

# **BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION**

## **FINANCIAL STATEMENTS** (Audited)

**DECEMBER 31, 2013**



# BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION

December 31, 2013

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# **Brian Catibog, Chartered Accountant**

301 - 1609 14th Street SW Calgary, AB T3C 1E4

Phone: 403.244.4111 ext. 228 Fax: 403.244.4129

brian.catibog@calgarycommunities.com

## **Independent Auditor's Report**

To the Members of:  
Bridgeland - Riverside Community Association

I have audited the financial statements of Bridgeland - Riverside Community Association as at December 31, 2013, and December 31, 2012 which include the Statement of Financial Position and the Statements of Operations, Changes in Net Assets, Cash Flows, and a summary of significant accounting policies and other explanatory notes for the years ended December 31, 2013 and December 31, 2012.

### **Management's Responsibility**

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 necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's responsibility**

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

## Opinion

In common with many not for profit organizations, Bridgeland - Riverside Community Association derives revenue from certain fund raising activities, the completeness of which is not subject to satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of Bridgeland - Riverside Community Association and I was not able to determine whether any adjustments might be necessary to revenue, excess of revenue over expenses, assets and net assets.

In my opinion, except for the effects of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself of the completeness of fundraising activities, these financial statements present fairly, in all material respects, the financial position of Bridgeland - Riverside Community Association as at December 31, 2013 and December 31, 2012 and the results of its operations and cash flows for the years ended December 31, 2013 and December 31, 2012 in accordance with Canadian accounting standards for not-for-profit organizations.

Calgary, Alberta  
September 17, 2014



Brian Catibog  
Chartered Accountant

**BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION**  
**STATEMENT OF FINANCIAL POSITION**  
(Audited)

**As at December 31, 2013**

	<b>2013</b>	<b>2012</b>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and Cash Equivalents, unrestricted	\$ 76,613	\$ 14,010
Term Deposits, unrestricted	-	69,712
Accounts Receivable, unrestricted	10,103	9,025
Prepaid Expense, unrestricted	3,682	3,566
Externally Restricted Assets (Note 3)	<u>598,502</u>	<u>568,935</u>
	<b>688,900</b>	<b>665,248</b>
<b>PROPERTY AND EQUIPMENT (Note 4)</b>	<u><b>21,098</b></u>	<u><b>56,384</b></u>
	<u><b>\$ 709,998</b></u>	<u><b>\$ 721,632</b></u>

**LIABILITIES AND NET ASSETS**

**CURRENT LIABILITIES**

Accounts Payable and Accrued Liabilities	\$ 11,660	\$ 18,575
Deferred Cash Contributions (Note 3)	<u>598,502</u>	<u>568,935</u>
	<b>610,162</b>	<b>587,510</b>

<b>DEFERRED CAPITAL CONTRIBUTIONS (Note 5)</b>	<u>-</u>	<u>50,249</u>
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**NET ASSETS**

Unrestricted	78,738	77,738
Invested in Property and Equipment	<u>21,098</u>	<u>6,135</u>
	<b>99,836</b>	<b>83,873</b>
	<u><b>\$ 709,998</b></u>	<u><b>\$ 721,632</b></u>

APPROVED ON BEHALF OF THE BOARD OF DIRECTORS:

\_\_\_\_\_ Director

\_\_\_\_\_ Director

**BRIDGELAND- RIVERSIDE COMMUNITY ASSOCIATION**  
**STATEMENT OF CHANGES IN NET ASSETS**  
(Audited)

**For the Year Ended December 31, 2013**

	<b>Unrestricted</b>	<b>Invested in Property and Equipment</b>	<b>2013 Totals</b>	<b>2012 Totals</b>
Balances, Beginning of the Year	\$ 77,738	\$ 6,135	\$ 83,873	\$ 93,563
Increase (Decrease)	1,000	14,963	15,963	(9,690)
Balances, End of the Year	<u>\$ 78,738</u>	<u>\$ 21,098</u>	<u>\$ 99,836</u>	<u>\$ 83,873</u>

See Notes to Financial Statements

**BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION**  
**STATEMENT OF OPERATIONS**  
(Audited)

**For the Year Ended December 31, 2013**

	<u>2013</u>	<u>2012</u>
<b>REVENUE</b>		
Casino Contributions (Note 7)	\$ 42,020	\$ 43,682
Donations	5,525	1,250
Events	2,140	1,576
Grants	-	15,000
Interest	609	892
Membership	3,241	2,214
Miscellaneous	967	83
Program Fees	6,240	7,010
Rentals	57,384	63,640
	<u>118,126</u>	<u>135,347</u>
<b>EXPENSES</b>		
Accounting/Management	1,025	8,051
Administration/Office/Telephone	14,493	11,183
Advertising & Promotions	497	1,051
Donations	500	15,000
Events	8,135	4,063
Insurance	3,901	3,890
Professional Fees	4,668	4,438
Programs	3,825	16,514
Repair and Maintenance	5,815	7,620
Utilities	10,033	11,114
Bad Debt Expense	-	150
Wages & Salaries	48,731	61,426
	<u>101,623</u>	<u>144,500</u>
<b>EXCESS OF REVENUE OVER EXPENSES BEFORE AMORTIZATION</b>	<b>16,503</b>	<b>(9,153)</b>
Amortization	(50,787)	(55,011)
Amortization of Deferred Contributions (Note 5)	50,249	54,474
<b>EXCESS OF REVENUE (EXPENSES) AFTER AMORTIZATION</b>	<b>\$ 15,965</b>	<b>\$ (9,690)</b>

**BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION**  
**STATEMENT OF CASH FLOWS**  
(Audited)

**For the Year Ended December 31, 2013**

	<u>2013</u>	<u>2012</u>
<b>Cash generated from (used in):</b>		
<b>OPERATIONS:</b>		
Excess of Revenue (Expenses)	\$ 15,965	\$ (9,690)
Non Cash Items:		
Amortization	50,787	55,011
Amortization of Deferred Contributions	(50,249)	(54,474)
Changes in non-cash operating Working Capital:		
Accounts Receivable	(1,078)	579
Accounts Receivable - Restricted	(66,271)	-
Prepaid Expense	(116)	-
Accounts Payable	(6,915)	4,047
Cash from Operations	<u>(57,877)</u>	<u>(4,527)</u>
<b>INVESTING:</b>		
Purchase of property and equipment	<u>(15,500)</u>	<u>(4,938)</u>
<b>FINANCING:</b>		
Decrease in Deferred Cash Contributions	<u>29,566</u>	<u>14,632</u>
<b>INCREASE (DECREASE) IN CASH</b>	<b>(43,811)</b>	<b>5,167</b>
<b>CASH, BEGINNING OF THE YEAR</b>	<u>652,656</u>	<u>647,489</u>
<b>CASH, END OF THE YEAR</b>	<u><u>\$ 608,845</u></u>	<u><u>\$ 652,656</u></u>
 <b>Consisting of:</b>		
Unrestricted Cash and Term Deposits	\$ 76,613	\$ 83,721
Community Facility Enhancement	128,145	126,751
Lifecycle - The City of Calgary	374,848	370,765
Casino Cash and Term Deposits (Note 3)	29,250	71,419
Casino Cash Savings (Note 3)	(11)	-
	<u><u>\$ 608,845</u></u>	<u><u>\$ 652,656</u></u>

See Notes to Financial Statements



**BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
(Audited)

**December 31, 2013**

**1. GENERAL**

The Bridgeland Riverside Community Association (Association) was registered on August 12, 1950 under the Societies Act of Alberta as a not for profit organization and as such is exempt from income tax according to Section 149 (g) of the Income Tax Act.

The objects of the Association are to facilitate the social and recreational needs of the community.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant accounting policies are as follows:

**(a) Revenue Recognition**

Revenue from externally restricted assets has been recorded according to the deferral method where revenue is recognized when the related expense occurred.

Operating revenue is recognized when received or reasonable assurance is given that it is receivable.

**(b) Property and Equipment**

Property and equipment are recorded at cost. Amortization is calculated on the straight-line method over the expected life of the asset:

Playground	5 years
Furniture & Equipment	5 years

No residual value or first year rule apply.

**(c) Measurement Uncertainty**

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 at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statement of changes in such estimates in future periods may be significant.

It is management's opinion, that the Association is not exposed to significant interest, currency, price or credit risks.

**BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
(Audited)

**December 31, 2013**

**3. EXTERNALLY RESTRICTED ASSETS / DEFERRED CASH CONTRIBUTIONS**

	<u>2013</u>	<u>2012</u>
Cash - Casino	\$ 29,250	\$ 69,063
Cash - Casino Savings	(11)	-
Investments - Casino	-	2,356
Lifecycle - The City of Calgary	<b>374,848</b>	370,765
Community Facility Enhancement Program (CFEP)	<b>128,145</b>	126,751
	<u>532,232</u>	<u>568,935</u>
Accounts Receivable - Restricted	<b>66,270</b>	-
	<u><b>\$ 598,502</b></u>	<u><b>\$ 568,935</b></u>

**4. PROPERTY AND EQUIPMENT**

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net 2013</u>	<u>Net 2012</u>
Playground	\$ 239,540	(239,540)	-	47,908
Equipment and Furniture	112,253	(91,155)	21,098	8,476
	<u><b>\$ 351,793</b></u>	<u><b>(330,695)</b></u>	<u><b>21,098</b></u>	<u><b>56,384</b></u>

**5. DEFERRED CAPITAL CONTRIBUTIONS**

Externally restricted assets spent on capital expenditures have been recorded as deferred contributions and are amortized on the same basis as the related capital asset.

	<u>2013</u>	<u>2012</u>
Opening balance	\$ 50,249	\$ 104,723
Taken into income during the year	(50,249)	(54,474)
Balance carried forward	<u><b>\$ -</b></u>	<u><b>\$ 50,249</b></u>

**6. CONTRIBUTED GOODS AND SERVICES**

Contributed services and donated items are recognized in the financial statements when the fair value can reasonably be estimated, when the services are used in the normal course of the Association's operations and when they otherwise would have been purchased. During the year \$Nil (2012 - \$Nil) donated goods and services were recorded in the financial statements.

A substantial number of volunteers have made significant contributions of their time to develop the association's programs. The value of this contributed time is not reflected in these financial statements.

**BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
(Audited)

**December 31, 2013**

**7. CASINO CONTRIBUTIONS**

	<u>2012</u>	<u>2011</u>
Beginning Casino Funds	\$ 69,063	\$ 4,198
Casino Funds Received	-	67,240
Funds transferred from GIC Investment	-	41,587
Funds transferred to General	2,414	-
Bank and charges	(207)	(280)
Ending balance - Deferred Casino Cash Contribution (Note 3)	<u>(29,250)</u>	<u>(69,063)</u>
Casino Funds Contributed to Operations	<u>\$ 42,020</u>	<u>\$ 43,682</u>

**8. COMPARATIVE FIGURES**

Some of the prior year figures have been reclassified to conform to the current year presentation.