



MDHA Annual General Meeting Treasurer Report 2020-2021

OVERVIEW

Overall, the MDHA is in a solid financial position. We started the year with \$222 thousand in MDHA banks accounts. During the year, we had a net decrease in our cash position of \$33 thousand, leaving a year end bank balance of \$189 thousand. The net decrease in cash from the prior year is mostly due to the purchase of tryout uniforms and MDHA COVID Masks, neither of which were included in fees charged during the year. The tryout jerseys will be used in future years and costs will be recovered through annual registration fees.

Reserves

While the MDHA has a strong cash balance at the end of the year, it is important to note how the balance is allocated for future use. The MDHA has \$188 thousand in reserves at the end of 2021, a decrease of \$35.6 thousand from the prior year mainly due to the Mask and Tryout Jersey purchases as mentioned above. The MDHA has allocated the reserves as follows:

- \$52.4K Operating reserve
- \$87.5K Uniform reserve
- \$4.5K Family Assistance reserve
- \$3.9K Fred Gillis reserve
- \$- Bursary reserve
- \$40K Emergency reserve

Operating Reserve

The operating reserve is not restricted and can be used to support normal operations and fund any deficits should they occur.

Uniform Reserve

The MDHA sets aside a reserve to replace uniforms, currently every five years. The next uniform replacement is scheduled to take place prior to the 2021-22 season.

Family Assistance Plan (FAP) Reserve

The FAP reserve is used to support family's who meet certain criteria and are unable to pay full registration fees.

Fred Gillis FAP Reserve

During the year, the MDHA received a \$5,000 donation from the family of Fred Gillis. The intention is for the money to be used \$1,000 per year for five years for Family Assistance if necessary and if not needed to be given as two educational bursaries of \$500 each. During the year, one applicant received an educational bursary funded from this reserve. We are appreciative of support such as this.

Bursary Reserve

The Bursary reserve is established from net proceeds from MDHA hosted midget tournaments and is intended to help graduating Midget players with post secondary costs. Each successful applicant is awarded \$500 from the reserve. This reserve has decreased to \$nil as the fundraising used to fund this reserve was unable to occur in the year.

Emergency Reserve

The Emergency reserve is established by the Board of the MDHA to meet costs that could be incurred in the event of an unfortunate event. In 2019, the Board has set the initial reserve at \$40K and will review the appropriateness of that amount on an annual basis. The reserve has been deemed appropriate at the end of 2021.

Enjoy your summers and see you next year!

Ken Shulha
MDHA Treasurer