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and return it to
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Capital Area Recreation Inc.
(operating as Bell Aliant Centre)

Financial Statements
March 31, 2022

Member of The AC Group of Independent Accounting Firms

June 21, 2022

Independent Auditor's Report

To the Board of Directors of Capital Area Recreation Inc.

We have audited the accompanying financial statements of Capital Area Recreation Inc., which comprise the statement of financial position as at March 31, 2022, and the statements of operations, changes in net assets (liabilities) and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Capital Area Recreation Inc. as at March 31, 2022, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector 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 Capital Area Recreation Inc. 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.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

The Annual Report is expected to be made available to us after the date of the auditor's report. If, based on the work we will perform on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact to those charged with governance.

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 Canadian public sector 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 Capital Area Recreation Inc.'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 Capital Area Recreation Inc. or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing Capital Area Recreation Inc.'s financial reporting process.

Member of The AC Group of Independent Accounting Firms

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 Capital Area Recreation Inc.'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 Capital Area Recreation Inc.'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 Capital Area Recreation Inc. 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.

ArsenaultBestCameronEllis

Chartered Professional Accountants

Capital Area Recreation Inc.

(operating as Bell Aliant Centre)

Statement of Financial Position

As at March 31, 2022

	2022	2021
	\$	\$
Assets		
Current assets		
Cash	6,201	6,107
Accounts receivable (note 3)	679,619	546,709
Inventory	20,139	23,512
Prepaid expenses	11,127	8,443
	<u>717,086</u>	<u>584,771</u>
Capital assets (note 4)	<u>12,967,120</u>	<u>12,336,414</u>
	<u>13,684,206</u>	<u>12,921,185</u>
Liabilities		
Current liabilities		
Bank indebtedness (note 5)	176,982	168,202
Accounts payable and accrued liabilities (note 6)	572,683	222,206
Deferred revenue	48,846	149,755
	<u>798,511</u>	<u>540,163</u>
Long-term debt, less current portion (note 7)	40,000	40,000
Capital campaign funding (note 8)	491,374	511,848
Capital construction funding (note 9)	<u>12,524,336</u>	<u>12,071,588</u>
	<u>13,854,221</u>	<u>13,163,599</u>
Net Liabilities		
Unrestricted net liabilities	(167,062)	(227,125)
Capital projects fund (note 10)	45,637	231,733
Investment in capital assets	<u>(48,590)</u>	<u>(247,022)</u>
	<u>(170,015)</u>	<u>(242,414)</u>
	<u>13,684,206</u>	<u>12,921,185</u>

Approved by the Board of Directors

Sharon Munn Director

Kim O'Connell Director

Capital Area Recreation Inc.

(operating as Bell Aliant Centre)

Statement of Changes in Net Assets (Liabilities)

For the year ended March 31, 2022

	Capital Projects Fund \$	Unrestricted Operating and Commercial Tenants \$	Investment in Capital Assets \$	Total 2022 \$	Total 2021 \$
Balance - Beginning of year	231,733	(227,125)	(247,022)	(242,414)	(232,071)
Excess (deficiency) of revenue over expenditures before inter-fund transfers					
Capital assets	-	-	(33,855)	(33,855)	(63,735)
Commercial tenants	-	106,254	-	106,254	53,392
<i>Inter-fund transfers</i>					
Capital asset additions	(208,843)	(1,231,592)	1,440,435	-	-
Capital construction funding	-	1,166,895	(1,166,895)	-	-
Energy audit retrofit amortization included with unrestricted operating and commercial tenants	-	18,506	(18,506)	-	-
Excess capital contribution - City of Charlottetown	22,747	-	(22,747)	-	-
Balance - End of year	45,637	(167,062)	(48,590)	(170,015)	(242,414)

Investment in capital assets consists of:

	Cost/ contributions \$	Accumulated amortization \$	Total 2022 \$	Total 2021 \$
Capital assets (note 4)	26,871,797	(13,904,677)	12,967,120	12,336,414
Capital campaign funding (note 8)	(987,377)	496,003	(491,374)	(511,848)
Capital construction funding (note 9)	(24,071,697)	11,547,361	(12,524,336)	(12,071,588)
	1,812,723	(1,861,313)	(48,590)	(247,022)

Capital Area Recreation Inc.

(operating as Bell Aliant Centre)

Statement of Operations

For the year ended March 31, 2022

	Operating \$	Commercial tenants \$	Capital assets \$	Total 2022 \$	Total 2021 \$
Revenue					
Arena (page 16)	776,569	-	-	776,569	574,766
Aquatics (page 17)	604,408	-	-	604,408	143,154
General and administrative (page 18)	344,867	-	-	344,867	378,921
Commercial tenants (page 19)	-	291,238	-	291,238	210,584
Amortization of capital construction funding	-	-	702,291	702,291	517,745
Amortization of campaign funding	-	-	20,474	20,474	21,327
	<u>1,725,844</u>	<u>291,238</u>	<u>722,765</u>	<u>2,739,847</u>	<u>1,846,497</u>
Expenditures					
Arena (page 16)	496,625	-	-	496,625	421,276
Aquatics (page 17)	906,512	-	-	906,512	607,447
General and administrative (page 18)	1,311,315	160,819	-	1,472,134	1,272,601
Commercial tenants direct expenditures (page 19)	-	24,165	-	24,165	23,789
Depreciation of capital assets	-	-	756,620	756,620	602,807
	<u>2,714,452</u>	<u>184,984</u>	<u>756,620</u>	<u>3,656,056</u>	<u>2,927,920</u>
Excess (deficiency) of revenue over expenditures before funding	<u>(988,608)</u>	<u>106,254</u>	<u>(33,855)</u>	<u>(916,209)</u>	<u>(1,081,423)</u>
Funding					
City of Charlottetown	704,984	-	-	704,984	572,622
University of Prince Edward Island	105,342	-	-	105,342	83,486
Town of Stratford	16,266	-	-	16,266	15,952
Government assistance	162,016	-	-	162,016	399,020
	<u>988,608</u>	<u>-</u>	<u>-</u>	<u>988,608</u>	<u>1,071,080</u>
Excess (deficiency) of revenue over expenditures for the year	<u>-</u>	<u>106,254</u>	<u>(33,855)</u>	<u>72,399</u>	<u>(10,343)</u>

Capital Area Recreation Inc.

(operating as Bell Aliant Centre)

Statement of Cash Flows

For the year ended March 31, 2022

	2022	2021
	\$	\$
Cash provided by (used in)		
Operating activities		
Excess (deficiency) of revenue over expenditures	72,399	(10,343)
Items not affecting cash		
Amortization - Capital construction funding - operations (note 12)	(34,600)	(39,543)
- Capital construction funding - capital assets	(702,291)	(517,745)
- Capital campaign funding	(20,474)	(21,327)
Depreciation - Operations (note 12)	53,106	60,692
- Capital assets	756,620	602,807
	124,760	74,541
Net change in non-cash working capital items		
Increase in accounts receivable	(132,911)	(205,141)
Decrease in inventory	3,373	5,159
Decrease (increase) in prepaid expenses	(2,684)	5,995
Increase (decrease) in accounts payable and accrued liabilities	350,477	(32,142)
Increase (decrease) in deferred revenue	(100,909)	9,569
	242,106	(142,019)
Financing activities		
Issuance of long-term debt	-	40,000
Repayment of long-term debt	-	(35,859)
Proceeds from capital construction funding and grants	1,189,643	903,448
	1,189,643	907,589
Investing activity		
Purchase of capital assets	(1,440,435)	(736,996)
Decrease (increase) in net bank indebtedness	(8,686)	28,574
Net bank indebtedness - Beginning of year	(162,095)	(190,669)
Net bank indebtedness - End of year	(170,781)	(162,095)
Net bank indebtedness consists of		
Cash	6,201	6,107
Bank indebtedness	(176,982)	(168,202)
	(170,781)	(162,095)

Capital Area Recreation Inc.

(Operating as Bell Aliant Centre)

Notes to Financial Statements

March 31, 2022

1 Description of entity

The Capital Area Recreation Inc. was incorporated on July 10, 2001 under Part II of the *Companies Act of Prince Edward Island*. Its purpose is to develop, own and operate a joint recreation facility for the capital area of the Province of Prince Edward Island. The organization has charitable status with the Canada Revenue Agency.

2 Summary of significant accounting policies

These financial statements have been prepared in accordance with Canadian public sector accounting standards with reference to PS4200 - PS4270 and include the following significant accounting policies:

Cash

Cash consists of cash on hand.

Inventory

Inventory is measured at the lower of cost, using the first-in, first-out method, and net realizable value.

Capital assets

Capital assets are accounted for at cost and amortized on the basis of their useful life using the following rates and methods.

Building	4%	declining balance
Paving and landscaping	8%	declining balance
Equipment	20%	declining balance
Signage	20%	declining balance
Computer hardware	30%	declining balance

In the year of acquisition, amortization is recorded at one-half of the normal annual rate; no amortization is recorded in the year of disposal.

Capital assets are tested for recoverability whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. An impairment loss is recognized when the carrying amount of the asset exceeds the sum of the undiscounted cash flows resulting from its use and eventual disposition. The impairment loss is measured as the amount by which the carrying amount of the long-lived asset exceeds its fair value.

Capital Area Recreation Inc.

(Operating as Bell Aliant Centre)

Notes to Financial Statements

March 31, 2022

Revenue recognition

The organization follows the deferral method of accounting for revenue. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions and all other revenue sources are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Revenues from the arena and aquatic facilities are recognized when earned and collection is reasonably assured.

Revenues from the commercial tenants are recognized when earned.

Operational funding is accrued annually in accordance with the funding agreements signed with the City of Charlottetown, the University of Prince Edward Island, and the Town of Stratford. Any operational funding revenues in excess of the original funding agreements are not recognized until the funding partners commit to providing the additional funds.

Capital Campaign Funding, Capital Construction Funding and Grants are amortized on the same basis as the capital assets the partners and donors have contributed towards.

Government contributions

Government contributions received for operations are recognized in the year that the related expenses are incurred.

Government contributions relating to the acquisition of capital assets are deferred and amortized to income on the same basis as the related amortization expense.

Use of estimates

The preparation of these financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the current period. Significant items subject to such estimates and assumptions include the valuation of accounts receivable, inventory, and the estimated useful life of capital assets. These estimates are reviewed periodically and adjustments are made to income as appropriate in the year they become known.

Since January 31, 2020, the outbreak of COVID-19 (coronavirus) has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures have caused material disruption to businesses globally resulting in an economic slowdown, and global equity markets have experienced significant volatility. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the outcome of government and central bank interventions.

Capital Area Recreation Inc.

(Operating as Bell Aliant Centre)

Notes to Financial Statements

March 31, 2022

In management's estimation, these events have not had a material impact on the carrying value of assets and liabilities reported in these financial statements as at March 31, 2022. The duration and impact of the COVID-19 pandemic remains unclear at this time. Therefore, it is not possible to reliably estimate the duration and severity of these consequences, as well as their impact on the financial position and results of the organization for future periods.

Financial instruments

(a) Measurement of financial instruments

Capital Area Recreation Inc.'s financial instruments consist of cash, accounts receivable, bank indebtedness, accounts payable and accrued liabilities, and long-term debt.

The organization initially measures its financial assets and financial liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument. This fair value amount is then deemed to be the amortized cost of the financial instrument.

The organization subsequently measures all its financial assets and financial liabilities at amortized cost.

(b) Impairment

For financial assets measured at cost or amortized cost, the organization determines whether there are indications of possible impairment. When there is an indication of impairment, and the organization determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows, a write-down is recognized in excess (deficiency) of revenues over expenditures. A previously recognized impairment loss may be reversed to the extent of the improvement. The carrying amount of the financial asset may not be greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in excess (deficiency) of revenues over expenditures.

(c) Risks

Transacting in financial instruments exposes the organization to certain financial risks and uncertainties. These risks include:

- i) Interest rate risk: The organization is exposed to interest rate risk due to the variable rate interest on their bank indebtedness. Changes in the bank lending rates can cause fluctuations in cash flows and interest expense. The organization does not use any derivatives to manage this risk.

Capital Area Recreation Inc.

(Operating as Bell Aliant Centre)

Notes to Financial Statements

March 31, 2022

- ii) Credit risk: The organization is exposed to credit risk in connection with the collection of its accounts receivable. The organization mitigates this risk by performing continuous evaluation of its accounts receivable.
- iii) Liquidity risk: The organization's exposure to liquidity risk is dependent on the sale of inventory, collection of accounts receivable or raising of funds to meet commitments and sustain operations. The organization controls liquidity risk by management of working capital, cash flows and availability of borrowing facilities.

3 Accounts receivable

	2022	2021
	\$	\$
Accounts receivable	143,122	426,667
Government contributions receivable	536,497	120,042
	<u>679,619</u>	<u>546,709</u>

4 Capital assets

			2022	2021
	Cost	Accumulated	Net	Net
	\$	amortization	\$	\$
		\$		
Building	20,265,059	10,105,443	10,159,616	10,561,527
Paving and landscaping	1,677,546	1,068,963	608,583	661,503
Equipment	4,820,376	2,634,201	2,186,175	1,099,101
Signage	50,953	47,757	3,196	3,994
Computer hardware	57,863	48,313	9,550	10,289
	<u>26,871,797</u>	<u>13,904,677</u>	<u>12,967,120</u>	<u>12,336,414</u>

Capital Area Recreation Inc.
(Operating as Bell Aliant Centre)
 Notes to Financial Statements
 March 31, 2022

5 Bank indebtedness

	2022	2021
	\$	\$
Royal Bank demand operating loan - Royal Bank prime, to a maximum of \$400,000 for general operating requirements	<u>176,982</u>	<u>168,202</u>

The above demand operating loan is secured by letters of guarantee from the City of Charlottetown and borrowing resolutions by the Board of Directors in the amount of \$400,000. The Board of Directors have also passed a separate borrowing resolution in the amount of \$50,000 as security for the corporate credit card.

The prime rate at March 31, 2022 is 2.7% (2021 - 2.45%).

6 Accounts payable and accrued liabilities

	2022	2021
	\$	\$
Trade	613,007	256,414
HST payable (receivable)	<u>(40,324)</u>	<u>(34,208)</u>
	<u>572,683</u>	<u>222,206</u>

7 Long-term debt

	2022	2021
	\$	\$
0% loan maturing December 2023, after such time the loan will automatically be converted to a 5% term loan, due December 31, 2025, with interest payments due monthly, unsecured	60,000	60,000
Less: Government assistance portion	<u>20,000</u>	<u>20,000</u>
	<u>40,000</u>	<u>40,000</u>

The aggregate amount of principal payments estimated to be required in each of the next two years to meet retirement provisions is as follows:

	\$
Year ending March 31, 2023	-
2024	40,000

Capital Area Recreation Inc.

(Operating as Bell Aliant Centre)

Notes to Financial Statements

March 31, 2022

8 Capital campaign funding

	2022		2021	
	Cost \$	Accumulated amortization \$	Net \$	Net \$
Donations received	987,377	496,003	491,374	511,848

9 Capital construction funding

	2022		2021	
	Construction \$	Accumulated amortization \$	Net \$	Net \$
City of Charlottetown	18,937,455	8,744,602	10,192,853	9,615,288
University of P.E.I.	3,327,493	1,563,297	1,764,196	1,836,715
Town of Stratford	385,000	198,459	186,541	194,303
Other	102,123	40,339	61,784	66,162
Canada Games	195,373	184,045	11,328	14,160
Energy Audit	1,044,814	802,613	242,201	276,801
ACOA 150	79,439	14,006	65,433	68,159
	24,071,697	11,547,361	12,524,336	12,071,588

The organization has entered into agreements with the City of Charlottetown, the University of Prince Edward Island and the Town of Stratford to provide funding for the facility. The City of Charlottetown provided an initial contribution of \$13,240,000 in exchange for a first charge leasehold mortgage on the facility.

During the year, municipal government assistance contributions of \$1,121,343 (2021 - \$636,018), provincial government assistance contributions of \$20,582 (2021 - nil), and federal government assistance contributions of \$24,700 (2021 - nil) were received or receivable for the acquisition of capital assets.

Capital Area Recreation Inc.
(Operating as Bell Aliant Centre)
 Notes to Financial Statements
 March 31, 2022

10 Capital projects fund

In 2017, the City of Charlottetown amended its agreement with Capital Area Recreation Inc. so that any operational surplus of a given year is to be applied to a designated capital projects fund managed by Capital Area Recreation Inc. These funds are credited toward the City of Charlottetown's share of future approved capital projects. The surplus is amortized on the same basis as the capital assets for which the surplus was used to purchase.

	2022	2021
	\$	\$
Balance - beginning of year	231,733	-
UPEI excess capital contribution	-	190,447
City of Charlottetown operational surplus contribution	-	41,286
City of Charlottetown excess capital contribution	22,747	-
Applied during the year	(208,843)	-
	<hr/>	<hr/>
Balance - end of year	45,637	231,733
	<hr/>	<hr/>

11 Capital replacement

The organization has entered into an agreement with the City of Charlottetown, whereby the City of Charlottetown commits to review, on a project per project basis, any capital addition or replacement requests. The City of Charlottetown and the University of Prince Edward Island shall contribute 87% and 13% respectively to the capital addition or replacement cost net of any funding from the Town of Stratford and/or any other private or public entities. Capital addition or replacement is defined as being the replacement of those components of the facility that are required to be replaced from time to time and any additions to the facility, excluding repairs and maintenance.

12 Energy audit retrofit

The organization previously completed an energy audit retrofit. There has been \$1,611,368 in capital additions and \$1,044,814 received in funding from the Canada-Prince Edward Island Building Canada Fund to offset the capital additions cost of the retrofit. \$600,000 from a Royal Bank term loan funded the balance of the additions.

The City of Charlottetown and the University of Prince Edward Island have agreed to fund the deficiency of revenues over expenditures, net of any other funding, at their respective 87% and 13%. Capital Area Recreation Inc. and its funding partners, the City of Charlottetown and the University of Prince Edward Island, have agreed that the funding partners will fund the Energy Audit Retrofit net additions by not reducing operating funding due to the energy savings until the renegotiated term loan has been repaid. The energy savings of the retrofit will be used to repay the renegotiated term loan.

Capital Area Recreation Inc.

(Operating as Bell Aliant Centre)

Notes to Financial Statements

March 31, 2022

Therefore, to maintain the operating funding at current levels, the interest on the current line of credit, future interest payments on the renegotiated loan, depreciation on capital additions and amortization of the Canada-Prince Edward Island Building Canada Fund will be included in the utilities expense until the renegotiated loan is repaid.

Additions to utilities expense as a result of the retrofit are:

	2022	2021
	\$	\$
Amortization of capital construction funding	(34,600)	(39,543)
Depreciation	53,106	60,692
Interest on long-term debt	-	659
	<hr/>	<hr/>
	18,506	21,808

13 Commitments

Bell Aliant Naming Rights and Sponsorship

In May of 2015, the organization, along with the City of Charlottetown, entered into a Strategic Partnership Agreement with Bell Aliant Regional Communications L.P. ("Bell Aliant"). In exchange for naming rights to the Capital Area Recreation Inc. facility and being the exclusive provider of local access, internet, data and long distance services, Bell Aliant committed to providing the organization, through the City, with an annual sponsorship of \$20,000 which is included in general and administrative sponsorship revenue. This agreement remains in effect until December 31, 2024.

Lessee Commitments

The organization has entered into a ninety-nine year lease agreement with the University of Prince Edward Island to lease the land on which the facility is built upon at a cost of \$5.00 per year.

The organization has entered into an operating lease for office equipment. The future minimum annual payments over the next 12 months are \$1,165.

Capital Commitments

During the year, the organization has entered into various construction contracts in relation to building upgrades and renovations. At March 31, 2022, committed capital construction contracts totaled \$2,167,791 with \$444,093 yet to be disbursed.

Capital Area Recreation Inc.
(Operating as Bell Aliant Centre)
Notes to Financial Statements
March 31, 2022

14 Property taxes

Property tax expense represents both the provincial and the municipal portion of the property taxes. The property tax rebate represents the amount of property taxes the City of Charlottetown has waived during the year as well as a grant in lieu of property taxes received from the Province of Prince Edward Island.

15 Economic dependence

Capital Area Recreation Inc. is economically dependent on funding from various sources for its operations and investment in capital assets. Loss of funding from these sources would have a significant impact on the organization's ability to continue as a going concern.

Capital Area Recreation Inc.

(operating as Bell Aliant Centre)

Statement of Revenues and Expenditures

Arena Operations

For the year ended March 31, 2022

	2022	2021
	\$	\$
Revenues		
Ice rentals	742,760	554,241
Signage and advertising	13,196	12,937
Sponsorship	-	7,588
Bar	20,613	-
	<hr/> 776,569	<hr/> 574,766
Expenditures		
Advertising	1,514	1,150
Bad debt	-	2,191
Cost of bar sales	13,587	576
Electricity	198,577	158,873
Office administration and supplies	39	76
Repairs and maintenance	30,087	34,938
Supplies	2,372	10,222
Uniforms and training	320	150
Wages	250,129	213,100
	<hr/> 496,625	<hr/> 421,276
Excess of revenues over expenditures	<hr/> 279,944	<hr/> 153,490

Capital Area Recreation Inc.

(operating as Bell Aliant Centre)

Statement of Revenues and Expenditures

Aquatics Operations

For the year ended March 31, 2022

	2022	2021
	\$	\$
Revenues		
Swim instruction	240,984	44,651
Public swims/waterslides	142,742	28,686
Swim programs	100,382	24,169
Swim clubs/sports	102,553	40,244
Birthday parties and private bookings	1,159	(1,150)
Locker rentals	327	-
Sponsorship	4,656	3,250
Merchandise sales	11,605	3,304
	<hr/> 604,408	<hr/> 143,154
Expenditures		
Advertising	20	10,412
Bad debt	-	2,191
Birthday party expenses	5,766	1,358
Cost of merchandise sales	7,900	1,521
Electricity	162,724	131,111
Office administration and supplies	1,679	3,852
Professional fees	-	979
Pool chemicals	47,698	21,157
Repairs and maintenance	41,545	127,643
Staff training	1,400	486
Supplies	13,950	12,140
Uniforms	3,009	1,082
Wages	620,821	293,515
	<hr/> 906,512	<hr/> 607,447
Deficiency of revenues over expenditures	<hr/> (302,104)	<hr/> (464,293)

Capital Area Recreation Inc.

(operating as Bell Aliant Centre)

Statement of Revenues and Expenditures

General and Administrative

For the year ended March 31, 2022

	2022	2021
	\$	\$
Revenues		
Property tax rebates (note 14)	296,525	296,296
Sponsorship (note 13)	20,000	22,500
Recoverable expenses	11,302	-
Government assistance - Federal	17,040	40,000
Government assistance - Provincial	-	20,125
	<u>344,867</u>	<u>378,921</u>
Expenditures		
Advertising	890	1,391
Bank charges, interest and penalties	28,044	21,574
Bad debt	19,612	-
Insurance	27,317	25,438
Office administration and supplies	25,572	28,037
Professional fees	11,828	36,874
Property taxes (note 14)	296,508	297,440
Repairs and maintenance	113,267	90,910
Staff training	1,515	-
Telephone	22,361	23,018
Travel and entertainment	-	-
Uniforms	1,018	3,295
Utilities (note 12)	217,118	187,672
Wages	685,663	543,333
Water and sewer	21,421	13,619
	<u>1,472,134</u>	<u>1,272,601</u>
	(1,127,267)	(893,680)
Allocation from commercial tenants (page 19)	<u>160,819</u>	<u>133,403</u>
Deficiency of revenues over expenditures	<u>(966,448)</u>	<u>(760,277)</u>

Capital Area Recreation Inc.
(operating as Bell Aliant Centre)
 Statement of Revenues and Expenditures
 Commercial Tenants
 For the year ended March 31, 2022

	2022	2021
	\$	\$
Revenues		
Commercial tenants	180,084	130,442
Government assistance	-	27,759
Food concessions/vending machines	2,938	1,096
Parking	52,622	14,623
Municipal property tax rebate	14,811	14,785
Common area expenses recovered	40,783	21,879
	<u>291,238</u>	<u>210,584</u>
Expenditures		
Property taxes (note 14)	22,903	21,507
Repairs and maintenance	1,262	2,282
	<u>24,165</u>	<u>23,789</u>
	267,073	186,795
Allocation to general (page 18)	<u>160,819</u>	<u>133,403</u>
Excess of revenues over expenditures	<u>106,254</u>	<u>53,392</u>