

ROSELAND PARK COUNTRY CLUB

Financial Statements

Year Ended April 30, 2018

(Unaudited)

ROSELAND PARK COUNTRY CLUB

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Year Ended April 30, 2018

(Unaudited)

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Roseland Park Country Club

We have reviewed the accompanying financial statements of Roseland Park Country Club that comprise the statement of financial position as at April 30, 2018 and the statements of revenues and expenditures, changes in net assets and cash flow 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

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

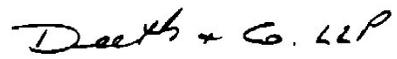
A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates 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, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of Roseland Park Country Club as at April 30, 2018, and the results of its operations and its cash flows for the year then ended in accordance with the Canadian Accounting Standards for Not-for-Profit Organizations.

Burlington, Ontario
June 11, 2018


Deeth & Co. LLP
Chartered Professional Accountants
Licensed Public Accountant

ROSELAND PARK COUNTRY CLUB

Statement of Financial Position

April 30, 2018

(Unaudited)

	2018	2017
ASSETS		
CURRENT		
Cash and equivalents <i>(Note 2)</i>	\$ 188,392	\$ 130,499
Accounts receivable	2,989	389
Inventory	871	1,575
Prepaid expenses	1,470	1,044
	193,722	133,507
PROPERTY AND EQUIPMENT <i>(Note 3)</i>	199,425	237,058
	\$ 393,147	\$ 370,565
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 15,776	\$ 2,878
Harmonized sales tax payable	6,691	6,404
Deferred income	80,015	65,360
Rental deposits	400	500
Refundable key deposits	1,025	1,075
	103,907	76,217
NET ASSETS	289,240	294,348
	\$ 393,147	\$ 370,565

ON BEHALF OF THE BOARD

_____ *President*

_____ *Treasurer*

See notes to financial statements

ROSELAND PARK COUNTRY CLUB
Statement of Revenues and Expenditures
Year Ended April 30, 2018
(Unaudited)

	2018	2017
REVENUES		
Membership dues	\$ 94,050	\$ 88,526
Rentals	7,351	5,663
Club activities	59,024	47,865
Interest	404	232
Sundry	104	492
	<u>160,933</u>	<u>142,778</u>
DIRECT EXPENSES	<u>39,303</u>	<u>31,345</u>
REVENUE NET OF DIRECT EXPENSES	<u>121,630</u>	<u>111,433</u>
EXPENSES		
Advertising and promotion	1,595	269
Alarm System	1,163	1,158
Amortization	39,084	39,753
Directors and officers insurance	1,523	1,587
Insurance	7,146	6,864
Interest and bank charges	1,693	1,292
Office and miscellaneous	1,677	1,133
Postage	611	801
Professional fees	5,874	1,920
Property taxes	8,778	8,892
Repairs and maintenance - building	38,415	29,068
Repairs and maintenance - grounds	4,611	6,188
Repairs and maintenance - tennis courts	-	243
Telephone	1,235	1,096
Tennis activities	3,082	2,183
Utilities	7,684	9,715
Website	2,567	2,699
	<u>126,738</u>	<u>114,861</u>
DEFICIENCY OF REVENUES OVER EXPENSES	<u>\$ (5,108)</u>	<u>\$ (3,428)</u>

See notes to financial statements

ROSELAND PARK COUNTRY CLUB

Statement of Changes in Net Assets

Year Ended April 30, 2018

(Unaudited)

	2018	2017
NET ASSETS - BEGINNING OF YEAR	\$ 294,348	\$ 297,776
DEFICIENCY OF REVENUES OVER EXPENSES	<u>(5,108)</u>	<u>(3,428)</u>
NET ASSETS - END OF YEAR	<u>\$ 289,240</u>	<u>\$ 294,348</u>

See notes to financial statements

ROSELAND PARK COUNTRY CLUB**Statement of Cash Flow****Year Ended April 30, 2018***(Unaudited)*

	2018	2017
OPERATING ACTIVITIES		
Deficiency of revenues over expenses	\$ (5,108)	\$ (3,428)
Item not affecting cash:		
Amortization of property and equipment	<u>39,084</u>	<u>39,753</u>
	33,976	36,325
Changes in non-cash working capital:		
Accounts receivable	(2,600)	(65)
Inventory	704	(230)
Accounts payable and accrued liabilities	12,897	(1,857)
Prepaid expenses	(426)	594
Harmonized sales tax payable	287	116
Refundable key deposits	(50)	150
Allocated reserves	-	(3,679)
Deferred income	<u>14,655</u>	<u>14,830</u>
	25,467	9,859
Cash flow from operating activities	<u>59,443</u>	<u>46,184</u>
INVESTING ACTIVITY		
Purchase of property and equipment	<u>(1,450)</u>	<u>(16,412)</u>
FINANCING ACTIVITY		
Rental deposits	<u>(100)</u>	<u>(81)</u>
INCREASE IN CASH FLOW	57,893	29,691
Cash - beginning of year	<u>130,499</u>	<u>100,808</u>
CASH - END OF YEAR	\$ 188,392	\$ 130,499

See notes to financial statements

ROSELAND PARK COUNTRY CLUB

Notes to Financial Statements

Year Ended April 30, 2018

(Unaudited)

PURPOSE OF THE ORGANIZATION

Roseland Park Country Club (the "organization") is a not-for-profit organization incorporated provincially under the Business Corporations Act of Ontario. Management has determined that they are exempt from payment of income tax under Section 149(1) of the Income Tax Act.

The organization is a private club that operates to provide social and recreational facilities for its members. The organization was established in 1929.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNFPO).

Cash and cash equivalents

Cash includes cash and cash equivalents. Cash equivalents are investments in guaranteed investment certificates and are valued at cost plus accrued interest. The carrying amounts approximate fair value because they have maturities at the date of purchase of one year or less.

Inventory

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis.

Property and equipment

Property and equipment is stated at cost. Property and equipment is amortized over its estimated useful life on a straight-line basis at the following rates and methods:

Land		non-depreciable
Buildings	10 years	straight-line method
Equipment	5 years	straight-line method
Parking Lot	10 years	straight-line method
Tennis Courts	10 years	straight-line method

The organization regularly reviews its property and equipment to eliminate obsolete items.

Financial instruments

The Club initially measures its financial assets and liabilities at fair value. The Club subsequently measures all its financial assets and liabilities at amortized cost. Financial assets measured at amortized cost include cash and equivalents, accounts receivable, harmonized sales tax recoverable and security deposits. Financial liabilities measured at amortized cost include accounts payable, accrued liabilities and harmonized sales tax payable.

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of write-down is recognized in net income.

(continues)

ROSELAND PARK COUNTRY CLUB

Notes to Financial Statements

Year Ended April 30, 2018

(Unaudited)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Revenue recognition

The organization recognizes revenues as follows:

- membership fees are recognized in the period in which the related service is provided.
- other sources of revenue are recognized in the period in which they are earned and when collection is reasonably assured.

Contributed services

The Club is dependent upon the voluntary services of its members. No provision has been made for services contributed by individual volunteers as the value of such services cannot be reasonably measured.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian Accounting Standards for Not-for-Profit Organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. The principal estimates used in these financial statements are accrued liabilities, deferred income and the estimated useful lives of property and equipment. Actual results could differ from these estimates.

2. CASH AND EQUIVALENTS

	<u>2018</u>	<u>2017</u>
The balance is comprised of:		
Royal Bank Chequing	\$ 101,593	\$ 62,838
Royal Bank Capital Reserve Fund	37,506	18,894
Cash Float - Bar Purchases	500	-
Cash Float - First Friday	200	-
Bar Float	300	300
Petty Cash Float	250	250
Rogues Float	177	150
Cash to be deposited	1,487	1,839
Operating Reserve - RBC GIC	21,000	21,000
Operating Reserve - RBC GIC	25,379	25,228
	<u>\$ 188,392</u>	<u>\$ 130,499</u>

ROSELAND PARK COUNTRY CLUB

Notes to Financial Statements

Year Ended April 30, 2018

(Unaudited)

3. PROPERTY AND EQUIPMENT

	Cost	Accumulated amortization	2018 Net book value	2017 Net book value
Building	\$ 461,216	\$ 404,171	\$ 57,045	\$ 78,586
Equipment	41,952	38,464	3,488	5,741
Land	47,650	-	47,650	47,650
Parking Lot	43,069	24,139	18,930	23,237
Tennis Court	112,478	40,166	72,312	81,844
	\$ 706,365	\$ 506,940	\$ 199,425	\$ 237,058

4. FINANCIAL INSTRUMENTS

The organization is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the organization's risk exposure and concentration as of April 30, 2018.

(a) Credit risk

The organization is exposed to credit risk in the event of default by counter parties in connection with the organizations members. The organization does not obtain collateral or other security to support the accounts receivable subject to credit risk but mitigates this risk by dealing directly with parties determined to be financially sound counter parties and, accordingly, does not anticipate significant write-offs.

(b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The organization is exposed to liquidity risk through its debts and obligations. To ensure the organization is able to fund its obligations as they come due, it maintains accessible sources of liquidity by maintaining cash reserves and available financing from the organization's members.

Unless otherwise noted, it is management's opinion that the organization is not exposed to significant currency, interest rate or other price risks arising from these financial instruments.

5. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.

ROSELAND PARK COUNTRY CLUB

Notes to Financial Statements

Year Ended April 30, 2018

(Unaudited)

6. CLUB ACTIVITIES

In addition to membership dues, initiation fees and rentals, the club generates net revenue from the following activities :

	Revenue	Expense	2018 (Net)	2017 (Net)
Events	\$ 21,529	\$ 14,238	\$ 7,291	\$ 3,745
Bridge	18,154	8,889	9,265	7,072
Rogues	126	-	126	410
Bar	19,215	12,852	6,363	7,642
	-	-	-	-
	\$ 59,024	\$ 35,979	\$ 23,045	\$ 18,869
