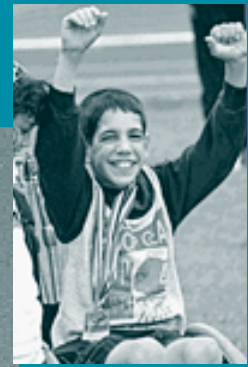
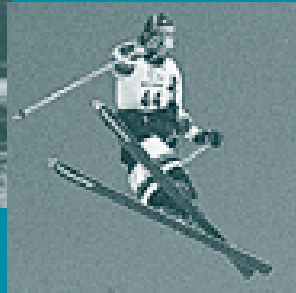


# **BC Sport Buys in to New BC Games**

## **Society Leadership Pays Off**



### **BC Games Society**

### **2001-2002 Annual Report**



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## BOARD MEMBERS

Joan Hess, Co-Chair, West Vancouver  
John Furlong, Co-Chair, Richmond  
Donna Gallagher, BC Disability Sports, Vancouver  
Gary Young, North Vancouver  
Marni Abbott, Vancouver  
Rod Cox, Smithers  
Allan Davis, Cranbrook  
Bob Irwin, Northern BC Winter Games Society, Kitimat  
George Kawaguchi, Burnaby  
Tom Masich, Prince George  
Graham McKay, Provincial Government, Victoria  
Cynthia Meier, BC Seniors Games Society, Telkwa  
Sharon White, Provincial Government, Victoria  
Katrina Scott, Victoria  
Jennifer Williams, Duncan  
Ron Austen, Past Chair, Duncan  
Marion Lay, Past Chair, Vancouver

## FUNDING AND CORPORATE PARTNERS



**BRITISH  
COLUMBIA**  
Ministry of Community  
Aboriginal and Women's Services



## Society Leadership Shows the Way



Joan Hess  
Co-Chair

The 2002 BC Winter Games in Williams Lake were the most successful in the history of the BC Games. Whether you measure success by volunteer and participant satisfaction, sport compliance to the new athlete development role, souvenir sales, or news coverage, British Columbia showed it likes the direction of the BC Games.

The BC Games Society took the initiative in 2000 (see 1999-2000 annual report) to re-position the BC Summer and BC Winter Games. The BC Games examined its best practices, re-wrote its rules, and proposed a new role to its partner sport organizations.

At the Williams Lake 2002 BC Winter Games in February, the sport community voted with their feet. Twenty-one of 23 provincial sport organizations voluntarily changed their athlete rules to comply with guidelines suggested by the Society, before they are required in 2004. Provincial sport organization representatives reported the changes made the BC Games better for their organizations, athletes and volunteers.

Williams Lake recruited and trained more than 3000 volunteers, 11% of their population. "...the Board of Directors had a vision for these Games and the community has certainly gone above and beyond to turn our vision into reality. I am confident that our community is better and stronger as a result of the BC Winter Games and that we will all have fond memories of our BC Games experience." (Brian Carruthers, Williams Lake 2002 BC Winter Games President)

Overall, it was a good year for the BC Games. All British Columbians got more news of the BC Games opportunity than ever before. The BC Summer Games *One Year to Go* Global TV and school poster campaign alerted many more families to the BC Games opportunity for their children.

On-line, real time results meant families and journalists could get results as soon as they were entered in the database in the results centre. New BC Games specific software brought the latest in database features to our volunteers.

At Games-time, the volunteer-based BC Games News Service brought news of the BC Games to a greater audience than ever. On the Monday after the BC Winter Games, the same day the men's hockey team won gold at the Salt Lake City Olympics, results of the BC Games took more space in the Vancouver Sun than the Olympics.

In consulting work, the Society assisted financially, and with staff time, in the development of new guidelines for the BC Disability Games and successfully organized Team BC logistics for the 2001 Canada Summer Games. The BC Seniors Games in Surrey again hosted a large number of active British Columbians at their annual sport festival. The Smithers 2002 Northern BC Winter Games also saw growth in participation, a new campaign to promote qualifying across the north, and distribution of the souvenir program to all subscribers of the local newspaper.

Staffing of two consultants to each host community continues to provide the high level of service lauded by host community volunteers, while conserving resources.

Provincial funding reductions were announced in February for the 2004-2005 fiscal year. Despite assurances that funding may be restored, this will require the Society to examine all its programs, and increase efforts to find private sector funding.

The Board of Directors and staff face some difficult decisions during this next eighteen months recognizing the BC Family of Games will change as sport dollars are redistributed. The BC Games Society can embrace this opportunity to refocus our efforts and ensure we are effectively meeting our goals and objectives in order that we may continue to make a positive contribution to the development of sport and community in British Columbia.



John Furlong  
Co-Chair



Kelly Mann  
President and CEO

## Fiscal Responsibility at Every Level

### BC GAMES SOCIETY

#### CONDENSED FINANCIAL STATEMENTS (IN THOUSANDS)

#### CONDENSED BALANCE SHEET

MARCH 31	2002	2001
<b>ASSETS</b>		
<b>CURRENT</b>		
CASH	836	514
RECEIVABLES	35	33
PREPAIDS	2	2
	<u>873</u>	<u>549</u>
<b>CAPITAL ASSETS</b>	48	69
	<u>\$921</u>	<u>618</u>
<b>LIABILITIES</b>		
PAYABLES & ACCRUALS	235	56
<b>NET ASSETS</b>		
IN CAPITAL ASSETS	48	69
INTERNALLY RESTRICTED	27	76
UNRESTRICTED	611	417
	<u>686</u>	<u>562</u>
	<u>\$921</u>	<u>\$618</u>
<b>CONDENSED NET ASSETS</b>		
<b>YEAR ENDED MARCH 31</b>	<b>2002</b>	<b>2001</b>
<b>IN CAPITAL ASSETS</b>		
BEGINNING OF YEAR	69	101
AMORTIZATION	-37	-52
ASSETS BOUGHT	16	20
END OF YEAR	<u>48</u>	<u>69</u>
<b>UNRESTRICTED</b>		
BEGINNING OF YEAR	417	469
AMORTIZATION	37	52
ASSETS BOUGHT	-16	-20
REVENUES LESS EXPENSES	124	-8
INTERNALLY RESTRICTED	49	-76
END OF YEAR	<u>\$ 611</u>	<u>\$417</u>

#### CONDENSED STATEMENT OF OPERATIONS

YEAR ENDED MARCH 31	2002	2001
<b>REVENUES</b>		
GRANT-PROVINCE OF B.C.	\$1832	1832
TEAM BC PORTION	115	90
	<u>1947</u>	<u>1922</u>
ATHLETE REGISTRATION	72	118
INTEREST EARNED	58	63
SENIOR GAMES CONTRIBUTION	30	30
OTHERS	65	57
	<u>2172</u>	<u>2190</u>
<b>EXPENSES</b>		
SALARIES & BENEFITS	452	429
TRAVEL & ACCOMMODATION	62	41
PROFESSIONAL SERVICES	112	138
COMPUTER MAINTENANCE	2	11
OFFICE	73	99
ADVERTISING & PUBLICATIONS	59	58
INSURANCE, LEASES & UTILITIES	90	92
GAMES OPERATING COSTS	299	523
TEAM BC OPERATIONS	206	52
AMORTIZATION	37	52
OPERATING GRANTS	656	703
	<u>2048</u>	<u>2198</u>
<b>REVENUES LESS EXPENSES</b>	<u>\$ 124</u>	<u>\$ -8</u>

THE ANNUAL AUDITED FINANCIAL STATEMENTS WERE PRESENTED AND APPROVED BY THE BOARD ON JUNE 7, 2002. THE ABOVE CONDENSED FINANCIAL STATEMENTS HAVE BEEN PREPARED FROM THE AFOREMENTIONED AUDITED FINANCIAL STATEMENTS.

## Mission

The BC Games Society, through partnerships, is committed to excellence in event management leadership which achieves sport, individual and community development.

## VISION

Visions of how we will operate as a Board and Staff partnership:

- Entrepreneurial approaches and positive public/private partnerships are evident in how we operate.
- The economic and social benefits to communities in hosting the Games produce quality bids from a variety of communities.
- BC athletes, coaches, and officials in national and international competition will benefit from the experience of a BC Games.
- Mutual accountability and transparency in all our partnerships is a standard method of operation.
- Elected officials value and support the Games.
- The Games are a vehicle for a community development “living legacy” in such things as better-trained coaches, new sport clubs, facility improvements, community pride and spirit, and skilled event management volunteers in each host community.
- Participants remember the Games as a best ever multi-sport experience.
- BC Games Society Board represents a model in leadership and governance.
- The Society will successfully deliver programs, in addition to the BC Games, that help it achieve its mission.
- Progressive management practices and personnel policies reflect a fair and equitable work environment indicative of a healthy workplace and organization.

## VALUES

Values that underpin how we interact in our relationships:

- Appreciation and understanding of all partners' perspectives is actively sought.
- We have an organizational climate of mutual trust and support between the Board and Staff where roles and responsibilities are clarified and policies followed.
- Quality and service driven approaches continually redefine and determine the most efficient and effective method of delivering event management services and programs.
- Commitment to broad social issues affecting all British Columbians including health and wellness, personal and community development, equity, access and inclusiveness is demonstrated.
- The organizational culture honours both the individual and the contribution of the team.
- Partnerships and collaboration are the foundation to our working relationships.
- Investment in our human resources is critical to our long-term success and we strive to offer personal/professional development opportunities to Board, Staff and Volunteers.





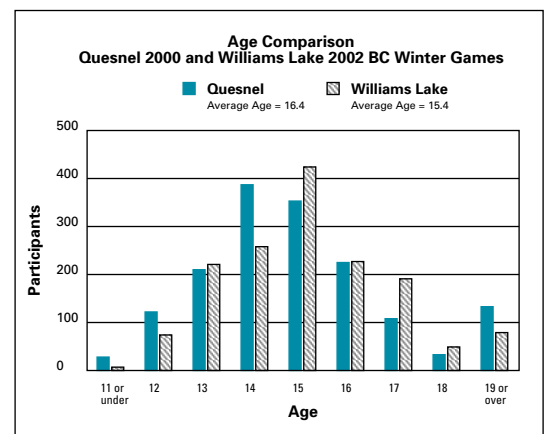
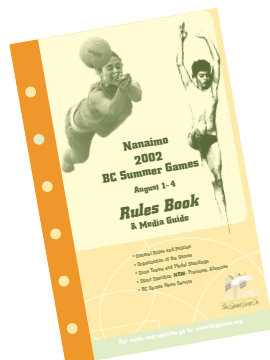
## Helping Others Lead

**“The BC Games leadership has assisted us to rationalize our athlete development system. The new role of the Games means that we have real development for young teens in most zones of BC, and it’s a program that leads straight into our junior development program.”**

**Ajay Patel, Executive Director  
Badminton BC**

The BC Games Society is proud of its ability to produce BC Games and effect change by facilitating the work of its partners in host communities and the sport system. Some successes this year:

- Sport volunteers recruited and brought younger, better athletes in Williams Lake. 75% of the competitors were under 16 years of age. All sports removed restrictions on better athletes.
- Improvements to Host Community Guidelines launched: redeveloped software gave volunteers greater control over volunteer and participant registration and is leveraging new technologies to increase access to registration data via the internet. An example of this was on-line real-time searchable results available for Williams Lake 2002 BC Winter Games.
- Partnership with SportMedBC resulted in an updated Medical Coverage for Multi-sport Games manual available on-line from the SportMedBC website.
- 21 of 23 winter sports in Williams Lake complied voluntarily with youth development guidelines before the required date of 2004.
- The younger and higher calibre athletes now attending the BC Games means we also have more qualified coaches and better officials.
- Provincial Sport Organizations reported satisfaction with the application process for sports to take part in the 2004 BC Games, called Core Sport (January 2001 to October 2002). Sixty-three applications were received.
- The BC Games Society partners with BC School Sports, BC Disability Games, the Province’s Sport and Physical Activity Branch, PacificSport, and the COA to stage the BC Olympic Youth Leadership Academy, an annual 5-day retreat for grades 9 and 10 students from around the province. The Academy provides the students with the opportunity to enhance their leadership skills while learning about sport, and specifically about the Olympic movement. The 2001 Academy was held in Abbotsford with 50 students in attendance.



## Integration with Sport System Partners

**“The BC Games new youth development role and willingness to share its athlete and coach data base provides PacificSport with a very valuable resource. The Games role in sport development now links their athletes into the entire BC sport system. By providing BC athletes with a multi-sport Games experience, the BC Games are adding an integral component to their overall development.”**

**Wendy Pattenden, President and CEO  
PacificSport Canadian Sport Centre-Vancouver**

While a good working relationship with our sport partners has always been a feature of the BC Games, the new direction means we are having a greater impact on athlete development. Successes this year include:

- For the first time, sport partners' programs including PacificSport's SportMap and SportMedBC's Child To Champion Athlete seminars were advertised via BC Games to zone representatives, athletes and coaches. 5% of the *Child to Champion* participants reported hearing of the seminar from the BC Games Society.
- Victoria 2000 BC Summer Games legacy fund provided \$5000 to KidSport Greater Victoria; \$4,000 to the BC Blind Sports and Recreation Association for two tandem bicycles; \$3,000 for equipment to a cycling event organization, and over \$13,000 to local sports associations for facility and equipment upgrades. Additional dollars funded Olympian Daniel Igali to speak at a BC Recreation & Parks Symposium to which 500 students were admitted free of charge.
- To be included in the BC Games as a Core Sport requires integration with each sport's athlete, coaching and officials development models.
- BC Games is a partner with PacificSport, SportMed BC and Coaches Association of BC, in the SportWeb project receiving \$1.25 million in federal Canarie funding.
- BC School Sports and Premier's Sport Awards Program delivered posters to over 9600 teachers on the opportunity of the BC Summer and BC Winter Games.
- The BC Games Society provided logistical and operational help to the 480 athletes and coaches who attended the London 2001 Canada Summer Games.



**“It was an awesome experience. Other than the World's, it was the best tournament I've been to.”**  
**Josh Holland, Kelowna**  
**Karate athlete, Williams Lake**  
**BC Winter Games**





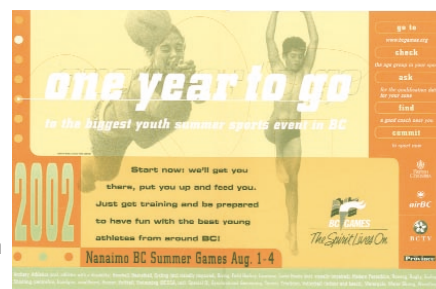
## Letting British Columbians Know

**“The ‘Only One Summer’ campaign with Global Television promotes sport widely to a new generation of British Columbian athletes, while feeding contacts to each of our member sport organizations. It’s a true asset to sport in BC.”**

**Sandra Stevenson, President and CEO  
Sport BC**

An increased emphasis on public communications increases both the service to British Columbians, and the attractiveness of the BC Games to potential partners. Accomplishments include:

- *One Year to Go* summer campaign delivered posters to 1600 schools, 1700 principals and teachers, and a further 175,000 young students. The campaign also featured television vignettes to Global TV’s day and evening audiences.
- The BC Games News Service was piloted successfully at Williams Lake, resulting in more stories and results carried by BC journalists than ever before.
- Host Community coverage of the Games continued to be very heavy, including over 260 articles received from a clipping service.
- ‘Only One Summer’ launched at Sport BC banquet to an audience of 650 sport and business people.
- Global TV contribution increased to \$50,000+ value for each of Summer *One Year to Go*, Winter Zone Qualifying, and Winter Games.
- 2004-2006 announcement was attended by ministers and MLA’s in each location, and each earned significant media coverage.
- Team BC at the London 2001 Canada Summer Games earned National media coverage of Team BC athletes, mostly diver Riley McCormick, wheelchair athlete Alan Bergman and sprinter Nathan Taylor, included the Globe and Mail, the National Post, CBC’s The National, CBC This Morning, CBC As it Happens, CTV’s Canada AM, Toronto Star and the Montreal Gazette. The provincial Sport Branch media tracking system indicated coverage was significant.



### Athletics are important

**I**f you ever ran into someone who claims athletics aren't important... refer him or her to this past weekend. The girls made perfect sense from our athletes in Salt Lake City brought an entire nation together, even if just for a day. While our figure skaters, speed skaters, and biathletes brought us glory, it was our hockey team that truly captured our hearts. We are, after all, a hockey town in a hockey country (isn't Wayne Gretzky's name that inspired the men's hockey team, it was the women's team capturing gold the day before. That's what really put the pressure on).

We became excited, if only for a few hours. But more importantly, we were all proud to be part of something bigger than any one single person. That something is Canada.

If that doesn't appear those who don't yet reach confidence in athletics, refer them to Williams Lake and the 2002 B.C. Winter Games. We came together as a community. Our pride, Canadian hospitality, and hard work shone brighter than the winter sun that glaced our event.

If anyone still is not yet convinced, we'll be happy to double it again. Just think back to the emotions you felt this weekend at the 2002 B.C. Winter Games. Remember that feeling. Surely it's not one you take it away from you. And how could anyone say those feelings and accomplishments, whether it's winning a gold medal or making sure everyone gets to where it's supposed to be, aren't important?

Williams Lake Tribune,  
Feb 26, 2002



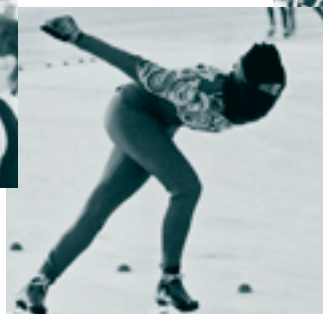
## Administrative Efficiencies

**“Having been involved with the Northern BC Winter Games in the past as both an Operations Manager and a Director of the Northern BC Winter Games Society Board, and now again as President of the Stuart Nechako 2003 Northern BC Winter Games, I can see first hand the benefits that the partnership with the BC Games Society has brought. Specifically, the provision of Host Community Guidelines, to assist volunteers, gives all volunteers a framework from which to begin the sometimes overwhelming task of planning for, and staging the Games.”**

**Kris Nielsen, President  
Stuart Nechako 2003 Northern BC Winter Games**

Over the 25 year life of the BC Games, we are constantly improving the way we deliver Games, to produce better Games, and for efficient use of resources. Accomplishments include:

- Partnership with ViewPoint Technologies saw the redevelopment of world class Games software and international sales to organizations such as the Brisbane 2001 Goodwill Games and the Edmonton World Track and Field Championships.
- In a short time, over \$5,000 in royalties have been received from the sale of ViewTEAM Software.
- BC Games is investing staff time in an internet based project called SportWeb to produce on-line tools including registration and volunteer education with other sport system partners PacificSport, SportMed BC, Coaching Association of BC and the Sport and Community Development Branch.



## Resource Development

**“Getting involved in the Nanaimo 2002 BC Summer Games made sense for Quality Foods. We are part of the community at many levels and pursuing a corporate partnership with the BC Games Society in the future makes strong business sense. Their reputation for community development makes them a great fit for our stores, our staff and our customers.”**

**Ken Schley, Director of Operations  
Quality Foods**

The marketing strategy of the Society remains better defining the BC Games and building the public celebration. Although there was not the same movement toward the new athlete guidelines by the summer sports for 2002 as the winter sports for 2002, most sports made significant changes in that direction. MainStage as the avenue for building the public celebration was not implemented in Williams Lake, but was identified for renewed emphasis in the 2004 Guidelines for the Host Community.

- In excess of 200 clippings from the BC Winter Games provided sponsors with added value. The value based on the cost of similar advertising space, would total more than \$100,000 (Copeland Communications).
- During Williams Lake 2002 BC Winter Games, Doug Goddard, Brand Manager for Air BC-Canadian Regional (now Air Canada Jazz) publicly reiterated Air Canada’s commitment to the BC Games and the community development evident in each host city.
- BC Games Society practice of sharing marketing rights with host communities continues to produce results. The Nanaimo 2002 BC Summer Games have secured corporate arrangements valued at over \$193,000 in cash and \$430,000 in-kind and from 71 different businesses, with 2 months still remaining in their recruitment campaign.





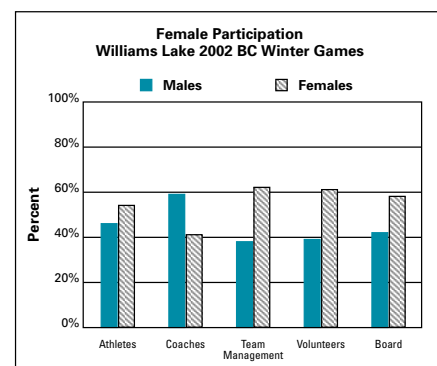
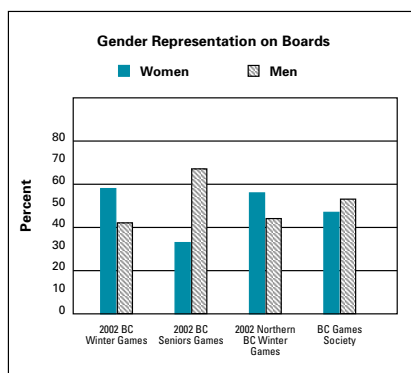
## Addressing Issues in Sport

**“The BC Summer and Winter Games are very important to our athlete development system. These provincial Games are the first multi-sport experience for our athletes preparing for the Canada Games, as well as National and International competitions.”**

**Kathy Newman, Executive Director  
BC Wheelchair Sports**

The BC Games have always been at the forefront of including all British Columbians in safe, healthy sport. Here are a few of this year’s accomplishments:

- Statistics were collected for the first time on participation of aboriginals in BC Games. According to results, 1.5% of Games participants were aboriginal. This compares to an aboriginal population of 2% of the total population of British Columbia.
- The Northern BC Winter Games welcomed 81 aboriginal athletes to the Smithers 2002 Northern BC Winter Games which was 6% of the total athlete participation.
- Harassment training was conducted in Williams Lake and Smithers and for the BC Games Society Board. The Society remains committed to providing harassment training for Games’ volunteers and Boards.
- Female participation at the Williams Lake 2002 BC Winter Games was consistent with benchmarks established by Promotion Plus, an organization for the advancement of girls and women in sport and recreation.
- As a result of an equity audit conducted in 1999, the Society set a goal of a 50:50 male: female ratio in all leadership positions. While the Society does not directly select the Host Community Board, it does provide information and direction to the local nominating committees.



**Financial Statements of**  
**BC Games Society**  
**Year Ended March 31, 2002**



## Financial Statements

### AUDITORS' REPORT

**To: The Board of Directors of the B.C. Games Society**

We have audited the statement of financial position of the B.C. Games Society as at March 31, 2002 and the statements of General and Team B.C. operations and changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the Society's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Society as at March 31, 2002 and the results of its operations and changes in net assets and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles. As required by the Society Act of British Columbia, we report that, in our opinion, these principles have been applied on a basis consistent with that of the preceding year.

Victoria, B.C.  
April 19, 2002

MANTELL DICKSON BLADES WISEMAN  
Chartered Accountants



**Financial Statements**

**B.C. GAMES SOCIETY**

STATEMENT OF FINANCIAL POSITION

YEAR ENDED MARCH 31, 2002

2002  
\$

2001  
\$

**ASSETS**

CURRENT

Cash	836,446	514,206
Receivables	34,812	32,861
Prepays	2,068	1,776

873,326 548,843

CAPITAL ASSETS (Note 3)

47,975 69,314

921,301 618,157

**LIABILITIES**

CURRENT

Payables and accruals	235,294	56,002
-----------------------	---------	--------

**NET ASSETS**

NET ASSETS INVESTED IN CAPITAL ASSETS 47,975 69,314

INTERNALLY RESTRICTED NET ASSETS – TEAM B.C. 26,795 75,965

UNRESTRICTED NET ASSETS 611,237 416,876

686,007 562,155

921,301 618,157

COMMITMENTS (Note 5)

APPROVED BY THE BOARD



Director



Director

See accompanying notes

## Financial Statements

### B.C. GAMES SOCIETY

#### STATEMENT OF CHANGES IN NET ASSETS

YEAR ENDED MARCH 31, 2002

#### CURRENT YEAR (2002)

	Investment in Capital Assets \$	Internally Restricted Team B.C. \$	Unrestricted Operations \$	2002 Total \$
NET ASSETS, beginning of year	69,314	75,965	416,876	562,155
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES		-(49,170)	173,022	123,852
AMORTIZATION OF CAPITAL ASSETS	(37,317)	-	37,317	-
INVESTMENT IN CAPITAL ASSETS	15,978	-	(15,978)	-
NET ASSETS, end of year	47,975	26,795	611,237	686,007

#### PRIOR YEAR (2001)

	Investment in Capital Assets \$	Internally Restricted Team B.C. \$	Unrestricted Operations \$	2001 Total \$
NET ASSETS, beginning of year	101,365	-	468,271	569,636
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES		-75,965	(83,446)	(7,481)
AMORTIZATION OF CAPITAL ASSETS	(51,853)	-	51,853	-
INVESTMENT IN CAPITAL ASSETS	19,802	-	(19,802)	-
NET ASSETS, end of year	69,314	75,965	416,876	562,155

See accompanying notes

## Financial Statements

## STATEMENT 1

### B.C. GAMES SOCIETY

## STATEMENT OF GENERAL OPERATIONS

## YEAR ENDED MARCH 31, 2002

	2002	2001
	\$	\$
<b>REVENUE</b>		
Grants - Province of British Columbia Ministry Grant	1,947,000	1,922,000
Less: Team B.C. portion	<u>(115,000)</u>	<u>(90,000)</u>
	1,832,000	1,832,000
Funding partners (Note 8)	-	13,910
Souvenirs	7,388	4,518
Contractual revenue	16,201	1,200
Senior Games contribution	30,000	30,000
Athlete Registration	71,741	117,796
Interest earned	<u>58,156</u>	<u>63,546</u>
	<u>2,015,486</u>	<u>2,062,970</u>
<b>EXPENSES</b>		
Salaries and employee benefits	452,058	428,967
Travel and accommodations	61,716	41,134
Professional services	112,048	137,755
Computer maintenance	2,163	11,341
Office and business expenses	72,790	99,788
Advertising and publications	59,501	58,158
Insurance, leases and utilities	90,031	92,293
Games operating costs	299,050	522,564
Amortization	37,317	51,853
Operating grants, less returns	<u>655,790</u>	<u>702,563</u>
	<u>1,842,464</u>	<u>2,146,416</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	<u>173,022</u>	<u>(83,446)</u>

See Schedules 1, 2 and 3 for Schedule of Expenses

See accompanying notes

## Financial Statements

## STATEMENT 2

### B.C. GAMES SOCIETY

## STATEMENT OF OPERATIONS – TEAM B.C. (Note 1)

YEAR ENDED MARCH 31, 2002	2002 \$	2001 \$
<b>REVENUE</b>		
Ministry Grant – Province of B.C.	115,000	90,000
Sponsorship contributions	3,360	36,600
Uniform sales	39,001	-
Other income		-1,338
	<u>157,361</u>	<u>127,938</u>
<b>EXPENSES</b>		
Games operations	48,122	1,026
Media/communications	10,921	4,265
Meetings	10,452	3,960
Special events	5,512	460
Staff travel and accommodations	7,351	1,608
Business expenses	2,649	176
Sponsorship servicing		-6,500
Office	3,842	447
Uniforms	79,025	453
Staff and benefits	38,474	32,576
G.S.T. – expense portion	183	502
	<u>206,531</u>	<u>51,973</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES</b>	<u>(49,170)</u>	<u>75,965</u>

## Financial Statements

### B.C. GAMES SOCIETY

#### STATEMENT OF CASH FLOWS

##### YEAR ENDED MARCH 31, 2002

	2002	2001
	\$	\$
<b>CASH FLOW DERIVED FROM (APPLIED TO)</b>		
Operating		
Excess (deficiency) of revenue over expenses	123,852	(7,481)
Amortization	37,317	51,853
	<u>161,169</u>	<u>44,372</u>
Changes in non-cash operating working capital		
Receivables	(1,951)	(12,804)
Prepays	(292)	6,572
Payables and accruals	179,292	(178,353)
Deferred staff training	-	(27,467)
	<u>338,218</u>	<u>(167,680)</u>
Investing		
Purchase of equipment, less sales	(7,310)	(19,802)
Software development	(8,668)	-
	<u>(15,978)</u>	<u>(19,802)</u>
NET INCREASE (DECREASE) IN CASH	322,240	(187,482)
CASH, beginning of year	514,206	701,688
CASH, end of year	<u>836,446</u>	<u>514,206</u>

See accompanying notes

## Financial Statements

### B.C. GAMES SOCIETY

#### NOTES TO THE FINANCIAL STATEMENTS

#### YEAR ENDED MARCH 31, 2002

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##### 1. STATEMENT OF PURPOSE

The Society was incorporated under the Society Act on June 26, 1987. Currently, the purpose of the Society is to provide event management leadership to achieve sport, individual and community development. The Society also provided support to athletes and volunteers from British Columbia participating in the Canada Games. This program is known as Team B.C. The Society involvement with Team B.C. has concluded at the end of this fiscal year.

Approximately 89% of the Society's revenues are received from the Province of B.C. with the remainder generated by corporate sponsors, surpluses from host societies, athlete registration fees, contract service and interest.

The Northern B.C. Winter Games, the B.C. Winter Games, the B.C. Disability Games, the B.C. Summer Games and the B.C. Senior 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.

##### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements have been prepared in accordance with Canadian generally accepted accounting principles.

The term "Society" is used to mean the B.C. Games Society.

###### (a) Capital Assets

Amortization is calculated on a straight-line basis over the asset's estimated useful economic life, as follows:

Computer and general application software	3 years
Registration programs and computer cabling	5 years
Bedding, flags and signs for Host Societies	7 years
Furniture and equipment	10 years
Trademarks	20 years
Leaseholds	over the term of the lease

In the year of purchase capital assets are amortized at half their normal rates.

###### (b) Revenue Recognition

The Society follows the deferral method of accounting for Grants and Contributions received, whereby revenues are matched with expenses. Restricted contributions, if any, are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable.

Donated or discounted goods and services are recorded at the amount of cash consideration.

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

(c) A grant received from the Province of British Columbia and other revenues are designated specifically for the Team B.C. project. Of this total, \$26,795 is available for use next year and is shown separately on Statement 2.



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#### YEAR ENDED MARCH 31, 2002

2002      2001  
\$            \$

#### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

*(d) Measurement Uncertainty and the Use of Estimates*

The preparation of the financial statements in conformity with generally accepted accounting principles 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. Actual results may vary from the current estimates.

*(e) 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.

*(f) 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.

*(g) Grants to Host Societies*

Grants to host societies are recorded as an expense when disbursements of funds has been authorized.

#### 3. CAPITAL ASSETS

	2002	2001
	\$	\$
Registration software	218,088	209,420
Application software	11,178	7,490
Computers	65,586	61,964
Bedding, flags and signs for Host Societies	168,410	168,410
Furniture and equipment	20,732	20,732
New cabling	8,436	8,436
Leaseholds	17,172	17,172
Trademarks	763	763
At cost	510,365	494,387
Less: accumulated amortization	462,390	425,073
Net book value	<u>47,975</u>	<u>69,314</u>
Additions during the year		
Computers	3,622	13,430
Software	3,688	-
Registration software enhancements	8,668	-
Beds	-	6,372
	<u>15,978</u>	<u>19,802</u>

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#### YEAR ENDED MARCH 31, 2002

	2002	2001
	\$	\$

#### 4. SURPLUS FROM HOST SOCIETIES

Surplus from the host societies is comprised of:

	2002	2001
	\$	\$
Quesnel 2000 Winter Games Society	-	87,437
Victoria 2001 Summer Games Society	39,192	-
	<u>39,192</u>	<u>87,437</u>

The surplus, if any, from Williams Lake 2002 Winter Games will not be determinable until the next fiscal year.

#### 5. COMMITMENTS

The Society has commitments arising from contractual agreements for office equipment, television advertising, employment services, and a lease for office premises. The Society is also committed to provide funding to host societies for staging of events scheduled during the years.

##### General Commitments

Minimum annual commitments in each of the next five fiscal years are as follows:

	\$	Total \$
2003	102,600	
2004	77,100	
2005	63,900	
2006	10,300	
2007	<u>9,450</u>	
	<u>263,350</u>	263,350

##### Host Society Commitments

	2003	2004	2005	
	\$	\$	\$	
2003 to 2007				
B.C. Senior Games	50,000	50,000	-	
B.C. Disability Games	50,000	50,000	-	
Northern B.C. Winter Games	50,000	50,000	-	
Nanaimo Summer Games Society	580,000	-	-	
Port Alberni Winter Games Society	50,000	450,000	-	
Abbotsford Summer Games Society		-50,000	550,000	
	<u>780,000</u>	<u>650,000</u>	<u>550,000</u>	1,980,000

Total five year commitments

2,243,350

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### B.C. GAMES SOCIETY

#### NOTES TO THE FINANCIAL STATEMENTS

#### YEAR ENDED MARCH 31, 2002

2002	2001
\$	\$

#### 6. RELATED PARTY TRANSACTIONS

The Society is economically dependent on the receipt of funding from the Province of British Columbia. Early in each fiscal year the annual funding for the Province is paid to the Society to cover the operating cost for that year. The use of the funds is governed by the Agreement for Financial Assistance signed by both parties.

During the fiscal year, the Society received funding of \$1,947,000 from the Province. These funds are held in trust by the Province in short-term securities with interest being credited to the Society each month.

Details of transactions are as follows:

	2002	2001
	\$	\$
Grant received	1,947,000	1,922,000
Interest earned	57,532	60,766
Balance in the Investment Trust Account at year end	713,798	509,266

#### 7. FINANCIAL INSTRUMENTS

The Society's financial instruments consist of cash, accounts receivable, temporary investments and accounts payable. Unless otherwise noted, it is management's opinion that the Society is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values.

#### 8. REVENUES FROM FUNDING PARTNERS CONSIST OF:

	2002	2001
	\$	\$
B.C. Lotteries	-	13,910

#### 9. REGISTRATION SOFTWARE

The Society has signed a contract with Viewpoint Technologies Ltd. who have agreed to develop, enhance and sell rights to the Society Registration Software in return for a percentage of all future sales or leases of the software.

#### 10. SUBSEQUENT EVENT

Shortly after the year-end, the Society received funding of \$1,832,000 from the Province of British Columbia for the 2002/2003 fiscal year.

**Financial Statements**

SCHEDULE 1

**B.C. GAMES SOCIETY**

SCHEDULE OF EXPENSES

**YEAR ENDED MARCH 31, 2002**

	<b>2002</b>	<b>2001</b>
	<b>\$</b>	<b>\$</b>
<b>SALARIES AND EMPLOYEE BENEFITS</b>		
Base salaries	370,006	344,557
Casual employees	4,740	6,356
Overtime	97	350
Canada pension	13,925	14,033
Employment insurance	11,004	12,813
Medical services plan	4,911	5,052
Group insurance	23,689	21,615
Pension plan	19,903	20,336
Health development	440	400
Worker's Compensation Board	3,343	3,455
	<u>452,058</u>	<u>428,967</u>
<b>TRAVEL AND ACCOMMODATION</b>		
Travel and accommodation	44,875	27,526
Per diem	13,724	10,109
Mileage and parking	3,117	3,499
	<u>61,716</u>	<u>41,134</u>
<b>PROFESSIONAL SERVICES</b>		
CEO - fees	68,250	66,947
CEO - in lieu of benefits	13,613	13,570
External accountants	14,735	11,604
Economic impact studies	-	9,000
Independent audits	9,600	7,500
Special games projects	5,850	29,134
	<u>112,048</u>	<u>137,755</u>

## Financial Statements

SCHEDULE 2

### B.C. GAMES SOCIETY

#### SCHEDULE OF EXPENSES

YEAR ENDED MARCH 31, 2002

	2002	2001
	\$	\$
COMPUTER MAINTENANCE		
Maintenance	2,163	11,341
OFFICE AND BUSINESS EXPENSES		
Office supplies	24,487	23,758
Postage	11,933	11,079
Office expenses	12,565	18,117
Board administration	7,246	7,127
Staff training	6,700	2,286
Training initiative	-	5,665
Data input	295	572
Business expenses	4,473	3,892
G.S.T. expense portion	5,091	27,292
	<u>72,790</u>	<u>99,788</u>
ADVERTISING AND PUBLICATIONS		
Television advertising	25,000	20,000
Zone qualifying promotions	7,782	-
Corporate partner - souvenir program	-	2,677
Printing rule books and schedules	13,444	-
Corporate partner advertising	469	10,227
Marketing	12,806	25,254
	<u>59,501</u>	<u>58,158</u>
INSURANCE, LEASES, UTILITIES		
Office and liability insurance	16,585	18,347
Rent, utilities, property tax	47,265	46,389
Telephone	14,248	16,367
Equipment lease	11,933	11,190
	<u>90,031</u>	<u>92,293</u>

## Financial Statements

SCHEDULE 3

### B.C. GAMES SOCIETY

#### SCHEDULE OF EXPENSES

#### YEAR ENDED MARCH 31, 2002

	2002	2001
	\$	\$
<b>GAMES OPERATING COSTS</b>		
External transportation - Summer	-	503,631
External transportation - Winter	277,205	-
Games general supplies	21,845	18,933
	<u>299,050</u>	<u>522,564</u>
<b>OPERATING GRANTS</b>		
Northern B.C. Winter Games	50,000	50,000
B.C. Disability Games	9,982	30,000
B.C. Senior Games	50,000	50,000
Victoria 2001 Summer Games Society	-	625,000
Williams Lake 2002 Winter Games Society	535,000	35,000
Nanaimo 2002 Summer Games Society	50,000	-
	694,982	790,000
Less: surplus from host societies (Note 4)	<u>(39,192)</u>	<u>(87,437)</u>
	<u>655,790</u>	<u>702,563</u>







**Ministry of Community, Aboriginal and Women's Services  
Honourable George Abbott, Minister**

BC Games Society  
200 - 990 Fort St • Victoria BC, V8V 3K2 • tel.250.387.1375 • [www.bcgames.org](http://www.bcgames.org) • [info@bcgames.org](mailto:info@bcgames.org)