

SEDGEWICK AGRICULTURAL RECREATION CENTRE

FINANCIAL STATEMENTS

August 31, 2017

(Unaudited)

SHAUNET PETIOT

CERTIFIED GENERAL ACCOUNTANT

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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, 2017 and the 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.


CHARTERED PROFESSIONAL ACCOUNTANT
CERTIFIED GENERAL ACCOUNTANT

Daysland, Alberta
December 4, 2017

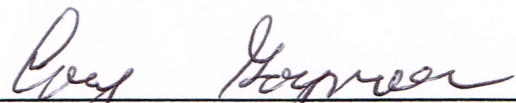
SEDGEWICK AGRICULTURAL RECREATION CENTRE**STATEMENT OF FINANCIAL POSITION**

(Unaudited)

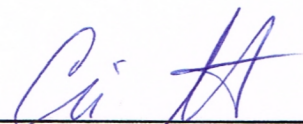
As At August 31, 2017

	2017	2016
Current Assets		
Cash - general account	\$ 87,078	\$ 113,600
- Friends of account	56,388	37,362
- ATM and float	540	9,050
Accounts receivable	4,960	2,310
Wild Rose Co-op Gift cards on hand	6,500	-
Sales tax receivable	682	1,091
	156,148	163,413
Wild Rose Co-op member equity	8,756	8,625
BRCU shared investment plan	158	153
	\$ 165,062	\$ 172,191
Current liabilities		
Accrued liabilities	\$ 2,000	\$ 1,750
Fund balance		
Unrestricted	163,062	170,441
	\$ 165,062	\$ 172,191

This financial statement has been reviewed and approved by:


Cory Gagnon, President

Dec 11/17
Date


Connie McArthur, Treasurer

Dec. 11/17
Date

SEDGEWICK AGRICULTURAL RECREATION CENTRE
STATEMENT OF OPERATIONS AND FUND BALANCE

(Unaudited)

For the Year Ended August 31, 2017

	2017	2016
Revenue		
Bowling (Schedule 1)	\$ 32,933	\$ 32,994
Arena (Schedule 1)	112,248	89,535
Curling (Schedule 2)	30,190	24,851
Concession (Schedule 2)	108,405	107,534
Facility rental (Schedule 3)	15,250	16,243
Grants - Ag Society	17,500	17,500
- Town of Sedgewick	42,500	42,500
- Recreation funding grant - kitchen upgrade	5,376	-
Fundraising and donations	107,184	119,571
Other income	2,329	2,170
	473,915	452,898
Expenditures		
Bowling (Schedule 1)	4,848	5,926
Arena (Schedule 1)	134,416	94,272
Curling (Schedule 2)	22,659	16,844
Concession (Schedule 2)	87,218	78,826
Facility (Schedule 3)	107,915	110,800
Advertising	929	-
Bank charges	115	148
First aid and safety	4,031	2,356
Fundraising	103,277	94,526
Office	1,676	1,781
Professional fees	14,210	13,500
	481,294	418,979
Excess (deficiency) of revenues over expenditures	(7,379)	33,919
Fund balance - beginning	170,441	136,522
Fund balance - ending	\$ 163,062	\$ 170,441

SEDGEWICK AGRICULTURAL RECREATION CENTRE
STATEMENT OF CASH FLOW
(Unaudited)
As At August 31, 2017

	2017	2016
Operating Activities		
Total excess of revenues over expenditures	\$ (7,379)	\$ 33,919
Changes in non-cash working capital		
Accounts receivable	(2,650)	(63)
Wild Rose Co-op gift cards on hand	(6,500)	10,000
Sales tax receivable/payable	409	(637)
Accrued liabilities	250	-
	(8,491)	9,300
	(15,870)	43,219
Investing Activities		
Increase in patronage accounts	(136)	(187)
	(16,006)	43,032
Cash - beginning of year	160,012	116,980
Cash - end of year	\$ 144,006	\$ 160,012

SEDGEWICK AGRICULTURAL RECREATION CENTRE
STATEMENT OF OPERATIONS BY CATEGORY
(Unaudited)
For the Year Ended August 31, 2017

	2017	2016
BOWLING		
Income		
Lease	\$ 30,000	\$ 30,000
Bowling revenues	2,933	2,994
	32,933	32,994
Expenditures		
Advertising	80	-
Repairs	642	1,685
Janitorial	720	495
Scorecards and equipment	-	825
Gas	1,688	1,184
Power	1,718	1,737
	4,848	5,926
	\$ 28,085	\$ 27,068
ARENA		
Income		
Minor hockey	\$ 71,823	\$ 59,020
Rec hockey	4,831	4,932
Hockey academy	645	810
Public skating and CanSkate	4,220	4,315
Lacrosse rental	2,425	1,400
Zumba room rental	240	-
Facility rental	13,693	14,208
Advertising	5,800	4,850
Sale of 1990 Zamboni	8,571	-
	112,248	89,535
Expenditures		
Arena repairs and maintenance	9,124	15,928
Compressor repairs and maintenance	6,659	19,306
Zamboni repairs and maintenance	604	927
Ice plant repairs & maintenance	8,190	942
Program expenses	5,302	3,648
Gas	3,376	2,488
Electricity - arena	5,741	5,760
Electricity - power plant	25,749	24,579
Square payouts	-	1,400
Wages	13,331	14,294
Capital projects - Zamboni	46,245	5,000
- Zamboni boiler system	7,600	-
- ATM machine purchase	2,495	-
	134,416	94,272
	\$ (22,168)	\$ (4,737)

SEDGEWICK AGRICULTURAL RECREATION CENTRE
STATEMENT OF OPERATIONS BY CATEGORY
(Unaudited)
For the Year Ended August 31, 2017

	2017	2016
CURLING		
Income		
Lease	\$ 5,000	\$ 5,000
Share of curling lounge - 10%	3,318	2,336
Rentals	47	1,000
Utility and repair recoveries	21,825	16,515
	30,190	24,851
Expenditures		
Curling rink repairs and maintenance	4,443	329
Lounge repairs and maintenance	834	-
Gas	2,313	2,017
Electricity - curling rink	2,975	2,460
Electricity - power plant	12,094	12,038
	22,659	16,844
	\$ 7,531	\$ 8,007
CONCESSION		
Income	\$ 108,405	\$ 107,534
Expenditures		
Merchandise	45,998	46,982
Supplies	269	740
Equipment - deep fryer	2,689	-
Repairs	2,901	1,425
Concession renovations	1,012	-
Training and fees	200	175
Wages	34,149	29,504
	87,218	78,826
	\$ 21,187	\$ 28,708

SEDGEWICK AGRICULTURAL RECREATION CENTRE
STATEMENT OF OPERATIONS BY CATEGORY

(Unaudited)

For the Year Ended August 31, 2017

	2017	2016
FACILITY		
Income		
Rental	\$ 15,250	\$ 16,243
Expenditures		
Facility repairs and maintenance	10,603	11,742
Capital purchases - flooring	-	510
- lap top	-	701
Elevator	1,637	2,515
Security	817	1,155
Custodian supplies	3,158	4,652
Equipment repairs and maintenance	507	851
Travel	-	252
Insurance	221	245
Gas	13,422	9,381
Electricity	17,583	16,940
Telephone	2,046	2,138
Waste Management	1,152	1,465
Wages	56,769	58,253
	107,915	110,800
	\$ (92,665)	\$ (94,557)

SEDGEWICK AGRICULTURAL RECREATION CENTRE

NOTES TO THE FINANCIAL STATEMENTS

August 31, 2017

(Unaudited)

1. PURPOSE OF THE ORGANIZATION

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

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CPA Canada Handbook and include the following significant accounting policies:

(a) Fund accounting

The General Fund accounts for current operations and programs as well as the organization's general operations. Unrestricted contributions (donations and grants) and restricted contributions to be used for operations are reported in this fund.

(b) Recognition of contributions

The organization follows the restricted fund method whereby externally restricted contributions (grants and donations) are recognized in the fund corresponding to the purpose for which they were contributed. Unrestricted contributions are recognized as revenues in the General Fund.

Because of the uncertainty surrounding the collectability of grants, the organization recognizes them when they are received.

(c) Contributed services

The organization would not be able to carry out its activities without the services of the many volunteers who donate a considerable amount of number of hours. Because of the difficulty in compiling these hours, contributed services are not recognized in these financial statements.

(d) Recognition of other revenues

The revenues from the recreation centre are recognized at the time of sale and those from fundraising activities when such activities are held.

(e) Capital assets

Capital assets are recorded as expenditures in the year of acquisition. The expenditure is recognized in the general fund, allocated to the specific division for which the asset is purchased.

(f) Financial instruments

The organization initially measures its financial assets and financial liabilities at fair value. The organization subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash and trade receivables.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

(g) Allocation of common expenses

Sedgewick Agricultural Recreation Centre allocates utilities by division:

- utilities are prorated based on a percentage of estimated use determined by the board of directors.

3. CAPITAL EXPENDITURES

The organization has included the following capital expenditures in the financial statements:

2017	Zamboni	51,245
2017	Boiler system for Zamboni	7,600
2017	ATM machine purchase	2,495
2017	Deep fryer	2,689
2016	Lap top computer	701
2015	Sound system	10,861
2015	Deep fryer	2,869
2014	Grill	5,669
2014	Lighting project	67,935
2014	Computer and desk	1,953
2013	Outdoor sign board	10,768
2012	Heater upgrade	24,583
2011	2 tank slush machine	3,295
2010	Security system	8,952
2009	Cimco	54,654

During the year, the 1990 Zamboni was sold for net proceeds of \$8,571, recognized in the arena income for the current year.

4. LEASE AGREEMENT

The land and building are owned by the Town of Sedgewick. The facility is leased to the Sedgewick Agricultural Recreation Centre, with no annual rent, building insurance or property taxes.

5. FINANCIAL INSTRUMENTS

The Sedgewick Agricultural Recreation Centre is exposed to various risks through its financial instruments. The following analysis presents the organization's exposures to significant risk at the reporting date.

Credit risk

The organization's main credit risks relate to its accounts receivable and grants receivable.