
CEDAR SPRINGS COMMUNITY CLUB

FINANCIAL STATEMENTS
(Unaudited)
AUGUST 31, 2020

CEDAR SPRINGS COMMUNITY CLUB

AUGUST 31, 2020

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of
Cedar Springs Community Club

I have reviewed the balance sheet of Cedar Springs Community Club as at August 31, 2020 and the statements of general operations, changes in net assets, schedule of expenditures and changes in cash position for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Practitioner's Responsibility

My responsibility is to express a conclusion on the accompanying financial statements based on my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. I perform procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluate the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, I do not express an audit opinion on these financial statements.

Conclusion

Based on my review, nothing has come to my attention that causes us to believe that these financial statements do not, in all material respects, present fairly the financial position of Cedar Springs Community Club as at August 31, 2020, and the statements of general operations, changes in net assets, schedule of expenditures and changes in cash position for the year then ended in accordance with Canadian accounting standards for non-for-profit organizations.



LES LUCYK PROFESSIONAL CORPORATION, authorized to practise public accounting by the Institute of
Chartered Professional Accountants of Ontario

Mississauga, Ontario
September 29, 2020

CEDAR SPRINGS COMMUNITY CLUB

BALANCE SHEET
(Unaudited)

AS AT AUGUST 31, 2020

	<u>2020</u>	<u>2019</u>
	\$	\$
ASSETS		
CURRENT		
Cash	132,648	49,939
Short term investments (Note 2)	253,351	251,304
HST receivable	-	14,326
Dues receivable	43,750	80,000
Prepaid expenses and other current	5,398	17,455
Total Current assets	435,147	413,024
CAPITAL ASSETS (Notes 2, 3)	1,448,722	1,444,828
	1,883,869	1,857,852
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	14,552	10,526
Payroll tax liability	3,484	5,545
HST payable	7,498	-
Construction deposit	10,000	20,000
Total Current Liabilities	35,534	36,071
NET ASSETS	1,848,335	1,821,781
NET ASSETS REPRESENTED BY		
CURRENT FUND	92,910	33,053
INVESTMENT IN LAND	28,149	28,149
INVESTMENT IN CAPITAL ASSETS	1,420,572	1,416,679
CAPITAL RESERVE FUND	306,704	343,900
	1,848,335	1,821,781

APPROVED ON BEHALF OF THE BOARD:

_____ President _____ Treasurer

See accompanying notes to unaudited financial statements
and Review Engagement Report dated September 29, 2020

CEDAR SPRINGS COMMUNITY CLUB

STATEMENT OF GENERAL OPERATIONS
(Unaudited)
FOR THE YEAR ENDED AUGUST 31, 2020

	2020	2019	2018
	\$	\$	\$
REVENUE			
Dues	367,920	359,520	351,120
Entrance fees	25,000	20,000	80,000
Rental income	10,505	10,505	10,483
Golf fees	265	2,230	1,786
Hall income	825	2,950	3,899
Interest	2,047	2,521	1,233
Miscellaneous income	-	1,771	8,616
	406,562	399,497	457,137
EXPENSES (Page 6)			
Administrative and general	194,653	222,983	192,896
Community activities	950	10,360	3,668
Operating	124,055	145,620	146,446
	319,658	378,963	343,010
NET OPERATING UNDER-EXPENDITURE	86,904	20,534	114,127
OTHER			
Capital asset amortization	(60,350)	(59,431)	(53,528)
OPERATIONS SURPLUS(DEFICIT)	26,554	(38,897)	60,599

See accompanying notes to unaudited financial statements
and Review Engagement Report dated September 29, 2020

CEDAR SPRINGS COMMUNITY CLUB

STATEMENT OF CHANGES IN NET ASSETS
(Unaudited)

FOR THE YEAR ENDED AUGUST 31, 2020

	Current Fund	Net Capital Assets	Capital Fund
	\$	\$	\$
OPENING	33,053	1,416,679	343,900
Current year operations surplus	26,554		
Transfer interest to Capital Fund	(2,047)		2,047
Transfer to Capital Fund	(25,000)		25,000
Net change in capital assets (1)	60,350	3,893	(64,243)
ENDING BALANCE	92,910	1,420,572	306,704

(1) Capital assets purchased net of amortization expense:

Capital assets purchased	\$ 64,243
Amortization expense	<u>(60,350)</u>
	<u><u>3,893</u></u>

See accompanying notes to unaudited financial statements
and Review Engagement Report dated September 29, 2020

CEDAR SPRINGS COMMUNITY CLUB

SCHEDULE OF EXPENDITURES
(Unaudited)

FOR THE YEAR ENDED AUGUST 31, 2020

	2020	2019	2018
	\$	\$	\$
ADMINISTRATIVE AND GENERAL			
Wages and casual labour	153,824	176,222	153,090
Property taxes	5,079	4,949	2,465
Insurance	24,169	20,863	19,567
Professional fees	3,537	4,982	4,981
Bookkeeping	5,783	4,337	4,323
Office and newsletter	2,261	1,630	8,470
Construction deposit refund	-	10,000	-
	194,653	222,983	192,896
COMMUNITY DEVELOPMENT			
Community related	950	10,360	3,668
	950	10,360	3,668
OPERATING			
Golf course expense	40,829	35,932	33,173
Vehicle and fuel expenses	13,945	15,978	17,443
Tractor rental	14,994	14,686	16,938
Utilities	9,354	9,745	10,561
Equipment maintenance	12,182	15,911	16,775
Community property, bridges and roads	14,523	19,285	19,532
Hall expense	4,352	10,379	9,968
Pool and trail expenses	948	2,703	2,632
Shop and tools expense	3,560	8,484	4,861
Tennis courts expense	9,368	12,517	14,563
	124,055	145,620	146,446
TOTAL EXPENDITURES	319,658	378,963	343,010

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CEDAR SPRINGS COMMUNITY CLUB

STATEMENT OF CHANGES IN CASH POSITION
(Unaudited)
AUGUST 31, 2020

	2020	2019
	\$	\$
CASH PROVIDED BY GENERAL OPERATIONS:		
Net under(over) expenditure from operations	26,554	(38,897)
Amortization of capital assets	60,350	59,431
Transfer interest to Capital Fund	(2,047)	(2,521)
Transfer to Capital Fund	(25,000)	(20,000)
Total Operations Activity	59,857	(1,987)
CHANGES IN NON-CASH WORKING CAPITAL BALANCES		
Decrease in dues receivable	36,250	112,327
Decrease(increase) in HST receivable	14,326	(2,691)
(Decrease)increase payroll tax liability	(2,061)	1,599
Increase(decrease) in accounts payable and accrued liabilities	4,026	(706)
Decrease(increase) in prepaids and other current	12,056	(3,211)
Increase in HST payable	7,498	-
(Decrease)increase in construction deposits	(10,000)	20,000
Total Non-Cash Working Capital Activity	62,095	127,318
Total General Operations and Non-Cash Working Capital	121,952	125,331
CAPITAL FUND ACTIVITIES		
Transfer from Current Fund	25,000	20,000
Capital asset additions	(64,243)	(113,056)
Interest transfer from Current Fund	2,047	2,521
Total Capital Fund Activity	(37,196)	(90,535)
NET INCREASE IN CASH AND CASH EQUIVALENTS	84,756	34,796
NET CASH AND CASH EQUIVALENTS, beginning of year	301,243	266,447
NET CASH AND CASH EQUIVALENTS, end of year	385,999	301,243
COMPOSED OF:		
Cash	132,648	49,939
Short-term investments	253,351	251,304
	385,999	301,243

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CEDAR SPRINGS COMMUNITY CLUB

NOTES TO FINANCIAL STATEMENTS (Unaudited)

AUGUST 31, 2020

1. OPERATIONS

The Club was incorporated as a non-profit organization without share capital January 15th, 1932 under The Companies Act of Ontario.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies followed by the company:

a) Accrual Basis of Accounting

Revenues and expenses are recorded on the accrual basis, whereby they are reflected in the accounts in the period in which they have been earned and incurred, respectively, whether or not such transactions have been finally settled by the receipt or payment of money.

b) Short term investments

These are composed of guaranteed investment certificates with an average interest rate of 1.3%.

c) Capital Assets

Starting in fiscal 2002, the Club started capitalizing major expenditures of a nature that contribute to activities beyond a one-year time frame. These capital assets are amortized to operating results over their estimated useful lives as follows:

Golf course capital expenditures	- 10 %	declining balance
Road and bridge improvements	- 7 %	declining balance
Fountain of Youth	- 10 %	declining balance
Sports court	- 10 %	declining balance
Vehicles and equipment	- 25 %	declining balance
Tennis court improvements	- 10 %	declining balance
Buildings and beach improvements	- 2.5%	declining balance

CEDAR SPRINGS COMMUNITY CLUB

NOTES TO FINANCIAL STATEMENTS
(Unaudited)

AUGUST 31, 2020

3. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net 2020	Net 2019
Investment in land - Gatehouse	\$ 28,149	\$ -	\$ 28,149	\$ 28,149
Sports Court	28,684	3,486	25,198	20,520
Machinery and equipment	290,098	260,503	29,595	24,299
Road, dam and bridge improvements	139,524	43,335	96,189	78,707
Fountain of Youth	9,231	7,223	2,008	2,231
Vehicles	82,664	81,069	1,595	2,126
Website	22,669	7,487	15,182	15,527
Tennis court improvements	74,983	25,974	49,009	54,455
Buildings and improvements	1,412,298	364,221	1,048,077	1,067,077
Golf course capital expenditures	164,147	59,510	104,637	101,332
Gatehouse improvements	10,783	2,703	8,080	8,286
Beach & ball park improvements	51,605	10,602	41,003	42,119
	2,314,835	866,113	1,448,722	1,444,828

Capital Asset Additions:

	<u>2020</u>	<u>2019</u>
Golf course capital expenditures	13,120	48,434
Road and bridge improvements	23,133	5,790
Buildings and improvements	7,911	14,890
Website	-	9,297
Sports court	7,084	21,600
Tennis court improvements	-	4,875
Machinery and equipment	12,995	-
Beach & ball park improvements	-	8,170
Total Additions	<u>\$ 64,243</u>	<u>\$ 113,056</u>