

Financial Statements of

**BICYCLE ADVENTURE CLUB**

Year Ended December 31, 2021 and December 31, 2020  
(Unaudited)



[bicycleadventureclub.org](http://bicycleadventureclub.org)

I certify that the financial statements of the Bicycle Adventure Club for the year ended December 31, 2021 and December 31, 2020 were prepared without audit from the books and records of the corporation.

[signature on file]

Ernie Coose  
Treasurer  
February 27, 2021

# BICYCLE ADVENTURE CLUB

## Statement of Financial Position

December 31, 2021 and 2020

Unaudited

|   | 2021               | 2020               |
|---|--------------------|--------------------|
| <b>Assets</b>                           |                    |                    |
| Cash (non-interest bearing)             | \$ 709,590         | \$ 262,944         |
| Savings and temporary cash investments  | 1,249,530          | \$872,888          |
| Accounts Receivable (credit card)       | 7,700              | 28,329             |
| Prepaid Expenses                        | 24,272             | 6,346              |
| Club Merchandise                        | 672                | 672                |
| Total Assets                            | \$1,991,764        | \$1,171,179        |
| <b>Liabilities</b>                      |                    |                    |
| Accounts Payable                        | \$ 1,600           | \$ 5,722           |
| Deferred Ride Revenue                   | 93,700             | 52,000             |
| Ride Trust Funds                        | 1,660,114          | 887,687            |
| Total Liabilities                       | \$1,755,414        | \$945,409          |
| <b>Net Assets</b>                       |                    |                    |
| Without Donor Restrictions              | \$236,350          | \$225,770          |
| Total Net Assets                        | \$236,350          | \$225,770          |
| <b>Total Liabilities and Net Assets</b> | <b>\$1,991,764</b> | <b>\$1,171,179</b> |

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, 2021 and 2020

Unaudited

|  | 2021             | 2020               |
|--|------------------|--------------------|
| <b>Revenue</b>                                   |                  |                    |
| Ride Fees  | 34,750           | 23,553             |
| Memberships                                      | 39,230           | 35,110             |
| Donation   | 2,109            | 314                |
| Interest Income                                  | \$ 227           | \$ 845             |
| Net income from sale of inventory (luggage tags) | -                | -                  |
| <b>Total Revenues</b>                            | <b>\$76,316</b>  | <b>\$59,822</b>    |
| <b>Expenses</b>                                  |                  |                    |
| Program  | \$ 48,073        | \$ 116,989         |
| Management and General                           | 17,664           | 47,938             |
| <b>Total Expenses</b>                            | <b>\$65,737</b>  | <b>\$164,927</b>   |
| <b>Change in Net Assets</b>                      | <b>\$10,579</b>  | <b>(\$105,105)</b> |
| Net Assets, beginning of year                    | 225,770          | 330,875            |
| <b>Net Assets, end of year</b>                   | <b>\$236,350</b> | <b>\$225,770</b>   |

# BICYCLE ADVENTURE CLUB

## Statement of Functional Expenses

December 31, 2021 and 2020

Unaudited

|  | 2021                               |   |          | 2020                               |   |           |
|--|------------------------------------|---|----------|------------------------------------|---|-----------|
|  | Program services-<br>Bicycle Tours | Supporting Services –<br>Management & General | Total    | Program services-<br>Bicycle Tours | Supporting Services –<br>Management & General | Total     |
| <b>Expenditures</b>                    |                                    |   |          |                                    |   |           |
| Board Travel                           | \$ -                               | \$ -  | \$ -     | \$ -                               | \$12,510                                      | \$12,510  |
| Contracted & Professional Services     | 3,312                              | 3,006   | 6,318    | 3,051                              | 8,199   | 11,250    |
| Credit Card Fees (net)                 | 25,097                             | 1,177   | 26,274   | 64,940                             | 1,123   | 66,063    |
| Insurance                              | 5,978                              | 3,015   | 8,993    | 14,119                             | 2,528   | 16,647    |
| Miscellaneous                          | -                                  | 125   | 125      | -                                  | 984   | 984       |
| Office expenses                        | 1,465                              | 2,911   | 4,376    | 1,499                              | 1,984   | 3,483     |
| Ride Leader Seminar and Board Meetings | -                                  | -   | -        | -                                  | -   | -         |
| Salaries & Benefits                    | 12,221                             | 7,431   | 19,651   | 33,380                             | 20,610  | 53,990    |
|  | \$48,073                           | \$17,664                                      | \$65,737 | \$116,989                          | \$47,938                                      | \$164,927 |

# BICYCLE ADVENTURE CLUB

## Statement of Cash Flows

Year ended December 31, 2021 and 2020

Unaudited

|   | 2021      | 2020      |
|---|-----------|-----------|
| <b>Operating Activities</b>                     |           |           |
| Change in net assets for the year               | 10,579    | (105,105) |
| Net change in non-cash working capital items    |           |           |
| Accounts Receivable                             | 20,629    | (8,734)   |
| Club Merchandise                                | -         | -         |
| Prepaid expenses                                | (17,926)  | 9,617     |
| Accounts payable                                | (4,122)   | (30,399)  |
| Deferred ride revenue                           | 41,701    | (43,450)  |
| Ride Trust Fund                                 | 772,428   | (520,509) |
| <b>Increase (Decrease) In Cash For The Year</b> | 823,289   | (698,580) |
| Cash – beginning of year                        | 1,135,831 | 1,834,411 |
| <b>Cash – End Of Year</b>                       | 1,959,120 | 1,135,831 |

# **BICYCLE ADVENTURE CLUB**

## Notes to Financial Statements

December 31, 2021

### **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 the current year 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 2021 approximately \$2.1 million (2020—\$1.6 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:

| <b>Ride Fees</b>              | <b>2021</b> | <b>2022</b> | <b>2023</b> | <b>Total</b> |
|-------------------------------|-------------|-------------|-------------|--------------|
| Total as of December 31, 2021 |             | 77,350      | 16,350      | 93,700       |
| Total as of December 31, 2020 | 42,500      | 9,500       |             | 52,000       |

## 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)  | \$ 709,590              |
| Savings and temporary cash investments                               | 1,249,530               |
| Accounts Receivable (credit card)                                    | 7,700                   |
| Total financial assets   | <u>\$1,966,820</u>      |
| Less:  |                         |
| Amounts unavailable for general expenditures within one year         |                         |
| Funds held on behalf of ride leaders                                 | (\$1,660,114)           |
| Donor restricted beyond one year (revenues to be recognized in 2023) | (16,350)                |
|  | <u>(\$1,676,464)</u>    |
| Total financial assets available within one year                     | <u><u>\$290,356</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 office<sup>1</sup>.

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<sup>1</sup> As provided under the California Corporations Code, paragraph 8330.