

CITY KIDZ-REGINA MINISTRY INCORPORATED
Financial Statements

Year Ended December 31, 2014
(Unaudited)

Review Engagement Report

**To the Directors of
CITY KIDZ-REGINA MINISTRY INCORPORATED**

I have reviewed the statement of financial position of CITY KIDZ-REGINA MINISTRY INCORPORATED, as at December 31, 2014 and the statements of operations, net assets, and cash flow for the year then ended. My 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 me 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 my review, nothing has come to my attention that causes me to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.



Sandra Jackson CPA Prof. Corp

Regina, Saskatchewan
March 27, 2015

CITY KIDZ-REGINA MINISTRY INCORPORATED

Statement of Financial Position as at December 31, 2014

(Unaudited)

	Operating Fund	Invested in Capital Assets	2014	2013
ASSETS				
Current				
Cash	\$ 25,667	\$ -	\$ 25,667	\$ 8,584
Accounts receivable	1,449	-	1,449	654
	<u>27,116</u>	<u>-</u>	<u>27,116</u>	<u>9,238</u>
Tangible capital assets (note 3)	-	5,969	5,969	6,283
	<u>\$ 27,116</u>	<u>\$ 5,969</u>	<u>\$ 33,085</u>	<u>\$ 15,521</u>
LIABILITIES AND FUND BALANCES				
Current liabilities				
Accounts payable and accrued liabilities (note 4)	6,666	-	6,666	2,797
	<u>6,666</u>	<u>-</u>	<u>6,666</u>	<u>2,797</u>
Fund balances				
Invested in capital assets	-	5,969	5,969	6,283
Fund balances	20,450	-	20,450	6,441
	<u>20,450</u>	<u>5,969</u>	<u>26,419</u>	<u>12,724</u>
	<u>\$ 27,116</u>	<u>\$ 5,969</u>	<u>\$ 33,085</u>	<u>\$ 15,521</u>

See accompanying notes to the financial statements

Approved by:

Director: 
 Director: 

CITY KIDZ-REGINA MINISTRY INCORPORATED

Statement of Net Assets for the year ended December 31, 2014

(Unaudited)

	Operating Fund		Invested in Capital Assets	
	2014	2013	2014	2013
Fund balances, beginning of year	\$ 6,441	\$ 4,516	\$ 6,283	\$ 5,795
Excess (deficiency) of revenues over expenses	14,009	2,713	(314)	(300)
Capital asset additions	-	(788)	-	788
Fund balances, end of year	\$ 20,450	\$ 6,441	\$ 5,969	\$ 6,283

See accompanying notes to the financial statements

CITY KIDZ-REGINA MINISTRY INCORPORATED

Statement of Operations for the year ended December 31, 2014

(Unaudited)

	Operating Fund		Invested in Capital Assets	
	2014	2013	2014	2013
Revenues				
Fundraising	\$ 2,350	\$ -	\$ -	\$ -
Grants	10,000	-	-	-
Donations	8,241	7,033	-	-
Sponsorships	36,079	28,033	-	-
Head Office Funding	35,219	14,663	-	-
	<u>91,889</u>	<u>49,729</u>	<u>-</u>	<u>-</u>
Expenses				
Advertising and promotion	129	1,913	-	-
Amortization of tangible assets	-	-	314	300
Program expenses	19,096	9,793	-	-
Insurance	2,603	-	-	-
Interest and bank charges	132	49	-	-
Memberships and licenses	2,950	1,000	-	-
Office expenses	1,363	418	-	-
Other operating expenses	419	555	-	-
Professional fees	660	774	-	-
Rental	-	12,825	-	-
Repairs and maintenance	-	375	-	-
Salaries and wages	42,594	13,188	-	-
Supplies	1,324	629	-	-
Tithes	3,751	3,090	-	-
Training	2,859	-	-	-
Utilities	-	2,407	-	-
	<u>77,880</u>	<u>47,016</u>	<u>314</u>	<u>300</u>
Excess (deficiency) of revenues over expenses	<u>\$ 14,009</u>	<u>\$ 2,713</u>	<u>\$ (314)</u>	<u>\$ (300)</u>

See accompanying notes to the financial statements

CITY KIDZ-REGINA MINISTRY INCORPORATED

Statement of Cash Flows for the year ended December 31, 2014

(Unaudited)

	Operating Fund	Invested in Capital Assets	Total	
			2014	2013
Cash flows from operating activities				
Excess (deficiency) of revenues over expenses	\$ 14,009	\$ (314)	\$ 13,695	\$ 2,413
Items not affecting cash:				
Amortization of tangible assets	-	314	314	300
Changes in non-cash working capital:				
Accounts and notes receivable			(795)	(654)
Prepaid expenses			-	1,400
Accounts payable and accrued liabilities			3,869	849
Net cash provided by operating activities	14,009	-	17,083	4,308
Cash flows from investing activities				
Purchase of tangible capital assets	-	-	-	(788)
Net cash used in investing activities	-	-	-	(788)
Cash flows from financing activities				
Net increase in cash	14,009	-	17,083	3,520
Cash at the beginning of the year	8,584	-	8,584	5,064
Cash at the end of the year	\$ 22,593	\$ -	\$ 25,667	\$ 8,584

CITY KIDZ-REGINA MINISTRY INCORPORATED

Notes to Financial Statements
Year Ended December 31, 2014
(Unaudited)

1. PURPOSE OF THE ORGANIZATION

The organization operates a children's faith based outreach program for low-income families. The Organization is incorporated under the Saskatchewan Non-Profit Corporations Act, 1995 and is exempt from income tax. As a registered charity under the *Income Tax Act*, the organization may issue charitable donation receipts.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting

The Organization prepares its financial statements in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Fund accounting

The Organization follows the restricted fund method of accounting for contributions.

The Operating Fund accounts for the organization's program delivery and administrative activities. This fund reports unrestricted resources and restricted operating grants.

The Invested in Capital Assets reports the assets, liabilities, revenues, and expenses related to the Association's capital asset expansion campaign.

Cash and cash equivalents

Cash equivalents are comprised of highly liquid term deposits that are readily convertible to cash with maturities that are less than three months from the date of acquisition.

Capital assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution. Amortization is taken on a declining balance basis at the rate of 5%.

Revenue recognition

Restricted contributions related to general operations are recognized as revenue of the Operating Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund.

Unrestricted contributions are recognized as revenue of the Operating Fund in the year received or receivable if the amount to be recorded can be reasonably estimated and collection is reasonably assured.

Contributed services

Volunteers contribute hours per year to assist the Association in carrying out its service delivery activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

CITY KIDZ-REGINA MINISTRY INCORPORATED

Notes to Financial Statements
Year Ended December 31, 2014
(Unaudited)

3 CAPITAL ASSETS

	Cost	Accumulated Amortization	2014 Net Book Value	2013 Net Book Value
Equipment	3,987	642	3,345	3,521
Furniture and fixtures	3,166	542	2,624	2,762
	<u>\$ 7,153</u>	<u>\$ 1,184</u>	<u>\$ 5,969</u>	<u>\$ 6,283</u>

4 ACCOUNTS PAYABLE

	2014	2013
Accounts payable and accrued liabilities	\$ 5,772	\$ 1,901
Employee deductions payable	894	896
	<u>\$ 6,666</u>	<u>\$ 2,797</u>

5. FINANCIAL INSTRUMENTS

The Organization uses risk management to monitor and manage its risk arising from financial instruments. These risks include credit risk, interest rate risk, liquidity risk and market risk.

The Organization does not use any derivative financial instruments to mitigate these risks.

Credit risk

Credit risks arise from two sources: cash and cash equivalents and accounts receivable. Cash and cash equivalents are deposited with reputable, major financial institutions to limit the credit risk exposure. The credit risk from counter parties not paying accounts receivable is not considered to be significant.

Liquidity risk

Liquidity risk exposure is dependent on the receipt of funds from head office, donations and other sources to enable the Organization to pay its liabilities as they become due.