

SPRINGBOROUGH RESIDENTS ASSOCIATION

Notes to the Financial Statements

For the year ended December 31, 2024

THE SPRINGBOROUGH RESIDENTS ASSOCIATION

Financial Statements

for the Year Ended December 31, 2024

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SPRINGBOROUGH RESIDENTS ASSOCIATION

Notes to the Financial Statements

For the year ended December 31, 2024

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of The Springborough Residents Association:

The Board of Directors of The Springborough Residents Association (the "Association") was responsible for the preparation and fair presentation of these financial statements in accordance with the standards for not-for-profit organizations, and for such internal control as it determined was necessary to enable the preparation of financial statements that are free from material misstatement, whether due to error or fraud.

I am aware of the operations of the Association. I am not a director, officer or employee of the Association or a partner, employer, or employee of any such director, officer or employee. Consistent with section 133 of the *Companies Act* (R.S.A. 2000 Chapter C-21), I reviewed the accompanying financial statements of the Association, which comprise the statement of financial position, the statement of operations, and changes in net assets and cash flows for the years ending December 31, 2024 and December 31, 2023 and any notes to the financial statements. My procedures were based on my judgement, including an assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Association and its operations and cash flows as at December 31, 2024 and December 31, 2023.

/s/ Frank Pogubila

Frank Pogubila
May 15, 2025
Calgary, Alberta

SPRINGBOROUGH RESIDENTS ASSOCIATION

Notes to the Financial Statements

For the year ended December 31, 2024

	2024	2023
ASSETS		
Cash	45,477.41	48,999.36
Accounts Receivable (Note 4)	21,117.17	16,712.32
Accrued Interest on Investments	3,147.94	2,433.69
Investments	137,274.04	160,561.33
Total Assets	207,016.56	228,706.70
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts Payable and Accrued Liabilities	0.00	0.00
Prepaid Annual Fees	1,786.64	1,503.92
	1,786.64	1,503.92
Net Assets	205,229.92	227,202.78
Total Liabilities and Net Assets	207,016.56	228,706.70

Approved on behalf of the Board of Directors:

/s/ Michael Hoffman

Michael Hoffman, President and Director

/s/ Bernice Thomas

Bernice Thomas, Secretary/Treasurer and Director

SPRINGBOROUGH RESIDENTS ASSOCIATION

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For the year ended December 31, 2024

	2024	2023
Revenue		
Annual Fees	61,650.00	71,925.00
Interest on Past Due Accounts	1,999.56	1,048.86
Collection Costs Charged to Homeowners	349.75	0.00
Investment Income	6,375.93	5,032.38
	<u>70,375.24</u>	<u>78,006.24</u>
Expenses		
Operating Expenses		
Landscaping	86,474.20	38,887.80
	<u>86,474.20</u>	<u>38,887.80</u>
Administrative Expenses		
Insurance	1,699.00	1,576.00
Website	779.34	0.00
Fee Adjustments	349.75	0.00
Collection Costs	1,568.04	47.80
Pay Pal Fees	1,630.19	1,684.74
Annual General Meeting	150.00	0.00
Other (Income)/Expenses	(302.42)	51.10
	<u>5,873.90</u>	<u>3,359.64</u>
	<u>92,348.10</u>	<u>42,247.44</u>
Net Income/(Loss)	<u>(21,972.86)</u>	<u>35,758.80</u>

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For the year ended December 31, 2024

	2024	2023
Operating Activities		
Net Income/(Loss)	(21,972.86)	35,758.80
Change in Non-cash Working Capital		
Accounts Receivable	4,404.85	9,125.06
Accounts Payable and Accrued Liabilities	0.00	0.00
Accrued Interest	714.25	1,029.26
Prepaid Annual Fees	(282.72)	690.37
Cash Flow from Operating Activities	(26,809.24)	24,914.11
Investing Activities		
Cash Flow from Investing Activities	23,287.29	(24,003.12)
Increase/(Decrease) in Cash	(3,521.95)	910.99
Cash, Beginning of Year	48,999.36	48,088.37
Cash, End of Year	45,477.41	48,999.36

SPRINGBOROUGH RESIDENTS ASSOCIATION

Notes to the Financial Statements

For the year ended December 31, 2024

1. DESCRIPTION OF OPERATIONS

The Springborough Residents Association (the "Association") is incorporated as a not-for-profit corporation under Part 9 of the *Companies Act* of the Province of Alberta, R.S. A. 1980, Chapter C-20, to operate and maintain certain lands and amenities within the residential community known as Springborough in the Springbank Hill subdivision of the City of Calgary and is bounded by 26 Avenue SW to the south, 17 Avenue SW to the north, 69 Street SW to the east and 77 Street SW to the west ("Springborough"). The Association was incorporated on January 14, 2003 and had no active operations until January 1, 2006.

The mandate of the Association is to assume responsibility for the additional operational, maintenance and replacement services at a level of services over and above the standard service provided by The City of Calgary, to the extent legally permissible, for the public utility lots, environmental reserves, municipal reserves, public walkways, road boulevards, road medians, entrance features and associated community and related signage within Springborough.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and, in the opinion of the Board of Directors, have been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below:

a) Revenue Recognition

Association dues are recognized as income in the fiscal period to which they relate. Payments received in advance are reported as pre-paid annual fees.

b) Income tax

As a not-for-profit organization, the Association is not subject to income taxes under paragraph 149(1)(l) of the *Income Tax Act* (Canada), R.S.C. 1985, c.1 (5th supp.).

c) 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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from these estimates.

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For the year ended December 31, 2024

3. INVESTMENTS

The Association has placed funds in guaranteed investment certificates totaling \$137,274 at December 31, 2024 (\$160,561 at December 31, 2003).

4. ACCOUNTS RECEIVABLE

Accounts receivable are secured by an annual charge of \$150.00 for each single detached dwelling and \$75.00 for each unit within a duplex and each unit within a multi-family dwelling in Springborough per encumbrances on the properties (unchanged from prior year).

5. FINANCIAL INSTRUMENTS

The Association's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities. Unless otherwise noted, it is the Board of Director's opinion that the Association is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximates their carrying values, unless otherwise noted.