

Financial Statements of

BICYCLE ADVENTURE CLUB

Year Ended December 31, 2019 and December 31, 2018 (as
restated)

(Unaudited)



bicyleadventureclub.org

I certify that the financial statements of the Bicycle Adventure Club for the year ended December 31, 2019 and December 31, 2018 (restated) were prepared without audit from the books and records of the corporation.

[signature on file]

Brenda Cole
Treasurer
February 17, 2019

BICYCLE ADVENTURE CLUB

Statement of Financial Position

December 31, 2019 and 2018 (as restated)

Unaudited

	2019	2018
Assets		
Cash (non-interest bearing)	\$ 678,727	\$ 404,042
Savings and temporary cash investments	\$1,155,684	1,420,980
Accounts Receivable (credit card)	19,595	52,428
Prepaid Expenses	15,963	17,112
Club Merchandise	672	696
Total Assets	\$1,870,641	\$1,895,258
Liabilities		
Accounts Payable	\$ 36,121	\$ 32,846
Deferred Ride Revenue	95,450	120,600
Ride Trust Funds	1,408,195	1,473,785
Total Liabilities	\$1,539,766	\$1,627,231
Net Assets		
Without Donor Restrictions	\$330,875	\$268,027
Total Net Assets	\$330,875	\$268,027
Total Liabilities and Net Assets	\$1,870,641	\$1,895,258

Approved on behalf of the Board:

Brenda Cole
[signature on file]

Director

Elizabeth Buckingham
[signature on file]

Director

BICYCLE ADVENTURE CLUB

Statement of Activities

Year ended December 31, 2019 and 2018 (restated)

Unaudited

	2019	2018
Revenue		
Ride Fees	129,400	122,700
Memberships	47,800	44,585
Donation	-	\$ 1,549
Interest Income	\$ 2,491	2,176
Net income from sale of inventory (luggage tags)	-	1
Total Revenues	\$179,691	\$171,010
Expenses		
Program	\$ 64,835	\$ 81,086
Management and General	52,008	57,003
Total Expenses	\$116,843	\$138,089
Change in Net Assets	\$ 62,848	\$ 32,921
Net Assets, beginning of year	268,027	235,105
Net Assets, end of year	\$330,875	\$268,027

BICYCLE ADVENTURE CLUB

Statement of Functional Expenses

December 31, 2019 and 2018 (restated)

Unaudited

	2019			2018		
	Program services- Bicycle Tours	Supporting Services – Management & General	Total	Program services- Bicycle Tours	Supporting Services – Management & General	Total
Expenditures						
Board Travel	\$ 1,363	\$9,202	\$10,565	\$ 9,160	\$12,559	\$21,719
Contracted & Professional Services	27,415	37,801	65,216	33,340	38,723	72,063
Insurance	28,929	1,336	30,265	31,135	1,056	32,191
Miscellaneous	-	387	387	-	328	328
Office expenses	3,556	3,282	6,838	3,845	3,216	7,061
Ride Leader Seminar and Board Meetings	3,572		3,572	3,605	1,122	4,727
	<u>\$64,835</u>	<u>\$52,008</u>	<u>\$116,843</u>	<u>\$81,086</u>	<u>\$57,003</u>	<u>\$138,089</u>

BICYCLE ADVENTURE CLUB

Statement of Cash Flows

Year ended December 31, 2019 and 2018 (restated)

Unaudited

	2019	2018
Operating Activities		
Change in net assets for the year	62,848	32,921
Net change in non-cash working capital items		
Accounts Receivable	32,833	(479)
Club Merchandise	24	390
Prepaid expenses	1,150	(1,650)
Accounts payable	3,274	25,538
Deferred ride revenue	(25,150)	(50)
Ride Trust Fund	(65,590)	251,999
Increase (Decrease) In Cash For The Year	9,389	308,670
Cash – beginning of year	1,825,022	1,516,352
Cash – End Of Year	1,834,411	1,825,022

BICYCLE ADVENTURE CLUB

Notes to Financial Statements

December 31, 2019

1. Purpose Of The Organization

The organization is incorporated under the Corporation Code of the State of California as a non-profit mutual benefit corporation. The purpose of the corporation is to promote the recreation of its members by facilitating and supporting member-led rides and tours in the United States and beyond.

2. Significant Accounting Policies

These statements have been prepared in accordance with generally accepted accounting principles for not-for-profit organizations and include the following significant accounting policies:

a. Estimates and assumptions

The preparation of financial statements requires the Board to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. The estimates and assumptions are reviewed annually and, as adjustments become necessary, they are recorded in the financial statements in the period in which they become known.

b. Property and equipment

Prior to 2015, the corporation operated on a cash basis of accounting and any property and equipment purchased was expensed at the time of purchase (e.g., office furniture and computers). Any property or equipment purchased during 2019 cost less than \$1,500 and was expensed.

c. Revenue recognition

Ride revenues are recognized at the time a ride occurs but may be collected up to two years in advance. If the ride is cancelled due to insufficient numbers, the ride fee is reimbursed.

d. Restatement of the 2018 Financial Results

The results for 2018 were restated to properly allocate all costs to the accounting period to which they applied.

e. Revenue Pass-through

BAC collects the estimated tour costs from participants on behalf of ride leaders on a pass-through basis. The funds are treated as a trust obligation and a record of all transactions by tour is maintained. In 2019 approximately \$3.2 million (2018—\$3.8 million) was collected. These funds are disbursed by BAC as requested by the ride leader. All tours operate on a break even basis and any unspent funds are returned to participants.

3. Net Assets

Net assets must be classified as "Without Donor Restrictions" and/or "With Donor Restrictions". No restrictions have been placed by BAC's members on any assets held by the organization nor has the Board designated any amount for a future endeavor such as renewal of its website. All activities undertaken collect and spend funds without donor restrictions.

4. Cash and Cash Equivalents

Cash and cash equivalents of the organization consist of cash, certificates of deposit, and funds invested in a money market fund.

Unless otherwise noted, the Board is of the opinion that the organization is not exposed to significant interest rate, currency, credit, liquidity or market risks arising from its investments in certificates of deposit or a money market fund and the carrying amount approximate their fair value.

5. Deferred Revenue

Deferred revenue represents amounts received that relate to a subsequent year as follows:

Ride Fees	2019	2020	2021	Total
Total as of December 31, 2019		89,950	5,500	95,450
Total as of December 31, 2018	113,950	6,650		120,600

6. Liquidity & Availability

The organization's financial assets available within one year of the statement of financial position date for general expenditures are as follows:

Cash (non-interest bearing)	\$ 678,727
Savings and temporary cash investments	1,155,684
Accounts Receivable (credit card)	19,595
Total financial assets	\$1,854,006
Less:	
Amounts unavailable for general expenditures within one year	
Funds held on behalf of ride leaders	(\$1,408,195)
Donor restricted beyond one year (revenues to be recognized in 2021)	(5,500)
	(\$1,413,695)
Total financial assets available within one year	\$440,311

The Board monitors levels of available financial assets to ensure there are sufficient funds to cover anticipated expenditures for up to two years and to cover the cost of a major project such as a complete overhaul of its website.

7. Donated Services

Board members contribute significant time to BAC's program services and administration without compensation. The financial statements do not reflect the value of these contributions because they do not meet the criteria prescribed by generally accepted accounting principles.

8. Restatement of 2018 Expenses

In the past, the costs associated with insurance premiums were not allocated over the 12 month period to which they applied. This was changed in 2019 and the results for 2018 were restated for comparative purposes.

9. Membership Records

Names and addresses of current members are available to all BAC members in good standing for a purpose reasonably related to their interest as a member, by contacting the office¹.

¹ As provided under the California Corporations Code, paragraph 8330.