

**KERRISDALE COMMUNITY CENTRE SOCIETY**

**FINANCIAL STATEMENTS**

**AUGUST 31, 1994**

# LILLY, JOHANNESSON, McWILLIAMS

CHARTERED ACCOUNTANTS

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## AUDITORS' REPORT

To the Directors of  
Kerrisdale Community Centre Society

We have audited the balance sheet of Kerrisdale Community Centre Society as at August 31, 1994 and the statements of operations, accumulated income and changes in financial position for the year then ended. These financial statements are the responsibility of the Society's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In common with many organizations of this nature, the Society derives part of its income from activities which are not susceptible to complete audit verification. Accordingly, our verification of revenue from this source was limited to accounting for the amounts recorded in the records of the Society and we were not able to determine whether any adjustments might be necessary to activities, net income, accumulated income and assets.

In our opinion, except for the effect of any adjustments which might have been required had our verification of activities not been limited to accounting for the amounts recorded in the records of the Society, these financial statements present fairly, in all material respects, the financial position of the Society as at August 31, 1994 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Vancouver, B.C.  
September 29, 1994

*Lilly, Johannesson, McMill*  
Chartered Accountants

**KERRISDALE COMMUNITY CENTRE SOCIETY  
BALANCE SHEET  
AUGUST 31, 1994**

	<u>1994</u>	<u>1993</u>
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	\$ 5,686	\$ 43,523
Temporary investments	210,000	285,000
Accounts receivable	8,770	7,960
Prepaid expenses	2,970	4,243
	227,426	340,726
<b>Temporary Investments held for Restricted Use (Note 3)</b>	130,000	-
	\$ 357,426	\$ 340,726

**LIABILITIES**

<b>Current Liabilities</b>		
Accounts payable and accruals (Note 4)	\$ 84,629	\$ 70,459
Due to Board of Parks and Recreation, City of Vancouver (Note 5)	25,473	67,535
Deferred revenue (Note 1)	9,725	8,477
	119,827	146,471

**MEMBERS' EQUITY**

<b>Accumulated Income</b>		
Unappropriated	47,613	144,520
Appropriated	189,986	49,735
	237,599	194,255
	\$357,426	\$ 340,726

Approved by the Directors

\_\_\_\_\_ Director

\_\_\_\_\_ Director

See accompanying notes.

**KERRISDALE COMMUNITY CENTRE SOCIETY  
STATEMENT OF OPERATIONS  
YEAR ENDED AUGUST 31, 1994**

	<u>1994</u>	<u>1993</u>
<b>Revenue</b>		
Activities	\$ 576,930	\$ 531,909
Building rentals	30,659	29,085
Donations and fundraising	21,264	17,252
Interest	14,521	16,201
Kitchen	50,831	42,905
Membership dues	40,098	40,665
	<hr/> 734,303	<hr/> 678,017
<b>Expenses</b>		
Activities	437,260	390,910
Audit	1,000	1,000
Bank charges	5,338	4,410
Equipment - Community Centre	17,791	7,722
Equipment - Seniors' Centre Fund	3,502	6,529
Kitchen	52,979	48,289
Postage, printing and stationery	6,794	5,808
Programs and news letters	34,372	29,342
Special events (net)	2,320	1,374
Sundries	5,827	2,269
Wages and employee benefits	123,776	118,343
	<hr/> 690,959	<hr/> 615,996
<b>Net Income</b>	<hr/> <hr/> \$ 43,344	<hr/> <hr/> \$ 62,021
<b>Allocation of Net Income:</b>		
Unappropriated	\$ 33,093	\$ 61,490
Appropriated	10,251	531
	<hr/> \$ 43,344	<hr/> \$ 62,021

See accompanying notes.

**KERRISDALE COMMUNITY CENTRE SOCIETY  
STATEMENT OF ACCUMULATED INCOME  
AUGUST 31, 1994**

	Balance August 31 1993	Net Income	Transfers Increase (Decrease)	Balance August 31 1994
<b>Unappropriated</b>	\$ 144,520	\$ 33,093	\$ (130,000)	\$ 47,613
<b>Appropriated:</b>				
Senior's Centre fund	49,735	10,251	-	59,986
Fitness room reserve	-	-	45,000	45,000
Renovation reserve	-	-	50,000	50,000
Computer network reserve	-	-	35,000	35,000
	49,735	10,251	130,000	189,986
<b>Total Accumulated Income</b>	<b>\$ 194,255</b>	<b>\$ 43,344</b>	<b>\$ -</b>	<b>\$ 237,599</b>

See accompanying notes.

**KERRISDALE COMMUNITY CENTRE SOCIETY  
STATEMENT OF CHANGES IN FINANCIAL POSITION  
YEAR ENDED AUGUST 31, 1994**

	<u>1994</u>	<u>1993</u>
<b>Operating Activities</b>		
Net income	\$ 43,344	\$ 62,021
Net changes in non-cash working capital balances	(26,181)	(22,366)
<b>Funds provided by operating activities</b>	17,163	39,655
<b>Investing Activities</b>		
Increase in fitness room reserve	(45,000)	-
Increase in renovation reserve	(50,000)	-
Increase in computer reserve	(35,000)	-
<b>Funds used by investing activities</b>	(130,000)	-
<b>(Decrease) Increase in Cash</b>	(112,837)	39,655
<b>Cash, beginning</b>	328,523	288,868
<b>Cash, ending</b>	\$ 215,686	\$ 328,523
<b>Cash Represented by:</b>		
Cash	\$ 5,686	\$ 43,523
Term deposits	210,000	285,000
	\$ 215,686	\$ 328,523

See accompanying notes.

**KERRISDALE COMMUNITY CENTRE SOCIETY**  
**NOTES TO FINANCIAL STATEMENTS**  
**AUGUST 31, 1994**

**1. Significant Accounting Policies**

- Not for Profit Society

The Kerrisdale Community Centre Society is a not for profit society and is a non-taxable entity under the Canadian Income Tax Act.

- Method of Accounting

The accrual method of accounting is used to account for revenues and expenses.

- Capital Assets

Capital assets are expensed in the year of acquisition.

- Deferred Revenue

Deferred revenue represents the unearned portion of amounts received during the year for activities which will commence after the year end.

- Revenue Recognition

Membership dues are taken into income on a pro rata basis over the term of the membership. All memberships expire on August 31 each year.

**2. Relationship with the Board of Parks**

The Kerrisdale Community Centre is operated jointly by the Kerrisdale Community Centre Society and the Board of Parks and Recreation, City of Vancouver.

The Board of Parks and Recreation for the City of Vancouver has the control, care and maintenance of the building situated at 5851 West Boulevard, Vancouver, B.C. and have set this building aside for the recreation, comfort and enjoyment of the public.

**3. Temporary Investments Held for Restricted Use**

These investments are held to fund the following reserves:

Fitness room reserve	\$ 45,000
Renovation reserve	50,000
Computer network reserve	35,000
	<hr/>
	<b>\$130,000</b>
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**KERRISDALE COMMUNITY CENTRE SOCIETY**  
**NOTES TO FINANCIAL STATEMENTS**  
**AUGUST 31, 1994**

**4. Accounts Payable and Accruals**

Included in accounts payable is \$44,462 (1993 - \$40,054) which represents funds collected for various activities not controlled by or included in the income of the Society.

**5. Due to Board of Parks and Recreation, City of Vancouver.**

The Society has entered into an arrangement to have the Board of Parks and Recreation, City of Vancouver, pay a number of the Society's employees. The Society has agreed to reimburse a portion of these costs. Management has accrued, \$25,473 (1993 - \$67,535) in these financial statements which is the amount billed to the Society and remaining outstanding at August 31, 1994.

**6. Comparative Figures**

Certain comparative figures have been re-classified to conform with the presentation adopted for the current year.