

HUBBARDS BARN ASSOCIATION

Financial Statements
(Unaudited – See Notice to Reader)

For the year ended December 31, 2018



HUBBARDS BARN ASSOCIATION

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For the year ended December 31, 2018

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TruePath
Financial Consulting Inc.

NOTICE TO READER

On the basis of information provided by management, we have compiled the statement of financial position of the Hubbards Barn Association as at December 31, 2018, the statement of operations and changes in net assets, and the statement of cash flows for the period then ended

We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

TruePath Financial Consulting Inc.

Chester, Nova Scotia
March 15, 2019

Katherine E. Williams, CPA, CA, President



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HUBBARDS BARN ASSOCIATION
Statement of Operations and Changes in Net Assets
(Unaudited - See Notice to Reader)
For the year ended December 31, 2018

	2018	2017
Revenues		
Barn rental	\$ 41,093	\$ 35,675
Farmers` market	32,378	31,391
Fundraising events	4,514	7,518
Canada Summer Jobs	3,436	2,904
Donations	2,061	320
Memberships	1,200	1,160
Merchandise sales	312	505
Other	11	522
Amortization of deferred capital contributions (see note 4)	20,080	19,002
Total revenues	\$ 105,085	\$ 98,997
Expenditures		
Management services	\$ 22,363	\$ 20,533
Event maintenance and security	11,300	12,755
Repairs, supplies and property maintenace	10,170	12,522
Advertising and promotions	3,804	1,600
Bank charges	55	315
Business fees and licenses	1,459	2,650
Community and other events	230	381
Donations and gifts	744	379
Fundraiser events expense	2,665	2,619
Insurance	5,704	5,490
Meeting costs	518	518
Merchandise costs	519	115
Miscellaneous expense	75	(5)
Musicians	2,041	1,374
Professional fees	700	700
Property rent	1,200	1,200
Property taxes	659	577
Salaries, benefits and honorariums	6,950	4,185
Supplies, courier and postage	796	1,382
Utilities	1,444	1,381
Amortization of leaseholds (see note 3)	21,792	20,714
Total expenditures	\$ 95,188	\$ 91,385
Excess of revenue over expenditures	\$ 9,897	\$ 7,612
Net assets, beginning of period	\$ 56,578	\$ 48,966
Excess of revenues over expenditures	9,897	7,612
Net assets, end of period	\$ 66,475	\$ 56,578



HUBBARDS BARN ASSOCIATION

Statement of Financial Position

(Unaudited - See Notice to Reader)

As at December 31, 2018

	2018	2017
Assets		
Current Assets:		
Cash	\$ 73,799	\$ 57,720
Accounts receivable	1,991	1,450
HST receivable	556	592
Inventory	619	1,138
Prepays	255	210
	<u>\$ 77,220</u>	<u>\$ 61,110</u>
Capital assets (note 3)	221,551	231,310
Total Assets	\$ 298,771	\$ 292,420
Liabilities		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 700	\$ 700
Damage deposits	11,500	13,000
	<u>\$ 12,200</u>	<u>\$ 13,700</u>
Restricted capital contributions (see note 5)	\$ 15,950	\$ 9,950
Deferred capital contributions (see note 4)	204,146	212,193
	<u>\$ 220,096</u>	<u>\$ 222,142</u>
Total liabilities	\$ 232,296	\$ 235,842
Net Assets		
Unrestricted net assets	66,475	56,578
Total Liabilities and Net Assets	\$ 298,771	\$ 292,420

APPROVED ON BEHALF OF THE BOARD

Director

Director

The accompanying notes form an integral part of these financial statements.



HUBBARDS BARN ASSOCIATION

Statement of Cash Flows

(Unaudited - See Notice to Reader)

As at December 31, 2018

	2018	2017
Cash flows from operating activities		
Excess of revenue over expenditures	\$ 9,897	\$ 7,612
Items not affecting cash:		
Amortization of leaseholds	21,792	20,714
Amortization of deferred capital contributions	(20,080)	(19,002)
	<u>\$ 11,609</u>	<u>\$ 9,324</u>
Changes in non-cash working capital:		
Investments		7,134
Accounts receivable	(505)	(2,043)
Inventory	519	(1,138)
Prepays	(45)	69
Accounts payable and accrued liabilities	-	(1,693)
Damage deposits	(1,500)	500
	<u>\$ 10,078</u>	<u>\$ 12,153</u>
Cash flows from investing activities		
Increase in capital assets	<u>\$ (12,033)</u>	<u>\$ (72,786)</u>
Cash flows from financing activities		
Increase in restricted capital contributions	<u>\$ 18,033</u>	<u>\$ 68,393</u>
Increase (decrease) in cash and cash equivalents during the year	\$ 16,079	\$ 7,760
Cash and cash equivalents (net bank indebtedness), beginning of year	<u>57,720</u>	<u>49,960</u>
Net cash (bank indebtedness), end of year	<u>\$ 73,799</u>	<u>\$ 57,720</u>

The accompanying notes are an integral part of these financial statements.



HUBBARDS BARN ASSOCIATION
Notes to the Financial Statements
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1. Purpose of the organization

The Hubbards Barn Association is a non-profit organization dedicated to the betterment of Hubbards, Nova Scotia and surrounding area. Its purpose is to promote the Hubbard Farmers` Market and the Barn with its land for community activities, and to maintain and improve the building and property while retaining its heritage value. The Hubbards Barn Association was incorporated on January 27, 2004.

2. Significant accounting policies

a) Capital assets

Leasehold improvements are recorded at historical cost or if contributed, they are recorded at fair value at the date of contribution. Leasehold improvements are amortized on a straight line basis over the lease period of 25 years, the period of the lease with the Aspotogan Heritage Trust Society.

b) Revenue recognition

The association follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

Restricted contributions related to capital assets are recorded as increases in deferred capital contributions and are amortized on a straight line basis over the lease period of 25 years, the period of the lease with the Aspotogan Heritage Trust Society.

Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

c) Contributed services

Volunteers contribute a significant number of hours every year assisting the Hubbards Barn Association in carrying out its operating activities. Because of the difficulty of determining the fair value of these hours, contributed services are not recognized in the financial statements.

3. Capital assets

	2018		2017
	Cost	Accumulated Amortization	Net
Leasehold improvements	\$ 399,402	\$ 177,851	\$ 221,551
			\$ 231,310



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4. Deferred capital contributions

	2018		2017	
	Amount	Accumulated Amortization	Net	Net
Deferred capital contributions	\$ 378,420	\$ 174,274	\$ 204,146	\$ 212,193

5. Restricted capital contributions

	2018	2017
Restricted capital contributions, opening balance	\$ 9,950	\$ 4,248
Contributions received:		
J.D. Shatford Memorial Trust	-	53,776
Bay Treasure Chest	18,033	14,617
	\$ 27,983	\$ 72,641
Approved project expenditures from restricted capital contributions:		
Capital improvement project – completed 2017	-	(4,248)
Pavilion Project – completed 2017		(53,776)
Bay Treasure Chest disbursements	(12,033)	(4,667)
Restricted capital contributions, closing balance	\$ 15,950	\$ 9,950

