

ROTARY CLUB OF TRURO
FINANCIAL STATEMENTS
(Unaudited)
YEAR ENDED JUNE 30, 2016

JOHNSON SAUNDERS INC.

CHARTERED PROFESSIONAL ACCOUNTANTS

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REVIEW ENGAGEMENT REPORT

To the Members of the
Rotary Club of Truro

We have reviewed the combined statement of financial position of Rotary Club of Truro as at June 30, 2016, and the combined statements of revenue, expenses and net assets and cash flow for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and, accordingly, consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the Organization.

A review does not constitute an audit and, consequently, we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNFPPO).

Truro, Nova Scotia
November 1, 2016



Chartered Professional Accountants

ROTARY CLUB OF TRURO**COMBINED STATEMENT OF REVENUE, EXPENSES AND NET ASSETS**

(Unaudited)

Year Ended June 30, 2016

	<u>Club</u>	<u>Community</u>	<u>Charitable Trust</u>	<u>2016</u>	<u>2015</u>
Revenue					
Yearbook	\$ -	\$ 58,849	\$ -	\$ 58,849	\$ 65,026
Bollywood night	-	11,224	-	11,224	14,115
Swim for polio	-	912	-	912	2,749
Auction	-	465	-	465	33,333
Club	36,996	-	-	36,996	23,062
Bequest, donations and contributions	-	-	8,243	8,243	14,684
Bethel Trust bequest	-	-	401,583	401,583	-
Investment income	-	66	2,543	2,609	271
District grants	-	-	-	-	3,000
	<u>36,996</u>	<u>71,516</u>	<u>412,369</u>	<u>520,881</u>	<u>156,240</u>
Expenses					
Community	-	108,944	-	108,944	124,447
Club	22,296	-	-	22,296	18,694
Charitable trust	-	-	229,343	229,343	32,270
	<u>22,296</u>	<u>108,944</u>	<u>229,343</u>	<u>360,583</u>	<u>175,411</u>
Excess (deficiency) of revenue over expenses	14,700	(37,428)	183,026	160,298	(19,171)
Net assets, beginning	<u>6,921</u>	<u>56,579</u>	<u>21,596</u>	<u>85,096</u>	<u>104,267</u>
Net Assets, Ending	\$ <u>21,621</u>	\$ <u>19,151</u>	\$ <u>204,622</u>	\$ <u>245,394</u>	\$ <u>85,096</u>

ROTARY CLUB OF TRURO
COMBINED STATEMENT OF FINANCIAL POSITION
(Unaudited)
As at June 30

2016

2015

ASSETS

Current Assets

Cash	\$	62,417	\$	59,463
Investments		205,426		21,817
Receivables		<u>22,874</u>		<u>5,816</u>
	\$	<u>290,717</u>	\$	<u>87,096</u>

LIABILITIES

Current Liabilities

Payables and accruals	\$	45,323	\$	2,000
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NET ASSETS

Net assets		<u>245,394</u>		<u>85,096</u>
	\$	<u>290,717</u>	\$	<u>87,096</u>

Approved by the Board of Directors

_____ Director _____ Director

2015

\$ 62,417 \$ 59,463

ROTARY CLUB OF TRURO
CLUB ACCOUNT
STATEMENT OF REVENUE, EXPENSES AND NET ASSETS
(Unaudited)

Year Ended June 30	2016	2015
Revenue		
Members' dues	\$ 15,156	\$ 15,479
Social functions	4,114	3,782
Website advertising	1,575	1,575
District conference surplus	14,100	-
Sundry	751	848
Fifty-fifty draws and fines	<u>1,300</u>	<u>1,378</u>
	<u>36,996</u>	<u>23,062</u>
Expenses		
Social functions	6,825	6,934
International dues	5,501	4,793
District dues	3,390	3,510
Rotary Leadership Institute	661	1,000
Supplies, printing and postage	(1,388)	1,315
Website	647	648
Annual conference	6,240	425
Sundry	<u>420</u>	<u>69</u>
	<u>22,296</u>	<u>18,694</u>
Excess of revenue over expenses	14,700	4,368
Net assets, beginning	<u>6,921</u>	<u>2,553</u>
Net Assets, Ending	\$ <u>21,621</u>	\$ <u>6,921</u>

ROTARY CLUB OF TRURO
CLUB ACCOUNT
STATEMENT OF FINANCIAL POSITION
(Unaudited)

As at June 30

2016

2015

ASSETS

Current Assets

Cash	\$ 7,264	\$ 6,921
Receivables	<u>14,357</u>	<u>-</u>
	\$ <u>21,621</u>	\$ <u>6,921</u>

NET ASSETS

Net assets	\$ <u>21,621</u>	\$ <u>6,921</u>
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Approved by the Board of Directors

Director

Director

ROTARY CLUB OF TRURO
COMMUNITY ACCOUNT
STATEMENT OF REVENUE, EXPENSES AND NET ASSETS
(Unaudited)

Year Ended June 30	2016	2015
Revenue		
Yearbook	\$ 58,849	\$ 65,026
Bollywood night	11,224	14,115
Swim for polio	912	2,749
Auction	465	25,358
Investment income	66	177
District grants	-	1,500
	<u>71,516</u>	<u>108,925</u>
Expenses		
Yearbook expense	24,953	30,634
Bollywood night	13,729	14,305
Swim for polio	825	2,794
Auction	413	10,790
Community support – persons/programs	17,661	23,136
Colchester Community Workshops Foundation	6,500	5,000
Parents Supporting Parents	-	7,500
International programs	6,700	15,062
Plan Canada International	468	468
Adventure in citizenship	1,030	1,116
Bursaries	6,500	5,500
Student exchange	370	387
Youth and student projects	3,010	1,400
Youth leadership	2,236	1,210
Kumbo Cameroon Project	14,000	-
Skate Board Park	5,000	-
Annual conference	650	1,289
Bad debts	-	172
Insurance	1,148	1,168
Sundry	3,751	2,516
	<u>108,944</u>	<u>124,447</u>
Deficiency of revenue over expenses	(37,428)	(15,522)
Net assets, beginning	<u>56,579</u>	<u>72,101</u>
Net Assets, Ending	<u><u>\$ 19,151</u></u>	<u><u>\$ 56,579</u></u>

ROTARY CLUB OF TRURO
COMMUNITY ACCOUNT
STATEMENT OF FINANCIAL POSITION
(Unaudited)

As at June 30

2016

2015

ASSETS

Current Assets

Cash	\$	15,176	\$	32,446
Investments		21,883		21,817
Receivables		<u>6,915</u>		<u>4,316</u>
	\$	<u>43,974</u>	\$	<u>58,579</u>

LIABILITIES

Current Liabilities

Payables and accruals	\$	9,323	\$	2,000
Payable to Charitable Trust		<u>15,500</u>		<u>-</u>
		24,823		2,000

NET ASSETS

Net assets		<u>19,151</u>		<u>56,579</u>
	\$	<u>43,974</u>	\$	<u>58,579</u>

Approved by the Board of Directors

Director

Director

ROTARY CLUB OF TRURO CHARITABLE TRUST
STATEMENT OF REVENUE, EXPENSES AND NET ASSETS

(Unaudited)

Year Ended June 30	2016	2015
Revenue		
Bequests and donations	\$ 8,243	\$ 14,684
Auction – cash donations	-	7,975
Investment income	2,543	94
District grant	-	1,500
Bethel Trust bequest	<u>401,583</u>	<u>-</u>
	<u>412,369</u>	<u>24,253</u>
Expenses		
Colchester Community Workshops	-	8,000
Colchester Community Workshops Foundation	-	5,000
Camp Tidnish (Easter Seals Nova Scotia)	11,494	11,725
Cobequid Children First Foundation	-	5,000
Maggie's Place	-	2,500
Bethel Trust disbursements (Note 4)	217,849	-
Sundry	<u>-</u>	<u>45</u>
	<u>229,343</u>	<u>32,270</u>
Excess (Deficiency) of revenue over expenses	183,026	(8,017)
Net assets, beginning	<u>21,596</u>	<u>29,613</u>
Net Assets, Ending	\$ <u>204,622</u>	\$ <u>21,596</u>

ROTARY CLUB OF TRURO CHARITABLE TRUST
STATEMENT OF FINANCIAL POSITION

(Unaudited)

As at June 30

2016

2015

ASSETS

Current Assets

Cash	\$ 39,977	\$ 20,096
Investments	183,543	-
Receivables	1,602	1,500
Receivable from Community Account	<u>15,500</u>	<u>-</u>
	\$ <u>240,622</u>	\$ <u>21,596</u>

LIABILITIES

Current Liabilities

Accounts payable	\$ 36,000	\$ -
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NET ASSETS

Net assets	<u>204,622</u>	<u>21,596</u>
	\$ <u>240,622</u>	\$ <u>21,596</u>

Approved by the Trustees

Trustee

Trustee

ROTARY CLUB OF TRURO
NOTES TO THE FINANCIAL STATEMENTS
(Unaudited)
Year Ended June 30, 2016

1. Status and Nature of Activities

The Rotary Club of Truro (the "Organization") is a member of Rotary International, established to encourage and foster the ideal of service as a basis of worthy enterprises. The Organization is a not-for-profit organization which operates the Community and Club Accounts.

The Rotary Club of Truro Charitable Trust (the "Trust") is a registered charity under the *Income Tax Act (Canada)* and is exempt from income taxes under section 149(1)(d) of the *Canadian Income Tax Act*.

2. Significant Accounting Policies

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations, and include the following significant accounting policies:

Fund Accounting

The Organization uses fund accounting and accordingly, separate statements of revenue and expenses and separate statements of financial position are prepared for the Club Account and the Community Account.

The Club Account accounts for the Organization's administrative and social activities.

The Community Account accounts for the Organization's fundraising activities. This fund reports the monies which are available to provide support to the community.

Revenue Recognition

The Organization and the Trust follow 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 reasonably assured.

Contributed Goods and Services

Goods and services are contributed to the Organization and the Trust each year. Due to the difficulty of determining the fair value, contributed goods and services are not recognized in the financial statements.

Cash and Cash Equivalents

Cash includes cash on hand and balances with banks.

Investments

Investments consist of guaranteed investment certificates which are carried at cost plus accrued interest, which approximates fair value.

ROTARY CLUB OF TRURO
NOTES TO THE FINANCIAL STATEMENTS
(Unaudited)
Year Ended June 30, 2016

2. Significant Accounting Policies (Continued)

Measurement Uncertainty

The preparation of financial statements in conformity 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, the disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and expenditures during the reporting year. By their nature, these estimates are subject to measurement uncertainty. The effect on the financial statements of changes in such estimates in future periods could be material and would be accounted for in the period the change occurs.

Financial Instruments

The Organization and the Trust initially measures its financial assets and liabilities at fair value, then subsequently measures its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash, receivables and investments.

Financial liabilities measured at amortized cost include payables and accruals.

3. Financial Risks

Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge its obligation. The Organization's main credit risks relate to its receivables. The Organization provided credit to its customers in the normal course of its operations.

Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of the changes in market interest rates. The Organization holds guaranteed investment certificates that are subject to fluctuations in interest rates.

Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Organization is exposed to this risk mainly in respect to its payables.

ROTARY CLUB OF TRURO
NOTES TO THE FINANCIAL STATEMENTS
(Unaudited)
Year Ended June 30, 2016

4. Bethel Trust Distributions

IWK Foundation	\$	50,000
Parents Helping Parents		36,000
Easter Seals – Camp Tidnish		25,000
Colchester East Hants Hospice Society		14,356
Colchester Food Bank		14,268
JDRF – Juvenile Diabetes		10,000
Colchester East Hants Health Centre Foundation		10,000
The Arthritis Society		10,000
Victims of Family Violence Association		10,000
Chignecto Central Regional School Board		9,000
Scotia Pool Society		8,500
Maggie’s Place		7,000
St. Vincent de Paul		2,000
Northern AIDS Connection Society		1,000
Professional fees		<u>10,725</u>
	\$	<u>217,849</u>