

CITY KIDZ-REGINA MINISTRY INCORPORATED
Financial Statements

Year Ended December 31, 2015

(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, 2015 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 12, 2016

CITY KIDZ-REGINA MINISTRY INCORPORATED
Statement of Financial Position as at December 31, 2015
(Unaudited)

	Operating Fund	Invested in Capital Assets	Reserve Fund	2015	2014
ASSETS					
Current					
Cash	\$ 23,140	\$ -	\$ 10,028	\$ 33,168	\$ 25,667
Accounts receivable	3,546	-	-	3,546	1,449
	<u>26,686</u>	<u>-</u>	<u>10,028</u>	<u>36,714</u>	<u>27,116</u>
Tangible capital assets (note 3)	-	6,485	-	6,485	5,969
	<u>\$ 26,686</u>	<u>\$ 6,485</u>	<u>\$ 10,028</u>	<u>\$ 43,199</u>	<u>\$ 33,085</u>
LIABILITIES AND FUND BALANCES					
Current liabilities					
Accounts payable and accrued liabilities (note 4)	6,330	-	-	6,330	6,665
	<u>6,330</u>	<u>-</u>	<u>-</u>	<u>6,330</u>	<u>6,665</u>
Fund balances					
Invested in capital assets	-	6,485	-	6,485	5,969
Fund balances	20,356	-	10,028	30,384	20,451
	<u>20,356</u>	<u>6,485</u>	<u>10,028</u>	<u>36,869</u>	<u>26,420</u>
	<u>\$ 26,686</u>	<u>\$ 6,485</u>	<u>\$ 10,028</u>	<u>\$ 43,199</u>	<u>\$ 33,085</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, 2015

(Unaudited)

	Operating Fund		Invested in Capital Assets		Reserve Fund	
	2015	2014	2015	2014	2015	2014
Fund balances, beginning of year	\$ 20,451	\$ 6,442	\$ 5,969	\$ 6,283	\$ -	\$ -
Excess (deficiency) of revenues over expenses	10,726	14,009	(305)	(314)	28	-
Capital asset additions	(821)	-	821	-	-	-
Interfund transfers	(10,000)	-	-	-	10,000	-
Fund balances, end of year	\$ 20,356	\$ 20,451	\$ 6,485	\$ 5,969	\$ 10,028	\$ -

See accompanying notes to the financial statements

CITY KIDZ-REGINA MINISTRY INCORPORATED

Statement of Operations for the year ended December 31, 2015

(Unaudited)

	Operating Fund		Invested in Capital Assets		Reserve Fund	
	2015	2014	2015	2014	2015	2014
Revenues						
Fundraising	\$ 2,500	\$ 2,350	\$ -	\$ -	-	-
Grants	41,750	10,000	-	-	-	-
Donations	11,203	8,241	-	-	-	-
Sponsorships	40,424	36,079	-	-	-	-
Head Office Funding	5,641	35,219	-	-	-	-
Interest income	-	-	-	-	28	28
	101,518	91,889	-	-	-	-
	101,518	91,889	-	-	28	-
Expenses						
Advertising and promotion	1,321	128	-	-	-	-
Amortization of tangible assets	-	-	305	314	-	-
Program expenses	28,198	19,097	-	-	-	-
Insurance	2,603	2,603	-	-	-	-
Interest and bank charges	296	132	-	-	-	-
Memberships and licenses	3,050	2,950	-	-	-	-
Office expenses	967	1,363	-	-	-	-
Other operating expenses	469	419	-	-	-	-
Professional fees	683	660	-	-	-	-
Salaries and wages	45,466	42,594	-	-	-	-
Supplies	1,231	1,324	-	-	-	-
Tithes	3,994	3,751	-	-	-	-
Training	2,514	2,859	-	-	-	-
	90,792	77,880	305	314	-	-
Excess (deficiency) of revenues over expenses	\$ 10,726	\$ 14,009	\$ (305)	\$ (314)	\$ 28	\$ -

See accompanying notes to the financial statements

CITY KIDZ-REGINA MINISTRY INCORPORATED

Statement of Cash Flows for the year ended December 31, 2015
(Unaudited)

	Total			
	Operating Fund	Invested in Capital Assets	Reserve Fund	2014
Cash flows from operating activities				2014
Excess (deficiency) of revenues over expenses	\$ 10,726	\$ (305)	\$ 28	\$ 10,449
Items not affecting cash:				
Amortization of tangible assets	-	305	-	314
Changes in non-cash working capital:				
Accounts and notes receivable				(2,098)
Accounts payable and accrued liabilities				(334)
Net cash provided by operating activities	10,726	-	28	8,322
				17,083
Cash flows from investing activities				
Purchase of tangible capital assets	-	(821)	-	(821)
Net cash used in investing activities	-	(821)	-	(821)
Cash flows from financing activities				
Net increase (decrease) in cash	10,726	(821)	28	7,501
Cash at the beginning of the year	25,667	-	-	25,667
Cash at the end of the year	\$ 36,393	\$ (821)	\$ 28	\$ 33,168
				25,667
Cash and cash equivalents consist of:				
Cash	\$ 23,140	\$ -	\$ 10,028	\$ 33,168
	\$ 23,140	\$ -	\$ 10,028	\$ 33,168

CITY KIDZ-REGINA MINISTRY INCORPORATED

Notes to Financial Statements
Year Ended December 31, 2015
(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 Reserve Fund created for emergency situations. The Board authorization is required to access the funds.

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, 2015
(Unaudited)

3 CAPITAL ASSETS

	Cost	Accumulated Amortization	2015 Net Book Value	2014 Net Book Value
Equipment	3,987	810	3,177	3,345
Computer equipment	821	7	814	-
Furniture and fixtures	3,166	673	2,493	2,624
	<u>\$ 7,974</u>	<u>\$ 1,490</u>	<u>\$ 6,484</u>	<u>\$ 5,969</u>

4 ACCOUNTS PAYABLE

	2015	2014
Accounts payable and accrued liabilities	\$ 5,190	\$ 5,771
Employee deductions payable	1,142	894
	<u>\$ 6,332</u>	<u>\$ 6,665</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.