

VICTORIA FISH AND GAME PROTECTIVE ASSOCIATION

FINANCIAL STATEMENTS

DECEMBER 31, 2025

DRAFT

## REVIEW ENGAGEMENT REPORT

To the Members of Victoria Fish and Game Protective Association:

We have reviewed the accompanying financial statements of Victoria Fish and Game Protective Association that comprise the statement of financial position as at December 31, 2025, and the statements of operations, changes in net assets and cash flows for the year then ended, as well as a summary of significant accounting policies and other explanatory information.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Practitioner's Responsibility***

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

### ***Basis for Qualified Conclusion***

In common with many not-for-profit organizations, the Association derives revenue from donations, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the review. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in the records of the Association. Therefore, we were not able to determine whether any adjustments might be necessary to donation revenue, excess of revenues over expenditures, and cash flows from operations for the years ended December 31, 2025 and 2024, current assets as at December 31, 2025 and 2024, and net assets as at January 1 and December 31 for both the 2025 and 2024 years.

### ***Qualified Conclusion***

Based on our review, except for the possible effects of the matter described in the Basis for Qualified Conclusion paragraph, nothing has come to our attention causing us to believe that the financial statements do not present fairly, in all material respects, the financial position of Victoria Fish and Game Protective Association as at December 31, 2025, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

**VICTORIA FISH AND GAME PROTECTIVE ASSOCIATION**

**STATEMENT OF OPERATIONS**

**YEAR ENDED DECEMBER 31, 2025**

	<b>2025</b>	<b>2024</b>
<b>REVENUE</b>		
Membership dues	\$ 676,570	\$ 666,129
Range rentals	112,366	117,003
Contributions	85,450	91,247
Range day passes	80,174	41,651
Investment income	52,050	63,352
Forgiveness of key deposits (Note 5)	51,027	-
Merchandise sales	27,630	14,112
Access revenue	17,804	1,452
Other income and donations	14,038	10,945
Fundraising income	4,121	-
	<u>1,121,230</u>	<u>1,005,891</u>
<b>EXPENDITURES</b>		
Wages and benefits	327,920	297,078
Repairs and maintenance	92,026	99,081
General and administrative	88,897	61,654
Licences and dues	83,961	82,967
Insurance	42,184	48,042
Office and sundry	41,877	33,855
Interest and bank charges	29,800	25,552
Utilities	25,651	25,431
Advertising and promotion	22,207	22,902
Legal and accounting	16,286	14,903
Property taxes	6,737	6,109
Access program expenses	945	15,000
Rent	714	750
Bad debt (recovery)	(42,911)	(10,000)
Amortization	56,085	50,774
	<u>792,379</u>	<u>774,098</u>
<b>TOTAL EXCESS REVENUE OVER EXPENDITURES FOR THE YEAR</b>	<u><u>\$ 328,851</u></u>	<u><u>\$ 231,793</u></u>

(See accompanying notes)

**VICTORIA FISH AND GAME PROTECTIVE ASSOCIATION**

**STATEMENT OF CHANGES IN NET ASSETS**

**YEAR ENDED DECEMBER 31, 2025**

	<u>Invested in Tangible Capital Assets</u>	<u>Internally Restricted</u>	<u>Unrestricted</u>	<u>2025 Total</u>	<u>2024 Total</u>
Balance, beginning of year	\$ 988,585	\$ 1,293,219	\$ -	\$ 2,281,804	\$ 2,050,011
Excess (deficiency), revenues over expenditures	(56,085)	52,050	332,886	328,851	231,793
Acquisition of tangible capital assets	115,652	-	(115,652)	-	-
Interfund transfers	<u>-</u>	<u>217,234</u>	<u>(217,234)</u>	<u>-</u>	<u>-</u>
Balance, end of year	<u>\$ 1,048,152</u>	<u>\$ 1,562,503</u>	<u>\$ -</u>	<u>\$ 2,610,655</u>	<u>\$ 2,281,804</u>

(See accompanying notes)

VICTORIA FISH AND GAME PROTECTIVE ASSOCIATION

STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2025

ASSETS

	2025	2024
Current		
Cash	\$ 463,176	\$ 534,459
Accounts receivable	7,875	16,329
Inventory	33,826	44,049
Prepaid expenses	<u>28,477</u>	<u>25,832</u>
	533,354	620,669
Restricted funds (Note 6)	1,562,503	1,293,219
Tangible capital assets (Note 7)	<u>1,048,152</u>	<u>988,584</u>
	<u>\$ 3,144,009</u>	<u>\$ 2,902,472</u>

LIABILITIES AND NET ASSETS

Current		
Due to government agencies	\$ 28,850	\$ 29,464
Accounts payable and accrued liabilities	9,810	45,272
Deposits	5,244	61,221
Deferred revenue	<u>489,450</u>	<u>484,711</u>
	<u>533,354</u>	<u>620,668</u>
Net Assets		
Invested in tangible capital assets	1,048,152	988,585
Internally restricted (Note 8)	<u>1,562,503</u>	<u>1,293,219</u>
	<u>2,610,655</u>	<u>2,281,804</u>
	<u>\$ 3,144,009</u>	<u>\$ 2,902,472</u>

Approved by the Directors

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(See accompanying notes)

**VICTORIA FISH AND GAME PROTECTIVE ASSOCIATION**

**STATEMENT OF CASH FLOWS**

**YEAR ENDED DECEMBER 31, 2025**

	<b>2025</b>	<b>2024</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Excess of revenue over expenses	\$ 328,850	\$ 231,793
Items not involving cash		
Amortization	<u>56,085</u>	<u>50,774</u>
	384,935	282,567
Cash provided by (used for) non-cash working capital items		
Accounts receivable	8,454	21,287
Inventory	10,222	(14,541)
Prepaid expenses	(2,644)	(2,305)
Due to government agencies	(614)	1,787
Accounts payable and accrued liabilities	(35,463)	13,298
Deposits	(55,977)	350
Deferred revenue	<u>4,740</u>	<u>(10,375)</u>
	<u>313,653</u>	<u>292,068</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(Increase) in restricted contributions	<u>(269,284)</u>	<u>(163,324)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of tangible capital assets	<u>(115,652)</u>	<u>(119,241)</u>
<b>INCREASE (DECREASE) DURING THE YEAR</b>	(71,283)	9,503
CASH, beginning of year	<u>534,459</u>	<u>524,956</u>
CASH, end of year	<u>\$ 463,176</u>	<u>\$ 534,459</u>

(See accompanying notes)

# VICTORIA FISH AND GAME PROTECTIVE ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2025

### Note 1 - Nature of Business

The Victoria Fish And Game Protective Association was established in 1919 and is located at 700 Holker Place, Malahat, BC. The Association provides facilities for, and promotes, hunting, fishing, shooting sports and conservation.

### Note 2 - Accounting Policy

#### Tangible Capital Assets and Amortization

The Association's tangible capital assets are recorded at cost. Amortization is determined at rates which will reduce net book value to estimated residual value over the useful life of each asset. Annual rates used to compute amortization are as follows:

Range facilities	15 years
Paved parking area	20 years
Trap machines	5 years
Vehicles	5 years
Equipment	5 years
Artwork	0 years
Firearms	10 years

#### Inventories

Inventories are valued at the lower of cost or net realizable value. Cost is determined using the first-in-first-out method.

#### Revenue Recognition

Grants, donations and other contributions to the Association are accounted for under the deferral method of accounting. Accordingly, restricted contributions are recognized as revenue in the year in which related expenditures are incurred and unrestricted contributions are recognized at the earlier of when received or when collection is reasonably assured.

Investment income includes dividend income, interest income, capital gains distributions, realized investment gains and losses on sales of investments measured at amortized cost, and unrealized gains and losses on investments measured at fair value. Investment transactions are recognized on the transaction date the resulting income is recognized on an accrual basis.

# VICTORIA FISH AND GAME PROTECTIVE ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2025

### Note 2 - Accounting Policy (continued)

#### Use of Estimates

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the reporting date and the reported amounts of revenues and expenses for the reporting period. Actual results could differ from these estimates. Significant financial statement items that require the use of estimates are as follows: amortization of capital assets and accounts payable and accrued liabilities. These estimates are reviewed periodically and adjustments are made, as appropriate, in the statement of operations in the year they become known.

### Note 3 - Financial Instruments

The Association initially measures its financial assets and financial liabilities at fair value. It subsequently measures all its financial assets and financial liabilities at amortized cost, except for mutual fund investments that are quoted in an active market. Changes in fair value are recognized in the statement of operations.

Financial assets subsequently measured at amortized cost include cash and accounts receivable. Financial liabilities measured at amortized cost include due to government agencies and accounts payable and accrued liabilities. The Association's financial assets measured at fair value include mutual fund investments.

#### Liquidity risk

Liquidity risk is the risk that an entity does not have sufficient financial resources to meet obligations as they fall due, or can only obtain such resources at excessive cost. The risk arises from mismatches in timing of cash flows. Funding risk arises when the necessary liquidity to fund asset growth cannot be obtained at the expected terms when required.

#### Credit risk

Credit risk is the risk of loss resulting from failure of a borrower or counterparty to honour its financial or contractual obligation. Credit risk arises in the Association's regular operations. The Association is exposed to credit risk through its accounts receivable.

# VICTORIA FISH AND GAME PROTECTIVE ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2025

### Note 3 - Financial Instruments (continued)

#### Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The enterprise is exposed to interest rate risk on its fixed financial instruments. Fixed-interest instruments subject the enterprise to a fair value risk.

### Note 4 - Capital Management

The capital structure of the Association consists of an investment in tangible capital assets, internally restricted and unrestricted net assets. Internally restricted net assets are amounts restricted by the board of directors. The primary objectives of the Association's capital management are to ensure that it maintains adequate resources to support the operating activities and minimize the risk to the stability of cash flow from operations.

### Note 5 - Forgiveness of key deposits

During the year the Association recognized unclaimed key deposits to revenue. Members were given the opportunity to return their key for a compensation prior to December 31, 2025 and amounts outstanding on December 31, 2025 were considered a contribution to the Association. The surplus created by the contribution was transferred to the Capital Reserve Fund on December 31, 2025.

### Note 6 - Restricted Funds

Restricted funds are comprised GIC's bearing interest at rates ranging from 2.2% to 2.7% (2024 - 3.5% to 5.5%).

**VICTORIA FISH AND GAME PROTECTIVE ASSOCIATION**

**NOTES TO THE FINANCIAL STATEMENTS**

**DECEMBER 31, 2025**

Note 7 - Tangible Capital Assets

	<b>Cost</b>	<b>Accumulated Amortization</b>	<b>Net Book Value</b>	
			<b>2025</b>	<b>2024</b>
Land	\$ 596,468	\$ -	\$ 596,468	\$ 596,468
Range facilities	326,393	98,939	227,454	244,808
Trap machines	139,221	135,949	3,272	12,690
Equipment	75,464	73,678	1,786	14,848
Artwork	44,788	4,118	40,670	43,763
Vehicles	33,465	26,772	6,693	13,386
Paved parking area	17,500	8,793	8,707	9,582
Firearms	1,600	800	800	960
Work in process	<u>162,302</u>	<u>-</u>	<u>162,302</u>	<u>52,079</u>
	<u>\$ 1,397,201</u>	<u>\$ 349,049</u>	<u>\$ 1,048,152</u>	<u>\$ 988,584</u>

Note 8 - Internally Restricted Funds

Fund balances are as follows:

	<b>2025</b>	<b>2024</b>
Capital reserve fund	\$ 669,341	\$ 137,534
Sustainable futures fund	467,708	365,208
Savings holding fund	379,587	392,037
Clays fund	39,896	39,896
Trap perfect 50 fund	2,856	2,856
Al Page memorial	2,785	2,785
Frontier shootists trophy fund	330	330
Reserve fund	-	238,296
Key deposits fund	-	59,511
Depreciation/replacement fund	<u>-</u>	<u>54,766</u>
	<u>\$ 1,562,503</u>	<u>\$ 1,293,219</u>

**VICTORIA FISH AND GAME PROTECTIVE ASSOCIATION**

**NOTES TO THE FINANCIAL STATEMENTS**

**DECEMBER 31, 2025**

Note 7 - Internally Restricted Funds (continued)

The Savings Holding fund was established under the requirements of bylaw 104 that mandate a capital reserve equivalent to six months operating expenses be maintained, based on the average of the three previous year operating expenses.

The Key Deposits fund, Clays fund, Trap Perfect 50 fund, Al Page Memorial fund, Capital Reserve fund, Frontier Shootists Trophy fund, Reserve fund, Sustainable Futures fund, and Depreciation/Replacement fund are internally restricted for their named operating activity.

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