

CLPOA Treasurer's Report to Members for the Year Ended December 31, 2022

The 2023 Yearbook includes Statements of Income for 2021 and 2022, the Budget for 2023, Balance Sheets as at December 31 for 2021 and 2022 and a report from Rafiq Dosani, the accountant who carried out the review of these financial statements.

In 2022 the CLPOA had an operating deficit of \$33,417 due to the purchase of a Boat Cleaning Station costing \$45,296. This is an important investment by your Association that will help ensure the quality of our lake. The deficit was much lower than the planned deficit of \$64,802. This is primarily due to a \$10,000 grant committed by North Kawartha Township for the Boat Cleaning Station.

Overall Revenue increased by \$3,513 compared to 2021 due to increased Advertising sales.

2022 was our first normal year of operations following the COVID-19 pandemic. A net increase in expenses year over year of \$55,807 was \$24,127 less than budgeted. All CLPOA Programs were delivered. Community Support requirements were lower than anticipated, as were the costs associated with our Environmental Program. The majority of other programs also came in under budget.

The Love Chandos Lake Reserve Fund, established in 2017, remains at \$50,000.

Our year-end cash position remains strong at \$103,131 and is primarily held in interest-bearing short-term investments. Current Liabilities, including Accounts Payable and Deferred Revenue, which is comprised of 2023 prepaid memberships received in 2022, totals \$27,625 compared to \$27,792 on December 31, 2021.

Our 2023 budget forecasts an operating deficit of \$11,600. We continue to budget conservatively as we anticipate the impact of inflation on our expenses. Should our 2023 year-end results indicate the Association requires additional revenue in order to balance the 2024 budget, a review of existing programs will be done to see where costs can be reduced. An increase to Membership Fees may also be considered. It should be noted that the addition of 240 members would completely eliminate our anticipated deficit.

An impressive number of volunteers contribute to the success of our Lake Association. This includes Rafiq Dosani, CPA, CA who again this year provided the official review of our financial statements at no charge. Many more volunteers are involved in the large variety of wonderful programs and activities run by the Association. Many thanks to each and every one of our amazing volunteers – we couldn't do it without you!

Debbie Kirton
Treasurer,
Chandos Lake Property Owners' Association

February 2023

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

TO THE MEMBERS OF CHANDOS LAKE PROPERTY OWNERS' ASSOCIATION

I have reviewed the accompanying financial statements of the Chandos Lake Property Owners' Association, which consist of the balance sheet as at December 31, 2022, the statements of operations and surplus and cash flows for the year then ended.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit enterprises, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Practitioner's Responsibility

My responsibility is to express a conclusion on the accompanying financial statements based on my review. I have conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, I do not express an audit opinion on these financial statements.

Conclusion

Based on my review, nothing has come to my attention, other than one issue as stated in the paragraph below, that causes me to believe that the financial statements do not present fairly, in all material respects, the financial position of Chandos Lake Property Owners' Association as at December 31, 2022, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit enterprises.

The Association spent \$45,296 for a Boat Cleaning Station. In my opinion, the Association will benefit over a number of years due to this investment. Accordingly, this investment should be capitalized and amortized over the useful life of the Station. As a result, capital and unrestricted assets are understated and the operating deficit overstated by the remaining useful life of the Boat Cleaning Station.

City of Toronto
March 5, 2023

Rafiq Dosani
Chartered Professional Accountant
Licensed Public Accountant

CLPOA STATEMENT of OPERATIONS and SURPLUS
for 2021, 2022 & the Budget for 2023

	<u>2021</u>	<u>2022</u>	<u>2023</u>
	Actual	Actual	Budget
Revenue			
Memberships	\$34,550	\$34,385	\$33,500
Yearbook/Website Advertising	28,400	32,160	34,000
Other Income	575	493	500
	<u>\$63,525</u>	<u>\$67,038</u>	<u>\$68,000</u>
Expenses			
Yearbook	\$12,838	\$18,739	\$16,500
Boat Cleaning Station	0	45,296	8,250
Environmental Issues	14,629	5,001	10,000
Insurance	5,640	5,788	6,500
Fireworks Show	0	6,275	8,000
Regatta	0	5,306	5,500
Community Support	600	132	5,500
Outside Memberships	2,837	3,194	3,100
Member Appreciation	0	0	3000
Media & Communications	1,579	3,777	2,800
Equipment - Amortization, Repairs & Maint.	1,415	1,664	2,500
Corn & Wiener Roast	0	2,000	2,000
Bank Charges	1,312	644	1,000
Supplies / Miscellaneous	2,146	1,090	1,000
Around Chandos Lake Swim Challenge	1,008	0	1,450
Kids' Fishing Derby	0	1,019	1,300
Lake Marker Program	644	530	1,200
Total	<u>\$44,648</u>	<u>\$100,455</u>	<u>\$79,600</u>
Surplus (Deficit)	\$18,877	-\$33,417	-\$11,600
Carry Forward Surplus, January 1	<u>100,046</u>	<u>118,923</u>	<u>85,506</u>
Carry Forward Surplus, December 31	<u><u>\$118,923</u></u>	<u><u>\$85,506</u></u>	<u><u>\$73,906</u></u>

CLPOA Balance Sheet at December 31, 2022

<u>Assets</u>	<u>2021</u>	<u>2022</u>
Cash and Short-Term Deposits	\$146,715	\$103,131
Accounts Receivable	0	10,000
	<u>\$146,715</u>	<u>\$113,131</u>
 <u>Liabilities and Surplus</u>		
Current Liabilities		
Accounts Payable	\$1,562	\$6,186
Deferred Revenue	26,230	\$21,439
Surplus		
Love Chandos Lake Reserve Fund	50,000	50,000
Unrestricted Assets	68,923	35,506
	<u>\$146,715</u>	<u>\$113,131</u>

CLPOA STATEMENT OF CASH FLOWS For the year ended December 31, 2022

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities		
Surplus (deficit) for the year	(\$33,417)	\$18,877
Non-cash changes to operations		
Add: Amortization of capital assets	0	0
Increase (decrease) resulting from changes in:		
Mat inventory		8,475
Accounts receivable	-10,000	0
Accounts payable	4,624	1,562
Deferred revenue	-4,791	-7,430
Cash provided by (used) in operations	<u>-43,584</u>	<u>21,484</u>
Investing activities		
Purchase of capital assets	0	0
Cash and short-term deposits, beginning of year	<u>146,715</u>	<u>125,231</u>
Cash and short-term deposits, beginning of year	<u>\$103,131</u>	<u>\$146,715</u>