

Registered Canadian Amateur Athletic Association Information Return

CH202121025105

Identification

Name of association Alpine Club of Canada	
Address PO Box 8040 Stn Main	
City Canmore	
Province or territory Alberta	Postal code T1W2T8

Return for fiscal period ending

2	0	1	9	1	0	3	1
Year				Month		Day	

Is this the first return filed by this association?

Yes No

If "no," has the fiscal period changed from the last return filed?

Yes No

Is this the final return to be filed by this association?

Yes No

If "yes," please attach an explanation.

File number **0495168**

BN/Registration number **106704182** RR **0001**

Is the address above the same mailing address as last year?

Yes No

Is the address above the new mailing address?

Yes No

Instructions

1. Complete the Identification area.

2. Complete the boxes (above right) to indicate the end of the association's fiscal period.

3. Attach FINANCIAL STATEMENTS for the fiscal period covered by this return. These should include a statement of revenue and expenditures for the fiscal period and a statement of assets and liabilities as of the end of the fiscal period. The statements should indicate the different sources of revenue in sufficient detail to show how funds were spent or vested.

4. Attach a list of the names, addresses, and occupations or lines of business of the association's current directors.

5. Attach a list of the names and the official positions of the people who are authorized to issue official receipts for the association.

6. Attach a note that fully explains what replacement procedure is followed in the event of lost or spoiled receipts.

7. Within six months from the end of the fiscal period of the association, mail or deliver a completed return and all required documents to:

Charities Directorate
Canada Revenue Agency
Ottawa ON K1A 0L5

NCR MAILROOM

#78

COURIER

Form authorized by the Minister of National Revenue.

Information required

1. Have any changes not previously reported been made to the association's governing documents? If **yes**, please attach a certified copy of the changes. Yes No

2. Have complete books and records been kept (including duplicate copies of receipts) which fully substantiate all financial transactions during the fiscal period? If **no**, please attach an explanation. Yes No

3. Please indicate the total amount for which the association issued official donation receipts in this fiscal period. \$ 1655166.32

4. Are the receipt forms used to acknowledge payments that are NOT gifts clearly distinguishable from official donation receipts which bear the BN/registration number? If **no**, please attach an explanation. Yes No

5. Did the association issue official donation receipts showing a date in the previous calendar year for donations that were mailed or otherwise submitted after the end of the calendar year? If **yes**, please attach an explanation. Yes No

6. Have official donation receipts been issued to acknowledge donations in a form other than cash or cheque – e.g., goods, services rendered, etc.? If **yes**, please attach a list of these gifts and their value as shown on the official donation receipt. Yes No

7. Has any amount donated to the association been returned to the donor during the year? If **yes**, please attach an explanation (confidential). Yes No

8 a. During the fiscal period, did the association accept any gifts with the express or implied condition that such gifts were to be used for the benefit of another person, club, society or association? If **yes**, please attach an explanation (confidential). Yes No

b. Did the association issue an official donation receipt to acknowledge such a gift? Yes No

Certification

To be signed by two directors of the association.

1. I, Lawrence White

of

Name of director whose signature appears below.

2. I, Kish Stephenson

of

Name of director whose signature appears below.

Address (confidential)

HEREBY CERTIFY that the information given in this return and in all attachments is, to the best of my knowledge, correct, complete and current. (Note: It is a serious offense under the *Income Tax Act* to provide false or deceptive information.)

1. Signature of director (confidential)	Position with the association Executive Director	
Home telephone number (confidential)	Business telephone number	Date
2. Signature of director (confidential)	Position with the association Finance Director	
Home telephone number (confidential)	Business telephone number	Date

RCAA:

Personal information is collected under the authority of the Income Tax Act and is used to establish and validate the identity and contact information of directors, trustees, officers and/or like officials and authorized representatives of the organization. This information will also be used as a basis for the indirect collection of additional personal information from other internal and external sources, which includes social insurance number (SIN), personal tax information, and relevant financial and biographical information, which may be used to assess the overall risk of registration with respect to the obligations of registration as outlined in the Act and the common law. The SIN is collected pursuant to subsection 237 of the Act and is used for identification purposes.

The Canada Revenue Agency (CRA) will make this form and all attachments available to the public upon request and/or on the Charities Directorate website, except for information or data identified as confidential. Personal information may also be disclosed to the organization in question and/or its authorized representatives and other third parties pursuant to the disclosure provisions under Section 241 of the Act. Personal information may also be shared with other government departments and agencies under information-sharing agreements in accordance with the disclosure provisions under Section 241 of the Act. Incomplete or inaccurate information may result in a range of actions including suspension of tax-receiving privileges, up to and including revocation of registered status.

Information is described in Charities Program CRA PPU 200 and is protected under the [Privacy Act](#). Individuals have a right of protection, access to and correction or notation of their personal information. Please be advised that you are entitled to complain to the Privacy Commissioner of Canada regarding our handling of your information.

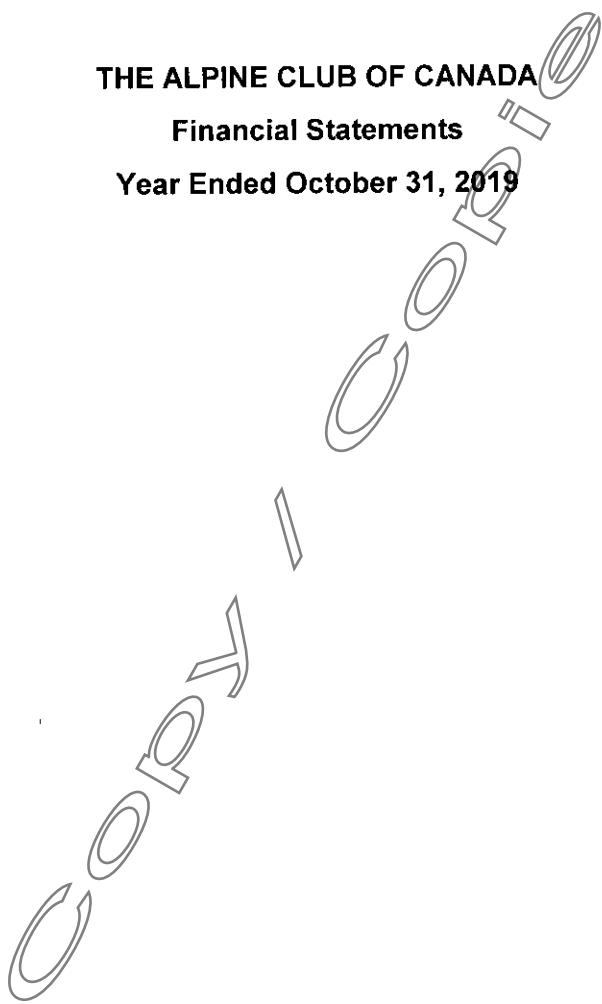
Notification to directors and like officials: The CRA strongly encourages the association to voluntarily inform directors and like officials that their personal information has been collected and disclosed to the CRA for the submission of its annual information return.

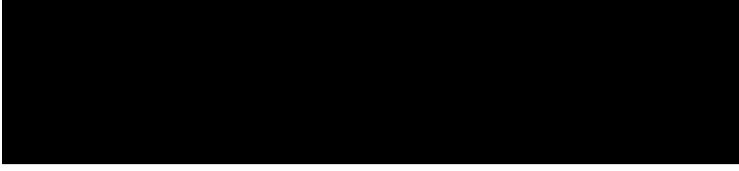
I confirm that I have read the Privacy statement above.

THE ALPINE CLUB OF CANADA

Financial Statements

Year Ended October 31, 2019





INDEPENDENT AUDITOR'S REPORT

To the Members of The Alpine Club of Canada

Opinion

I have audited the financial statements of The Alpine Club of Canada (the Club), which comprise the statement of financial position as at October 31, 2019, and the statements of revenues and expenditures, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Club as at October 31, 2019, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis for Opinion

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the Club in accordance with ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with ASNPO, 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.

In preparing the financial statements, management is responsible for assessing the Club's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Club or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Club's financial reporting process.

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Independent Auditor's Report to the Members of The Alpine Club of Canada *(continued)*

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Club's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Club's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Club to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Calgary, Alberta

CHARTERED PROFESSIONAL ACCOUNTANT

THE ALPINE CLUB OF CANADA
STATEMENT OF FINANCIAL POSITION
OCTOBER 31, 2019

	Unrestricted Fund	Endowment Fund	Restricted Funds	Total October 31, 2019	Total October 31, 2018
ASSETS					
Current Assets					
Cash & cash equivalents	\$ 304,377	\$ -	\$ -	\$ 304,377	\$ 164,841
Accounts receivable	94,731	-	-	94,731	204,812
Inventory (note 3)	29,435	-	-	29,435	40,496
Prepaid expenses	81,140	-	-	81,140	169,546
	<u>509,683</u>	<u>-</u>	<u>-</u>	<u>509,683</u>	<u>579,695</u>
Investments & Securities (note 4)	38,831	4,216,849	1,801,930	6,057,610	5,619,834
Canadian Alpine Centre (note 5)	1,368,195	-	-	1,368,195	1,196,880
Capital Assets (note 6)	<u>2,584,195</u>	<u>-</u>	<u>-</u>	<u>2,584,195</u>	<u>2,319,808</u>
	<u>\$ 4,500,904</u>	<u>\$ 4,216,849</u>	<u>\$ 1,801,930</u>	<u>\$ 10,519,683</u>	<u>\$ 9,716,217</u>
LIABILITIES					
Current liabilities					
Accounts payable	\$ 456,391	\$ -	\$ -	\$ 456,391	\$ 421,066
Unearned revenue	871,910	-	-	871,910	738,186
	<u>1,328,301</u>	<u>-</u>	<u>-</u>	<u>1,328,301</u>	<u>1,159,252</u>
NET ASSETS					
Unrestricted fund	3,172,603	-	-	3,172,603	3,083,493
Endowment fund	-	4,216,849	-	4,216,849	4,002,841
Restricted fund	-	-	1,801,930	1,801,930	1,470,631
	<u>3,172,603</u>	<u>4,216,849</u>	<u>1,801,930</u>	<u>9,191,382</u>	<u>8,556,965</u>
	<u>\$ 4,500,904</u>	<u>\$ 4,216,849</u>	<u>\$ 1,801,930</u>	<u>\$ 10,519,683</u>	<u>\$ 9,716,217</u>

THE ALPINE CLUB OF CANADA
STATEMENT OF OPERATIONS AND NET ASSETS
OCTOBER 31, 2019

	Unrestricted Fund		Endowment Fund		Restricted Fund		Total 2019
	2019	2018	2019	2018	2019	2018	
Revenues							
Membership							
Fees	\$ 312,613	\$ 303,646	\$ -	\$ -	\$ -	\$ -	\$ 312,613
Liability insurance	(55,000)	(55,000)	-	-	-	-	\$ (55,000)
Expenses	(547,939)	(534,773)	-	-	-	-	\$ (547,939)
	<u>(290,326)</u>	<u>(286,127)</u>					<u>(290,326)</u>
Facilities							
Revenue	2,414,875	2,386,760	-	-	-	-	\$ 2,414,875
Expenses	(2,055,632)	(1,919,817)	-	-	-	-	\$ (2,055,632)
	<u>359,243</u>	<u>466,943</u>					<u>359,243</u>
Activities							
Revenue	895,823	716,886	-	-	162,712	38,701	\$ 1,058,535
Expenses	(780,032)	(664,148)	(182,174)	(132,398)	(262,702)	(415,686)	\$ (1,224,908)
	<u>115,791</u>	<u>52,738</u>	<u>(182,174)</u>	<u>(132,398)</u>	<u>(99,990)</u>	<u>(376,985)</u>	<u>(166,373)</u>
Publications							
Revenue	39,519	40,073	-	-	-	-	\$ 39,519
Expenses	(39,991)	(39,498)	-	-	-	-	\$ (39,991)
	<u>(472)</u>	<u>575</u>					<u>(472)</u>
Government of Alberta Grant (note 7)							
Revenue	46,793	50,295	-	-	-	-	\$ 46,793
Expenses	(46,793)	(50,295)	-	-	-	-	\$ (46,793)
	<u>-</u>	<u>-</u>					<u>-</u>
Canadian Alpine Centre (note 5)							
Contributions	171,315	160,303	-	-	-	-	\$ 171,315
Other	84,035	84,123	31,447	23,081	256,190	79,326	\$ 287,637
	<u>255,350</u>	<u>244,426</u>	<u>31,447</u>	<u>23,081</u>	<u>357,288</u>	<u>148,244</u>	<u>644,085</u>
Total revenue	<u>439,586</u>	<u>478,555</u>	<u>(150,727)</u>	<u>(109,317)</u>	<u>257,298</u>	<u>(228,741)</u>	<u>546,157</u>
Expenses							
National office	86,618	108,367	-	-	-	-	\$ 86,618
Board of directors	45,549	57,123	-	-	-	-	\$ 45,549
Committee and UIAA	15,659	20,732	-	-	-	-	\$ 15,659
Amortization	172,944	152,143	-	-	53,030	120,000	\$ 225,974
Grants	-	-	-	-	21,255	29,532	\$ 21,255
Other	29,132	33,660	2,770	3,417	1,580	350	\$ 33,482
	<u>349,902</u>	<u>372,025</u>	<u>2,770</u>	<u>3,417</u>	<u>75,085</u>	<u>149,882</u>	<u>428,537</u>
Excess of revenue over expenses from operations	<u>89,684</u>	<u>106,530</u>	<u>(153,497)</u>	<u>(112,734)</u>	<u>181,433</u>	<u>(378,623)</u>	<u>\$ 117,620</u>
Investment income	7,250	16,819	156,788	18,074	50,059	7,196	\$ 214,097
Unrealized gain(loss) on investments	<u>1,940</u>	<u>1,230</u>	<u>210,717</u>	<u>33,640</u>	<u>90,043</u>	<u>12,359</u>	<u>\$ 302,700</u>
Excess of revenue over expenses	<u>98,874</u>	<u>124,579</u>	<u>214,008</u>	<u>(61,020)</u>	<u>321,535</u>	<u>(359,068)</u>	<u>\$ 634,417</u>
Net assets							
Beginning	3,083,493	3,105,928	4,002,841	3,913,861	1,470,631	1,832,685	\$ 8,556,965
Transfers	<u>(9,764)</u>	<u>(147,014)</u>	<u>-</u>	<u>150,000</u>	<u>9,764</u>	<u>(2,986)</u>	<u>\$ -</u>
Ending	<u>\$ 3,172,603</u>	<u>\$ 3,083,493</u>	<u>\$ 4,216,849</u>	<u>\$ 4,002,841</u>	<u>\$ 1,801,930</u>	<u>\$ 1,470,631</u>	<u>\$ 9,191,382</u>

THE ALPINE CLUB OF CANADA
STATEMENT OF CASH FLOWS
YEAR ENDED OCTOBER 31, 2019

	2019	2018
OPERATING ACTIVITIES		
Excess of revenue (expenses)	\$ 634,417	\$ (295,509)
Add back items not affecting cash from operations		
Amortization of capital assets	225,974	205,135
Unrealized loss (gain) on marketable securities	(302,700)	(47,229)
Realized loss (gain) on marketable securities	-	2,070
Canadian Alpine Centre - share of loss (income)	(171,315)	(160,304)
	<u>386,376</u>	<u>(295,837)</u>
Net change in non-cash balances		
Accounts receivable	69,385	(91,858)
Inventory	11,061	(12,160)
Prepaid expenses	88,406	(66,886)
Accounts payable	76,020	(41,384)
Unearned revenue	133,724	81,228
	<u>378,596</u>	<u>-131,060</u>
INVESTING ACTIVITIES		
Purchase of capital assets	(490,362)	(170,120)
Canadian Alpine Centre - distribution of earnings	-	136,956
Proceeds (purchases) of investments and securities	(135,074)	431,900
	<u>(625,436)</u>	<u>398,736</u>
INCREASE (DECREASE) IN CASH POSITION	<u>139,536</u>	<u>(28,161)</u>
CASH AND CASH EQUIVALENTS, beginning of year	<u>164,841</u>	<u>193,002</u>
CASH AND CASH EQUIVALENTS, end of year	<u>\$ 304,377</u>	<u>\$ 164,841</u>

THE ALPINE CLUB OF CANADA
Notes to Financial Statements
Year Ended October 31, 2019

1. PURPOSE OF THE ORGANIZATION

The Club was incorporated under The Alpine Club of Canada Act in 1909, for the promotion of scientific study and exploration of Canadian alpine and glacial regions. The Club is a registered amateur athletic association as such is not subject to income taxes.

2. BASIS OF PRESENTATION

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO).

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash and cash equivalents

Cash and cash equivalents include balances in deposit with banking institutions only.

Inventory

Inventory consists of supplies, guidebooks and journals at lower of cost and net realizable value. During the year, \$36,478 (2018 - \$41,684) was expensed through cost of sales, included in other revenue.

Property and equipment

Capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives on a declining balance basis at the following rates and methods:

Clubhouse buildings, cabins, services and furnishings	10 to 42 years	straight-line method
Climbing huts and furnishings	20 years	straight-line method
Vehicle	20%	declining balance method
Camp equipment	15% to 30%	declining balance method
Office equipment	15% to 30%	declining balance method

The Club regularly reviews its capital assets to eliminate obsolete items.

Capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

Impairment of Long Lived Assets

The Club tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

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THE ALPINE CLUB OF CANADA
Notes to Financial Statements
Year Ended October 31, 2019

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Financial assets measured at amortized cost include cash and cash equivalents and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable.

At the end of each reporting period the organization assesses whether there are any indications that a financial asset measured at amortized cost may be impaired. Objective evidence of impairment might include significant financial difficulty of the issuer, default or delinquency in interest payments, or bankruptcy. When there is an indication of impairment, the Club determines whether a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset. Any impairment loss is recognized in the statement of operations in the current period. Impairment losses can be reversed to the extent of the improvement. The amount of the reversal is recognized in the statement of operations in the period the reversal occurs.

Contributions

The Alpine Club of Canada follows the restricted fund method of accounting for contributions. The activities of the Club are segregated into the following funds:

The unrestricted fund reports the assets, liabilities, revenues and expenditures related to activities not subject to restrictions. It also includes regular revenues and expenses relating to the use of the Club's facilities.

The endowment fund is a permanently maintained fund. 4.5% of the book value of this fund can be used for grants. Fund principal can only be accessed in cases involving extreme financial emergency and with 90% approval from the Board of Directors.

The restricted funds include the revenues, expenses, assets and liabilities related to contributions which are restricted to a certain activity or program as directed by the donors or in accordance with criteria approved by the board of directors. Refer to Schedule 1 for details of restricted net assets.

Revenue recognition

Contributions, including operating grants, are included in revenue in the year in which they are received or receivable, with the exception of contributions to fund a specific future period's operating expenses, which are included in revenue in the later period.

(continues)

THE ALPINE CLUB OF CANADA
Notes to Financial Statements
Year Ended October 31, 2019

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Investment in the Canadian Alpine Centre

The Club accounts for its investment in the Canadian Alpine Centre on the equity method. Under the equity method, the pro-rata share of the Canadian Alpine Centre's earnings are recorded as income and added to the carrying value of the investment shown on the balance sheet. Distributions of cash are deducted from the carrying value of the investment.

Alpine Club Sections

These financial statements do not include various assets and liabilities held by Sections of the Club located across Canada. These Section assets include cash, clubhouse facilities, climbing walls, and other items related to the activities of the Club. The liabilities are primarily miscellaneous accounts payable.

Donated Services

Due to the difficulty in determining the fair value of donated services, these financial statements do not account for the value of such services.

Allocation of expenses

The Club operates with membership, facilities, activities, publications and development functions. The costs of each function include the costs of personnel, facilities, programs and other expenses that are directly related to providing the function. The Club also incurs a number of general support expenses that are common to the administration of the organization and each of its functions.

The Club allocates certain administration expenses by identifying the appropriate basis of allocating each expense and applies that basis consistently each year. Postage and telephone expenses are allocated based on usage by each function. General office expenses are allocated based on a flat rate between facilities, activities and membership functions. Staff expenses are allocated based on time spent on each function.

Other investments

Investments for which there are quoted prices in an active market are carried at fair value. Unrealized gains or losses are reported as part of net income. Investments for which there is not an active market are carried at amortized cost except when it is established that their value is impaired. Impairment losses, or reversal of previously recognized impairment losses, are reported as part of net income.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. These estimates include the collectability of accounts receivable, the amortization and expected useful life of property and equipment, and the fair value of investments. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

THE ALPINE CLUB OF CANADA
Notes to Financial Statements
Year Ended October 31, 2019

4. MARKETABLE SECURITIES

	2019	2018
Equity Investments	\$ 406,013	\$ 351,112
Mutual Funds	5,576,078	5,214,267
Money Market Funds	6,041	5,907
Cash, GIC and other	<u>69,478</u>	<u>48,548</u>
	<u>\$ 6,057,610</u>	<u>\$ 5,619,834</u>

Investments consist of equity investments, mutual funds, money market funds and cash

5. CANADIAN ALPINE CENTRE

The Club has an approximate 30% interest in a joint venture which owns and operates the Canadian Alpine Centre ("CAC") in the township of Lake Louise. The Alpine Club of Canada and The Southern Alberta Hostel Association have entered into a joint venture agreement to govern the ownership of the CAC. Each party has the right to appoint half of the Board of Directors, but share the economic return based on their respective equity contributions to the joint venture.

The Club's investment in the joint venture consists of the following:

	\$ 377,696	\$ 377,696
Equity contribution	1,722,579	1,551,244
Equity in earnings	<u>(732,080)</u>	<u>(732,080)</u>
	<u>\$ 1,368,195</u>	<u>\$ 1,196,860</u>

During the year the Club's share of income in the CAC was \$171,315 (2018 - \$160,304).

6. PROPERTY AND EQUIPMENT

	Cost	Accumulated amortization	2019 Net book value	2018 Net book value
Clubhouse buildings, cabins, services and furnishings	\$ 1,764,627	\$ 727,811	\$ 1,036,817	\$ 789,891
Climbing huts and furnishings	3,285,001	1,939,821	1,345,180	1,353,182
Vehicle	369,390	266,365	103,025	83,775
Camp equipment	309,660	245,017	64,643	58,384
Office equipment	440,767	407,828	32,939	32,986
Library	1,591	-	1,591	1,591
	<u>\$ 6,171,036</u>	<u>\$ 3,586,842</u>	<u>\$ 2,584,195</u>	<u>\$ 2,319,809</u>

The climbing huts are situated on lands owned by the Government of Canada and the province of British Columbia. The Club has negotiated licences of occupancy for the lands on which these huts are situated. All licenses of occupancy for these are renewed annually.

The organization has determined amortization is not required on the library.

THE ALPINE CLUB OF CANADA
Notes to Financial Statements
Year Ended October 31, 2019

7. GRANT REVENUE

The Club receives annual grant funding from the Government of Alberta. Continuity of the grant funding is as follows:

	2019	2018
Grant funding received	\$ 46,793	\$ 50,295
Expended during the year	<u>(46,793)</u>	<u>(50,295)</u>
	\$ -	\$ -

8. INCOME TAXES

The Club is a registered Canadian amateur athletic association within the meaning of the Income Tax Act (Canada) and is exempt from income taxes.

9. ALLOCATION OF EXPENSES

Various office administration costs and staff wages of \$1,889,976 (2018 - \$1,739,199) have been allocated as follows:

	2019	2018
Memberships	\$ 579,532	\$ 569,308
Facilities	1,100,871	1,028,413
Activities	188,549	120,964
Publications	<u>21,024</u>	<u>20,514</u>
	\$ 1,889,976	\$ 1,739,199

10. FINANCIAL INSTRUMENTS

The Club is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Club's risk exposure and concentration as of October 31, 2019.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Club is exposed to credit risk from customers. In order to reduce its credit risk, the Club reviews a new customer's credit history before extending credit and conducts regular reviews of its existing customers' credit performance. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The allowance at October 31, 2019 was \$1,281 (2018 - \$1,321). The Club has a significant number of customers which minimizes concentration of credit risk..

(continues)

THE ALPINE CLUB OF CANADA
Notes to Financial Statements
Year Ended October 31, 2019

10. FINANCIAL INSTRUMENTS (continued)

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The Club is exposed to fluctuations in the market price of equities and fixed income investments and credit risks on fixed income investments. The Club manages its investments based on its cash flow needs and with a view to optimizing its investment income.

Currency risk

Currency risk is the risk to the Club's earnings that arise from fluctuations of foreign exchange rates and the degree of volatility of these rates. The Club is exposed to foreign currency exchange risk on cash, accounts receivable, and accounts payable held in U.S. dollars. The Club does not use derivative instruments to reduce its exposure to foreign currency risk.

Unless otherwise noted, it is management's opinion that the Club is not exposed to significant other price risks arising from these financial instruments.

11. RESTRICTED NET ASSETS

The Alpine Club of Canada manages restricted funds as directed by the donors or in accordance with criteria approved by the Board of Directors. The following restricted funds have been pooled with other Alpine Club funds and the net investment income is allocated proportionate to net assets. Restrictions on all funds have been internally imposed except for the J. Higgins fund and the Colpitts fund.

Mountain Culture Fund – This fund is to be used in projects as determined by the Publications committee.

██████████ Fund – The purpose of this fund is to provide two grants annually for the Club's national summer Youth Mountaineering Camp.

Facilities Fund – The purpose of this fund is to construct, restore, maintain and upgrade the Club's mountain huts and Canmore Clubhouse. In addition, the fund will be used to develop systems to allow the Club to use technology to minimize the environmental impact on areas in the vicinity of a Club facility involving the use of energy, water or waste disposal.

Environment Fund – 4.5% of the book value of this fund can be used for grants. Fund principal can only be accessed in special circumstances if approved by 75% of the Board of Directors.

██████████ Fund – The purpose of the fund is to promote outdoor pursuits for young women.

Guides Ball Fund – The purpose of this fund is to operate the annual Mountain Guides Ball and to raise money for the Club.

Leadership Fund – The purpose of this fund is to develop climbing and mountaineering amateur leaders for national and section activities.

(continues)

THE ALPINE CLUB OF CANADA
Notes to Financial Statements
Year Ended October 31, 2019

11. RESTRICTED NET ASSETS (*continued*)

██████████ Fund – 4.5% of the book value of this fund can be used annually in support of the publication of the Canadian Alpine Journal.

██████████ Environmental Legacy Fund – The purpose of this fund is to assist the Club regarding its goals and objectives, with special emphasis on its environmental programs.

██████████ Fund – The purpose of this fund is to support the ACC costs of pursuing the possible construction of a hut in Mt. Robson Provincial Park.

██████████ Award Fund - This fund was started to help fund Canadian climbing expeditions in memory.

██████████ Library Fund - The purpose of this fund is to support the Club's library and ACC publications generally.

Insurance Reserve Fund - The purpose of this fund is to aid the Club in the event of an insurance claim investigation or award.

██████████ Commemorative Fund - The purpose of this fund is to provide ongoing funding for the training of amateur leaders for the annual general mountaineering camp.

Section Fund - The purpose of this fund is to assist the Sections of the Club in management of their funds for continuity, ease of reporting and professional management.

THE ALPINE CLUB OF CANADA

Canada's National Mountain Organization - Founded in 1906

www.alpineclubofcanada.ca**LE CLUB ALPIN DU CANADA**

L'organisation nationale de montagne au Canada - Fondée en 1906

www.clubalpinducanada.ca

201 INDIAN FLATS RD • PO BOX 8040 STN MAIN • CANMORE AB • T1W 2T8 • CANADA
PHONE 403 678 3200 • FAX 403 678 3224

Charities Directorate
Canada Revenue Agency
Ottawa, ON
K1A 0L5

RE: Registered Canadian Amateur Athletic Association #10670 4182 RR0001

Dear Sir or Madam:

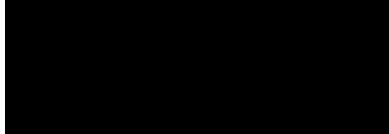
Please find enclosed the Return of Information T2052 for the fiscal year ended **October 31, 2019** with the financial statements for the same period.

Herewith, we provided the additional information for this return:

Board of Directors beginning May 2019:

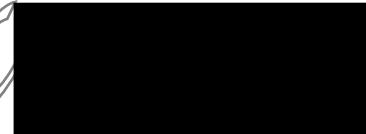
President

Neil Bosch



Treasurer

Keith Sanford



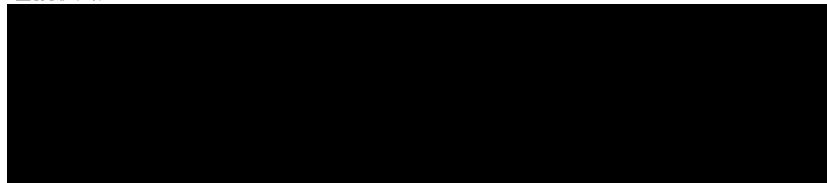
Secretary

Richard Campbell



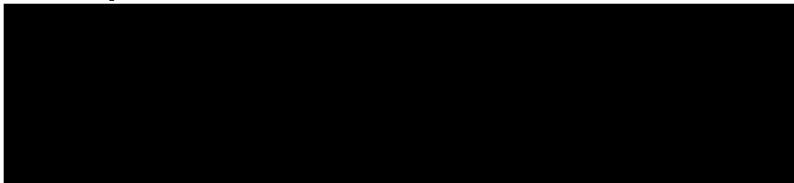
VP Access &
Environment

Lael Parrott



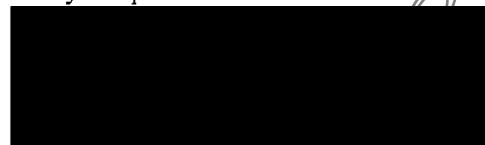
VP Activities

Frank Spears



VP Sections

Toby Harper-Merrett



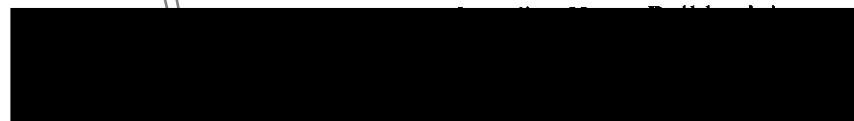
VP Mountain
Culture

Zac Robinson



VP Services

David Foster



VP Facilities

Jim Gudjonson



Persons Authorized to Issue Official Receipts

Executive Director

Lawrence White



Lost or Spoiled Receipts

For a lost receipt, we require a letter from the recipient stating that the receipt has been lost. The lost receipt is voided and a new receipt issued.

For spoiled receipts, the recipient must return the spoiled receipt to us. The receipt is voided, and a new one issued.

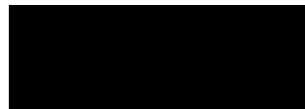
For particulars on information:

Receipts Issued for Gifts in Kind

The Alpine Club of Canada holds an annual fundraising dinner at which items that have been donated by various merchants and individuals are auctioned off. Proceeds are spent on a specific endeavor of the club. The policy in this regard is to determine fair market value of the item, to prevent over qualification, before a tax receipt is issued. This event was held in Lake Louise, AB on October 19, 2019. We have attached a list of gifts and the value of the gift as shown on the donation receipt.

We expect that you will find the information provided satisfactory.

Sincerely,



Lawrence White
Executive Director