

Year in Review President and CEO

Strategic Highlights

This report covers the eleventh year of operations for Whistler 2010 Sport Legacies Society (WSL) from January 1, 2022 to March 31, 2023.

After two years of pandemic restrictions, it was good to come through the summer of 2022 and headed into the winter season with almost all restrictions lifted and to be able to welcome international athletes back to our venues. The sliding sports were quick to return with four international events in the first two months of the season, this included three World Cups in Bobsleigh, Luge and Skeleton. Athlete numbers were not as strong as we have seen in the past, this was due to the increase and availability of shipping and flight costs from Europe. There is also reduced numbers in the post season after the Olympics as some athletes take a break for a season and teams start to rebuild towards the second half of the Olympic quadrant.

At Whistler Olympic Park, we saw one of the busiest seasons since 2010 with teams coming to train and review the venue before the 2023 FIS Junior World & U23 Cross Country World Ski Championships. The event held over 10 days in January & February saw over 900 athletes from all over the world come to Whistler to compete. The event was a resounding success with perfect weather which provided excellent coverage for the live streaming of the event. Along with the major international event Whistler Olympic Park also hosted a number of Provincial and regional events over the winter season. The public programming started on stored and man-made snow in early November and continued until mid-April. The season overall was on par with previous years except for the Christmas period which saw the Park closed for the first time for three days due to freezing rain. During the summer construction of the RV/Campground continued with the scheduled opening in July of 2023.



At the Whistler Athletes' Centre (WAC) Lodge, it was also back to a more regular schedule once we started the winter season with several sellout dates during the competition season. 2022 was also the year that most of the construction took place on the new affordable housing project. The construction had hit many challenges with the Heat Dome and the Atmospheric River in 2021 so 2022 was the year to get back on track with an estimated occupancy by November 2022. Unfortunately, with the setbacks in the previous year and hitting the supply chain issues in 2023 the project had many delays, and occupancy was postponed until April of 2023.

At the Whistler Sliding Centre (WSC), we opened the track for early training in October for our national athletes, then in early November we hosted a week of North American Cup races for bobsleigh and skeleton. These races were well attended by many development athletes from around along and many of the up-and-coming Canadians honing their skills on their home track. In late November the track hosted the IBSF World

Cup of both Bobsleigh & Skeleton and in early December it was the turn of the IFL to host the Luge World Cup. Both these events saw the world's best slider compete and the events to be broadcast around the globe.

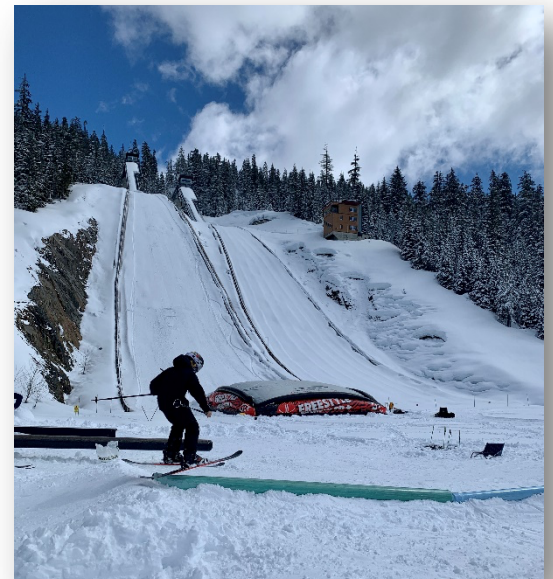
The international tourist season started once the competition season had finished at the resort, so we resumed our Sport Experience Program which operated until the end of the season. Although it wasn't a record year for revenue, it was certainly encouraging to see participation back to more normal levels after two winters of the pandemic.

At Whistler Olympic Park (WOP), the momentum that we saw in 2020 continued as season passes and daily tickets sales remained higher than in the pre-pandemic season. We also saw a great deal of interest from sport teams and individual athletes leading up to the Canadian Nordic Championships that were held at the Park in March of 2022. This event was attended by over 900 athletes from across North America and saw the Olympic Ski Jumps used for the first time in five years. As most COVID restrictions were lifted by Christmas, the other regional Nordic events all went back to their normal schedule, which made for a busy competition season at the park.

Unfortunately, the summer events that would normally take place at the park all decided to postpone for the second year; however, we were able to secure one major Netflix movie production during the summer and several smaller commercial shoots that made up for the loss of the sporting events.

Once again WSL was able to apply for and receive the federal payroll subsidy throughout the year which allowed us to keep our core group of colleagues employed and enabled us to provide field of play for our sport partners throughout the season.

Looking ahead to the forecast in the coming year and beyond, travel, sport and business in general are all forecasted to continue their recovery towards more normal patterns and volumes. This is a positive sign after the past two and a half years and WSL looks forward to the opportunities the recovery will bring for sport and tourism.



field of Play standards

WSL is very proud to say that our venues are still homologated and sanctioned as competition-compliant by the international governing bodies of all seven sports that were built for prior to the 2010 Olympic Winter Games. In the 2022-23 winter season, WSL facilitated international events in all of the seven sports our venues were built for, so very much keeping the Legacy of 2010 alive and healthy.

High performance Access

WSL continued to host Canada's top athletes in all seven of our core sports, however, as Whistler remains the only Canadian Sliding Centre and Ski Jumping facility, demand is becoming increasingly difficult to accommodate, especially as the cost of operations continue to outpace the ability of sports to pay for access. New or refurbished facilities in Canada are not anticipated in the near future so this situation will not change unless additional funding is secured. With the Olympic bid for 2030 not receiving government support, capital renewal for WSL's venues is also a reality we must start to contemplate.

Whistler Olympic Park was again able to provide early on-snow training with stored snow (Callaghan Gold), which was augmented with the addition of the snow guns which increased the volume and quality of the conditions. installed prior to the start of the season. Further additions we have worked on this year with our partners to improve High-Performance athletes' training environment are by jointly funded with Cross Country BC, a cross-country ski treadmill at WOP. This apparatus will not only be for year-round training but with the video and health testing capabilities, will improve technique and conditioning of the athletes. This will also be the case for the new Canadian Sport Institute Pacific testing lab that is now operational at WOP. This lab will be used across many sport disciplines and will attract teams and individual athletes to come to Whistler seeking the unique benefits the facility has to offer



Programming & Community impact

Whistler Sport Legacies is now involved in some aspects of the programming of all the seven sports we facilitate. In the Sliding sports, WSL provides coaching and technical expertise for all three sports. For Biathlon, the WSL program is now recognized as one of the best in North America for emerging athletes to live and train. For Cross Country Skiing & Ski Jumping, WSL plays more of a supportive role rather than direct programmer working closely with the local clubs and Provincial Sport Organizations.

School programing continues to grow each year on all three of our venues with the introduction to the sliding sports and cross-country skiing as well as our after-school programing at the Athlete Centre for general fitness. Programs outside of school hours were also very popular, with our play tots, after school and school holiday activities selling out as they were launched.

The community focused discounted Wednesday night openings were again a great promotional event that created goodwill with locals and new guests, and they have become a social activity for many groups.

The sliding development program had a good year and we have been fortunate to find and retain good qualified coaching for all three disciplines. This is a consistent challenge as it requires extensive sliding experience and coaching education to qualify. We have been fortunate to start to draw from retired local athletes to help in this area.

We continued to hold general coach education programs in partnership with viaSport. These programs are aimed at equipping amateur coaches, teachers and volunteers of all sports with the tools to teach basic movement, physical literacy, strength and conditioning for young athletes, along with more advanced education in nutrition and mental strength. The courses are well attended from people from across Canada.



Safety commitment

This is the ninth consecutive year that WSL has achieved the Certificate of Recognition (COR) Certification with WorkSafe BC. This program is a structured approach to keeping our venues, colleagues and guests safe. It requires ongoing compliance, accountability and improvements to our safety processes. COR is the provincially recognized program that provides financial incentives to employers who go beyond the legal requirements of workplace safety regulations by taking a 'best practice' approach. The program is administered through go2hr, and WSL is measured through an audit performed in February each year.

Looking Ahead

After reaching our thirteenth anniversary, WSL continues to look ahead at ways to stay relevant with our core sporting partners and community. A new strategic plan will be launched in late 2023 that will focus on creating opportunities for revenue generation to further support our operations and sport programming whilst building a capital reserve for the future. We know that existing funding and sport generated revenues are not going to be able to keep pace with inflation and it is unrealistic to think our existing recreational users will be able to absorb the gap we now see forming.

As our facilities age, capital maintenance is becoming more onerous, and inflation is impacting operational costs and our overall financial position. With the bid for another winter Olympic Games in 2030 we saw the opportunity to renew and extend the life of our facilities but with that opportunity now closed, WSL will start to look at the life expectancy of our facilities and possible funding options for when we reach the end-of-life period which we see coming in approximately 10 to 12 years from now.

Financial Review

It was encouraging to see most of our non-sport revenue streams return to almost the pre-pandemic levels, although the non-traditional revenue streams from mass-participation events like Tough Mudder & Red Bull 400 have yet to return even in 2023.

With the return to hosting events in 2022, the Athletes Lodge recorded one of its best nightly revenue results in its history. The cost of accommodation in Whistler has increased substantially over the past couple of years so finding affordable accommodation in the community is difficult, making the Athletes Lodge increasingly more attractive for teams and individual athletes.

The Sliding Centre also saw good results with the public program generating close to pre-pandemic volume and revenue. This while staying in the top three activities to do while in Whistler on Trip Advisor all year.

Whistler Olympic Park success was in the hosting department with pre-events and the FIS Nordic Junior/U23 World Ski Championships which were a huge success but financially they did negatively impact the traditional revenue generation over that period. Hosting these large events also comes at a significant labour cost, which is difficult to recover but even with these factors and not the best season for weather, WOP still managed respectful results.

Overall other factors that impacted the fiscal were the removal of all the COVID wage subsidies and the reduction in distribution of the GOT contingency fund, which before the pandemic had been allocated to Whistler. This is something we will be requesting the GOT board to restore in this year's distribution.



Financial Statements

Whistler 2010 Sport Legacies Society

March 31, 2023

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Independent Auditor's Report

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To the Members of
Whistler 2010 Sport Legacies Society

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Whistler 2010 Sport Legacies Society (the "Society"), which comprise the statement of financial position as at March 31, 2023, 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, the accompanying financial statements present fairly in all material respects, the financial position of Whistler 2010 Sport Legacies Society as at March 31, 2023, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for opinion

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 Society 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 opinion.

Responsibilities of management and those charged with governance 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.

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

Those charged with governance are responsible for overseeing the Society'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 Society'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 Society'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 Society 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.

Report on other legal and regulatory requirements

As required by the Societies Act of British Columbia, we report that, in our opinion, these accounting principles have been applied on a basis consistent with that of the preceding year.

Vancouver, Canada
June 29, 2023



Chartered Professional Accountants

Whistler 2010 Sport Legacies Society

Statement of Financial Position

March 31

2023

2022

Assets

Current

Cash and cash equivalents	\$ 2,374,593	\$ 1,830,992
Short-term investments (Note 3)	13,694,810	12,399,802
Receivables (Note 4)	4,229,244	4,834,393
Inventory	131,385	86,513
Prepaid expenses	228,993	211,953

20,659,025 19,363,653

Property and equipment (Note 5)	25,737,544	15,972,673
Deposits (Note 5 and 9)	336,949	338,949

\$ 46,733,518 **\$ 35,675,275**

Liabilities

Current

Payables and accruals (Note 6)	\$ 1,659,826	\$ 1,896,339
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Deferred capital contributions (Note 7)	712,378	498,780
Loan payable (Note 8)	18,365,882	7,725,448

20,738,086 10,120,567

Net assets (Note 11)


Internally restricted		
Capital infrastructure - replacement and maintenance	8,400,000	8,400,000
Revenue generation	6,000,000	6,000,000
Sport development	2,400,000	2,400,000
Contingency	1,320,000	1,320,000
Invested in property and equipment	6,146,706	7,288,943
Unrestricted	1,728,726	145,765

25,995,432 25,554,708

\$ 46,733,518 **\$ 35,675,275**

Lease commitments (Note 9)

On behalf of the Board

 Director

 Director

Whistler 2010 Sport Legacies Society

Statement of Revenues and Expenses

Year ended March 31	2023	2022
Revenue from operations		
2010 Games Operating Trust Fund	\$ 4,122,473	\$ 4,198,625
Whistler Olympic Park	2,577,459	2,624,970
Whistler Athletes' Centre	2,198,338	1,332,214
Whistler Sliding Centre	1,943,054	1,270,432
Other income	170,623	131,515
	11,011,947	9,557,756
Expenses		
Whistler Olympic Park	3,056,211	2,807,834
Whistler Sliding Centre	2,978,640	2,457,100
Administration	1,907,808	1,820,188
Whistler Athletes' Centre	1,431,920	1,090,637
Special project expenses	68,502	12,167
	9,443,081	8,187,926
Excess of revenues over expenses before other items	1,568,866	1,369,830
Other items		
Amortization of deferred capital contributions (Note 7)	29,402	253,987
Amortization of property and equipment	(1,177,689)	(1,125,183)
Gain on disposal of property and equipment	78,076	-
Government subsidies (Note 13)	119,043	1,327,678
Investment income	256,915	174,563
Unrealized (loss) gain on investments	(433,889)	528,009
Excess of revenues over expenses	\$ 440,724	\$ 2,528,884

Whistler 2010 Sport Legacies Society

Statement of Changes in Net Assets

Year ended March 31, 2023

	Capital infrastructure - replacement and maintenance	Revenue generation	Sport development	Contingency	Invested in property and equipment	Unrestricted	Total
Balance, March 31, 2021	\$ 7,700,000	\$ 5,500,000	\$ 2,200,000	\$ 1,300,000	\$ 4,278,678	\$ 2,047,146	\$ 23,025,824
(Deficiency) excess of revenues over expenses	-	-	-	-	(871,196)	3,400,080	2,528,884
Purchase of property and equipment, net of funding	-	-	-	-	3,881,461	(3,881,461)	-
Transfers	700,000	500,000	200,000	20,000	-	(1,420,000)	-
Balance, March 31, 2022	8,400,000	6,000,000	2,400,000	1,320,000	7,288,943	145,765	25,554,708
(Deficiency) excess of revenues over expenses	-	-	-	-	(1,070,211)	1,510,935	440,724
Purchase of property and equipment, net of funding	-	-	-	-	(72,026)	72,026	-
Balance, March 31, 2023	\$ 8,400,000	\$ 6,000,000	\$ 2,400,000	\$ 1,320,000	\$ 6,146,706	\$ 1,728,726	\$ 25,995,432

See accompanying notes to the financial statements.

Whistler 2010 Sport Legacies Society

Statement of Cash Flows

Year ended March 31	2023	2022
Cash flows derived from (applied to)		
Operating		
Excess of revenues over expenses	\$ 440,724	\$ 2,528,884
Items not affecting cash		
Amortization of deferred capital contributions	(29,402)	(253,987)
Amortization of property and equipment	1,177,689	1,125,183
Gain on disposal of property and equipment	(78,076)	-
Unrealized loss (gain) on investments	433,889	(528,009)
	<u>1,944,824</u>	<u>2,872,071</u>
Changes in non-cash operating working capital		
Receivables	605,149	(828,308)
Inventory	(44,872)	(2,658)
Prepaid expenses	(17,040)	(17,926)
Deposits	2,000	(6,000)
Payables and accruals	192,411	250,057
	<u>2,682,472</u>	<u>2,267,236</u>
Financing		
Proceeds from loan payable	10,640,434	7,725,448
Capital contributions	243,000	507,000
	<u>10,883,434</u>	<u>8,232,448</u>
Investing		
Purchase of property and equipment, net	(11,293,408)	(11,606,909)
Purchase of investments, net	(1,728,897)	(166,814)
	<u>(13,022,305)</u>	<u>(11,773,723)</u>
Net increase (decrease) in cash and cash equivalents	543,601	(1,274,039)
Cash and cash equivalents, beginning of year	<u>1,830,992</u>	<u>3,105,031</u>
Cash and cash equivalents, end of year	<u>\$ 2,374,593</u>	<u>\$ 1,830,992</u>
Non-cash investing activities		
Purchase of property and equipment included in payables and accruals	\$ 537,578	\$ 966,502

Whistler 2010 Sport Legacies Society

Notes to the Financial Statements

March 31, 2023

1. Nature of operations

The Whistler 2010 Sport Legacies Society (the "Society") is incorporated pursuant to the Societies Act of British Columbia. The purpose of the Society is to own, manage and operate the Whistler Athletes' Centre ("WAC"), the Whistler Olympic Park ("WOP") and the Whistler Sliding Centre ("WSC") (collectively, the "legacy assets"), which were created for the 2010 Olympic and Paralympic Winter Games. The Society was incorporated on March 14, 2007.

The Vancouver Organizing Committee for the 2010 Olympic and Paralympic Winter Games ("VANOC") was responsible for all expenses related to the legacy assets until May 31, 2010.

On May 31, 2010, the leases for the WOP and WSC facilities and sites were officially transferred by VANOC to the Society for consideration of \$1 to be paid to each party by the other based on the mutual covenants in the Asset Transfer Agreement signed on March 26, 2008. The legacy assets were recorded at nominal value in these financial statements as their fair values cannot be reasonably estimated at the date of contribution.

The Society entered into an agreement with the Resort Municipality of Whistler ("RMOW") effective April 1, 2011, to lease the WAC lands, buildings, structures, furniture and improvements to the Society for nominal consideration and for a term of 99 years.

On December 14, 2009, the Society entered into a "FF&E Transfer Agreement" with VANOC to agree on the transfer of the fixture, furniture, vehicles and equipment acquired by VANOC for use at the WOP, WSC and WAC prior to and/or during the 2010 Olympic and Paralympic Winter Games. This agreement was amended on June 23, 2010, to include additional assets such as the Olympic Rings and Venue Towers. This group of assets were transferred on May 31, 2010 and were recorded at nominal value in these financial statements as their fair values cannot be reasonably estimated at the date of contribution.

The Society is responsible for the operating costs of the legacy assets beginning June 1, 2010. Legacy Endowment Funds were established by the Federal and Provincial governments to assist with the ongoing post-games operation and capital requirements of WOP and WSC. The Society will have access to this funding if the venues are operated in a manner that supports and provides access to the WOP and WSC for developing and training high performance athletes, and for coach and sport training and development.

2. Summary of significant accounting policies

Basis of presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO").

Revenue recognition

The Society 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.

Whistler 2010 Sport Legacies Society

Notes to the Financial Statements

March 31, 2023

2. Summary of significant accounting policies (continued)

Revenue recognition (continued)

Government assistance and donations related to the acquisition of property and equipment are capitalized and amortized to income on the same basis as the related depreciable asset.

Government subsidies related to expenses are recognized in the period in which the expenses are incurred.

Public programs and rentals are recognized as revenue in the period when earned.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks and short-term deposits with original maturities of three months or less.

Property and equipment

Purchased property and equipment are recorded at cost. Contributed property and equipment are recorded at fair value as of the date of contribution, when its fair value can be reasonably estimated. When the fair value cannot be reasonably estimated, the contributed capital assets are recorded at nominal value.

Amortization is provided based on the following rates:

Leasehold improvements	5 to 20 years Straight-line
Vehicles	30% Declining balance
Equipment	20% Declining balance
Computer software	55% Declining balance

Financial instruments

The Society initially measures its financial assets and financial liabilities at fair value. The Society subsequently measures all of its financial assets and financial liabilities at cost, except for investments in equities and fixed income securities, which are measured at fair value.

Financial assets measured at cost include cash and cash equivalents, receivables and deposits.

Financial assets measured at fair value include the short-term investments.

Financial liabilities measured at cost include payables and accruals and loan payable.

Income taxes

The Society is a Registered Canadian Amateur Athletic Association and exempt from income taxes under Section 149(1)(l) of the Income Tax Act.

Whistler 2010 Sport Legacies Society

Notes to the Financial Statements

March 31, 2023

2. Summary of significant accounting policies (continued)

Use of estimates

The preparation of financial statements in conformity with ASNPO requires management to make estimates and assumptions that could 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. Significant areas requiring the use of management estimates relate to the determination of useful lives of property and equipment for calculating amortization. Actual results could differ from those estimates.

3. Investments	2023	2022
RBC Dominion Securities portfolio of fixed income securities	\$ 9,419,468	\$ 8,263,639
RBC Dominion Securities portfolio of equities	4,275,342	4,136,163
	\$ 13,694,810	\$ 12,399,802

4. Receivables	2023	2022
2010 Games Operating Trust Fund	\$ 4,122,473	\$ 4,198,625
Capital contributions	25,000	507,000
Other receivables	81,771	128,768
	\$ 4,229,244	\$ 4,834,393

5. Property and equipment

			2023	2022
	Cost	Accumulated amortization	Net book value	Net book value
Leasehold improvements	\$ 6,759,461	\$ 5,150,442	\$ 1,609,019	\$ 1,864,189
Vehicles	3,429,637	2,326,236	1,103,401	982,941
Equipment	2,079,005	1,396,527	682,478	617,895
Computer software	932,940	829,159	103,781	118,570
Construction-in-progress	22,238,864	-	22,238,864	12,389,077
Legacy assets	1	-	1	1
	\$ 35,439,908	\$ 9,702,364	\$ 25,737,544	\$ 15,972,673

Legacy assets transferred to the Society on May 31, 2010, were recorded at nominal value as their fair values cannot be reasonably estimated at the date of contribution (see Note 1).

Whistler 2010 Sport Legacies Society

Notes to the Financial Statements

March 31, 2023

5. Property and equipment (continued)

Construction-in-progress primarily relates to construction of the Rental Housing Project (the "Project") on 1315 Cloudburst Drive and includes consulting fees, permits, transfer tax, legal costs and insurance. The occupancy permit was issued on March 29, 2023 and the building was occupied on April 5, 2023.

Included in deposits is \$232,949 (2022 - \$232,949) related to a landscape security development permit for the Project.

6. Payables and accruals

Included in payables and accruals is amounts owing in respect of government remittances for sales and hotel taxes of \$54,417 (2022 - refund of \$97,574).

7. Deferred capital contributions	2023	2022
Balance, beginning of year	\$ 498,780	\$ 245,767
Add: capital contributions	243,000	507,000
Less: amortization of deferred capital contributions	(29,402)	(253,987)
Balance, end of year	\$ 712,378	\$ 498,780

8. Loan payable

The Society entered into a loan agreement with the Canada Mortgage and Housing Corporation ("CMHC") on August 9, 2021 for a term construction loan (the "loan") in an amount up to \$19,800,000. The purpose of the loan is to provide rental construction financing for the Project (see Note 5). The terms of the loan are as follows:

- 10-year term
- 1.84% interest rate
- Interest only payments financed by the loan during construction through to occupancy permit
- Interest only payments paid by the borrower from occupancy permit until 12 consecutive months of stabilized effective gross income ("stabilization")
- Principal and interest payment from stabilization to end of term
- Closed to prepayment

At the end of the 10-year term, the Society will be required to have the loan assumed by a National Housing Act Approved Lender. As at March 31, 2023, the Society has drawn \$18,365,882 (2022 - \$7,725,448) on the loan, net of interest and legal expenses, and capitalized interest of \$230,340 (2022 - \$35,160).

Whistler 2010 Sport Legacies Society

Notes to the Financial Statements

March 31, 2023

8. Loan payable (continued)

Subsequent to year end, the Society received \$174,413 (net of interest and legal expenses) for claims for expenditures incurred for the month of February 2023 and March 2023. As these claims were not drawn from the loan payable until after year end, they have not been included in the liability as at March 31, 2023.

9. Lease commitments

On May 31, 2010, the Society assumed the leases of the WOP lands and WSC lands from VANOC with the Province.

The lease on the WOP lands commenced on September 1, 2008, for a term of 29 years. Beginning September 2, 2010, the rent shall be the greater of (a) \$500, or (b) an amount equal to 2% of the aggregate gross revenues generated from the WOP for the preceding fiscal year. A security deposit of \$50,000 was paid to the Province in 2010.

The lease on the WSC lands commenced on November 1, 2007, for a term of 29 years. Beginning November 2, 2010, the rent shall be the greater of (a) \$500, or (b) an amount equal to 2% of the aggregate gross revenues generated from the WSC for the fiscal year. A security deposit of \$50,000 was paid to the Province in 2010.

10. Financial instruments risk exposure and management

Fair values

The carrying amount of financial assets measured at cost is \$6,940,786 as at March 31, 2023 (2022 - \$7,004,334).

The carrying amount of financial assets measured at fair value is \$13,694,810 as at March 31, 2023 (2022 - \$12,399,802).

The carrying amount of financial liabilities measured at cost is \$20,025,708 as at March 31, 2023 (2022 - \$9,621,787).

Credit risk

The Society is exposed to credit risk on accounts receivable. The Society performs credit risk evaluations on its accounts receivable and considers its risk to be acceptable and appropriately managed. At March 31, 2023, the maximum exposure to credit risk is equal to the carrying amount of receivables of \$4,229,244 (2022 - \$4,834,393).

Liquidity risk

Liquidity risk is the risk that the Society will not be able to meet its obligations as they fall due. Maximum exposure to liquidity risk is \$1,659,826 representing the Society's payables and accruals as at March 31, 2023 (2022 - \$1,896,339), which are due to be paid in full before March 31, 2024. Management monitors cash flows to ensure there is sufficient cash on hand to meet forecasted operating expenses and other financial obligations.

Whistler 2010 Sport Legacies Society

Notes to the Financial Statements

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11. Capital management

The primary objective of the Society's capital management is to provide adequate funding to ensure efficient delivery of its activities.

The Board has internally restricted the reserves of the Society for Capital Infrastructure, Revenue Generation, Sport Development and Contingency. The Board reviews the allocation to each reserve annually.

Net assets invested in property and equipment represents the net book value of property and equipment less the deferred capital contribution.

Unrestricted net assets are funds available for future cash flows and future operations and are preserved so the Society can have financial flexibility should opportunities arise in the future.

12. Disclosure required under the Societies Act

On November 28, 2016 the new British Columbia Societies Act came into force. Included in the new Act is a requirement to disclose the remuneration paid to all directors, the ten highest paid employees and all contractors who are paid at least \$75,000 annually.

During the year, the Society paid \$1,396,022 (2022 - \$1,230,114) in remuneration to the 10 most highly remunerated persons who are employees, whose remuneration, during the applicable period, was at least \$75,000.

13. Government subsidies

During the year ended March 31, 2023, the federal government of Canada introduced the Tourism and Hospitality Recovery Program ("THRP") for wage and rent support for Canadian employers in the tourism or hospitality sector. During the year, the Society received \$119,043 in THRP, which was recognized as revenue.

During the year ended March 31, 2022, the federal government of Canada had a previous support program in place, the Canada Emergency Wage Subsidy ("CEWS"). The CEWS was for Canadian employers who had seen a drop in revenue as a result of COVID-19 and were eligible to receive a subsidy for wages paid. During the year ended March 31, 2022, the Society recognized \$1,327,678 of revenue in CEWS. The CEWS was discontinued in October 2021.

14. Contingencies

The Society may be subject to claims and lawsuits that can arise in the ordinary course of operations. Subsequent to year-end, a legal proceeding has been filed against the Society. Whether any liability will flow from this matter is not presently determinable. The resulting loss, if any, will be recorded in the period in which it is determined.

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15. Comparative figures

Certain of the comparative figures have been reclassified to conform to the classifications used in the current year.
