

MAYFAIR BEL-AIRE COMMUNITY ASSOCIATION
Financial Statements
Year Ended September 30, 2022
(Audited)



CONCEPT
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MAYFAIR BEL-AIRE COMMUNITY ASSOCIATION

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Year Ended September 30, 2022

(Audited)

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INDEPENDENT AUDITOR'S REPORT

To the Members of Mayfair Bel-Aire Community Association

Qualified Opinion

We have audited the financial statements of Mayfair Bel-Aire Community Association (the organization), which comprise the statement of financial position as at September 30, 2022, and the statements of revenues and expenditures, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the organization as at September 30, 2022, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis for Qualified Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the organization in accordance with ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The financial statements for the year ended September 30, 2021 were audited by another auditor who expressed an unmodified opinion on those financial statements on February 1, 2022.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with ASNPO, 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.

(continues)

Independent Auditor's Report to the Members of Mayfair Bel-Aire Community Association (*continued*)

In preparing the financial statements, management is responsible for assessing the organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the organization's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Calgary, Alberta
June 8, 2023

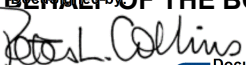



PUBLIC BUSINESS ACCOUNTANTS

MAYFAIR BEL-AIRE COMMUNITY ASSOCIATION**Statement of Financial Position****September 30, 2022***(Audited)*

	2022 \$	2021 \$
ASSETS		
CURRENT		
Cash	33,107	31,615
Term deposits	12,045	12,060
Prepaid expenses	449	337
	<u>45,601</u>	<u>44,012</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	-	1,890
NET ASSETS		
Unrestricted fund	<u>45,601</u>	<u>42,122</u>
LIABILITIES AND NET ASSETS	<u>45,601</u>	<u>44,012</u>

ON BEHALF OF THE BOARD


 DocuSigned by: Paul Collins Director
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 DocuSigned by: Jeff Hyde Director
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See notes to financial statements

MAYFAIR BEL-AIRE COMMUNITY ASSOCIATION**Statement of Revenues and Expenditures****Year Ended September 30, 2022***(Audited)*

	2022	2021
	\$	\$
REVENUES		
Newsletter Advertisement Revenue	4,225	6,003
Sponsorship	5,560	2,000
Memberships	15,559	21,216
Neighbours Event	2,990	-
Grants--Purge It	300	-
Legal Fund Revenue	1,117	9,500
	29,751	38,719
EXPENSES		
Accounting fees	210	1,890
Advertising and promotion	2,402	4,765
Insurance	1,683	1,998
Interest and bank charges	15	113
Memberships	289	289
Office	655	181
Community Development	5,278	-
Neighbours Event Expenses	5,350	-
Other Community Events	300	626
Repairs and maintenance	5,125	8,260
Supplies	3,272	222
Utilities	1,728	1,547
	26,307	19,891
EXCESS OF REVENUES OVER EXPENSES FROM OPERATIONS	3,444	18,828
Interest Income, unrestricted	35	121
EXCESS OF REVENUES OVER EXPENSES	3,479	18,949

MAYFAIR BEL-AIRE COMMUNITY ASSOCIATION**Statement of Changes in Net Assets****Year Ended September 30, 2022***(Audited)*

	Unrestricted Fund \$	Restricted Fund \$	2022 \$	2021 \$
NET ASSETS - BEGINNING OF YEAR	42,122	-	42,122	23,173
EXCESS OF REVENUES OVER EXPENSES	3,479	-	3,479	18,949
NET ASSETS - END OF YEAR	45,601	-	45,601	42,122

MAYFAIR BEL-AIRE COMMUNITY ASSOCIATION**Statement of Cash Flows****Year Ended September 30, 2022***(Audited)*

	2022 \$	2021 \$
OPERATING ACTIVITIES		
Excess of revenues over expenses	3,479	18,949
Changes in non-cash working capital:		
Accounts payable	(1,890)	-
Prepaid expenses	(112)	186
	<u>(2,002)</u>	186
INCREASE IN CASH FLOW	1,477	19,135
Cash - beginning of year	<u>43,675</u>	<u>24,540</u>
CASH - END OF YEAR	<u>45,152</u>	<u>43,675</u>
CASH CONSISTS OF:		
Cash	33,107	31,615
Term deposits	<u>12,045</u>	<u>12,060</u>
	<u>45,152</u>	<u>43,675</u>

MAYFAIR BEL-AIRE COMMUNITY ASSOCIATION

Notes to Financial Statements

Year Ended September 30, 2022

1. PURPOSE OF THE ORGANIZATION

Mayfair Bel-Aire Community Association (the "organization") is a not-for-profit organization incorporated provincially under the Societies Act of Alberta on November 13, 1958 as a not for profit association. It is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

The Association Was formed to promote The recreational, cultural and social activities of its members and community.

2. SIGNIFICANT ACCOUNTING POLICIES

Cash and cash equivalents

Cash includes cash and cash equivalents. Cash equivalents are investments in treasury bills and are valued at cost plus accrued interest. The carrying amounts approximate fair value because they have maturities at the date of purchase of less than ninety days.

Revenue recognition

Mayfair Bel-Aire Community Association 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 received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets.

Unrestricted contributions include donations and interest income. Restricted contributions include grants and neighbors event revenue.

Member fees are recognized as revenue proportionately over the fiscal year to which they relate.

Contributed services

The operations of the organization depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

Financial instruments

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.

When the organization issues financial instruments that include both a debt and equity component, the entire proceeds are allocated to the debt component, and the equity component is assigned a measurement amount of \$nil.

When financial instruments that include both a debt and an equity component are issued, the proceeds are allocated firstly to the component for which the fair value is more readily determinable, and the residual is allocated to the other component.

Preferred shares that would otherwise be classified as liabilities, are classified as equity when issued as part of certain tax planning arrangements.

(continues)

MAYFAIR BEL-AIRE COMMUNITY ASSOCIATION**Notes to Financial Statements****Year Ended September 30, 2022**2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*Short Term Investments

	<u>2022</u>	<u>2021</u>
GIC, 0.1% Cashable, Maturing April 01, 2023	\$ <u>12,045</u>	\$ <u>12,000</u>

Legal Fund

A legal fund was established by the association to be used for the protection of restrictive covenants registered against title in Mayfair and Bel-Aire. A separate bank account was established to account for and control all monies held in the Fund bank account.

Financial instruments

The Association is exposed to various risks through its financial instruments. The following analysis presents the Association's exposures to significant risk at the reporting date:

a) Liquidity risk

Liquidity risk is the risk of being unable to meet obligations as they become due. The Association is exposed to Liquidity risk with respect to the financial liabilities.

b) Other risks

It is management's opinion that the Association is not exposed to any other significant interest, currency, market, or credit risks arising from its financial instruments.