

**KERRISDALE COMMUNITY CENTRE SOCIETY
FINANCIAL STATEMENTS
AUGUST 31, 2009**

KERRISDALE COMMUNITY CENTRE SOCIETY

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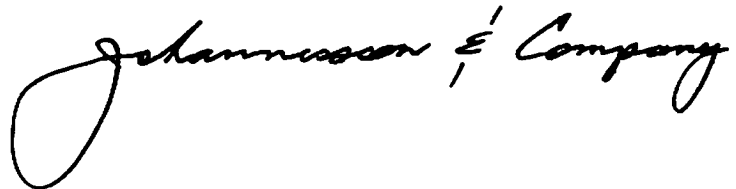
AUDITORS' REPORT

To the Members of:
Kerrisdale Community Centre Society

We have audited the statement of financial position of the Kerrisdale Community Centre Society as at August 31, 2009 and the statements of operations, changes in net assets and cash flows 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.

We conducted our audit in accordance with Canadian 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 our opinion, these financial statements present fairly, in all material respects, the financial position of the Society as at August 31, 2009 and the results of its operations and the changes in its net assets and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles. As required by the Society Act of British Columbia, we report that, in our opinion, these principles have been applied on a consistent basis.



October 8, 2009
Burnaby, B.C.

CHARTERED ACCOUNTANTS

KERRISDALE COMMUNITY CENTRE SOCIETY

STATEMENT OF FINANCIAL POSITION
August 31, 2009

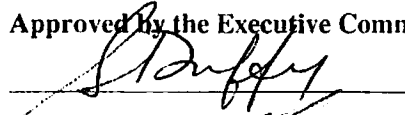
ASSETS	2009	2008
Current		
Cash	\$ 287,893	\$ 169,893
Temporary investments (Notes 2 & 5)	434,062	770,914
Accounts receivable	14,018	16,041
Accrued interest receivable	39,283	17,313
Prepaid expenses	17,964	16,721
	793,220	990,882
Investments (Notes 2 & 5)	1,098,424	673,211
Equipment (Notes 2 & 3)	222,602	206,777
	\$ 2,114,246	\$ 1,870,870

LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 259,206	\$ 278,056
Deferred revenue (Note 2)	318,880	235,432
	578,086	513,488
Deferred Contributions Related To Equipment (Notes 2 & 4)	5,000	16,096
	583,086	529,584

Commitments (Note 7)

NET ASSETS		
Invested In Equipment	222,602	206,777
Restricted (Note 6)	-	275,000
Unrestricted	1,308,558	859,509
Total Net Assets	1,531,160	1,341,286
	\$ 2,114,246	\$ 1,870,870

Approved by the Executive Committee

 President

 Secretary-Treasurer

KERRISDALE COMMUNITY CENTRE SOCIETY

STATEMENT OF CHANGES IN NET ASSETS For the year ended August 31, 2009

	Invested in Equipment	Restricted (Note 6)	Unrestricted	Total 2009	Total 2008
Net Assets, Beginning	\$ 206,777	\$ 275,000	\$ 859,509	\$ 1,341,286	\$ 1,291,731
Net income (loss) for the year*	(110,075)	-	299,949	189,874	49,555
Acquisition of equipment	125,900	-	(125,900)	-	-
Transfers	-	(275,000)	275,000	-	-
Net Assets, Ending	\$ 222,602	\$ -	\$ 1,308,558	\$ 1,531,160	\$ 1,341,286

*Footnote: \$(110,075) represents amortization of equipment.

KERRISDALE COMMUNITY CENTRE SOCIETY

STATEMENT OF OPERATIONS
For the year ended August 31, 2009

	2009	2008
Revenue		
Activities - Schedule 1	\$ 622,487	\$ 378,668
Membership dues	113,999	100,518
Interest and investment income	66,058	55,810
Building rentals	40,133	33,420
Amortization of deferred contributions related to equipment (Note 4)	11,096	11,096
2010 Postcard grant	8,000	-
Donations and fundraising	106	6,282
Sundry income	3,445	2,476
	<hr/> 865,324	<hr/> 588,270
General And Administrative Expenses - Schedule 2	675,450	538,715
Net Income	<hr/> \$ 189,874	<hr/> \$ 49,555

KERRISDALE COMMUNITY CENTRE SOCIETY

STATEMENT OF CASH FLOWS
For the year ended August 31, 2009

Cash Provided By (Used In):	2009	2008
Operating Activities		
Net income	\$ 189,874	\$ 49,555
Items not involving cash:		
Amortization of equipment	110,075	91,773
Amortization of deferred contributions related to equipment	(11,096)	(11,096)
	288,853	130,232
Net change in non-cash working capital items:		
Temporary investments	336,852	(49,948)
Accounts receivable	2,023	(234)
Prepaid expenses	(1,243)	(16,275)
Accounts payable	(18,850)	(61,017)
Deferred income	83,448	217,684
Accrued interest receivable	(21,970)	(5,578)
Net cash provided by operating activities	669,113	214,864
Investing Activities		
Purchase of equipment	(125,900)	(117,862)
Acquisition of investments	(425,213)	(97,974)
Net cash used by investing activities	(551,113)	(215,836)
Increase (Decrease) In Cash And Cash Equivalents	118,000	(972)
Cash And Cash Equivalents, Beginning	169,893	170,865
Cash And Cash Equivalents, Ending	\$ 287,893	\$ 169,893

- Cash and cash equivalents includes cash on hand, bank balances and temporary investments with a maturity period of three months or less from the date of acquisition.
- Cash inflows and outflows from interest (Note 8).

KERRISDALE COMMUNITY CENTRE SOCIETY

NOTES TO THE FINANCIAL STATEMENTS AUGUST 31, 2009

1. Purpose of the Organization

The Kerrisdale Community Centre Society was incorporated under the Society Act of British Columbia as a Not for Profit organization and is a registered charity under the Canadian Income Tax Act. The objectives of the Society are to promote and provide education, recreational, athletic and social activities, facilities and equipment for the use and benefit of the community. The Society carries out these objectives through the operation of the Kerrisdale Community Centre pursuant to a joint operating agreement with the Board of Parks and Recreation, City of Vancouver.

2. Significant Accounting Policies

The following is a summary of significant accounting policies of the Society:

- Cash and cash equivalents

The Society's policy is to disclose bank balances under cash and cash equivalents and temporary investments with a maturity period of three months or less from the date of acquisition.

- Financial instruments

The Society's financial instruments consist of cash, temporary investments, accounts receivable and payable, deferred revenue and deferred contributions. Unless otherwise noted, it is management's opinion that the Society is not exposed to significant interest, currency or credit risk arising from these financial instruments. The fair values of the financial instruments approximate their carrying values, unless otherwise noted.

- Investments

Investments held to maturity are carried at amortized cost using the effective interest method. Temporary investments are investments with a maturity date of less than one year. Interest is included in income for the year.

- Equipment

Purchased equipment is recorded at cost. Amortization is provided on a straight line basis over the assets' estimated useful life as follows:

Computer software and equipment	- 3 years
Furniture, fixture and equipment	- 5 years
Passenger vehicle	- 5 years

Full amortization is taken in the year of acquisition.

- Deferred revenue

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

KERRISDALE COMMUNITY CENTRE SOCIETY

**NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2009**

5. Investments

	<u>Amortized Cost</u>	
	2009	2008
Bonds	\$ 481,700	\$ 824,000
Guaranteed Investment Certificates	1,054,384	649,945
Unamortized bond discount	(3,598)	(29,820)
	<u>1,532,486</u>	<u>1,444,125</u>
Less: Temporary investments	(434,062)	(770,914)
	<u>\$ 1,098,424</u>	<u>\$ 673,211</u>

6. Restricted Use Funds

In May 2006, the Society's Board of Directors extended the internally restricted funds in the amounts of \$150,000 for paying costs of programs and \$125,000 for paying wages. The extension is for a period of not more than three years. In April 2009, the Society's Board of Directors resolved that the above two internally restricted funds be removed.

7. Commitments

The Society has entered into an arrangement with the Board of Parks and Recreation, City of Vancouver to pay a portion of the Board of Parks and Recreation's labour costs that were incurred on behalf of the Society.

8. Cash Inflows And Outflows From Interest

	2009	2008
Cash Inflows		
Interest income	\$ 66,058	\$ 55,810

9. Comparative Figures

Certain comparative figures have been changed to conform with the presentation adopted for the current year.

KERRISDALE COMMUNITY CENTRE SOCIETY

SCHEDULE OF ACTIVITIES
For the year ended August 31, 2009

SCHEDULE 1

	2009	2008
Revenue		
Preschool programs	\$ 305,437	\$ 204,457
Childrens' programs	530,958	406,782
Youth programs	112,027	84,806
Adult programs	392,616	286,348
Fitness programs	81,561	51,994
Exercise room	176,734	117,096
Seniors' programs	140,501	83,040
Seniors' kitchen	144,587	105,567
Play Palace	39,981	35,848
Special events	1,395	1,241
	<hr/> 1,925,797	<hr/> 1,377,179
Expenditure		
Preschool programs	196,578	144,668
Childrens' programs	357,899	293,087
Youth programs	80,634	67,462
Adult programs	250,029	188,962
Fitness programs	47,704	38,211
Exercise room	14,522	9,143
Seniors' programs	101,487	60,554
Seniors' kitchen	175,162	134,085
Play Palace	21,401	20,194
Special events	4,356	2,399
Programming wages	53,538	39,746
	<hr/> 1,303,310	<hr/> 998,511
Net Income From Activities	<hr/> \$ 622,487	<hr/> \$ 378,668

KERRISDALE COMMUNITY CENTRE SOCIETY

SCHEDULE 2

SCHEDULE OF GENERAL AND ADMINISTRATIVE EXPENSES
For the year ended August 31, 2009

	2009	2008
Amortization of equipment	\$ 110,075	\$ 91,773
Bank and finance charges	57,517	32,496
Board activities	24,035	24,451
Conference expenses	9,299	11,913
Olympic special event	14,812	-
Postage, printing and stationery	19,477	16,079
Programs and newsletters	71,986	55,004
Promotional events	8,824	4,051
Repairs and maintenance	13,316	4,794
Sundries	7,657	9,855
Wages and employee benefits	338,452	288,299
	\$ 675,450	\$ 538,715
