

**THE KANATA SENIORS
COUNCIL INC.**

**FINANCIAL STATEMENTS
(Prepared without Audit)**

DECEMBER 31, 2018

Independent Practitioner's Review Engagement Report
Statement of Financial Position
Statement of Revenue and Expenditures and Net Assets
Statement of Cash Flows
Notes to the Financial Statements



CHARTERED
PROFESSIONAL
ACCOUNTANTS

KELLY HUIBERS MCNEELY

P R O F E S S I O N A L C O R P O R A T I O N

INDEPENDENT PRACTITIONERS' REVIEW ENGAGEMENT REPORT

To the Directors of The Kanata Seniors Council Inc.

We have reviewed the accompanying financial statements of The Kanata Seniors Council Inc. that comprise the statement of financial position as at December 31, 2018 and the statements of revenue and expenditures and 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

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 the financial statements do not present fairly, in all material respects, the financial position of The Kanata Seniors Council Inc. as at December 31, 2018, 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.

Kelly Huibers McNeely
Professional Corporation

Stittsville, Ontario
May 21, 2019

Authorized to practise public accounting by
The Chartered Professional Accountants of Ontario

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THE KANATA SENIORS COUNCIL INC.


STATEMENT OF FINANCIAL POSITION
(Prepared without Audit)

As at December 31, 2018

	2018	2017
ASSETS		
CURRENT ASSETS		
Cash	\$ 11,968	\$ 16,818
Short-term investments (note 4)	67,536	70,612
Accounts receivable	2,183	1,401
Prepaid expenses	663	-
	<u>\$ 82,350</u>	<u>\$ 88,831</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 3,878	\$ 3,033
Due to Kanata Craft Group (note 3)	17,046	16,174
Deferred revenue	4,134	-
	25,058	19,207
NET ASSETS	57,292	69,624
	<u>\$ 82,350</u>	<u>\$ 88,831</u>

APPROVED BY THE BOARD


Director


Director

THE KANATA SENIORS COUNCIL INC.

STATEMENT OF REVENUE AND EXPENDITURES AND NET ASSETS
(Prepared without Audit)

For the year ended December 31, 2018

	Revenue 2018	Expenses 2018	Net 2018	2017
REVENUE				
Coffee shop	\$ 47,387	\$ 54,984	\$ (7,597)	\$ (5,950)
Travel	9,556	8,441	1,115	1,059
Computer training	1,528	540	988	1,840
Retirement Living Fair	6,330	3,840	2,490	116
Far West Fun Fest	4,787	4,537	250	(115)
Donations	2,398	-	2,398	3,104
Sponsorship	250	-	250	1,493
Investment income (loss)	(3,240)	-	(3,240)	2,865
HST rebate	4,095	-	4,095	11,330
	<u>73,091</u>	<u>(72,342)</u>	<u>749</u>	<u>15,742</u>
EXPENDITURES				
Administration and office			2,997	2,971
Insurance			829	829
Memberships and sponsorships			1,176	1,206
Miscellaneous			512	137
Other member services			4,811	4,909
Professional fees			2,756	1,765
			<u>13,081</u>	<u>11,817</u>
NET REVENUE (EXPENDITURES)			(12,332)	3,925
NET ASSETS - BEGINNING OF YEAR			69,624	65,699
NET ASSETS - END OF YEAR			\$ 57,292	\$ 69,624

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

THE KANATA SENIORS COUNCIL INC.

STATEMENT OF CASH FLOWS
(Prepared without Audit)

For the year ended December 31, 2018

	2018	2017
CASH PROVIDED BY (USED IN)		
OPERATING ACTIVITIES		
Net revenue (expenditures)	\$ (12,332)	\$ 3,925
Net change in non-cash working capital items:		
Accounts receivable	(782)	(1,401)
Prepaid expenses	(663)	-
Accounts payable and accrued liabilities	845	2,441
Due to Kanata Craft Group	872	157
Deferred revenue	<u>4,134</u>	<u>-</u>
	(7,926)	5,122
INVESTING ACTIVITIES		
Purchase (sale) of short-term investments	<u>3,076</u>	<u>(3,022)</u>
NET CHANGE IN CASH	(4,850)	2,100
CASH - BEGINNING OF YEAR	16,818	14,718
CASH - END OF YEAR	<u>\$ 11,968</u>	<u>\$ 16,818</u>

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

NOTES TO THE FINANCIAL STATEMENTS
(Prepared without Audit)

December 31, 2018

1. NATURE OF ORGANIZATION

The Kanata Seniors Council Inc. ("the Council") is a not-for-profit corporation incorporated under the Canada Corporations Act on March 7, 2000 and continued under the Canada Not-For-Profit Corporations Act January 24, 2014. Effective June 5, 2006 the Council was granted registered charity status under paragraph 149(1)(f) of the Income Tax Act and is exempt from income tax."

The Council is dedicated to supporting seniors and older adults in Kanata and West Ottawa.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

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

Revenue Recognition

Revenue is recognized when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Short-term Investments

Short-term investments consist of fixed income investments that are recorded at cost plus accrued interest and mutual funds recorded at fair value.

Contributed Services

Volunteers contribute many hours per year to assist the Council in carrying out its activities. These contributed services have not been recognized in the financial statements.

Use of Estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations require Management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from these estimates

3. DUE TO KANATA CRAFT GROUP

The interest earned on the funds advanced is added to the balance owing.

4. FINANCIAL INSTRUMENTS

The carrying values of cash, short-term investments, accounts receivable, accounts payable and accrued liabilities and amount due to Kanata Craft Group approximate their fair value due to their short-term maturities.

Included in short-term investments are GICs at .9% interest due February and April, 2019 and a mutual fund with a fair value of \$28,750 (book value of \$26,301).