

SEDGEWICK AGRICULTURAL RECREATION CENTRE

FINANCIAL STATEMENTS

August 31, 2016

(Unaudited)

SHAUNET PETIOT CPA, CGA
CHARTERED PROFESSIONAL ACCOUNTANT
CERTIFIED GENERAL ACCOUNTANT

Box 504
Daysland, AB T0B 1A0

Telephone: (780) 374-3744
Cell phone: (780) 608-8245

REVIEW ENGAGEMENT REPORT

To the Members and Directors of Sedgewick Agricultural Recreation Centre:

I have reviewed the statements of financial position of Sedgewick Agricultural Recreation Centre as at August 31, 2016 and the statement of financial position, statement of operations and fund balance, and cash flow for the year then ended. My review was made in accordance with Canadian general accepted standards for review engagements and accordingly consisted primarily of inquiry, analytical procedures, and discussion related to information supplied to me by the organization.

A review does not constitute an audit and consequently, I do not express an audit opinion on these financial statements.

Based on my review, nothing has come to my attention that causes me to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.

Shaune Petiot, CPA, CGA


CHARTERED PROFESSIONAL ACCOUNTANT
CERTIFIED GENERAL ACCOUNTANT

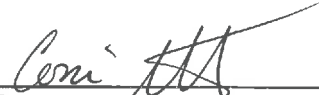
Daysland, Alberta
November 23, 2016


SEDGEWICK AGRICULTURAL RECREATION CENTRE
STATEMENT OF FINANCIAL POSITION
(Unaudited)
As At August 31, 2016

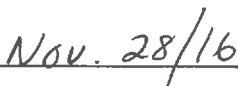
	2016	2015
Current Assets		
Cash - general account	\$ 113,600	\$ 94,957
- Friends of account	37,362	14,153
- ATM and float	9,050	7,870
Accounts receivable	2,310	2,247
Wild Rose Co-op Gift cards on hand	-	10,000
Sales tax receivable	1,091	454
	163,413	129,681
Wild Rose Co-op member equity	8,625	8,438
BRCU shared investment plan	153	153
	\$ 172,191	\$ 138,272
Current liabilities		
	\$ 1,750	\$ 1,750
Fund balance		
Unrestricted	170,441	136,522
	\$ 172,191	\$ 138,272

This financial statement has been reviewed and approved by:


Cory Gagnon, President


Connie McArthur, Treasurer


Date


Date

SEDGEWICK AGRICULTURAL RECREATION CENTRE
STATEMENT OF OPERATIONS AND FUND BALANCE
(Unaudited)
For the Year Ended August 31, 2016

	2016	2015
Revenue		
Bowling (Schedule 1)	\$ 32,994	\$ 30,579
Arena (Schedule 1)	89,535	94,927
Curling (Schedule 2)	24,851	25,751
Concession (Schedule 2)	107,534	102,932
Facility rental (Schedule 3)	16,243	12,764
Grants - Ag Society	17,500	17,500
- Town of Sedgewick	42,500	-
Fundraising and donations	119,571	125,508
Other income	2,170	587
	452,898	410,548
Expenditures		
Bowling (Schedule 1)	5,926	4,642
Arena (Schedule 1)	94,272	69,817
Curling (Schedule 2)	16,844	20,275
Concession (Schedule 2)	78,826	90,752
Facility (Schedule 3)	110,800	111,603
Advertising	-	145
Bank charges	148	110
First aid and safety	2,356	2,948
Fundraising	94,526	92,050
Office	1,781	1,796
Professional fees	13,500	14,900
	418,979	409,038
Excess (deficiency) of revenues over expenditures	33,919	1,510
Fund balance - beginning	136,522	135,012
Fund balance - ending	\$ 170,441	\$ 136,522

SEDGEWICK AGRICULTURAL RECREATION CENTRE
STATEMENT OF CASH FLOW
(Unaudited)
As At August 31, 2016

	2016	2015
Operating Activities		
Total excess of revenues over expenditures	\$ 33,919	\$ 1,510
Changes in non-cash working capital		
Accounts receivable	(63)	2,584
Wild Rose Co-op gift cards on hand	10,000	(1,675)
Sales tax receivable/payable	(637)	704
	9,300	1,613
	43,219	3,123
Investing Activities		
Increase in patronage accounts	(187)	(211)
	43,032	2,912
Cash - beginning of year	116,980	114,068
Cash - end of year	\$ 160,012	\$ 116,980

SCHEDULE 1

SEDGEWICK AGRICULTURAL RECREATION CENTRE

STATEMENT OF OPERATIONS BY CATEGORY

(Unaudited)

For the Year Ended August 31, 2016

	2016	2015
BOWLING		
Income		
Lease	\$ 30,000	\$ 28,571
Bowling revenues	2,994	2,008
	32,994	30,579
Expenditures		
Repairs	1,685	917
Janitorial	495	815
Scorecards and equipment	825	250
Gas	1,184	1,234
Power	1,737	1,426
	5,926	4,642
	\$ 27,068	\$ 25,937
ARENA		
Income		
Minor hockey	\$ 59,020	\$ 61,892
Rec hockey	4,932	4,259
Hockey academy	810	-
Public skating and CanSkate	4,315	4,270
Lacrosse rental	1,400	3,975
Facility rental	14,208	10,631
Advertising	4,850	4,850
Programs	-	1,000
Fundraising	-	4,050
	89,535	94,927
Expenditures		
Arena repairs and maintenance	15,928	990
Compressor repairs and maintenance	19,306	-
Zamboni repairs and maintenance	927	653
Ice plant repairs & maintenance	942	8,528
Program expenses	3,648	5,557
Gas	2,488	2,441
Electricity - arena	5,760	5,611
Electricity - power plant	24,579	21,835
Capital project - sound system	-	10,861
Square payouts	1,400	-
Wages	14,294	13,341
Zamboni purchase - deposit	5,000	-
	94,272	69,817
	\$ (4,737)	\$ 25,110

SEDGEWICK AGRICULTURAL RECREATION CENTRE
STATEMENT OF OPERATIONS BY CATEGORY
(Unaudited)
For the Year Ended August 31, 2016

	2016	2015
CURLING		
Income		
Lease	\$ 5,000	\$ 5,000
Share of curling lounge - 10%	2,336	-
Rentals	1,000	476
Utility and repair recoveries	16,515	20,275
	24,851	25,751
Expenditures		
Curling rink repairs and maintenance	329	-
Ice plant repairs and maintenance	-	5,004
Gas	2,017	2,209
Electricity - curling rink	2,460	2,374
Electricity - power plant	12,038	10,688
	16,844	20,275
	\$ 8,007	\$ 5,476
CONCESSION		
Income	\$ 107,534	\$ 102,932
Expenditures		
Merchandise	46,982	58,826
Supplies	740	-
Equipment - deep fryer	-	2,869
Repairs	1,425	1,959
Training and courses	175	-
Wages	29,504	27,098
	78,826	90,752
	\$ 28,708	\$ 12,180

SEDGEWICK AGRICULTURAL RECREATION CENTRE**STATEMENT OF OPERATIONS BY CATEGORY**

(Unaudited)

For the Year Ended August 31, 2016

	2016	2015
FACILITY		
Income		
Rental	\$ 16,243	\$ 12,764
Expenditures		
Facility repairs and maintenance	11,742	15,216
Capital purchases - flooring	510	-
- lap top	701	-
Elevator	2,515	-
Security	1,155	792
Custodian supplies	4,652	2,797
Equipment repairs and maintenance	851	2,729
Travel	252	-
Insurance	245	-
Gas	9,381	12,235
Electricity	16,940	16,093
Telephone	2,138	1,895
Waste Management	1,465	1,385
Wages	58,253	58,461
	110,800	111,603
	\$ (94,557)	\$ (98,839)

SEDGEWICK AGRICULTURAL RECREATION CENTRE
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2016
(Unaudited)

1. PURPOSE OF THE ORGANIZATION

The Sedgewick Agricultural Recreation Centre is a non-profit organization formed under the Agricultural Societies Act of Alberta. The organization assists in the operation of the Sedgewick Recreation Centre. The society is a registered charity and exempt for income tax purposes under Section 149(1) of the Income Tax Act (Canada).

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements of the organization have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

Fund accounting

The Organization follows the deferred fund method of accounting for contributions.

The General Fund accounts for the Organization's program delivery and administrative activities. This fund reports unrestricted resources and restricted operating grants.

Use of estimates

The preparation of financial statements in accordance 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, and the reported amounts of revenue and expenses. The main estimates include accrued liabilities.

Capital Assets

Capital assets are treated as expenditures in the year of acquisition.

Revenue recognition

Membership fees are recognized as contributions as they are non-refundable and do not relate directly to the services provided.

The Organization recognizes government funding in the period in which it is received.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

Contributed services

In its day-to-day operations the Organization uses the services of many volunteers. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

Cash and cash equivalents

Cash equivalents are comprised of highly liquid investments with maturities of three months or less from the date of acquisition. There are no cash equivalents at this time.

3. CAPITAL EXPENDITURES

During the year, the Society made a deposit for the future purchase of a zamboni in arena expenditures and purchased a laptop and flooring, reported in facility expenditures.

4. FINANCIAL INSTRUMENTS

The organization's financial instruments consist of investment certificates, and accounts payable. Unless otherwise noted, it is management's opinion that the organization is not exposed to significant credit risk, interest rate, liquidity, or market risks arising from these financial instruments. Market risk can result from changes in interest rates.

The organization is exposed to various risks through its financial instruments without being exposed to concentrations of risk. The following analysis provides a measure of the organization's risk as at August 31, 2016.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a loss for the other party by failing to fulfill an obligation.

The organization's credit risk consists principally of cash and accounts receivable. The organization maintains cash with a reputable and major financial institution. The investments include certificates issued by a high-credit quality financial institution. Management considers the risk of non-performance of these instruments to be remote. The credit risk from counter parties not paying accounts receivable is not considered to be significant.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates/

The organization is exposed to interest rate risk with respect to the following instruments:

- Cash

Liquidity risk

Liquidity risk is the risk that the organization will encounter difficulty in meeting its obligations associated which financial liabilities.

The organization is exposed to liquidity risk in meeting its obligations associated with financial liabilities, with is dependent on receipt of funds from contributors.

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices.