

HIGH PARK GREEN RECREATION CENTRE

FINANCIAL STATEMENTS

YEAR ENDED APRIL 30, 2012

**HIGH PARK GREEN RECREATION CENTRE
FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2012**

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TAPP & COMPANY
Chartered Accountants

1210 Sheppard Avenue East
Suite 710
Toronto, Ontario M2K 1E3

Partners:
Morris Tapp, C.A., C.A. (S.A.)
Joe N. Polakow, B.A., C.A.

Tel (416) 492-5577
Fax (416) 499-9117
contact@tappandco.com

INDEPENDENT AUDITOR'S REPORT

To the Recreation Centre Committee of High Park Green Recreation Centre

We have audited the accompanying financial statements of High Park Green Recreation Centre, which comprise the statement of financial position as at April 30, 2012, and the statements of operating fund and cash flows for the year 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.

Auditor's 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 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 corporation'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 audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of High Park Green Recreation Centre as at April 30, 2012, and the results of its operations for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.



Toronto, Ontario
July 14, 2012

Chartered Accountants
Licensed Public Accountants

HIGH PARK GREEN RECREATION CENTRE

STATEMENT OF FINANCIAL POSITION

AS AT APRIL 30, 2012

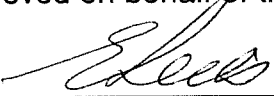
ASSETS

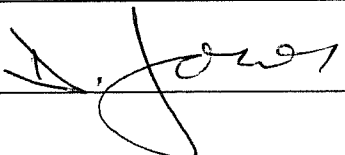
	<u>2012</u>	<u>2011</u>
Current		
Cash – operating fund	<u>\$69,799</u>	<u>\$ 57,576</u>

LIABILITIES AND FUND BALANCES

Current		
Accounts payable and accrued liabilities	\$ 10,252	\$ 7,923
Due to:		
Y.C.C. No. 323	19,362	15,275
Y.C.C. No. 435	33,685	27,878
Refundable key deposits	<u>6,500</u>	<u>6,500</u>
	69,799	57,576
Fund Balance		
Operating fund	<u>-</u>	<u>-</u>
	<u>\$ 69,799</u>	<u>\$ 57,576</u>

Approved on behalf of the Recreation Centre Committee:


_____ Y.C.C. No. 323


_____ Y.C.C. No. 435

See Notes to Financial Statements

HIGH PARK GREEN RECREATION CENTRE

STATEMENT OF OPERATING FUND

YEAR ENDED APRIL 30, 2012

	<u>2012</u> <u>Budget</u> (Note 6)	<u>2012</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Revenue			
Y.C.C. No. 323	\$ 38,219	\$ 38,220	\$ 38,220
Y.C.C. No. 435	66,491	66,491	66,491
Interest income	<u>500</u>	<u>724</u>	<u>631</u>
	<u>105,210</u>	<u>105,435</u>	<u>105,342</u>
Expenses (Notes 4(b) and (c))			
Bank charges	100	-	-
Landscaping and snow removal	32,760	23,861	34,610
Management services	10,170	10,170	9,000
Office and general	700	568	537
Professional fees	9,000	10,498	2,049
Property management fees	5,930	5,831	5,746
Recreation facilities:			
Repairs and maintenance	10,000	11,055	8,005
Staff	29,750	28,250	29,180
Utilities	<u>6,800</u>	<u>6,058</u>	<u>6,221</u>
	<u>105,210</u>	<u>96,291</u>	<u>95,348</u>
Excess of revenue over expenses	<u>\$ -</u>	<u>9,144</u>	<u>9,994</u>
Allocated to member corporations as follows:			
Y.C.C. No. 323		(3,337)	(3,648)
Y.C.C. No. 435		<u>(5,807)</u>	<u>(6,346)</u>
		<u>(9,144)</u>	<u>(9,994)</u>
Balance, end of year		<u>\$ -</u>	<u>\$ -</u>

See Notes to Financial Statements

HIGH PARK GREEN RECREATION CENTRE

STATEMENT OF CASH FLOWS

YEAR ENDED APRIL 30, 2012

	<u>2012</u>	<u>2011</u>
Cash flows from (used in) operating activities		
Owners' assessments	\$104,711	\$104,711
Interest	<u>724</u>	<u>631</u>
	105,435	105,342
Operating fund expenses	(96,291)	(95,348)
Distribution of operating fund surplus	<u>(9,144)</u>	<u>(9,994)</u>
	-	-
Change in other non-cash operating accounts:		
Increase (decrease) in accounts payable	2,329	(10,993)
Increase (decrease) in due to Y.C.C. No. 323	4,087	(4,952)
Increase in due to Y.C.C. No. 435	<u>5,807</u>	<u>6,346</u>
Increase (decrease) in cash resources during the year	12,223	(9,599)
Cash resources, beginning of year	<u>57,576</u>	<u>67,175</u>
Cash resources, end of year	<u>\$ 69,799</u>	<u>\$ 57,576</u>
Comprised of:		
Cash – operating fund	<u>\$ 69,799</u>	<u>\$ 57,576</u>

See Notes to Financial Statements

HIGH PARK GREEN RECREATION CENTRE

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2012

1. NATURE OF OPERATIONS

High Park Green Recreation Centre was created pursuant to an agreement between York Condominium Corporation No. 323 and York Condominium Corporation No. 435 for the purpose of maintaining the recreational facilities and lands in and around High Park Green.

These corporations are obliged to operate the Recreation Centre and to fund the annual budgeted expenditures. The shared percentages are as follows:

York Condominium Corporation No. 323	36.50%
York Condominium Corporation No. 435	<u>63.50%</u>
	<u>100.00%</u>

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Fund Accounting

The statement of operating fund reports all assessments from member corporations and expenses related to the operation and maintenance of the common elements of the Recreation Centre.

(b) Revenue Recognition

Assessments from member corporations are recognized each month as revenue in the statement of operating fund based on the budget distributed each year. Interest and other revenue are recognized as revenue when earned.

(c) Use of Estimates

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires the Recreation Centre's management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results may differ from their best estimates as additional information becomes available in the future and adjustments, if any, are recorded as that information becomes known.

HIGH PARK GREEN RECREATION CENTRE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

APRIL 30, 2012

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(d) Contributed Services

Committee members volunteer their time to assist in the Recreation Centre's activities. While these services benefit the Recreation Centre considerably, a reasonable estimate of their amount and fair value cannot be made and, accordingly, these contributed services are not recognized in the financial statements.

(e) Common Elements

The common elements administered under the Recreation Centre agreement are owned by York Condominium Corporation No. 323 and York Condominium Corporation No. 435 and consequently are not reflected as assets in these financial statements.

3. COMMITMENTS

Type	Period	Annual Payment
Landscaping and snow removal	May 1, 2011 to April 30, 2014	\$ 20,255 *
Property Management Fees	May 1, 2012 to April 30, 2015	5,831
Recreation Staff – Pool	June 1, 2011 to Sept. 30, 2011	28,250
	June 1, 2012 to Sept. 30, 2012	30,995

* Subject to a 2% increase on May 1, 2012 and on May 1, 2013.

4. RELATED PARTY TRANSACTIONS

- (a) No remuneration was paid to Committee members during the year and they had no interest in any transactions of the Recreation Centre.
- (b) Certain expenses of the Recreation Centre were paid by York Condominium Corporation No. 323 as follows:

HIGH PARK GREEN RECREATION CENTRE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

APRIL 30, 2012

4. RELATED PARTY TRANSACTIONS (CONT'D)

	<u>2012</u>	<u>2011</u>
Management services	\$ 10,170	\$ 9,000
Utilities	5,509	4,780

(c) Certain expenses of the Recreation Centre were paid by York Condominium Corporation No.435 as follows:

	<u>2012</u>	<u>2011</u>
Utilities	\$ 549	\$ 1,279
Recreation facilities	-	1,384

These transactions were in the normal course of operations and were measured at the exchange amount, being the amount agreed to by the transacting parties.

5. FINANCIAL INSTRUMENTS

The Recreation Centre's financial instruments consist of cash and accounts payable and accrued liabilities. Unless otherwise noted, it is the opinion of the committee members that the Recreation Centre is not exposed to significant interest rate or credit risks arising from its financial instruments and that the fair values of its financial instruments approximate their carrying value.

6. BUDGET INFORMATION

The budget figures presented for comparison purposes are unaudited and are those approved by the Recreation Centre's Committee on April 11, 2011.