

# **BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION**

## **FINANCIAL STATEMENTS** (Audited)

**DECEMBER 31, 2023**

A member of the



# BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION

December 31, 2023

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# MICHAEL IHEKUNA CPA

## Chartered Professional Accountant

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### Independent Auditor's Report

To the Members of:  
Bridgeland - Riverside Community Association

### Report on the Audit of the Financial Statements

#### Qualified Opinion

I have audited the Statement of Financial Position of the Bridgeland - Riverside Community Association as at December 31, 2023 and the Statements of Operations, Net Assets and Cash Flows and a summary of significant accounting policies and other explanatory notes for the year ended December 31, 2023.

In my opinion, except for the effects of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself of the completeness of fundraising activities, these financial statements present fairly, in all material respects, the financial position of the Bridgeland - Riverside Community Association as at December 31, 2023 and the results of its operations and cash flows for the year ended December 31, 2023 in accordance with Canadian accounting standards for not-for-profit organizations.

#### Basis for Qualified Opinion

In common with many not-for-profit organizations, the Bridgeland - Riverside Community Association derives revenue from certain fundraising activities, the completeness of which is not subject to satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the Bridgeland - Riverside Community Association and I was not able to determine whether any adjustments might be necessary to revenue, excess of revenue over expenses, assets and net assets. I conducted my audit in accordance with Canadian auditing standards. I am independent of the Bridgeland - Riverside Community Association in accordance with the ethical requirements that are relevant to my audit and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

#### Management's Responsibility

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 controls as management determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Bridgeland - Riverside Community Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting.

### **Auditor's responsibility**

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, concluding on the appropriateness of management's use of the going concern basis of accounting as well as evaluating the overall presentation of the financial statements.

I communicate with those charged with governance regarding the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal controls that I identify during my audit.

Calgary, Alberta  
May 21, 2024



Michael Ihekuna CPA  
Chartered Professional Accountant

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**BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION**  
**STATEMENT OF FINANCIAL POSITION**  
(Audited)

As at December 31, 2023

	<u>2023</u>	<u>2022</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents, unrestricted	\$ 10,059	\$ 105,983
Cash and cash equivalents, internally restricted (Note 9)	382,076	401,828
Accounts receivable, unrestricted	-	1,733
Prepaid expense and deposit, unrestricted (Note 8)	12,804	12,321
Goods and Services Tax	6,417	575
<b>TOTAL CURRENT ASSETS</b>	<u>411,356</u>	<u>522,440</u>
<b>EXTERNALLY RESTRICTED ASSETS</b> (Note 3)	76,983	44,173
<b>PROPERTY AND EQUIPMENT</b> (Note 4)	<u>21,256</u>	<u>53,769</u>
<b>TOTAL ASSETS</b>	<u>\$ 509,595</u>	<u>\$ 620,382</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities	\$ 11,413	\$ 13,460
Refundable deposits	2,575	12,152
Deferred revenue	1,720	3,129
Deferred cash contributions (Note 3)	76,983	44,173
<b>TOTAL CURRENT LIABILITIES</b>	<u>92,691</u>	<u>72,914</u>
<b>LONG TERM DEBT</b> (Note 10)	-	60,000
<b>DEFERRED CAPITAL CONTRIBUTIONS</b> (Note 5)	<u>9,845</u>	<u>6,646</u>
<b>TOTAL LONG TERM LIABILITIES</b>	<u>9,845</u>	<u>66,646</u>
<b>NET ASSETS</b>		
Unrestricted	13,572	31,871
Internally restricted (Note 9)	382,076	401,828
Invested in property and equipment	11,411	47,123
<b>TOTAL NET ASSETS</b>	<u>407,059</u>	<u>480,822</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 509,595</u>	<u>\$ 620,382</u>

APPROVED ON BEHALF OF THE BOARD OF DIRECTORS:

\_\_\_\_\_ Director

\_\_\_\_\_ Director

See Notes to the Financial Statements

**BRIDGELAND- RIVERSIDE COMMUNITY ASSOCIATION**  
**STATEMENT OF CHANGES IN NET ASSETS**  
(Audited)

**For the Year Ended December 31, 2023**

	Unrestricted	Internally restricted assets (Note 9)	Invested in Property and Equipment	2023 Totals	2022 Totals
Beginning balance	\$ 31,871	401,828	\$ 47,123	\$ 480,822	\$ 500,846
Net transfers (Note 9)	19,752	(19,752)	-	-	-
Deficiency of revenues over expenses	(38,051)	-	(35,712)	(73,763)	(20,024)
Balances, end of the year	<u>\$ 13,572</u>	<u>382,076</u>	<u>\$ 11,411</u>	<u>\$ 407,059</u>	<u>\$ 480,822</u>

See Notes to Financial Statements

**BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION**  
**STATEMENT OF OPERATIONS**  
(Audited)

For the Year Ended December 31, 2023

	<b>2023</b>	<b>2022</b>
<b>REVENUE</b>		
Casino contributions (Note 7)	\$ 56,352	\$ 45,413
Programs	55,297	23,708
Insurance proceed	25,500	-
Interest	23,780	10,874
Rental Income	22,036	77,264
Grants (Note 11)	21,763	13,841
CEBA Loan forgiveness (Note 10)	20,000	-
Donations	8,234	4,665
Events	2,426	590
Membership	1,681	1,141
Fundraising revenue	1,483	8,410
Miscellaneous revenue	1,059	20,350
COVID-19 relief funding	-	17,707
	<b>239,611</b>	<b>223,963</b>
<b>EXPENSES</b>		
Wages & benefits	90,374	96,057
Events	42,049	14,213
Loss on disposal of capital assets	36,516	-
Programs	31,158	19,463
Repair and maintenance	28,471	48,828
Administration/office/telephone	22,626	13,391
Utilities	21,175	24,907
Tool library transfer to ranchlands	13,178	-
Professional fees	12,257	5,797
Insurance	9,667	9,095
Donation	100	-
Impairment of capital assets	-	7,608
	<b>307,571</b>	<b>239,359</b>
<b>DEFICIENCY OF REVENUE OVER EXPENSES BEFORE AMORTIZATION</b>	<b>(67,960)</b>	<b>(15,396)</b>
Amortization	(8,904)	(7,175)
Amortization of deferred capital contributions (Note 5)	3,101	2,547
	<b>(73,763)</b>	<b>(20,024)</b>
<b>DEFICIENCY OF REVENUE AFTER AMORTIZATION</b>	<b>\$ (73,763)</b>	<b>\$ (20,024)</b>

See Notes to Financial Statements

**BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION**  
**STATEMENT OF CASH FLOWS**  
(Audited)

For the Year Ended December 31, 2023

	<b>2023</b>	<b>2022</b>
<b>Cash generated from (used in):</b>		
<b>OPERATIONS:</b>		
Deficiency of revenue over expenses	\$ (73,763)	\$ (20,024)
Charges not affecting cash:		
Amortization	8,904	7,175
Impairment of assets	-	7,608
Loss on disposal of assets	36,516	-
Amortization of deferred capital contributions (Note 5)	(3,101)	(2,547)
Changes in non-cash operating working Capital:		
Accounts receivable	1,733	23,262
Prepaid expense	(483)	(3,028)
Accounts payable, accrued liabilities and refundable deposits	(11,624)	5,870
Goods and Services Tax	(5,841)	(333)
Deferred revenue	(1,409)	597
Cashflow from operations	(49,068)	18,580
<b>INVESTING:</b>		
Purchase of property and equipment	(12,907)	-
	(12,907)	-
<b>FINANCING:</b>		
Changes in deferred cash contributions	32,809	(37,347)
Changes in deferred capital contributions	6,300	-
Repayment of CEBA loan (Note 10)	(60,000)	-
	(20,891)	(37,347)
<b>DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(82,866)</b>	<b>(18,767)</b>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF THE YEAR</b>	<b>551,984</b>	<b>570,751</b>
<b>CASH AND CASH EQUIVALENTS, END OF THE YEAR</b>	<b>\$ 469,118</b>	<b>\$ 551,984</b>
<b>Consisting of:</b>		
Unrestricted cash and cash equivalents	\$ 10,059	\$ 105,983
Internally restricted cash and cash equivalents	382,076	401,828
Externally restricted cash and cash equivalents (Note 3)	76,983	44,173
	<b>\$ 469,118</b>	<b>\$ 551,984</b>

See Notes to Financial Statements



# BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS

(Audited)

December 31, 2023

### 1. GENERAL

The Bridgeland-Riverside Community Association ("BRCA" or the "Association") was registered on August 12, 1950 under the Societies Act of Alberta as a not-for-profit organization and as such is exempt from income tax according to Section 149 (G) of the Income Tax Act.

#### **The objects of the Association are**

- a) To provide for all ages: sports and recreational programs; educational and self-improvement programs; indoor and outdoor activities; and social events.
- b) To acquire land, buildings, and equipment; and to maintain, supervise, lease, mortgage and dispose of and otherwise deal with the property of the BRCA.
- c) To provide a meeting place for residents and various community groups.
- d) To help community residents by providing various services and by encouraging the efforts of other not-for-profit or social service agencies.
- e) To interact with and liaise with agencies, businesses, hospitals and other organizations in the neighbourhood and to interact and liaise with residents and organizations from other communities.
- f) To publicize and provide information about the activities of the BRCA and community concerns to members of the BRCA, neighbourhood residents, and the community at large.
- g) To help preserve the history of the neighbourhood by collecting and publishing local historical information and encouraging the same from other local community groups.
- h) To encourage and help with the beautification and clean-up of the neighbourhood.
- i) To deal with urban development concerns (such as proposed new buildings, zoning issues, traffic problems, preservation of community open space, area redevelopment plans, revitalization of commercial districts) by reviewing and commenting on proposed changes, formulating plans of action, informing community residents, liaising with different levels of government, and publicly representing the community's interests.
- j) To recruit, train, support and award volunteers who will help carry out the objectives of the BRCA.
- k) To fundraise on a regular basis to support our objectives, to maintain our community hall and any other BRCA's property, and to pay staff wages.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant accounting policies are as follows:

#### **(a) Revenue Recognition**

- i. Revenue from externally restricted assets has been recorded according to the deferral method where revenue is recognized when the related expense occurred.

**BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
(Audited)

**December 31, 2023**

- ii. Programs and events income is recorded as revenue in the period in which it is earned.
- iii. Rental income is recognised as revenue in the period which it is earned as per the lease agreement, generally paid in advance of the hall rental date.
- iv. Investment Income is recorded as revenue when earned.
- v. Other income items such as donations and fundraising income are recognized when received.

**(b) Property and Equipment**

Property and equipment are recorded at cost. Amortization is calculated on the straight-line method over the expected life of the asset:

Leasehold Improvements	10 years
Playground	5 years
Furniture & equipment	5 years
Website	3 years

No residual value or first year rule apply.

**(c) 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 amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statement of changes in such estimates in future periods may be significant.

**(d) Financial Instruments**

**Measurement of Financial Instruments:**

The BRCA initially measures its financial assets and financial liabilities at fair value. The BRCA subsequently measures all its financial assets and financial liabilities at cost or amortized cost. Changes in fair value of these financial instruments are recognized in net income. Financial instruments measured at amortized cost include cash, accounts receivable and accounts payable.

**Financial Risk:**

It is management's opinion that the BRCA is not exposed to significant interest, currency, price, market or credit risks arising from these financial instruments.

**BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
(Audited)

**December 31, 2023**

**(e) Use of Estimates**

The preparation of financial statements in accordance 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, the disclosure of contingent assets and liabilities at the statement of financial position date and the reported amounts of revenues and expenses for the periods covered. The main estimates relate to the collectability of receivables, the useful life of property and equipment and the amounts recorded as accrued liabilities.

It is management's opinion, that the BRCA is not exposed to significant interest, currency, price or credit risks.

**(f) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, balances with banks and short term deposits with original maturities of three months or less.

**3. EXTERNALLY RESTRICTED ASSETS / DEFERRED CASH CONTRIBUTIONS**

Externally restricted assets include externally restricted grants and cash received from casino events. Casino proceeds are restricted according to Alberta Gaming approved objectives. Unspent grant funding is restricted to approved objectives of the grant provider.

	<u>2023</u>	<u>2022</u>
Cash - casino	\$ 60,981	\$ 34,293
Restricted cash held in general bank account (Note 11)	16,002	9,880
<b>Total restricted assets</b>	<b>\$ 76,983</b>	<b>\$ 44,173</b>

**4. PROPERTY AND EQUIPMENT**

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net 2023</u>	<u>Net 2022</u>
Playground	\$ 239,540	(239,540)	-	-
Equipment and Furniture	127,925	(116,017)	11,908	39,220
Tools	9,406	(9,406)	-	-
Website	3,740	(3,740)	-	1,247
Leasehold Improvements	39,550	(30,202)	9,348	13,302
	<b>\$ 420,161</b>	<b>(398,905)</b>	<b>21,256</b>	<b>53,769</b>

# BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS

(Audited)

December 31, 2023

### 5. DEFERRED CAPITAL CONTRIBUTIONS

Externally restricted assets spent on capital expenditures have been recorded as deferred contributions and are amortized on the same basis as the related capital asset.

	<u>2023</u>	<u>2022</u>
Opening balance	\$ 6,646	\$ 9,193
Amortization of deferred capital contribution	(3,101)	(2,547)
Additions to deferred capital contributions (Note 11)	\$ 6,300	\$ -
Balance carried forward	<u>\$ 9,845</u>	<u>\$ 6,646</u>

### 6. CONTRIBUTED GOODS AND SERVICES

Contributed services and donated items are recognized in the financial statements when the fair value can reasonably be estimated, when the services are used in the normal course of the BRCA's operations and when they otherwise would have been purchased. During the year \$Nil (2022: \$Nil) donated goods and services were recorded in the financial statements.

A substantial number of volunteers have made significant contributions of their time to develop the BRCA's programs. The value of this contributed time is not reflected in these financial statements.

### 7. CASINO CONTRIBUTIONS

	<u>2023</u>	<u>2022</u>
Beginning casino funds	\$ 34,293	\$ 78,640
Casino proceeds	79,593	-
Casino advisor fees reimbursement	2,283	-
Casino advisor fees paid	(2,419)	-
Interest income	3,582	1,066
Ending balance - Deferred casino cash contribution (Note 3)	<u>(60,981)</u>	<u>(34,293)</u>
Casino funds contributed to operations	<u>\$ 56,352</u>	<u>\$ 45,413</u>

**BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
(Audited)

**December 31, 2023**

**8. PREPAID EXPENSE AND DEPOSIT**

Prepaid expenses include insurance of \$9,304 and a deposit of \$3,500 held with Parks Foundation.

**9. INTERNALLY RESTRICTED ASSETS**

The board of directors established an internal restriction of the Lifecycle fund. The purpose of the fund is to provide for the maintenance, repair and replacement of the Association's depreciating capital assets including, in particular, in order to secure the Association's obligations in respect of "repairs and maintenance" under the License of Occupation between the City of Calgary and the Association. No other transfer out of the Lifecycle fund may occur except for the purpose and except if first documented by an authorizing resolution of the board of directors.

During the year, the board paid off the CEBA Loan using some of the Lifecycle fund.

**10. LONG TERM DEBT**

Due to the uncertainty caused by the COVID 19 pandemic and the relief programs offered by the Canadian Government in response, the Centre applied for and received the Canada Emergency Business Account ("CEBA").

During the fiscal year, the \$60,000 CEBA loan was paid and \$20,000 was forgiven which has now been recognised into income.

# BRIDGELAND - RIVERSIDE COMMUNITY ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS

(Audited)

December 31, 2023

### 11. GRANTS

	2023	2022
<b>Government of Canada - Summer student grant</b>	\$ -	\$ 4,041
Spent on operations	-	(4,041)
Deferred to next year	-	-
<b>Government of Canada - New horizon grant</b>	-	7,500
Spent on operations	-	(7,500)
Deferred to next year	-	-
<b>Calgary Arts Development - Public Art Microgrant</b>	<b>9,469</b>	-
Spent on operations	-	-
Deferred to next year	<b>9,469</b>	-
<b>City of Calgary - Inspiring Neighbourhoods grant</b>	<b>7,000</b>	7,000
Spent on operations	<b>(7,000)</b>	-
Deferred to next year	-	7,000
<b>Enmax - Energizing spaces grant</b>	<b>2,880</b>	2,880
Spent on capital asset from casino funds	-	-
Deferred to next year	<b>2,880</b>	2,880
<b>Government of Canada - Enabling Accessibility Fund</b>	<b>8,292</b>	-
Spent on capital assets	<b>(6,300)</b>	-
Spent on operations	<b>(1,321)</b>	-
Deferred to next year	<b>671</b>	-
<b>City of Calgary - Miscellaneous grants</b>	<b>8,050</b>	2,300
Spent on operations	<b>(8,050)</b>	(2,300)
Deferred to next year	-	-
<b>Parks Foundation - Embrace the outdoors Grant</b>	<b>5,000</b>	-
Spent on operations	<b>(2,018)</b>	-
Deferred to next year	<b>2,982</b>	-
<b>Federation of Calgary Communities - Activate YYC</b>	<b>2,574</b>	\$ -
Spent on operations	<b>(2,574)</b>	\$ -
Deferred to next year	-	\$ -
<b>Calgary Foundation - Stepping Stones grant</b>	<b>800</b>	\$ -
Spent on operations	<b>(800)</b>	\$ -
Deferred to next year	-	\$ -
<b>Summary:</b>		
<b>Grant funds spent on operations</b>	<b>\$ 21,763</b>	<b>\$ 13,841</b>
<b>Grant funds spent on capital assets (Note 5)</b>	<b>\$ 6,300</b>	<b>\$ -</b>
<b>Grant funds deferred to next year</b>	<b>\$ 16,002</b>	<b>\$ 9,880</b>