

**London Cycle Link Association**  
**Financial Statements**  
**For the year ended September 30, 2023**  
(Unaudited)

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**For the year ended September 30, 2023**  
(Unaudited)

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## Independent Practitioner's Review Engagement Report

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### To the Directors of London Cycle Link Association

I have reviewed the financial statements of London Cycle Link Association that comprise the statement of financial position of as at September 30, 2023 and the statements of operations, changes in net assets and cash flows for the year then ended, and 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

My responsibility is to express a conclusion on the accompanying financial statements based upon my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me 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 of making enquiries 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, I do not express an audit opinion on these financial statements.

### Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the financial statements do not present fairly, in all material respects, the financial position of London Cycle Link Association at as September 30, 2023, 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.

*Gary Dennerley, CPA*

Chartered Professional Accountant  
Licensed Public Accountant

London, Ontario  
December 1, 2023

**London Cycle Link Association  
Statement of Financial Position  
(Unaudited)**

**September 30** **2023** **2022**

**Assets**

**Current assets**

Cash	\$	<b>51,709</b>	\$	1,898
Accounts receivable		<b>840</b>		24,001
Prepaid expenses		<b>1,075</b>		975
Inventories		<b>8,995</b>		4,990
		<b>62,619</b>		31,864

**Property and equipment (Note 1)**

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	\$	<b>62,619</b>	\$	31,864
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**Liabilities and Net Assets**

**Current**

Accounts payable and accrued liabilities	\$	<b>20,471</b>	\$	2,852
HST payable		<b>1,719</b>		1,313
Payroll remittances payable		<b>936</b>		-
Deferred revenue (Note 2)		<b>34,316</b>		2,769
		<b>57,442</b>		6,934

**Net Assets**

Unrestricted net assets		<b>5,177</b>		24,930
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	\$	<b>62,619</b>	\$	31,864
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On behalf of the Board:

\_\_\_\_\_ Director

\_\_\_\_\_ Director

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**London Cycle Link Association  
Statement of Changes in Net Assets  
(Unaudited)**

<b>For the year ended September 30</b>	<b>2023</b>	<b>2022</b>
Unrestricted net assets, beginning of year	\$ 24,930	\$ 47,598
Excess (deficiency) of revenues over expenditures	<u>(19,753)</u>	<u>(22,668)</u>
Unrestricted net assets, end of year	<b>\$ 5,177</b>	<b>\$ 24,930</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

**London Cycle Link Association**  
**Statement of Operations**  
**(Unaudited)**

**For the year ended September 30**

**2023**

**2022**

**Revenues**

Donations	\$ 4,347	\$ 3,133
Education program and other income	3,014	15,255
Events	5,462	2,328
Grants	98,295	77,591
Memberships	9,409	6,640
Parts, bikes and merchandise	47,559	44,874
	<b>168,086</b>	<b>149,821</b>

**Expenditures**

Administrative expenses	3,357	1,526
Amortization	-	313
Bank charges and payment platform fees	3,725	3,267
Education programs	8,693	526
Events	4,984	2,820
Insurance	2,998	1,899
Memberships	650	-
Office	1,074	866
Parts, bikes and merchandise	10,225	16,720
Payroll	127,693	125,184
Professional fees	7,893	5,733
Rent	14,195	9,030
Staff training	1,129	4,605
Utilities	1,223	-
	<b>187,839</b>	<b>172,489</b>

**Excess (deficiency) of revenues  
over expenditures**

**\$ (19,753) \$ (22,668)**

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

**London Cycle Link Association  
Statement of Cash Flows  
(Unaudited)**

<b>For the year ended September 30</b>	<b>2023</b>	<b>2022</b>
<b>Cash flows from operating activities</b>		
Cash receipts from grants, sales and other income	\$ 222,794	\$ 144,687
Cash paid to suppliers and employees	(172,983)	(167,857)
	49,811	(23,170)
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	-	114
<b>Cash flows from financing activities</b>		
	-	-
<b>Increase (decrease) in cash and cash equivalents during the year</b>	<b>49,811</b>	<b>(23,056)</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>1,898</b>	<b>24,954</b>
<b>Cash and cash equivalents, end of year</b>	<b>\$ 51,709</b>	<b>\$ 1,898</b>
<b>Represented by</b>		
Cash on deposit	\$ 50,386	\$ 901
Petty cash	84	102
Square cash drawer	1,239	895
Line of credit (\$10,000 limit)	-	-
	<b>\$ 51,709</b>	<b>\$ 1,898</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

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## London Cycle Link Association Summary of Significant Accounting Policies (Unaudited)

**September 30, 2023**

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London Cycle Link Association (the "Organization") helps Londoners ride bicycles more by building skills and confidence, advocating for safe streets and paths, and fostering a thriving cycling culture. The Organization was incorporated under the Laws of Ontario on September 29, 2016 as a not-for-profit organization pursuant to section 149(1) of the Income Tax Act.

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

**Short-term Investments**

Short-term investments are recorded at the lower of cost and market value.

**Inventories**

Inventories are measured at the lower of cost and net realizable value using the first-in, first out method for larger value goods and the weighted average cost method is used for lower value goods and supplies. Net realizable value is the estimated selling price in the ordinary course of business, less the costs of completion and costs necessary to make the sale.

**Property and Equipment**

Property and equipment are stated at acquisition cost. Amortization is provided over the useful life of the asset on a straight-line basis as follows:

Shop equipment	3 years
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**Revenue Recognition**

The Organization follows the deferral method of accounting for contributions. Any restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount can reasonably be estimated and collection is reasonably assured.

Donations and other similar receipts are recorded only as received. Accordingly, pledges for donations which may be received in future periods are not reflected in these financial statements.



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**London Cycle Link Association  
Summary of Significant Accounting Policies  
(Unaudited)**

**September 30, 2023**

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**Contributed Services**

Volunteers contribute significant time to assist the Organization in carrying out its activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

**Use of Estimates**

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from those estimates.

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**London Cycle Link Association  
Notes to Financial Statements  
(Unaudited)**

**September 30, 2023**

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**1. Property and Equipment**

	<b>2023</b>		2022	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Shop equipment	<b>\$ 10,282</b>	<b>\$ 10,282</b>	\$ 10,282	\$ 10,282
Net book value		<b>\$ -</b>		\$ -

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**2. Deferred Revenues**

	<b>2023</b>		2022	
Gift cards	\$ -	\$ -	\$ -	\$ 4
Grants	<b>29,785</b>	-	-	-
Memberships	<b>4,531</b>	-	-	2,765
	<b>\$ 34,316</b>	\$ -	\$ -	<b>2,769</b>

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**London Cycle Link Association  
Notes to Financial Statements  
(Unaudited)**

**September 30, 2023**

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**3. Financial Assets and Liabilities**

*Fair Value*

The fair value of the Organization's cash, accounts receivable, and accounts payable and accrued liabilities approximate their carrying amounts.

*Credit risk:*

The Organization is exposed to credit risk in the event of non-performance by counterparties in connection with its accounts receivable. The Organization does not obtain collateral or other security to support the accounts receivable subject to credit risk but mitigates this risk by dealing only with what management believes to be financially sound counterparties and, accordingly, does not anticipate significant loss for non-performance.

*Liquidity Risk*

The Organization's exposure to liquidity risk is a result of being dependent on the receipt of funds from its financial supporters in the forms of donation and grant revenues.

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**4. Commitments**

The Organization has made commitments to lease space at 740 Dundas St. London through to November 2027 at monthly rates of \$1,400 to \$1,600.

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**5. Comparative Amounts**

Comparative amounts were reported upon by another accountant. Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform with the presentation in the current year' financial statements.