

Financial Statements of

BICYCLE ADVENTURE CLUB

Year Ended December 31, 2020 and December 31, 2019
(Unaudited)



bicycleadventureclub.org

I certify that the financial statements of the Bicycle Adventure Club for the year ended December 31, 2020 and December 31, 2019 were prepared without audit from the books and records of the corporation.

[signature on file]

Ernie Coose
Treasurer
February 17, 2020

BICYCLE ADVENTURE CLUB

Statement of Financial Position

December 31, 2020 and 2019

Unaudited

	2020	2019
Assets		
Cash (non-interest bearing)	\$ 262,944	\$ 678,727
Savings and temporary cash investments	\$872,888	\$1,152,462
Accounts Receivable (credit card)	28,329	19,595
Prepaid Expenses	6,346	15,963
Club Merchandise	672	672
Total Assets	\$1,171,179	\$1,867,419
Liabilities		
Accounts Payable	\$ 5,722	\$ 36,450
Deferred Ride Revenue	52,000	95,450
Ride Trust Funds	887,687	1,404,644
Total Liabilities	\$945,409	\$1,5336,544
Net Assets		
Without Donor Restrictions	\$225,770	\$330,875
Total Net Assets	\$225,770	\$330,875
Total Liabilities and Net Assets	\$1,171,179	\$1,867,419

Approved on behalf of the Board:

Ernie Coose
[signature on file]

Director

Elizabeth Buckingham
[signature on file]

Director

BICYCLE ADVENTURE CLUB

Statement of Activities

Year ended December 31, 2020 and 2019

Unaudited

	2020	2019
Revenue		
Ride Fees	23,553	129,400
Memberships	35,110	47,800
Donation	314	-
Interest Income	\$ 845	2,491
Net income from sale of inventory (luggage tags)	-	-
Total Revenues	\$59,822	\$179,691
Expenses		
Program	\$ 116,989	\$ 64,835
Management and General	47,938	52,008
Total Expenses	\$164,927	\$116,843
Change in Net Assets	(\$105,105)	\$ 62,848
Net Assets, beginning of year	330,875	268,027
Net Assets, end of year	\$225,770	330,875

BICYCLE ADVENTURE CLUB

Statement of Functional Expenses

December 31, 2020 and 2019

Unaudited

	2020			2019		
	Program services- Bicycle Tours	Supporting Services – Management & General	Total	Program services- Bicycle Tours	Supporting Services – Management & General	Total
Expenditures						
Board Travel	\$ -	\$12,510	\$12,510	\$ 1,363	\$9,202	\$10,565
Contracted & Professional Services	3,051	8,199	11,250	27,415	37,801	65,216
Credit Card Fees (net)	64,940	1,123	66,063	3,556	1,531	5,087
Insurance	14,119	2,528	16,647	28,929	1,336	30,265
Miscellaneous	-	984	984	-	387	387
Office expenses	1,499	1,984	3,483	-	1,751	1,751
Ride Leader Seminar and Board Meetings	-	-	-	3,572	-	3,572
Salaries & Benefits	33,380	20,610	53,990	-	-	-
	<u>\$116,989</u>	<u>\$47,938</u>	<u>\$164,927</u>	<u>\$64,835</u>	<u>\$52,008</u>	<u>\$116,843</u>

BICYCLE ADVENTURE CLUB

Statement of Cash Flows

Year ended December 31, 2020 and 2019

Unaudited

	2020	2019
Operating Activities		
Change in net assets for the year	(105,105)	62,848
Net change in non-cash working capital items		
Accounts Receivable	(8,734)	32,833
Club Merchandise	-	24
Prepaid expenses	9,617	1,150
Accounts payable	(30,399)	3,274
Deferred ride revenue	(43,450)	(25,150)
Ride Trust Fund	(520,509)	(65,590)
Increase (Decrease) In Cash For The Year	(698,580)	9,389
Cash – beginning of year	1,834,411	1,825,022
Cash – End Of Year	1,135,831	1,834,411

BICYCLE ADVENTURE CLUB

Notes to Financial Statements

December 31, 2020

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 2020 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. 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 2020 approximately \$1.6 million (2019—\$3.2 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	2020	2021	2022	Total
Total as of December 31, 2020		42,500	9,500	52,000
Total as of December 31, 2019	89,950	5,500		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)	\$ 262,944
Savings and temporary cash investments	872,888
Accounts Receivable (credit card)	28,329
Total financial assets	<u>\$1,164,161</u>
Less:	
Amounts unavailable for general expenditures within one year	
Funds held on behalf of ride leaders	(\$887,687)
Donor restricted beyond one year (revenues to be recognized in 2021)	(9,500)
	<u>(\$897,187)</u>
Total financial assets available within one year	<u><u>\$266,974</u></u>

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. 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.