

Financial Statements of

**Springside Residents' Association**

Year ended December 31, 2021  
(Unaudited)

# Springside Residents' Association

## Statement of Net Income/(Loss)

Year ended December 31, 2021 with comparative information for 2020

(Unaudited)

(in Canadian dollars)

	<u>2021</u>	<u>2020</u>
<b>INCOME</b>		
Annual Dues Income	76,125	76,125
Interest Income - Chq Account	14	19
Interest Income - Sav Account	163	0
Interest Income - GIC Investments	1,025	2,386
Legal Fee Recoveries (Note 2)	3,422	2,249
Late Payment Admin Fee Income	50	400
<b>Total Income</b>	<u>80,799</u>	<u>81,179</u>
<b>EXPENSE</b>		
<b>Administrative Expenses</b>		
Bank Service Charges	60	84
General Administration (Note 2)	1,204	672
Digital Storage (Note 2)	495	0
Online Payment Services	2,602	2,593
Website Maintenance	0	45
<b>Total Administrative Expenses</b>	<u>4,361</u>	<u>3,393</u>
<b>Bad Debt Expense</b>	0	110
<b>Collection Expenses</b>		
Collections Administration	74	68
Legal Fees (Note 2)	3,422	1,249
<b>Total Collection Expenses</b>	<u>3,496</u>	<u>1,317</u>
<b>Insurance</b>	1,590	1,324
<b>Maintenance</b>		
Fence Maintenance (Note 2)	2,536	0
Landscape Maintenance-Contract	55,165	54,098
Landscape Projects-Extras	3,929	4,095
<b>Total Maintenance</b>	<u>61,629</u>	<u>58,193</u>
<b>Total Expense</b>	<u>71,076</u>	<u>64,337</u>
<b>NET INCOME (LOSS)</b>	<u>9,722</u>	<u>16,842</u>

# Springside Residents' Association

## Statement of Financial Position

As at December 31, 2021 with comparative information for 2020

(Unaudited)

(in Canadian dollars)

	<u>December 31, 2021</u>	<u>December 31, 2020</u>
<b>ASSETS</b>		
Cash - Chequing Account	64	23,268
Cash - Savings Account (Note 1)	157,744	0
Short Term Investments (Note 1)	0	123,706
Accounts Receivable (Note 3)	12,571	9,449
Prepays & Deposits	<u>1,646</u>	<u>1,479</u>
<b>Total Current Assets</b>	172,025	157,902
<b>TOTAL ASSETS</b>	<u><u>172,025</u></u>	<u><u>157,902</u></u>
<b>LIABILITIES &amp; EQUITY</b>		
<b>Liabilities</b>		
<b>Current Liabilities</b>		
<b>Other Current Liabilities</b>		
Accrued Payables	4,526	0
Prepaid Dues	<u>0</u>	<u>125</u>
<b>Total Other Current Liabilities</b>	<u>4,526</u>	<u>125</u>
<b>Total Current Liabilities</b>	4,526	125
<b>Retained Earnings</b>	157,777	140,935
<b>Net Income (Loss)</b>	<u>9,722</u>	<u>16,842</u>
<b>Total Equity</b>	<u>167,499</u>	<u>157,777</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<u><u>172,025</u></u>	<u><u>157,902</u></u>

## Notes to Financial Statements

(Unaudited)

### 1 Cash Savings / Investments

Surplus cash had been invested in GIC's in 2020 and reached maturity in 2021. Funds were transferred to a Savings Account, rather than reinvested in another GIC due to unfavorable GIC interest rates as compared to available rates with the Savings Account. The surplus cash has been set aside pending the outcome of a Maintenance Study on the cost to maintain the fencing within the community and Greenspace Agreement with the City of Calgary.

### 2 Expenses

**Legal Fees** relate to costs incurred to collect outstanding amounts that are in arrears. These costs are the responsibility of the

- a. Homeowner as per the Encumbrance. The SRA has collected all but one legal fee for a cumulative total of \$12,571 from a single homeowner who sold the property in 2021. This case had successfully gone to judgement and payment in full from the court was received in January 2022.

#### b. General Administration Cost Breakdown

	<u>2021</u>	<u>2020</u>
Annual General Meeting (AGM)	842	221
Digital Post Mailbox	156	157
Zoom License (1 year)	105	105
Miscellaneous	100	189
	<u>\$ 1,204</u>	<u>\$ 672</u>

- c. **Digital Storage** - Purchase of digital backups for email, accounting files and SRA files.

- d. **Fence Maintenance** - Repairs to stucco fence on Wentworth Drive due to vehicular hit and run.

- e. All expenditures have been expensed in the financial statements. None have been capitalized even if they may benefit more than one year. Expenses which may benefit more than one year include Landscaping Projects e.g. planting of perennials or purchase of planter pots and Fence Maintenance e.g. replacement of fence caps and painting of exterior side stucco.

### 3 Accounts Receivable

	<u>Current</u>	<u>&gt; 90 days</u>	<u>Total</u>
Legal costs - 1 homeowner <sup>1</sup>		12,571	12,571
TOTAL	\$ -	12,571	12,571

<sup>1</sup> Legal costs incurred by homeowner related to collection of annual fees over several years. This case had successfully gone to judgement and payment in full from the court was received in January 2022.

### 4 Accounting

The recognition, measurement, presentation and disclosure principles in these financial statements may not be in accordance with the requirements of any of the financial reporting frameworks in the CPA Canada Handbook - Accounting.