

# **THE CALGARY WILDWOOD COMMUNITY ASSOCIATION**

## **FINANCIAL STATEMENTS** (Audited)

**January 31, 2013**

# THE CALGARY WILDWOOD COMMUNITY ASSOCIATION

January 31, 2013

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**Independent Auditor's Report**

To the Members of:  
The Calgary Wildwood Community Association

I have audited the financial statements of The Calgary Wildwood Community Association as at January 31, 2013 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 year then ended.

**Management's Responsibility**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles for not for profit entities 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 generally accepted 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 qualified audit opinion.

### **Basis for Qualified Opinion**

In common with many not for profit organizations, The Calgary Wildwood 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 The Calgary Wildwood 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.

### **Qualified Opinion**

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 The Calgary Wildwood Community Association as at January 31, 2013 and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles for not for profit entities.

Calgary, Alberta  
April 25, 2013



Keryn Sulimma  
Chartered Accountant

**THE CALGARY WILDWOOD COMMUNITY ASSOCIATION**  
**STATEMENT OF FINANCIAL POSITION**  
(Audited)

As at January 31, 2013

	2013	2012
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash, unrestricted	\$ 139,046	\$ 211,463
Investments	100,000	200,000
Lifecycle Cash, internally restricted	71,903	71,182
Externally Restricted Assets (Note 3)	34,459	77,037
Accounts Receivable	18,724	3,831
Prepaid Expenses	4,540	6,645
	<b>368,672</b>	<b>570,158</b>
 <b>PROPERTY AND EQUIPMENT (Note 4)</b>	 <b>307,868</b>	 <b>99,112</b>
	<b>\$ 676,540</b>	<b>\$ 669,270</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts Payable	\$ 8,869	\$ 10,564
Deferred Revenue	1,480	1,238
Deferred Cash Contributions (Note 3)	34,459	77,037
	<b>44,808</b>	<b>88,839</b>
 <b>Deferred Capital Contributions (Note 8)</b>	 <b>108,366</b>	 <b>85,667</b>
<b>NET ASSETS</b>		
Unrestricted	\$ 251,961	\$ 410,137
Internally Restricted	71,903	71,182
Invested in Property and Equipment	199,502	13,445
	<b>523,366</b>	<b>494,764</b>
	<b>\$ 676,540</b>	<b>\$ 669,270</b>

APPROVED ON BEHALF OF THE BOARD OF DIRECTORS:

\_\_\_\_\_ Director

\_\_\_\_\_ Director

See Notes to the Financial Statements

**THE CALGARY WILDWOOD COMMUNITY ASSOCIATION**  
**STATEMENT OF CHANGES IN NET ASSETS**  
(Audited)

For the Year Ended January 31, 2013

	<u>Unrestricted</u>	<u>Internally Restricted</u>	<u>Invested in Property and Equipment</u>	<u>2013 Totals</u>	<u>2012 Totals</u>
Balances, Beginning of the Year \$	410,137	71,182	13,445	494,764	438,310
Increase / (Decrease)	<u>(158,176)</u>	<u>721</u>	<u>186,057</u>	<u>28,602</u>	<u>56,454</u>
Balances, End of the Year	<u>\$ 251,961</u>	<u>71,903</u>	<u>199,502</u>	<u>523,366</u>	<u>494,764</u>

See Notes to the Financial Statements

**THE CALGARY WILDWOOD COMMUNITY ASSOCIATION**  
**STATEMENT OF OPERATIONS**  
(Audited)

For the Year Ended January 31, 2013

	2013	2012
<b>REVENUE</b>		
Advertising	\$ 6,091	\$ 3,999
Casino Contributions (Note 9)	42,578	57,925
Community Garden (Schedule 1)	12,610	-
Events	-	28,880
General	906	1,269
Grants (Note 11)	2,413	-
Hall Rental	24,668	33,858
Interest	4,526	5,629
Membership	8,852	7,046
Program	39,569	29,200
	142,213	167,806
<b>EXPENSES</b>		
Bank Fees	392	583
Building Repairs and Maintenance	13,982	9,072
Community Garden (Schedule 1)	11,108	-
Caretaker	16,250	15,068
Donations/Scholarships	-	500
Events/Entertainment	4,504	3,687
Instructors	12,493	10,610
Insurance	4,608	4,608
Materials	11,186	13,390
Office/Administration	1,611	834
Printing	7,981	9,315
Program - City of Calgary - Summer	2,748	1,600
Professional Fees	3,773	3,078
Rentals	99	5,278
Utilities	10,282	11,489
Vendors	-	19,914
Lease	10	-
	101,027	109,026
Excess of Revenue before Amortization	41,186	58,780
Plus: Amortized Deferred Contributions	10,795	9,037
Less: Amortization	(23,379)	(11,363)
<b>EXCESS OF REVENUE AFTER AMORTIZATION</b>	<b>\$ 28,602</b>	<b>\$ 56,454</b>

See Notes to the Financial Statements

**THE CALGARY WILDWOOD COMMUNITY ASSOCIATION**  
**STATEMENT OF CASH FLOWS**  
(Audited)

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

	<b>2013</b>	<b>2012</b>
<b>Cash generated from/(Used in):</b>		
<b>OPERATIONS:</b>		
Excess of Revenue	\$ 28,602	\$ 56,454
Charges not affecting cash:		
Amortization	23,379	11,363
Amortized Deferred Contributions	(10,795)	(9,037)
Accounts Receivable	53,385	(66,262)
Prepaid Expense	2,105	(2,461)
Accounts Payable	(1,694)	(6,157)
Deferred Revenue	242	1,238
	<b>95,224</b>	<b>(14,862)</b>
<b>FINANCING</b>		
Deferred Cash Contributions	(27,079)	10,293
Deferred Capital Contributions	33,494	-
	<b>6,415</b>	<b>10,293</b>
<b>INVESTING</b>		
Investments	100,000	(40,000)
Renovations	(223,945)	-
Community Garden	(3,680)	-
Equipment	(4,510)	-
	<b>(132,135)</b>	<b>(40,000)</b>
<b>INCREASE (DECREASE) IN CASH</b>	<b>(30,496)</b>	<b>(44,569)</b>
<b>Cash, Beginning of the Year</b>	<b>291,404</b>	<b>335,974</b>
<b>CASH, END OF THE YEAR</b>	<b>\$ 260,907</b>	<b>\$ 291,404</b>
<b>Consisting of:</b>		
Cash, unrestricted	\$ 139,046	\$ 211,463
Lifecycle Savings - internally restricted	71,903	71,182
Externally Restricted Cash (Note 3)	49,958	8,759
	<b>\$ 260,907</b>	<b>\$ 291,404</b>

See Notes to the Financial Statements



**THE CALGARY WILDWOOD COMMUNITY ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
(Audited)

**January 31, 2013**

**1. GENERAL**

The Calgary Wildwood Community Association was registered with the Province of Alberta on September 27, 1957 as a not for profit association and as such is exempt from income tax under Section 149 of the Income Tax Act.

The Association was established to foster better relations among the residents of the Calgary Wildwood Community and serve the general community interest in any way possible.

**2. SIGNIFICANT ACCOUNTING POLICIES**

These financial statements have been prepared according to Canadian generally accepted accounting principles for not for profit entities, of which the most significant policies are:

**(a) Revenue Recognition**

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

Operating revenue is recorded according to the accrual method, where revenue is recognized, when it is received or reasonable assurance is given, that it is receivable.

**(b) Property and Equipment**

Prior to 2004, the Association expensed assets of a capital nature and recorded them at \$ 1 in the Statement of Financial Position. Since 2004, property and equipment have been recorded at cost and will be amortized over their estimated lifes. No residual value or half year rule for purchases have been taken into consideration.

The Amortization rates are as follows:

Renovations	5% Straight Line
Furniture and Equipment	10% Straight Line
Community Garden	10% Straight Line

**THE CALGARY WILDWOOD COMMUNITY ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
(Audited)

January 31, 2013

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

Cash generated by casinos and grant funding are restricted to usage according to Alberta Gaming Regulations or approved objectives of the funders.

Casino Bank Account	<u>2013</u>	<u>2012</u>
Accounts Receivable - Casino Funds	\$ 49,958	\$ 8,759
Operating Funds held in Casino account	-	68,278
	<u>(15,499)</u>	-
	<u>\$ 34,459</u>	<u>\$ 77,037</u>

**4. PROPERTY AND EQUIPMENT**

	Cost	Accumulated Amortization	2013 Net	2012 Net
Renovations	\$ 305,054	38,953	266,101	57,409
Equipment	77,581	39,126	38,455	41,703
Community Garden	3,680	368	3,312	-
	<u>\$ 386,315</u>	<u>78,447</u>	<u>307,868</u>	<u>99,112</u>

**5. CONTRIBUTED SERVICES**

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.

**6. MEASUREMENT UNCERTAINTY**

The preparation of the financial statements in conformity with generally accepted accounting principles 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 statements could be significant.

**THE CALGARY WILDWOOD COMMUNITY ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
(Audited)

January 31, 2013

**7. INVESTMENT**

ING Direct is holding an investment for purposes of LifeCycle maintenance with the following terms: \$100,000 @ 1.45% maturing November 22, 2014

**8. DEFERRED CAPITAL CONTRIBUTIONS**

Externally restricted assets contributed to the purchase of capital assets are recorded as deferred capital contributions and are amortized on the same basis as the related capital asset.

	<u>2013</u>	<u>2012</u>
Balance carried forward from previous year	\$ 85,667	\$ 94,704
Spent from Grant - Capital Conservation Grant	29,814	-
Spent from Grant - TD Friends of Environment (Schedule 1)	3,680	-
Amortization	<u>(10,795)</u>	<u>(9,037)</u>
	<u>\$ 108,366</u>	<u>\$ 85,667</u>

**9. CASINO CONTRIBUTIONS**

	<u>2013</u>	<u>2012</u>
Opening Casino Balance	\$ 8,759	\$ 64,654
Casino Revenue received	68,278	-
Casino Advisor Reimbursement - 2011 Receivable	-	2,090
Bank Charges	-	(60)
Operating Funds Held in Casino	15,499	-
Ending Casino Balance	<u>(49,958)</u>	<u>(8,759)</u>
Casino Revenue contributed to Operations	<u>\$ 42,578</u>	<u>\$ 57,925</u>

**10. MANAGEMENT OF CAPITAL**

The Association defines its capital as the amounts included in its fund balances, which includes both restricted and unrestricted amounts. Restricted amounts include contributions whose use has been specified by an outside party. Management believes it is in compliance with the restrictions on these funds.

The Association's objective when managing its capital is to safeguard the Association's ability to continue as a going concern so that it can continue to provide the appropriate level of service to its members.

**THE CALGARY WILDWOOD COMMUNITY ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
(Audited)

January 31, 2013

**11. GRANTS**

	2013	2012
City of Calgary - Community Clean-up	\$ 300	\$ -
Tennis Canada	1,913	-
Encana - Clean up	200	-
	<u>\$ 2,413</u>	<u>\$ -</u>

**12. ELECTION OF RECENT ACCOUNTING STANDARDS**

In December 2010, the Accounting Standards Board issued Part III of the CICA Handbook - Accounting - Accounting Standards for Not for Profit Organizations. First time adoption of this Part of the Handbook is mandatory for annual financial statements relating to fiscal years beginning on or after January 1, 2012.

The Association has elected to the standards contained in Part III of the CICA Handbook – Accounting – Accounting for Not for Profit Organizations. First time adoption of these standards require the Association to provide an opening statement of financial position as at the date of transition to these standards which in this case was February 1, 2011.

There is no noted impact on transition for the Association.

	February 1 2011
<b>ASSETS:</b>	
Cash and Cash Equivalents	\$ 201,016
Unrestricted Investments	60,000
Accounts Receivable	3,758
Prepaid Expenses	4,183
Internally Restricted Assets	70,304
Externally Restricted Assets	66,744
Long Term Investments	100,000
Property and Equipment	110,474
	<u>\$ 616,479</u>
<b>LIABILITIES:</b>	
Accounts Payable	\$ 16,721
Deferred Cash Contribution	66,744
Deferred Capital Contribution	94,704
	<u>178,169</u>
<b>NET ASSETS</b>	<u>438,310</u>
	<u>\$ 616,479</u>

**THE CALGARY WILDWOOD COMMUNITY ASSOCIATION**  
**SCHEDULE 1 - COMMUNITY GARDEN**  
(Audited)

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

<b>REVENUE</b>	<u>2013</u>
Grants Received	
Friends of the Federation	\$ 5,000
Cenovus	1,000
Calgary 2012 Grassroots	1,200
Calgary Strategic Initiative Fund	1,500
Grade 6 Grant for Trees	419
TD Friends of the Environment	<u>5,000</u>
Total Grants	14,119
Less: TD Grant used for Capital (Note 8)	<u>(3,680)</u>
	10,439
Add: General Plot Revenue	<u>2,171</u>
	<u>12,610</u>
 <b>EXPENSES</b>	
Repairs and Maintenance	1,557
Food	167
Materials and Supplies	8,069
Office and Administration	17
Printing	44
Rentals	1,174
Subcontractor Services	<u>80</u>
	<u>11,108</u>
 <b>EXCESS OF REVENUE</b>	 <u><u>\$ 1,502</u></u>