



XL ONOC Annual General Assembly

5 DECEMBER 2020

Outcomes Summary III

ONOC Pre-Assembly Virtual Workshop - Day III

4 December 2020

Session 5: ONOC Audited Financials

1. Welcome note from Antoine Bourdier, Chair of Audit Committee, Member of Executive Board of ONOC.
2. There was a Thank you Note to Mel from PNG who was former Chair of the Audit Committee.
3. 2019 Financial Statements – Covered by Bole Digitaki, ONOC Finance Consultant

[The 2019 Financial Statements and Report](#) include the following –

1. Audit Opinion (Pg. 7)
2. Change in Accounting Policies and Disclosures (Pg. 17 – 20)
3. 2019 Results (Pg. 10, 31)
4. Highlights

Audit Opinion (Pg. 7)

True and Fair view – 2019 Financial position in accordance to IFRS. #02 – Emphasis of Matter – Impact of COVID.

IFRS 16 Accounting for Leases (pg. 17 – 20)

Two lease agreements. Suva Office (expr Oct 2020) and Guam Office (expired March 2025). Lease payments were expenses. 2019 discount future lease payments using IBR (Incremental Borrowing Rate). IBR is the rate of interest to pay if we borrow. This had implications on the Income statement and Balance Sheet.

2019 Results – Income Statement (refer to Page 10 for summarised income statement and page 31).

All other Solidarity Funds are accounted for in the Balance Sheet. Income statement picks up unbudgeted program costs.

2019 Result – Statement of Financial Position (USD) Page 12.

Details and narratives articulated in respective notes.

Highlights – 2019 Financial Year

1. Accounting for Leases. Pg. 17 – 20 Income statement. Profit & Loss sits around \$97,000.
2. Purchase of ONOC Building – land \$933,000, Building \$746,000. Total of \$1.6 million. Interest bearing note - \$1.2 million due in Sept 2021. To date, ONOC has \$826,000 towards property.
3. Olympic Solidarity Funds – in 2018 - \$555,735, 2019 - \$985,582 which in total is \$1,541, 317. Balance for NAP is \$567,000 for 2019.
4. Impairment – Expected credit loss in 2018 and 2019. Transferred \$51,000 from UK Bank to Guam Account. In 2019, the amount hit Guam account was around \$49,000.
5. General office expenses - \$66,000 in total.
6. Staff travel – \$98,163 was for Asian Games, Orientation for ONOC IT and Comms setup.

Note:

1. All transfers for ONOC transactions are picked up by the Administration Grant.
2. Bank accounts exist in Fiji, AUD, UK (now closed). Net assets revalued at current year end rate. Fluctuations in exchange rate impacted funds in our accounts. Dollar value in 2019 was a loss of \$9k. \$15k loss from transfers within accounts.
3. Bulk of the programme funds were disbursed from Guam office.

Discussion

1. Chat forum question: Hugh Graham, President, CISNOC: Why is there reference to COVID in financial statements? Bole, Consultant, ONOC responded: COVID is common in audit statements for 2019 accounts because it

occurred during the audit period and thus, it will be mentioned. The effect in accounts is none.

2. Bob Steffy, ONOC Audit Committee member responded: Subsequent Event – Emphasis of matter statement. While the audit is still conducted if the event occurs during the audit period the material/event subsequent to the reporting date will be mentioned. Any material that comes forth after the year ends is recorded by the auditors in the financial statement.
3. TASANOC (Tonga), President, Mr Michael Bloomfield raised a question: Why did it take 10 months to present financial accounts? Bole Digitaki, Consultant, ONOC responded: Accounts were ready by April 2020. The passing was done in September 2020 by the ONOC Executive Board.

Recommendation

That the Audited Financials and Statements be endorsed and tabled at the ONOC General Assembly for approval and adoption.

Session 6: IOC Olympic Solidarity (Information Session Only)

1. James Macleod, IOC Director of OS & NOC Relations – Olympic Solidarity plan has been approved and will be available in January 2021.
2. Nicole Gerard Savoy – 2021 – 2024 Plan has been approved by the Olympic Solidarity Commission and the IOC Executive Board.
3. OS 2021 – 2024 Plan Highlights:
 - a. 16% increase in funds
 - b. 18% increase of World Programmes budget
 - c. 25% increase in Direct Athletes Support
 - d. 25% Increase in NOC activities budget. This is \$125,000 per NOC annually.
 - e. 24% Increase in Continental Specific Programmes.
4. Mission, Key priorities and targets for 2021 – 2024
 - a. The aim is to provide assistance to NOCs for athlete development programs in particular those which have the greatest need.
 - b. OS will support NOCs through World Programmes: Athlete and sport development, values, capacity building and administration; IOC Subsidies: Participation in Olympic Games; and Continental Specificity with the objective to address the needs and specificity of each Continent
5. Key Priorities:
 - a. Empower NOCs to keep athletes at the heart of the Olympic Movement
 - b. Ensure good governance, financial control and compliance

- c. Strengthen the Olympic Movement's solidarity funding model
- d. Align with the IOCs strategy for the post-coronavirus world
- e. Enable NOCs to contribute to the promotion of the Olympic Values
- f. Provide individualized services to NOCs
- g. Measure impact of programmes and funding – through robust monitoring and evaluation learning framework

Session 7: ONOC Plan 2021 - 2024

1. The session was presented by Ric Blas, ONOC Secretary General and Meli Cavu, ONOC Administrative Officer and officer-in-Charge.
2. ONOC Strategic Plan 2018 – 2021 was presented giving a review of the pillars.
3. ONOC Plan 2021 – 2024
 - a. The proposed quadrennial budget is USD 25 Million
 - b. ONOC will continue to support and extend the budget for teams to Tokyo 2020.
 - c. Some programmes have been extended due to Tokyo 2020.
 - d. ONOC will continue to support member NOCs and associate members to host regional games.
 - e. In the last few years, there was a cessation of regional games funding and focused move on the Fukuoka Training Center as a regional training center. With the delay in Tokyo 2020, this has provided opportunities to look at programmes that we de-funded such as Games support and increase current programmes in preparation for Tokyo 2020
4. An overview of the budget by year was presented
 - a. Budget committed a portion to supporting regional games
 - b. ONOC has allocated \$2 million for the quadrennial to OSEP, the flagship program.
 - c. There are new funding streams proposed and will be presented at the AGA which is the Finance Officer Grant and Education Officer Grant
 - d. \$100,000 Grant to be allocated to OSFO for the quadrennial.
 - e. A total of US\$25 million is allocated for the 2021 to 2024 Quadrennium

Recommendation

That the ONOC Plan 2021 - 2024 be endorsed for approval and adoption at the ONOC Annual General Assembly.

Endorsed.