

WEDGEWOOD RAVINE HOME OWNERS ASSOCIATION

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FINANCIAL STATEMENTS

YEAR ENDED APRIL 30, 2011

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WEDGEWOOD RAVINE HOMEOWNERS ASSOCIATION

AUDITOR'S REPORT

FINANCIAL STATEMENTS

YEAR ENDED APRIL 30, 2011

**To the Officers, Directors and Members of the
WEDGEWOOD RAVINE HOME OWNERS ASSOCIATION**

I have audited the Balance Sheet of Wedgewood Ravine Home Owners Association as at April 30, 2011 and the statements of operations and operating surplus/deficit and cash flow for the year then ended.

These financial statements are the responsibility of the Officers and Directors of the Wedgewood Ravine Home Owners Association. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian Generally Accepted Auditing Standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free from material misstatement. An audit also includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Wedgewood Ravine Home Owners Association as at April 30, 2011 and the results of its operations and its cash flows for the year then ended, in accordance with Canadian Generally Accepted Accounting Principles.

Spruce Grove, Alberta
August 3, 2011



Gary Lee
Certified Management Accountant

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OFFICERS RESPONSIBILITY FOR FINANCIAL REPORTING

The Officers of the Wedgewood Ravine Home Owners Association are responsible for the preparation of these financial statements for the Associations' fiscal year ended April 30, 2011 and for their reliability, completeness and integrity. These statements conform in all material respects to Canadian Generally Accepted Accounting Principles.

The officers of the Association maintain the necessary accounting systems and records to ensure production of reliable and accurate financial information and the protection of assets (to a reasonable extent) against loss or unauthorized use. The Board of Directors oversees the officers' responsibilities for financial reporting and internal control systems.

The external auditor appointed by the Board of Directors conducted an audit of these financial statements in accordance with Canadian Generally Accepted Auditing Standards.

The Officers of the Association have reviewed these financial statements in detail, before recommending their approval to the Board of Directors and all members of the Wedgewood Home Owners Association.

Edmonton Alberta

August 3, 2011

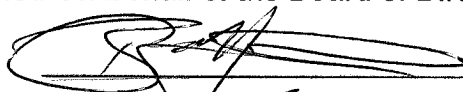
President

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WEDGEWOOD RAVINE HOME OWNERS ASSOCIATION
STATEMENT OF FINANCIAL POSITION
AS AT APRIL 30, 2011

<u>Assets</u>	<u>2011</u>	<u>2010</u>
<u>Current Assets</u>		
Cash	13,257	24,445
Term Deposits	131,928	129,160
Accounts receivable-Interest	876	2,237
Account Receivable (Note 6)	<u>2,124</u>	<u>3,621</u>
Total Assets	148,185	159,463
<u>Liabilities & Members Equity</u>		
<u>Liabilities</u>		
Accounts Payable	1,769	1,768
Deferred Revenue	<u>15,800</u>	<u>13,200</u>
Total Liabilities	17,569	14,968
<u>Members Equity</u>		
Surplus	0	495
Reserve Fund	<u>130,616</u>	<u>144,000</u>
Total Liabilities and Members Equity	148,185	159,463

Signed On Behalf of the Board of Directors:



Director



Director

WEDGEWOOD RAVINE HOME OWNERS ASSOCIATION
STATEMENT OF OPERATIONS & RETAINED EARNINGS
FOR THE YEAR ENDED APRIL 30, 2011

<u>REVENUE</u>	<u>2011</u>	<u>2010</u>
Dues	70,675	71,877
Accrued Interest – Int. Term Dep.	1,408	2,281
Maintenance Grant	<u>20,000</u>	<u>20,000</u>
Total Revenue	92,083	94,158
 <u>Expenditures</u>		
Landscaping & Lawn Cutting	24,150	22,961
Tree Watering	5,027	0
Painting	3,998	2,081
Spring Clean Up	5,670	5,040
Garbage Removal	3,766	3,583
Repairs & Maintenance	24,700	4,011
Snow Removal	1,538	1,050
Insurance	2,674	2,674
Bank Charges	92	67
Professional Fees	7,647	4,825
Office Supplies, Materials & Printing	204	147
Newsletter/Website	1,300	2,043
Utilities	1,937	1,642
Light Up Wedgewood	1,021	1,468
Storage	1,699	1,699
Community League Maintenance	20,000	20,000
Miscellaneous	537	476
Total Operating Expenditures	105,960	73,767
Transfer to (From) Reserve Fund	<u>(13,383)</u>	<u>21,000</u>
Total Expenditures	<u>92,577</u>	<u>94,767</u>
 NET INCOME (DEFICIT)	 <u>(494)</u>	 <u>(609)</u>
 SURPLUS BEGINNING OF YEAR	 494	 1,103
SURPLUS END OF YEAR	0	494

See Notes to the Financial Statements

WEDGEWOOD RAVINE HOME OWNERS ASSOCIATION
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED APRIL 30, 2011

<u>OPERATING</u>	<u>2011</u>	<u>2010</u>
Net Income (Loss)	0	(609)
Change in Net Working Capital		
• Accounts Receivable	2,858	(1,140)
• Accounts Payable & Accrued Liabilities	1	(11)
• Deferred Revenue	2,600	3,300
• Reserve Funds & Surplus	<u>(13,879)</u>	<u>21,000</u>
INCREASE (DECREASE) IN CASH	(8,420)	22,540
CASH POSITION, BEGINNING OF YEAR	153,605	131,065
CASH POSITON, END OF YEAR	145,185	153,605

See Notes to the Financial Statements

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WEDGEWOOD RAVINE HOME OWNERS ASSOCIATION
Notes to Financial Statements
April 30, 2011

(Audited)

1. GENERAL

The Association was incorporated on March 17, 1994 under the Societies Act of Alberta without share capital. Its principal purpose is to provide park and recreational facilities to the Wedgewood Ravine Home Owners.

2. SIGNIFICANT ACCOUNTING PRINCIPLES

Measurement Uncertainty

The preparation of financial statements, in conformity with Canadian Generally Accepted Accounting Principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Revenue Recognition

The fiscal year for the Association is May 1 to April 30. Annual membership dues are \$200 per annum if paid on or before May 31 of the current year. If paid after May 31, the membership dues increase to \$250. Payment of dues is recognized as revenue in the fiscal year in which they are paid.

Unpaid dues as at April 30 each year are not recognized as revenue until such time as they are collected.

Interest revenue is recognized as earned and includes accrued interest on interest bearing deposits.

Financial Instruments

The associations' financial instruments consist of cash, term deposits, accounts payable and accrued liabilities. Unless otherwise noted, it is managements' opinion that the association is not exposed to interest, currency or credit risks arising from these financial instruments and the carrying amounts approximate fair market value.

Canadian Generally Accepted Accounting Principles

These financial statements are prepared in accordance /conformity with Canadian Generally Accepted Accounting Principles and not in accordance with International Financial Reporting Standards (IFRS), which do not apply to non profit associations incorporated under the Societies Act of Alberta.

3. ECONOMIC DEPENDENCE

Wedgewood Ravine Home Owners Association is dependent upon an annual assessment on property owners in the Wedgewood Ravine sub division in the city of Edmonton in the Province of Alberta.

4. UNPAID DUES

Unpaid annual membership dues as at April 30, 2011 were \$1,000. (2010 unpaid dues - \$400.) Of the unpaid dues as at April 30, 2011, \$600. has since been collected, \$200. remains outstanding and \$200 has been deemed uncollectible. The unpaid dues have not been accounted for in these financial statements and no allowance has been made for the non-collectability of any of this amount.

5. ANNUAL RETURN

The Association is required to file an Annual Return with Alberta Registries. Failure to file the Annual Return within the required time frame could result in dissolution of the Association. The Return for the year ending April 30, 2010 has been filed. We have been assured the Return for the year ending April 30, 2011 will be filed within the required time frame.

6. ACCOUNTS RECEIVABLE

Due from the Wedgewood Community League (related entity). Since collected.