

SEDGEWICK & DISTRICT RECREATION BOARD

FINANCIAL STATEMENTS

August 31, 2015

(Unaudited)

SHAUNET PETIOT, CGA
CERTIFIED GENERAL ACCOUNTANT

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REVIEW ENGAGEMENT REPORT

To the Members and Directors of Sedgewick & District Recreation Board:

I have reviewed the statements of financial position of Sedgewick & District Recreation Board as at August 31, 2015 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.


CERTIFIED GENERAL ACCOUNTANT


Daysland, Alberta
November 5, 2015

SEDGEWICK & DISTRICT RECREATION BOARD
STATEMENT OF FINANCIAL POSITION
(Unaudited)
As At August 31, 2015

	2015	2014
Current Assets		
Cash	\$ 116,980	\$ 114,068
Accounts receivable	2,247	4,831
Wild Rose Co-op Gift cards on hand	10,000	8,325
Sales tax receivable	454	1,158
	129,681	128,382
Wild Rose Co-op member equity	8,438	8,227
BRCU shared investment plan	153	153
	\$ 138,272	\$ 136,762
Current liabilities		
Accounts payable and accrued liabilities	\$ 1,750	\$ 1,750
	1,750	1,750
Fund balance		
Unrestricted	136,522	135,012
	\$ 138,272	\$ 136,762

This financial statement has been reviewed and approved by:


Cory Gagnon, President


Connie McArthur, Treasurer

Nov 16/15
Date

Nov. 5/15
Date

SEDGEWICK & DISTRICT RECREATION BOARD
STATEMENT OF OPERATIONS AND FUND BALANCE
(Unaudited)
For the Year Ended August 31, 2015

	2015	2014
Revenue		
Bowling (Schedule 1)	\$ 30,579	\$ 30,724
Arena (Schedule 1)	94,927	105,765
Curling (Schedule 2)	25,751	35,029
Concession (Schedule 2)	102,932	96,368
Facility rental (Schedule 3)	12,764	12,530
Grants - Ag Society	17,500	17,500
- Flagstaff County	-	60,062
Fundraising and donations	125,508	132,148
Other income	587	274
	410,548	490,400
Expenditures		
Bowling (Schedule 1)	4,642	5,963
Arena (Schedule 1)	69,817	148,805
Curling (Schedule 2)	20,275	19,856
Concession (Schedule 2)	90,752	89,713
Facility (Schedule 3)	111,603	114,662
Advertising	145	1,067
Bank charges	110	268
First aid and safety	2,948	1,616
Fundraising	92,050	94,587
Office	1,796	2,293
Professional fees	14,900	17,800
	409,038	496,630
Excess (deficiency) of revenues over expenditures	1,510	(6,230)
Fund balance - beginning	135,012	141,242
Fund balance - ending	\$ 136,522	\$ 135,012

SEDGEWICK & DISTRICT RECREATION BOARD
STATEMENT OF CASH FLOW
(Unaudited)
As At August 31, 2015

	2015	2014
Operating Activities		
Total excess of revenues over expenditures	\$ 1,510	\$ (6,230)
Changes in non-cash working capital		
Accounts receivable	2,584	5,059
Wild Rose Co-op gift cards on hand	(1,675)	(8,325)
Sales tax receivable/payable	704	(2,342)
Accounts payable	-	1,750
Payroll liabilities	-	(1,069)
	1,613	(4,927)
	3,123	(11,157)
Investing Activities		
Increase in patronage accounts	(211)	(301)
	2,912	(11,458)
Cash - beginning of year	114,068	125,526
Cash - end of year	\$ 116,980	\$ 114,068

SCHEDULE 1

SEDGEWICK & DISTRICT RECREATION BOARD

STATEMENT OF OPERATIONS BY CATEGORY

(Unaudited)

For the Year Ended August 31, 2015

	2015	2014
BOWLING		
Income	\$ 30,579	\$ 30,724
Expenditures		
Repairs	917	655
Janitorial	815	1,080
Scorecards	250	-
Gas	1,234	1,708
Power	1,426	2,070
Rental (grant purposes)	-	450
	4,642	5,963
	\$ 25,937	\$ 24,761
ARENA		
Income		
Minor hockey	\$ 61,892	\$ 44,460
Rec hockey	4,259	4,545
Public skating and CanSkate	4,270	16,189
Lacrosse rental	3,975	5,175
Facility rental	10,631	30,146
Advertising	4,850	5,250
Programs	1,000	-
Fundraising	4,050	-
	94,927	105,765
Expenditures		
Arena repairs and maintenance	990	3,434
Zamboni repairs and maintenance	653	797
Ice plant repairs & maintenance	8,528	8,199
Program expenses	5,557	3,988
Gas	2,441	3,406
Electricity - arena	5,611	6,212
Electricity - power plant	21,835	21,523
Capital - lighting project	-	67,935
- sound system	10,861	-
Rental (grant purposes)	-	20,450
Wages	13,341	12,861
	69,817	148,805
	\$ 25,110	\$ (43,040)

SEDGEWICK & DISTRICT RECREATION BOARD

STATEMENT OF OPERATIONS BY CATEGORY

(Unaudited)

For the Year Ended August 31, 2015

	2015	2014
CURLING		
Income		
Lease	\$ 5,000	\$ 5,000
Share of curling lounge - 10%	-	4,245
Junior curling	-	700
Other	476	1,050
Utility and repair recoveries	20,275	24,034
	25,751	35,029
Expenditures		
Junior curling	-	23
Ice plant repairs and maintenance	5,004	-
Gas	2,209	2,562
Electricity - curling rink	2,374	4,141
Electricity - power plant	10,688	13,130
	20,275	19,856
	\$ 5,476	\$ 15,173
CONCESSION		
Income	\$ 102,932	\$ 96,368
Expenditures		
Merchandise	58,826	58,099
Supplies	-	7,117
Equipment - deep fryer	2,869	-
Repairs	1,959	1,908
Wages	27,098	22,589
	90,752	89,713
	\$ 12,180	\$ 6,655

SEDGEWICK & DISTRICT RECREATION BOARD
STATEMENT OF OPERATIONS BY CATEGORY

(Unaudited)

For the Year Ended August 31, 2015

	2015	2014
FACILITY		
Income		
Rental	\$ 12,764	\$ 12,530
Expenditures		
Facility repairs and maintenance	15,216	13,874
Capital purchases - desk and computer	-	1,953
Security	792	1,349
Custodian supplies	2,797	2,393
Equipment repairs and maintenance	2,729	936
Gas	12,235	11,881
Electricity	16,093	19,528
Telephone	1,895	1,995
Waste Management	1,385	1,401
Wages	58,461	58,624
Other expenses	-	728
	111,603	114,662
	\$ (98,839)	\$ (102,132)

SEDGEWICK & DISTRICT RECREATION BOARD

NOTES TO THE FINANCIAL STATEMENTS

August 31, 2015

(Unaudited)

1. PURPOSE OF THE ORGANIZATION

The Sedgewick & District Recreation Board 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. ECONOMIC DEPENDENCE

The organization is dependent on the Town of Sedgewick. The municipality pays for the insurance and major capital repairs that are not reflected in these statements. The ability to continue as a viable operation may be dependent on this funding.

3. CAPITAL EXPENDITURES

During the year, the Society completed a lighting project reported in arena expenditures and purchased a computer and desk reported 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, 2014.

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 with financial liabilities.

The organization is exposed to liquidity risk in meeting its obligations associated with financial liabilities, which 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.