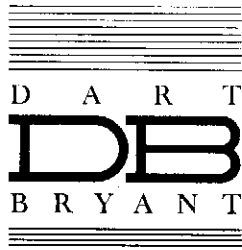


CONFEDERATION PARK 55+ ACTIVITY CENTRE
Financial Statements
Year Ended December 31, 2013



DART BRYANT
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INDEPENDENT AUDITORS' REPORT

To the Members of Confederation Park 55+ Activity Centre

We have audited the accompanying financial statements of Confederation Park 55+ Activity Centre, which comprise the statement of financial position as at December 31, 2012, and the statements of operations and cash flows 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.

Auditors' Responsibility

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

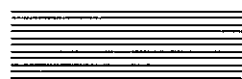
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control 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 control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis of Qualified Opinion

In common with many not-for-profit organizations, Confederation Park 55+ Activity Centre derives revenue from donations and various functions, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of Confederation Park 55+ Activity Centre. Therefore, we were not able to determine whether any adjustments might be necessary to donation and fundraising revenue, excess of revenues over expenses, and cash flows from operations for the year ended December 31, 2013, current assets and net assets as at December 31, 2013.

(continues)



Independent Auditors' Report to the Members of Confederation Park 55+ Activity Centre *(continued)*

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Confederation Park 55+ Activity Centre as at December 31, 2013 and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

March 18, 2014

Chartered Accountants

CONFEDERATION PARK 55+ ACTIVITY CENTRE

Statement of Financial Position

for the year ended December 31, 2012

	Operating Fund	Sustainability & Capital Fund	T&C Fund	Total 2013	Total 2012
ASSETS					
CURRENT ASSETS					
Cash and term deposits (Note 2)	\$ 64,975	\$ 259,613	\$ 28,432	\$ 353,020	\$ 233,793
Accounts receivable	-	-	-	-	5,904
GST payable (receivable)	2,355	-	-	2,355	1,638
	<u>67,330</u>	<u>259,613</u>	<u>28,432</u>	<u>355,375</u>	<u>241,335</u>
LIABILITIES AND FUND BALANCES					
CURRENT LIABILITIES					
Accounts payable	13,242	-	-	13,242	4,667
Deferred Revenue - Memberships	11,520	-	-	11,520	12,302
Deferred Contributions - FCSS	42,568	-	-	42,568	42,468
Deferred Contributions - Casino	-	-	28,432	28,432	9,074
	<u>67,330</u>	<u>-</u>	<u>28,432</u>	<u>95,762</u>	<u>68,511</u>
FUND BALANCES	<u>-</u>	<u>259,613</u>	<u>-</u>	<u>259,613</u>	<u>172,824</u>
	<u>\$ 67,330</u>	<u>\$ 259,613</u>	<u>\$ 28,432</u>	<u>\$ 355,375</u>	<u>\$ 241,335</u>

On behalf of the Board

_____ Director

_____ Director

Please see Notes

CONFEDERATION PARK 55+ ACTIVITY CENTRE
Statement of Revenues, Expenses and Fund Balances
Year Ended December 31, 2013

	Operating Fund	Sustainability & Capital Fund	T&C Fund	Total 2013	Total 2012
REVENUES					
Government grants	\$ 202,995	\$ -	\$ -	\$ 202,995	\$ 174,871
Memberships	22,188	-	-	22,188	19,953
President's appeal	8,085	-	-	8,085	10,406
Copier Income	209	-	-	209	253
Gazette	867	-	-	867	924
Fundraising and other functions	18,395	-	54,553	72,948	97,408
Class registrations	60,892	-	-	60,892	53,934
Donations and contributions	50,019	-	5,212	55,231	56,708
Bequests	-	77,431	-	77,431	-
Interest and investment income	1	-	-	1	518
Facility rental	29,039	-	-	29,039	26,913
	<u>392,690</u>	<u>77,431</u>	<u>59,765</u>	<u>529,886</u>	<u>441,888</u>
EXPENSES					
Salaries and benefits	140,727	-	16,576	157,303	160,689
Transportation	2,107	-	16,397	18,504	19,210
Office	4,413	-	15,797	20,210	32,053
Copier and supplies	2,777	-	-	2,777	8,612
Janitorial	2,342	-	-	2,342	2,712
Fundraising and other functions	28,995	-	865	29,860	20,077
Class instruction	45,020	-	-	45,020	52,648
Telephone	3,562	-	-	3,562	3,791
Utilities & rent	68,791	-	-	68,791	69,413
Repairs and maintenance	62,304	-	-	62,304	47,201
Insurance	6,306	-	-	6,306	5,891
Professional services	26,118	-	-	26,118	6,805
	<u>393,462</u>	<u>-</u>	<u>49,635</u>	<u>443,097</u>	<u>429,102</u>
OPERATING EXCESS (DEFICIENCY)	(772)	77,431	10,130	86,789	12,786
Interfund transfers	772	9,358	(10,130)	-	-
EXCESS (DEFICIENCY) OF REVENUE	-	86,789	-	86,789	12,786
FUND BALANCES, beginning of year	-	172,824	-	172,824	160,038
FUND BALANCES, end of year	\$ -	\$ 259,613	\$ -	\$ 259,613	\$ 172,824

Please see Notes

CONFEDERATION PARK 55+ ACTIVITY CENTRE

Statement of Cash Flows

Year Ended December 31, 2013

	Operating Fund	Sustainability & Capital Fund	T&C Fund	Total 2013	Total 2012
OPERATING ACTIVITIES					
Excess (deficiency) of revenue	\$ -	\$ 86,789	\$ -	\$ 86,789	\$ 12,786
Changes in non-cash working capital					
- Accounts receivable	5,903	-	-	5,903	1,593
- Accounts payable	8,575	-	-	8,575	2,465
- Prepaid expenses	-	-	-	-	912
- GST Payable (receivable)	(717)	-	-	(717)	349
Deferred Revenue					
- Memberships	(782)	-	-	(782)	952
- Classes	-	-	-	-	(14,195)
Deferred contributions					
- FCSS	100	-	-	100	(84,165)
- Tea & conversation	-	-	19,359	19,359	9,074
Cash flow from operating activities	<u>13,079</u>	<u>86,789</u>	<u>19,359</u>	<u>119,227</u>	<u>(70,229)</u>
INCREASE (DECREASE) IN CASH FLOW	13,079	86,789	19,359	119,227	(70,229)
CASH - beginning of year	<u>51,896</u>	<u>172,824</u>	<u>9,073</u>	<u>233,793</u>	<u>304,022</u>
CASH - end of year	<u>\$ 64,975</u>	<u>\$ 259,613</u>	<u>\$ 28,432</u>	<u>\$ 353,020</u>	<u>\$ 233,793</u>

CONFEDERATION PARK 55+ ACTIVITY CENTRE

Notes to Financial Statements

Year Ended December 31, 2013

1. OVERVIEW

Confederation Park 55+ Activity Centre is a registered society and charity formed to provide educational, recreational, outreach support programs and special services to members of the community 55 years of age and older to help them maintain an independent life style.

These financial statements include the operations and resources of the Operating, Sustainability & Capital and Taxi Funds only and do not include the operations and resources of any self sufficient but directly controlled Clubs or Committees of the Centre, except for contributions received from these clubs. See Note 3 for a summary of these clubs and their activities.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The society follows Canadian accounting standards for not for profit organizations the more significant being:

Going Concern

These financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the payment of liabilities in the ordinary course of business. The continued operation of the Centre is dependent on the continued support of government and interested individuals and groups.

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Cash and Term Deposits

Term deposits are initially recorded at fair value (being cost plus accrued interest) when purchased with no subsequent adjustment.

Property and Equipment

Property and Equipment are expensed as purchased.

Deferred Revenue

Class registration fees and membership fees received in advance are recorded as deferred revenue until the class or term is completed.

(continues)

CONFEDERATION PARK 55+ ACTIVITY CENTRE

Notes to Financial Statements

Year Ended December 31, 2013

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

Fund Accounting

Fund accounting is used to ensure the observance of the purposes, limitations, and restrictions on the use of resources made available to the organization as specified by the donors, contributors, and the Board.

The funds are summarized for reporting as follows:

Operating Fund

- to handle all general fund raising events, general Centre functions, class instruction and support of all other committees and clubs which are in place. It includes government grants relating to budgeted salaries, benefits, rent and utilities. Any deficits are funded by the Sustainability & Capital Fund.

Sustainability & Capital Fund

- to record all funds received and disbursed for property, plant and equipment acquisition and is used to fund any Operating Fund deficits. Bequests with no specific direction are recorded in this fund as well. The Sustainability & Capital Fund is limited to \$500,000.

Tea & Conversation Fund

- to record all funds received and disbursed relating to the tea and conversation events and related travel.

Revenue Recognition

The Centre follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue of the appropriate fund in the year in which the related expenses are incurred. Until then, they are recorded as deferred contributions. Unrestricted contributions are recognized as revenue of the appropriate fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Fund raising and other function revenue is recorded as received. Investment income is accrued as earned. Government grants are recorded when there is a reasonable assurance that the organization had complied with and will continue to comply with, all the necessary conditions to obtain the grants.

Contributions from the following clubs are reported net as contributions when received as opposed to consolidation of the clubs activities as the individual club activity is not considered material to these statements; Camera Club, Choir Club, Jeritol Jiver Club, Old Tyme Gliders Club and Library Club

Contributed Goods & Services

Management estimates that 213 (2012: 319) volunteers contribute about 22,004 (2012: 24,030) hours per year to assist the Centre in carrying out its service delivery and support activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

The society received \$3,580 (2012: 2,000) gifts in kind for art works which are recorded at estimated fair value.

(continues)

CONFEDERATION PARK 55+ ACTIVITY CENTRE

Notes to Financial Statements

Year Ended December 31, 2013

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement Uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principles 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. Actual results could differ from these estimates.

Fundraising Activities

Fundraising revenues and expenses are recorded specifically in the Operating Fund. No salary costs have been allocated to the fundraising costs.

3. DEFERRED CONTRIBUTIONS

Certain contributions received are externally restricted and are recorded as deferred contributions until funds are expended at which time they are transferred to revenue to match the expense. A summary of the activity follows.

	Opening balances	Restricted contributions	To revenue to match expense	Ending balances
Deferred contributions- FCSS	\$ 42,468	\$ 169,970	\$ (169,870)	\$ 42,568
Deferred contributions- Casino	9,074	68,965	(49,607)	28,432
	<u>\$ 51,542</u>	<u>\$ 238,935</u>	<u>\$ (219,477)</u>	<u>\$ 71,000</u>