

Registered Canadian Amateur Athletic Association Information Return

Identification

Name of association	
Wind Athletes Canada	
Address	
44 Alwington Avenue	
City	
Kingston	
Province or territory	Postal code
Ontario	K7L4R3

*

*

Return for fiscal period ending

2	0	1	9	1	2	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

BN/Registration number

15836384222 R R 0001

Yes No

Yes No

Address above the same mailing address as last year?

the address above the new mailing address?

Instructions

Complete the Identification area.

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

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 invested.

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

- Attach a list of the names and the official positions of the people who are authorized to issue official receipts for the association.
- Attach a note that fully explains what replacement procedure is followed in the event of lost or spoiled receipts.
- 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

Form authorized by the Minister of National Revenue.

NCR MAILROOM

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SALLE DU COURRIER

RCA

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 <input type="checkbox"/> No <input checked="" type="checkbox"/>
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 <input checked="" type="checkbox"/> No <input type="checkbox"/>
3. Please indicate the total amount for which the association issued official donation receipts in this fiscal period.	\$ <u>774,995.08</u>
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 <input checked="" type="checkbox"/> No <input type="checkbox"/>
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 <input type="checkbox"/> No <input checked="" type="checkbox"/>
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 <input checked="" type="checkbox"/> No <input type="checkbox"/>
7. Has any amount donated to the association been returned to the donor during the year? If yes, please attach an explanation (confidential).	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
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 <input type="checkbox"/> No <input checked="" type="checkbox"/>
b. Did the association issue an official donation receipt to acknowledge such a gift?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>

Certification

To be signed by two directors of the association.

1. I, GRANT J. CARTER
Name of director whose signature appears below.

2. I, STEPHEN S. KELLEY
Name of director whose signature appears below.

of

of

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	
<u>GRANT J. CARTER</u>	<u>BOARD CHAIR</u>	
Home telephone number (confidential)	Business telephone number	Date
<u>123-4567890</u>		
2. Signature of director (confidential)	Position with the association	
<u>STEPHEN S. KELLEY</u>	<u>DIRECTOR</u>	
Home telephone number (confidential)	Business telephone number	Date
<u>123-4567890</u>		

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-receipting 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.

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. \$ **774,995.08**

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, _____ of _____
Name of director whose signature appears below. _____ Address (confidential) _____

2. I, _____ 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	
Home telephone number (confidential)	Business telephone number	Date
2. Signature of director (confidential)	Position with the association	
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.

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I confirm that I have read the Privacy statement above.

Wind Athletes Canada

83638 4222 RR 0001

Registered Canadian Amateur Athletic Association Information Return – December 31, 2019

Supplemental information

Names and addresses of the association's current directors:

- Grant Carter - [REDACTED]
- Stephen Kelley - [REDACTED]
- Bob Matthews - [REDACTED]
- Philip Gow - [REDACTED]
- Peter Hall - [REDACTED]
- Paul Davis - [REDACTED]
- Andrew Keilty - [REDACTED]

Names and positions who are authorized to issue official receipts for the association:

- [REDACTED] – President

Replacement procedure in the event of lost or spoiled receipts:

When receipts are reported lost or spoiled and in need of a replacement the procedure is for the donor to report that directly to [REDACTED]

All receipts are saved electronically, and a backup system is in place. If a replacement donation receipt is required it will be reissued to the donor using the same unique receipt number and clearly stamped "Replacement Receipt".

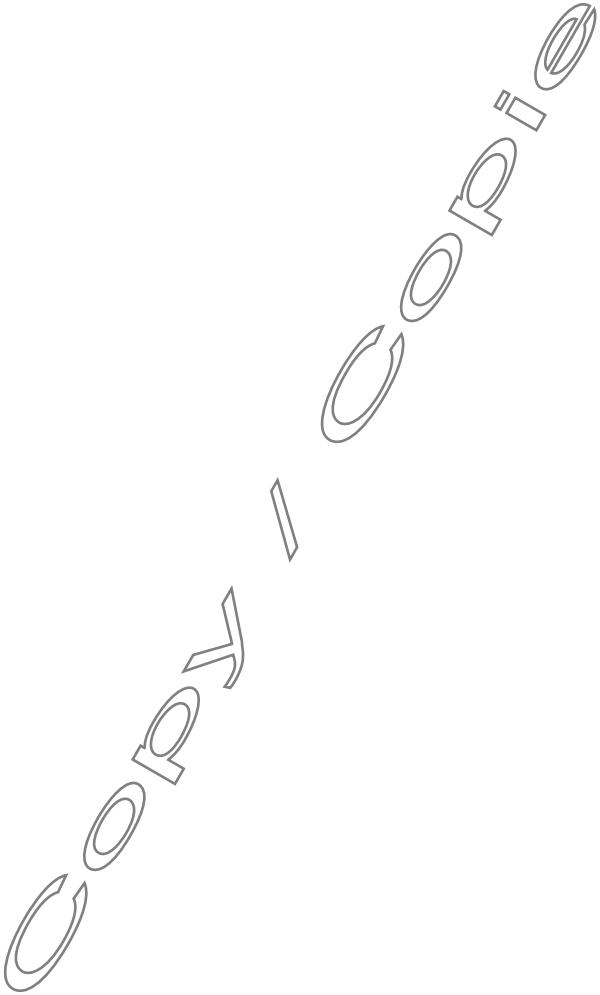
Wind Athletes

83638 4222 RR 0001

Registered Canadian Amateur Athletic Association Information Return
Supplemental information

#6 – Official donations receipts issued for goods donated:

- Receipt No. BD WM-2019-5: [REDACTED] Total value \$9,000
- Receipt No. BD07-2019 : [REDACTED] Yacht. Total value \$130,000
- Receipt No. BD03-2019 : [REDACTED] . Total value \$44,000
- Receipt No. BD06-2019 : [REDACTED] Trailer. Total combined value \$45,000
- Receipt No. BD04-2019 : [REDACTED] 2010 Trailer . Total value \$32,500
- Receipt No. BD01-2019 : [REDACTED] Sailboat and road trailer . Total value \$13,325



Wind Athletes Canada
Financial Statements
December 31, 2019

Independent Auditor's Report

To the Board of Directors of Wind Athletes Canada:

Qualified Opinion

We have audited the financial statements of Wind Athletes Canada (the "Association"), which comprise the statement of financial position as at December 31, 2019, and the statements of revenues and expenses, 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.

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Association as at December 31, 2019, 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.

Basis for Qualified Opinion

In common with many not-for-profit organizations, the Association derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Association and we were not able to determine whether any adjustments might be necessary to these revenues, the excess of revenue over expenditures, net assets and cash flows for the year ended December 31, 2019. The audit opinion on the financial statements for the year ended December 31, 2018 was modified accordingly because of these possible effects.

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the Association'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 Association or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our 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 our 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, we exercise professional judgment and maintain professional skepticism throughout the audit. We 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 our 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 Association's internal control.

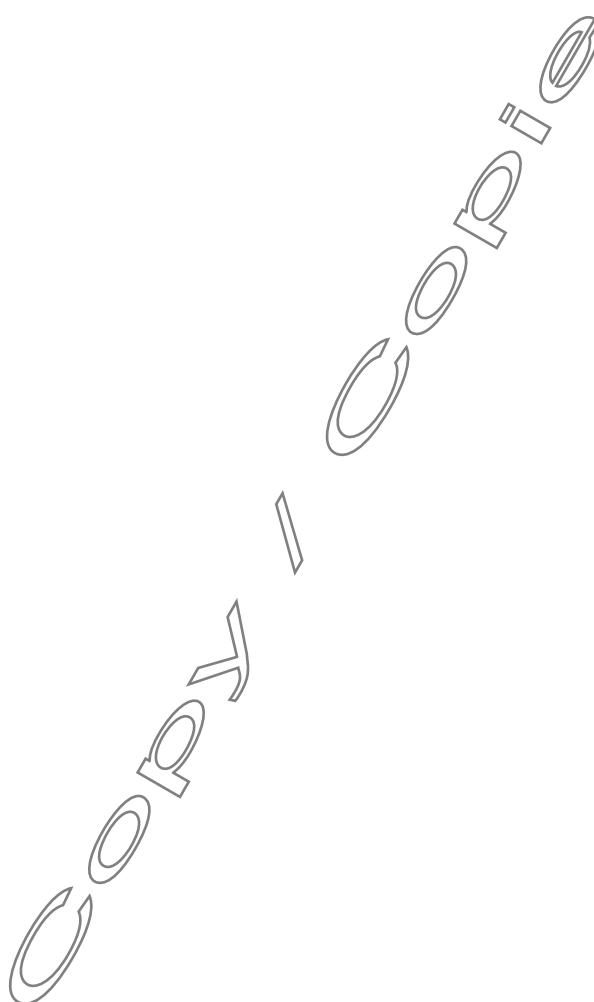
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association 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.

We 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 we identify during our audit.

Kingston, Ontario

Chartered Professional Accountants

Licensed Public Accountants



Wind Athletes Canada
Statement of Financial Position
As at December 31, 2019

	2019	2018
Assets		
Current		
Cash	126,424	206,234
Accounts receivable	1,750	-
Investments (Note 3)	205,757	298,714
Prepaid expenses	1,113	1,458
HST recoverable	6,449	14,717
Capital assets (Note 4)	341,493	521,123
Note receivable (Note 5)	204,492	77,136
Capital assets held for sale (Note 6)	30,000	-
	74,500	-
	650,485	598,259
Liabilities		
Current		
Accounts payable and accrued liabilities	15,192	13,358
Funding request payable	-	91,824
	15,192	105,182
Note payable (Note 5)	30,000	-
Deferred capital contributions (Note 8)	241,520	52,704
	286,712	157,886
Subsequent events (Note 10)		
Net Assets		
Invested in Capital Assets	37,471	24,431
Unrestricted	326,302	415,942
	363,773	440,373
	650,485	598,259

Approved on behalf of the Board

Director

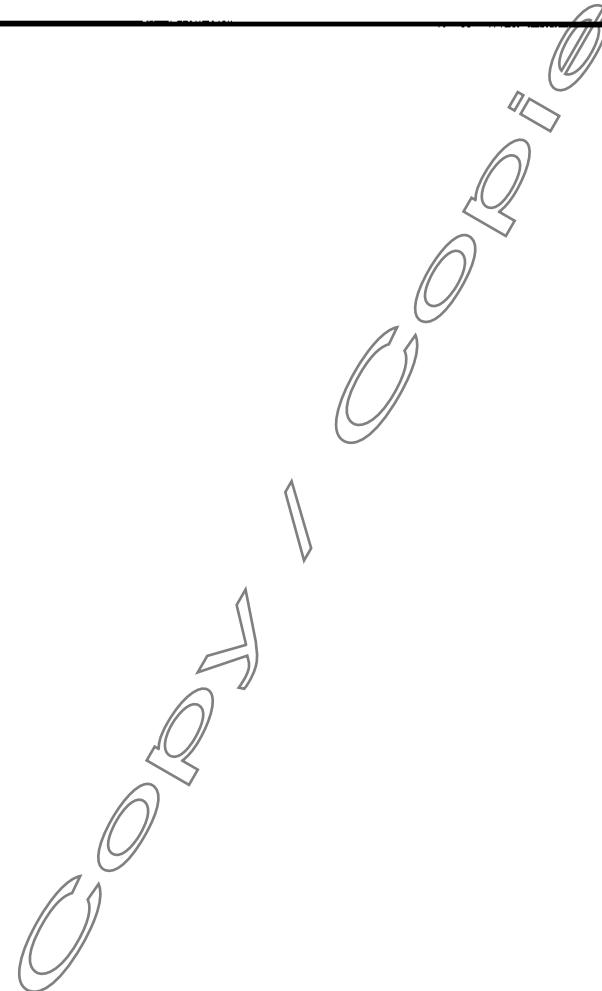
Director

Wind Athletes Canada
Statement of Revenue and Expenses
For the year ended December 31, 2019

	2019	2018
Revenue		
Amortization of deferred contributions (Note 8)	85,009	189,801
Donations and grants	481,869	602,476
Interest income	6,621	4,538
Administration fees	12,979	13,940
Documentary income	527	2,974
	587,005	813,729
Expenses		
Amortization	31,274	16,838
Awards, bursaries and other support	488,904	485,419
Bank charges and interest	6,133	3,881
Consulting fees (Note 7)	43,663	43,642
Equipment rental	4,850	7,328
Insurance	1,347	1,347
Office	6,575	2,494
Professional fees	24,756	19,581
Travel	236	2,864
	607,738	583,394
Excess (deficiency) of revenue over expenses before other items	(20,733)	230,335
Other items		
Loss on write down of capital assets held for sale (Note 6)	(55,500)	-
Loss on disposal of assets	(367)	(38,723)
Loss on write down of loan receivable	-	(7,967)
	(55,867)	(46,690)
Excess (deficiency) of revenue over expenses	(76,600)	183,645

Wind Athletes Canada
Statement of Changes in Net Assets
For the year ended December 31, 2019

	<i>Invested in Capital Assets</i>	<i>Unrestricted</i>	2019	2018
Net assets, beginning of year	24,431	415,942	440,373	256,728
Excess (deficiency) of revenue over expenses	(31,274)	(45,326)	(76,600)	183,645
Investment in capital assets	44,314	(44,314)	-	-
Net assets, end of year	37,471	326,302	363,773	440,373



Wind Athletes Canada
Statement of Cash Flows
For the year ended December 31, 2019

	2019	2018
Cash provided by (used for) the following activities		
Operating		
Excess (deficiency) of revenue over expenses	(76,600)	183,645
Amortization	31,274	16,838
Amortization of deferred contributions	(85,009)	(189,801)
Loss on disposal of assets	367	38,723
Write down on notes receivable	-	7,967
Write down on capital asset held for sale	55,500	-
Changes in working capital accounts	(74,468)	57,372
Accounts receivable	(1,750)	1,000
HST recoverable	8,268	(8,765)
Prepaid expenses	347	(345)
Accounts payable and accrued liabilities	(89,991)	84,181
Deposit on asset held for sale	-	(10,000)
	(157,594)	123,443
Investing		
Purchase of capital assets	(19,923)	(5,200)
Proceeds from (purchase of) investments	92,957	(97,425)
Proceeds from the sale of capital assets	4,750	134,761
	77,784	32,136
Increase (decrease) in cash resources	(79,810)	155,579
Cash resources, beginning of year	206,234	50,655
Cash resources, end of year	126,424	206,234

Wind Athletes Canada
Notes to the Financial Statements
For the year ended December 31, 2019

1. Incorporation and nature of the organization

Wind Athletes Canada (the "Association") is a registered Canadian Amateur Athletic Association which was originally incorporated under the Canada Corporations Act on September 23, 2008. The Association migrated to the Canada Not-for-profit Corporations Act on October 1, 2013 and is exempt from tax in accordance with the Income Tax Act of Canada. The objectives of Wind Athletes Canada include promoting the sport of sailing in Canada, supporting training programs and competitions that develop and support promising sailors from the grass roots level of the sport through to national and international levels, funding and support to members of the Canadian Sailing Team and support hosting sailing competitions.

2. Significant accounting policies

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

Adoption of new and amended accounting standards

Effective January 1, 2019, the Foundation adopted the Accounting Standard Board's (AcSB) recommendations related to accounting standards improvements for not-for-profit organizations:

Section 4433 Tangible Capital Assets Held by not-for-profit organizations

Pursuant to the recommendations, these changes were applied prospectively and prior periods have not been restated. There was no impact on the financial statements resulting from adopting the new standards.

Revenue recognition

The Association follows the deferral method of accounting for contributions. 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 to be received can be reasonably estimated and collection is reasonably assured.

Contributed capital assets are deferred and amortized into revenue at a rate corresponding with the amortization rate for the related capital assets

Administration fees are charged on contributions at a rate of 2% to 4% and are recognized when contributions are received.

Investment income is recognized as revenue in the year in which it is earned.

Documentary revenue is recognized when delivery of goods has occurred, sellers price is fixed and collection is reasonably assured.

Contributed services

The work of the Association is dependent on voluntary services of many members. Since these services are not normally purchased by the Association and because of the difficulty of determining fair market value, the value of these donated services is not recognized in the financial statements.

Cash and cash equivalents

Cash and cash equivalents include bank balances held with Canadian financial institutions. Cash is not subject to restrictions that prevent its use for current purposes.

Wind Athletes Canada
Notes to the Financial Statements
For the year ended December 31, 2019

Significant accounting policies (continued)

Capital assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution if fair value can be reasonably determined.

The Association reviews the carrying amounts of its capital assets regularly. Where the capital asset no longer has any long-term service potential to the Association, the excess of the net carrying amount over any residual value is recognized as an expense in the statement of revenues and expenditures.

Capital assets held for sale are classified as long-term, are measured at the lower of the carrying amount or fair value less costs to sell and are not amortized. Losses resulting from write down of capital assets classified as held for sale are reported in the year in which the reclassification occurs.

Amortization is provided using the declining balance method at rates intended to amortize the cost of assets over their estimated useful lives.

Boats
Equipment
Computer hardware
Computer software

20 %
20 %
30 %
100 %

Long-lived assets and discontinued operations

Long-lived assets consist of capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The Association writes down long-lived assets held for use when conditions indicate that the asset no longer contributes to the Association's ability to provide goods and services. The asset are also written-down when the value of future economic benefits or service potential associated with the asset is less than its net carrying amount. When the Association determines that a long-lived asset is impaired, its carrying amount is written down to the asset's fair value.

Financial instruments

The Association recognizes its financial instruments when the Association becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value, including financial assets and liabilities originated and issued in a related party transaction with management. Financial assets and liabilities originated and issued in all other related party transactions are initially measured at their carrying or exchange amount in accordance with Section 3840 *Related Party Transactions* (refer to Note 7).

At initial recognition, the Association may irrevocably elect to subsequently measure any financial instrument at fair value. The Association has not made such an election during the year.

Financial asset impairment

Financial assets measured at amortized cost include cash, accounts receivable and investments. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

The Association assesses impairment of all of its financial assets measured at cost or amortized cost. When there is an indication of impairment, the Association determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the year. If so, the Association reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets; and the amount expected to be realized by exercising any rights to collateral held against those assets. Any impairment, which is not considered temporary, is included in the current year's statement of revenue and expenses.

The Association reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in the current year's statement of revenue and expenses, in the year the reversal occurred.

Wind Athletes Canada
Notes to the Financial Statements
For the year ended December 31, 2019

Significant accounting policies (continued)

Measurement uncertainty (use of estimates)

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 amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues and expenses in the periods in which they become known. Significant estimates include the estimated useful life of capital assets.

3. Investments

Investments consist of three (2018 - three) guaranteed investment certificates (GIC's) all of which pay interest annually ranging between 1.04% - 2.08% (2018 - 2.35% - 2.50%) with maturity dates ranging between May 2020 and September 2020.

4. Capital assets

	Cost	Accumulated amortization	2019 Net book value	2018 Net book value
Boats	349,908	150,954	198,954	72,180
Equipment	9,494	3,967	5,527	4,940
Computer hardware	429	418	11	16
Computer software	216	216	-	-
	<hr/> 360,047	<hr/> 155,555	<hr/> 204,492	<hr/> 77,136

As at December 31, 2018, total cost of property and equipment amounted to \$211,100 and total accumulated amortization amounted to \$133,965.

5. Notes receivable (payable)

The Association periodically enters into loan agreements to support athlete development. The loans are typically due within six months after the Olympic competition but may be extended if the athlete is training for another competition.

During the year, P.J Phelan Sailing Foundation loaned the Association \$30,000 to help support athlete Olympic training costs. The loan is considered interest free, must be repaid to the Association by the athlete within six months following the July 2021 Olympics and then repaid to P.J Phelan Sailing Foundation immediately following receipt of receivable.

6. Capital assets held for sale

During the year, the Board committed to a plan to sell a [REDACTED] yacht boat. There is a listing to locate a potential buyer and it is the Board's expectation that the boat will sell within the year. The [REDACTED] yacht boat was donated in 2019 for an appraised value of \$130,000. After year end, it was deemed the boat had lost significant value due to unfavourable weather conditions, resulting in damage to the boat and a listing price for \$74,500. A write down of \$55,500 has been recorded in the current year's statement of revenue and expenses.

Wind Athletes Canada
Notes to the Financial Statements
For the year ended December 31, 2019

7. Related party transactions

Included in consulting fees is \$42,000 (2018 - \$42,000) in contract fees paid to a senior staff member of the Association. These transactions are in the normal course of operations and are measured at the exchange amount of consideration established and agreed to by the related parties.

A board member of the Association is also a board member of PJ Phelan Sailing Foundation (PJPSF). PJPSF provides donations to the Association to support its mission. During the year, PJPSF donations comprised 5% (2018 - 18%) of total revenue received by the Association.

8. Deferred contributions related to capital assets

Deferred capital contributions consist of the unamortized amount of restricted contributions received for the purchase or direct donation of capital assets. Recognition of these amounts as revenue is deferred to periods when the related capital assets are amortized. Changes in deferred capital contributions are as follows:

	2019	2018
Balance, beginning of year	52,704	232,505
Add: Contributed capital assets	273,825	10,000
Less: Amounts recognized as revenue during the year	(85,009)	(189,801)
Balance, end of year	241,520	52,704

9. Financial instruments

The Association, as part of its operations, carries a number of financial instruments. It is management's opinion that the Association is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The association provides loans to athletes in the normal course of its operations. At December 31, 2019, 100% (2018 - nil) of note receivable is from one athlete (2018 - nil). The Association believes that there is no unusual exposure associated with the collection of this note receivable due to the signed agreement in place.

Changes in risk

There have been no changes in the Association's risk exposure from the previous year other than those matter noted above.

10. Subsequent events

Subsequent to December 31, 2019, the Association's operations have been negatively impacted by the novel Coronavirus or COVID-19, which was declared a pandemic by the World Health Organization on March 12, 2020.

On March 24, 2020, the International Olympic Committee and the Government of Japan announced that the Tokyo 2020 Summer Olympics would be delayed until 2021. This has resulted in significant economic uncertainty and consequently, the Association is unable to reliably measure the potential impact of this uncertainty on future financial results but continues to monitor on an on going basis.