASSETS

The Board of Directors designates a portion of the Federation's net assets for the purposes noted below. Disbursements and transfers from these internally restricted net assets are at the discretion of the Board of Directors.

Internally restricted net assets are:

- \$47,344 (2025 - \$46,276) for internally restricted operating funds.
- \$66,358 (2025 - \$66,358) related to a one-time grant from viaSport, to be utilized over the next four years for specific projects.

BRITISH COLUMBIA RHYTHMIC SPORTIVE GYMNASTICS FEDERATION
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2026

(Unaudited)

8. ECONOMIC DEPENDENCE

The Federation's operations are dependent upon contributions from the viaSport British Columbia Federation, representing 25% (2025 - 51%) of total receipts, and contributions from the British Columbia Gaming Commission, representing 8% (2025 - 11%) of total receipts, for which it must qualify on an annual basis. Should these grants not be received, the operations of the Federation may be significantly affected.

9. RELATED NOT-FOR-PROFIT ORGANIZATIONS

Transactions during the year between the Federation and member clubs affiliated with directors of the Federation, measured at exchange amounts agreed upon by the parties and not separately disclosed in these financial statements, are:

	2026	2025
Receipts:		
Membership Fees	26,527	17,768
Program Fees	9,155	10,715
Competition Hosting Recoveries	65,602	71,605
Competitive Development	-	230
Expenditures:		
Athlete Assistance Programs	900	6,677
International Judge Development	-	50
General Gymnastics Development	4,465	3,931
Coach Development	1,853	-
Lease Payments Received	2,476	2,476

The amount receivable from the member clubs as at March 31, 2026 included in accounts receivable was \$2,600 (2025 - \$3,009).

10. FINANCIAL RISK MANAGEMENT

The Federation's financial instruments are exposed to financial risks, which include credit risk, foreign exchange risk, interest rate risk and liquidity risk.

BRITISH COLUMBIA RHYTHMIC SPORTIVE GYMNASTICS FEDERATION
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2026

(Unaudited)

10. FINANCIAL RISK MANAGEMENT (continued)

Credit Risk

Credit risk is the risk of financial loss to the Federation if a counterparty to a financial instrument fails to meet its contractual obligations. This risk arises from its cash and cash equivalents and accounts receivable. The Federation considers this risk to be limited as cash and cash equivalents are on deposit at an insured financial institution and accounts receivable are due from donors that are collected shortly after year end.

Foreign Exchange Risk

Foreign exchange risk is the risk that changes in foreign exchange rates will affect the future cash flows from the Federation as it relates to expenses that may be derived from US suppliers, reducing amounts available for the delivery of programs. The Federation manages this risk through timing of the conversion of currency with the best exchange rates available.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will affect the fair value or future cash flows of the Federation's financial instruments. The Federation's interest rate risk exposure is minimal.

Liquidity Risk

Liquidity risk is the risk that the Federation will not be able to meet its financial obligations as they come due. Accounts payable and accrued liabilities are due within the next operating period. The Federation's overall exposure to liquidity risk is minimal as the Federation has sufficient assets to meet outstanding obligations.

11. REMUNERATION OF DIRECTOR, EMPLOYEES & CONTRACTORS

During the year, the amounts paid to the Directors of the Federation for acting in their noted capacity was \$ nil (2025 - \$ nil). No employee and contractor received remuneration in excess of \$75,000. This disclosure is provided in accordance with the requirements of the Societies Act of British Columbia.

BRITISH COLUMBIA RHYTHMIC SPORTIVE GYMNASTICS FEDERATION
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2026

(Unaudited)

12. RESTATEMENT OF COMPARATIVE FIGURES

During the year, a prior period error relating to the timing of membership fee revenue recognized was identified. Accordingly, the comparative figures for the year ended March 31, 2025 have been restated.

The effect of this restatement to the comparative figures are as follows:

Financial Statement Line Item		As previously reported in FY25	Adjustment	As Restated in FY26
Membership Revenue	\$	50,314	\$ (1,250)	\$ 49,064
Deferred Revenue	\$	60,750	\$ 20,964	\$ 81,714
Net Assets	\$	139,725	\$ (19,714)	\$ 120,011

As a result of the above revenue historically recognized from membership dues was deferred for the period covering April to August 31st. The adjustment reflects a difference of timing in membership fee revenue recognition and had nil impact on the comparative's Cash and Cash Equivalents.

Schedule 1

**BRITISH COLUMBIA RHYTHMIC SPORTIVE GYMNASTICS FEDERATION
SCHEDULE OF OPERATING EXPENSES
MARCH 31, 2026**

Operating Expenses

	2026	2025
Administration and other		
Audit and Legal	\$ 7,395	\$ 6,195
Amortization	1,066	1,425
Bank Charges	1,056	1,049
Contract Services	61,440	61,242
Insurance	17,992	18,992
Meetings	128	460
Memberships	8,910	9,822
Office and Other Expenses	15,329	13,579
	113,316	112,764
Athlete Development		
Athlete Assistance Programs	32,369	27,535
Entry Fees	1,450	3,520
Training Grants	10,650	4,800
General Gymnastics Development	15,993	24,920
Event hosting and Other	96,554	40,880
	157,016	101,655
Judge Development		
International Judge Development	-	2,114
National Judge Course	6,974	7,477
Judge Development - Other	14,137	12,664
	21,111	22,255
Coach Development	10,448	737
Total Expenses	\$ 301,891	\$ 237,411