

HAMPTON VILLAGE COMMUNITY ASSOCIATION INC.
FINANCIAL STATEMENTS
JUNE 30, 2023
(Unaudited)

HAMPTON VILLAGE COMMUNITY ASSOCIATION INC.
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(Unaudited)

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of
Hampton Village Community Association Inc.

I have reviewed the accompanying financial statements of Hampton Village Community Association Inc. which comprise of the statement of financial position as at June 30, 2023 and the statements of operations, changes in net assets 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.

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. 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, I do not express an audit opinion on these financial statements.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the financial statements do not present fairly, in all material respects, the financial position of Hampton Village Community Association Inc. as at June 30, 2023, 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.

Saskatoon, Saskatchewan
August 9, 2023


Tara Quick, Chartered Professional Accountant, CGA

HAMPTON VILLAGE COMMUNITY ASSOCIATION INC.
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2023
(Unaudited)

	<u>2023</u>	<u>2022</u>
ASSETS		
CURRENT		
Cash	\$ 62,482	\$ 62,703
Accounts receivable	<u>7,152</u>	<u>7,169</u>
	69,634	69,872
PREPAID EXPENSES	2,603	1,869
TANGIBLE CAPITAL ASSETS (Note 3)	<u>23,019</u>	<u>24,628</u>
	<u><u>\$ 95,256</u></u>	<u><u>\$ 96,369</u></u>
LIABILITIES		
CURRENT		
Accounts payable	<u>\$ 2,462</u>	<u>\$ 3,376</u>
FUND BALANCES		
Unrestricted operating fund	64,775	64,366
Restricted emergency rink/general contingency	5,000	4,000
Capital asset fund	<u>23,019</u>	<u>24,627</u>
	<u>92,794</u>	<u>92,993</u>
	<u><u>\$ 95,256</u></u>	<u><u>\$ 96,369</u></u>

APPROVED ON BEHALF OF THE BOARD

 Treasurer

 Board Member

The accompanying notes are an integral part of these financial statements.

HAMPTON VILLAGE COMMUNITY ASSOCIATION INC.
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED JUNE 30, 2023
(Unaudited)

	<u>2023</u>	<u>2022</u>
REVENUES		
Community/special events	\$ 0	\$ 1,678
Grants	8,717	6,201
Memberships	3,940	3,910
Newsletter	625	700
Programs	<u>40,310</u>	<u>35,655</u>
	<u>53,592</u>	<u>48,144</u>
EXPENDITURES		
Advertising and promotion	264	40
Amortization	2,198	1,979
Bank and credit card fees	3,532	2,067
Business licences and dues	15	15
Community/special events	4,323	401
Donations	4,600	2,900
Executive expenses	1,321	1,329
Insurance	2,155	1,789
Newsletter	1,953	2,050
Office	1,062	1,524
Professional fees	1,943	1,887
Programs	27,235	23,770
Rink and shed maintenance and repair	3,190	1,148
COVID related expenses	<u>0</u>	<u>225</u>
	<u>53,791</u>	<u>41,124</u>
EXCESS REVENUES OVER EXPENDITURES		
(DEFICIENCY OF REVENUES OVER EXPENDITURES)	<u><u>\$ (199)</u></u>	<u><u>\$ 7,020</u></u>

The accompanying notes are an integral part of these financial statements.

HAMPTON VILLAGE COMMUNITY ASSOCIATION INC.
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2023
(Unaudited)

	Capital Assets <u>Fund</u>	Emergency Risk <u>General Contingency</u>	<u>Unrestricted</u>	<u>2023</u>	<u>2022</u>
BALANCE , beginning of year	\$ 24,627	\$ 4,000	\$ 64,366	\$ 92,993	\$ 85,974
Excess of revenues over expenditures (expenditures over revenues)	<u>(1,608)</u>	<u>1,000</u>	<u>409</u>	<u>(199)</u>	<u>7,020</u>
BALANCE , end of year	<u>\$ 23,019</u>	<u>\$ 5,000</u>	<u>\$ 64,775</u>	<u>\$ 92,794</u>	<u>\$ 92,994</u>

The accompanying notes are an integral part of these financial statements.

HAMPTON VILLAGE COMMUNITY ASSOCIATION INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023
(Unaudited)

	<u>2023</u>	<u>2022</u>
OPERATING ACTIVITIES		
Excess of revenues over expenditures (expenditures over revenues)	\$ (199)	\$ 7,020
Items not involving cash:		
Amortization	<u>2,198</u>	<u>1,979</u>
	1,999	8,999
Net change in non-cash working capital balances related to operations:		
Accounts receivable	19	(5,416)
Prepaid expenses	(734)	(1,575)
Accounts payable	<u>(916)</u>	<u>704</u>
	<u>368</u>	<u>2,712</u>
INVESTING ACTIVITIES		
Tangible capital asset purchases	<u>(589)</u>	<u>(1,478)</u>
INCREASE(DECREASE) IN CASH	(221)	1,234
CASH AND CASH EQUIVALENTS, beginning of year	<u>62,703</u>	<u>61,469</u>
CASH AND CASH EQUIVALENTS, end of year	<u><u>\$ 62,482</u></u>	<u><u>\$ 62,703</u></u>

The accompanying notes are an integral part of these financial statements.

HAMPTON VILLAGE COMMUNITY ASSOCIATION INC.
NOTES TO THE FINANCIAL STATEMENTS
AS AT JUNE 30, 2023
(Unaudited)

1. PURPOSE OF THE ORGANIZATION

Hampton Village Community Association Inc. was incorporated under the Non-Profit Corporations Act of the Province of Saskatchewan on November 9, 2010. Its primary purpose is to promote educational, recreational, and social programs in the Hampton Village subdivision in Saskatoon, Saskatchewan. The Corporation is exempt from income taxes under section 149(1)(1) of the Income Tax Act of Canada.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements of the Organization have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

Fund accounting

The Organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when they are received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

The General Fund accounts for the Organization's program delivery and administrative activities. This fund reports unrestricted resources and restricted operating grants.

The Capital Asset Fund reports the assets, liabilities, revenues, and expenses related to the Organization's tangible capital assets.

The Emergency/rink general contingency fund is internally restricted. The fund is to grow by \$500 to \$1,000 per year to a maximum of \$10,000. The amount will not be separated from the general bank account. This is internally restricted and can be amended by the board if they find that the annual and maximum amounts need to be adjusted.

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 amounts of assets and liabilities, and the reported amounts of revenue and expenses. The main estimates include allowance for doubtful accounts, estimated useful lives of tangible capital assets, impairment of long-lived assets, accrued liabilities, and disclosure of contingencies.

Revenue recognition

The Organization recognizes membership fees as contributions as they are non-refundable and do not relate directly to the services provided.

HAMPTON VILLAGE COMMUNITY ASSOCIATION INC.
NOTES TO THE FINANCIAL STATEMENTS
AS AT JUNE 30, 2023
(Unaudited)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Revenue recognition, continued

The Organization recognizes government funding and grants, programs, newsletter and events in the period in which it is receivable.

The Organization recognizes contributions of materials and services only when a fair value can be reasonably estimated and when the materials and services are used in the normal course of the Organization's operations and would otherwise have been purchased.

The Organization uses the restricted fund method of accounting for contributions, which is a specialized type of fund accounting that involves the reporting of details of financial statement elements by fund in such a way that the Organization reports total general funds, or one or more restricted funds.

The Organization recognizes restricted contributions related to general operations as revenue of the General Fund in the year in which the money is received. All other restricted contributions are recognized as revenue of the appropriate restricted fund.

Contributed services

In its day-to-day operation the Organization uses the services of many volunteers. The average number of hours offered to assist the Organization in carrying out its service delivery activities is not able to be calculated. Because of the difficulty of determining the fair value, contributed services are not recognized in the financial statements.

Cash and cash equivalents

Cash equivalents are comprised of highly liquid investments with maturities of three months or less from the date of acquisition.

Tangible capital assets

Tangible capital assets are stated at cost less accumulated amortization. Amortization is provided annually at rates and methods over their estimated useful lives as follows. Estimates of useful lives of the assets are reviewed every year and adjusted on a prospective basis, if needed.

Computer	50%	declining balance
Rink	20 year	straight line
Printer	20%	declining balance
Rink equipment	20%	declining balance

Impairments of tangible capital assets is reviewed whenever events or changes in the circumstances indicate that the carrying value may not be recoverable. Nothing noted this year.

HAMPTON VILLAGE COMMUNITY ASSOCIATION INC.
NOTES TO THE FINANCIAL STATEMENTS
AS AT JUNE 30, 2023
(Unaudited)

3. TANGIBLE CAPITAL ASSETS

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net 2023</u>	<u>Net 2022</u>
Computer	\$ 589	\$ 147	\$ 442	\$ 0
Rink	31,936	11,173	20,763	22,360
Printer	534	359	175	219
Rink equipment	<u>2,477</u>	<u>838</u>	<u>1,639</u>	<u>2,049</u>
	<u>\$ 35,536</u>	<u>\$ 12,517</u>	<u>\$ 23,019</u>	<u>\$ 24,628</u>

4. FINANCIAL INSTRUMENTS

The Association uses risk management to monitor and manage its risk arising from financial instruments. These risks include credit risk, interest rate risk and liquidity risk.

The Association does not use any derivative financial instruments to mitigate these risks.

Credit risk

Credit risks arise from the following sources: cash and cash equivalents and accounts receivable. Cash and cash equivalents are deposited with reputable, major financial institutions to limit the credit risk exposure. The credit risk from counter parties not paying accounts receivable is not considered to be significant.

Interest rate risk

The Association is exposed to interest rate risk with respect to cash and cash equivalents. Changes in interest rates can affect the fair value of the cash flows related to interest income and expense.

Liquidity risk

Liquidity risk exposure is dependent on the receipt of funds from municipal government grants, membership fees and other sources to enable the Association to pay its liabilities as they become due.

5. RELATED PARTIES

Board members of the Organization are related parties of the Organization. The transactions with the board members for programs is an immaterial amount and so has not been allocated out separate from regular income. The board members can receive up to a \$60 refund of any one program each year that they register for, with the understanding that they will report on the program to the other board members each meeting.