
CHEEMA AQUATIC CLUB

FINANCIAL INFORMATION
SEPTEMBER 30, 2023

INDEX

	<u>Page</u>
Compilation Engagement Report	1
Statement of Financial Position	2
Statement of Operations	3
Statement of Changes in Members' Net Assets	4
Notes to Financial Information	5

Member of The AC Group of Independent Accounting Firms

COMPILATION ENGAGEMENT REPORT

TO THE MEMBERS OF CHEEMA AQUATIC CLUB:

On the basis of information provided by management, we have compiled the statement of financial position of **Cheema Aquatic Club** as at September 30, 2023, the statements of operations and changes in members' net assets for the year then ended, and Note 1, which describes the basis of accounting applied in the preparation of the compiled financial information, and other explanatory information (the "financial information").

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it and the selection of the basis of accounting.

We performed this engagement in accordance with Canadian Standard on Related Services (CSRS) 4200, *Compilation Engagements*, which requires us to comply with relevant ethical requirements. Our responsibility is to assist management in the preparation of the financial information.

We have not performed an audit engagement or a review engagement, nor were we required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Readers are cautioned that the financial information may not be appropriate for their purposes.

The financial information for the year ended September 30, 2022 was compiled by another accounting firm, Levy Casey Carter MacLean, and was neither audited nor reviewed. Levy Casey Carter MacLean has since joined with Belliveau Veinotte Inc.

Halifax, Nova Scotia
November 27, 2023

Belliveau Veinotte Inc.
Chartered Professional Accountants

CHEEMA AQUATIC CLUB

STATEMENT OF FINANCIAL POSITION SEPTEMBER 30, 2023

	ASSETS	
	<u>2023</u>	<u>2022</u>
Current		
Cash	\$ 48,760	\$ 78,790
Receivables - members	58,285	63,879
- funding	30,512	16,103
Public Service Bodies' HST rebate receivable	24,732	162,507
Inventory	<u>1,519</u>	<u>4,030</u>
	163,808	325,309
Capital assets (note 2)	<u>1,352,409</u>	<u>1,427,793</u>
	<u>\$ 1,516,217</u>	<u>\$ 1,753,102</u>

	LIABILITIES	
Current		
Payables and accruals, trade	\$ 28,873	\$ 68,193
Deferred revenue	107,019	140,362
Current portion of loans payable	<u>45,450</u>	<u>27,137</u>
	181,342	235,692
Loans payable (note 3)	<u>715,765</u>	<u>910,529</u>
	<u>897,107</u>	<u>1,146,221</u>

	MEMBERS' NET ASSETS	
Invested in capital assets	591,194	490,126
Unrestricted net assets	<u>27,916</u>	<u>116,755</u>
	<u>619,110</u>	<u>606,881</u>
	<u>\$ 1,516,217</u>	<u>\$ 1,753,102</u>

On Behalf of the Board

Director

Director

CHEEMA AQUATIC CLUB

STATEMENT OF OPERATIONS YEAR ENDED SEPTEMBER 30, 2023

	<u>2023</u>	<u>2022</u>
Revenues		
Memberships	\$ 566,327	\$ 518,416
After school program	98,691	135,208
Government grants	75,952	9,172
COVID-19 subsidies and grants	-	7,500
Special projects	15,052	14,870
Fundraising and special events, net	(3,093)	12,013
Donations and sponsorships	82,271	3,098
Other	4,848	4,583
Vehicle rental and boat storage	<u>5,650</u>	<u>600</u>
	<u>845,698</u>	<u>705,460</u>
Expenditures		
After school program supplies	8,877	9,787
Amortization	90,384	74,581
Clothing, net	1,539	404
Insurance	23,879	23,702
Interest and bank charges	18,612	14,491
Interest on loans payable	39,890	14,439
Office and administration	12,328	25,745
Paddling -CKC dues	21,788	23,466
-supplies and small equipment	5,859	14,988
-rentals and miscellaneous	6,885	7,349
Professional fees	11,000	2,499
Repairs and maintenance	27,403	48,101
Salaries and benefits	531,656	497,897
Swim program	6,347	8,361
Telephone	169	1,204
Training and travel	5,296	23,782
Utilities	16,414	12,323
Vehicle	<u>5,143</u>	<u>11,312</u>
	<u>833,469</u>	<u>814,431</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 12,229</u>	<u>\$ (108,971)</u>

CHEEMA AQUATIC CLUB

STATEMENT OF CHANGES IN MEMBERS' NET ASSETS
YEAR ENDED SEPTEMBER 30, 2023

	<u>Invested in Capital Assets</u>	<u>Unrestricted</u>	<u>Total 2023</u>	Total <u>2022</u>
Members' net assets, beginning of year	\$ 490,126	\$ 116,755	\$ 606,881	\$ 715,852
Excess (deficiency) of revenues over expenditures	(90,384)	102,613	12,229	(108,971)
Purchase of capital assets	15,000	(15,000)	-	-
Repayment of loans payable	<u>176,452</u>	<u>(176,452)</u>	<u>-</u>	<u>-</u>
Members' net assets, end of year	<u>\$ 591,194</u>	<u>\$ 27,916</u>	<u>\$ 619,110</u>	<u>\$ 606,881</u>

CHEEMA AQUATIC CLUB

NOTES TO FINANCIAL INFORMATION SEPTEMBER 30, 2023

1. Basis of accounting

The basis of accounting applied in the preparation of the financial information reflects cash transactions with the addition of:

- amounts receivable
 - capital assets recorded at historical cost, net of specific grants and donations, and amortized over their estimated useful life
 - payables and accruals
 - deferred revenue
 - loans payable
-

2. Capital assets

	2023			2022	
	<u>Amortization Rate</u>	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	<u>Net Book Value</u>
Frank Garner Boathouse	4%	\$ 1,010,220	\$ 61,794	\$ 948,426	\$ 987,944
Boathouse	4%	367,677	129,099	238,578	248,518
Building	4%	117,828	117,828	-	-
Furniture and fixtures	20%	15,000	1,500	13,500	-
Program equipment	20%	581,558	442,615	138,943	173,679
Site improvement and docks	20%	35,772	30,924	4,848	6,061
Vehicle	30%	<u>56,797</u>	<u>48,683</u>	<u>8,114</u>	<u>11,591</u>
		<u>\$ 2,184,852</u>	<u>\$ 832,443</u>	<u>\$ 1,352,409</u>	<u>\$ 1,427,793</u>

To assist in relieving the financial burden of the recent boathouse expansion, known as “Phase II”, the Club has arranged a Phase II fundraising campaign utilizing the Nova Scotia Sport Trust Fund (NSSTF), which provides donors charitable donation receipts for contributions. In addition, other grants, sponsorships and donations have been received directly by Cheema.

For the year ending September 30, 2023, the Club has received capital grants of \$273,771 for docks and program equipment which directly offset the costs of these purchase. The Club has also received, via the NSSTF, an additional \$70,815 which was used to service the debt on the boathouse. The Club has secured future commitments from donors of \$97,000 which will be available, via the NSSTF, between 2024 and 2027 to assist with debt service costs

CHEEMA AQUATIC CLUB

NOTES TO FINANCIAL INFORMATION SEPTEMBER 30, 2023

3. Loans payable

	<u>2023</u>	<u>2022</u>
4.45% demand loan, amortized to 2035 and maturing in 2028, repayable in equal monthly installments of principal and interest of \$5,689. Secured by a boathouse having a net book value of \$948,426.	\$ 630,599	\$ 658,717
6.64% demand loan, amortized to 2036 and maturing in 2026, repayable in equal monthly installments of principal and interest of \$1,288.	130,616	270,000
Loans repaid during the year	<u>-</u>	<u>8,949</u>
	761,215	937,666
Principal portion repayable within one year	<u>45,450</u>	<u>27,137</u>
	<u>\$ 715,765</u>	<u>\$ 910,529</u>

Minimum principal repayments required, assuming consistency in terms and interest rates, are as follows:

2024	\$ 45,450
2025	50,312
2026	52,768
2027	55,347
2028	58,056
Thereafter	<u>499,282</u>
	<u>\$ 761,215</u>