

CALEDONIA AGRICULTURAL SOCIETY

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 1987

**CALEDONIA AGRICULTURAL SOCIETY**  
**INDEX TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 1987**

**AUDITOR'S REPORT**

**BALANCE SHEET**

**STATEMENT OF REVENUE AND EXPENDITURES**

**SCHEDULE 1 - SCHEDULE OF EXPENDITURES**

**NOTES TO FINANCIAL STATEMENTS**

**STEVE HERMAN**  
CHARTERED ACCOUNTANT

370 MAIN STREET EAST, SUITE 300  
HAMILTON, ONTARIO  
L8N 1J6

TELEPHONE:  
(416) 527-5388

**AUDITOR'S REPORT**

We have examined the balance sheet of Caledonia Agricultural Society as at December 31, 1987 and the statement of revenue and expenditures for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

Revenues which do not arise from commercial transactions such as donations, fair draw and fair queen, by their nature are not susceptible to complete verification by audit procedures. Accordingly, we are unable to express an opinion on these specific items.

In my opinion, these financial statements present fairly the financial position of the society as at December 31, 1987 and the results of its operations for the year then ended in accordance with generally accepted accounting principles, applied on a basis consistent with that of the preceding year.

*Steve Herman*

Chartered Accountant.

Hamilto, Ontario  
January 27, 1988.

# CALEDONIA AGRICULTURAL SOCIETY

## BALANCE SHEET

AS AT DECEMBER 31, 1987

(With comparative figures as at December 31, 1986)

### A S S E T S

|                                | <u>1987</u>      | <u>1986</u>      |
|--------------------------------|------------------|------------------|
| CASH                           | \$ 3,389         | \$ 6,040         |
| TERM DEPOSITS                  | \$ 27,215        | \$ 30,000        |
| GRANTS RECEIVABLE (Note 2)     |                  |                  |
| Federal                        |                  |                  |
| permanent Improvements         | \$ 5,000         | \$ 5,000         |
| Judges Fees                    | 500              | 500              |
| Junior Club Activities         | 1,000            | 1,000            |
| Livestock Classes              | 4,936            | 4,692            |
|                                | <u>\$ 11,436</u> | <u>\$ 11,192</u> |
| Provincial                     |                  |                  |
| permanent Improvements         | \$ 1,500         | \$ 1,500         |
| Other                          | 3,000            | 3,959            |
|                                | <u>\$ 4,500</u>  | <u>\$ 5,459</u>  |
|                                | <u>\$ 15,936</u> | <u>\$ 16,651</u> |
| INTEREST RECEIVABLE            | \$ 1,735         | \$ 2,179         |
| INVESTMENTS - At Cost (Note 3) | \$ 20,500        | \$ 20,500        |
|                                | <u>\$ 68,775</u> | <u>\$ 75,370</u> |

### S U R P L U S

|                                     |                  |                  |
|-------------------------------------|------------------|------------------|
| BALANCE, at Beginning of Year       | \$ 75,370        | \$ 77,656        |
| EXCESS OF EXPENDITURES OVER REVENUE | <u>(6,595)</u>   | <u>(2,286)</u>   |
| BALANCE, at End of Year             | <u>\$ 68,775</u> | <u>\$ 75,370</u> |

**CALEDONIA AGRICULTURAL SOCIETY**  
**STATEMENT OF REVENUE AND EXPENDITURES**  
**FOR THE YEAR ENDED DECEMBER 31, 1987**

(With comparative figures for the year ended December 31, 1986)

|                                             | <u>1987</u>       | <u>1986</u>       |
|---------------------------------------------|-------------------|-------------------|
| <b>REVENUE</b>                              |                   |                   |
| Horse Barn Rent                             | \$ 1,947          | \$ -              |
| Grants                                      | 17,354            | 18,205            |
| Donations                                   | 700               | 355               |
| Membership Fees                             | 2,281             | 942               |
| Entry Fees                                  | 3,875             | 3,618             |
| Admissions                                  | 62,315            | 45,588            |
| Midway and Concessions                      | 25,919            | 25,139            |
| Rentals                                     | 1,995             | 1,250             |
| Interest                                    | 2,993             | 4,079             |
| Miscellaneous Receipts                      | 398               | 2,701             |
| Rebates                                     | 5,009             | 2,346             |
| Para-Mutual                                 | 932               | 1,000             |
| Banquet                                     | 1,178             | 1,204             |
| parking                                     | 3,301             | 3,012             |
| Fair Draw                                   | 1,738             | 1,851             |
| Fair Queen                                  | 4,813             | 4,486             |
|                                             | <u>\$ 136,748</u> | <u>\$ 115,776</u> |
| <b>EXPENDITURES</b>                         |                   |                   |
| Races                                       | \$ 6,071          | \$ 2,050          |
| Salaries                                    | 25,994            | 22,150            |
| prizes                                      | 29,848            | 28,395            |
| Entertainment                               | 12,293            | 8,454             |
| Fair Queen                                  | 5,054             | 3,630             |
| Operating Expenses (See Schedule 1)         | 32,880            | 31,816            |
| General Maintenance                         | 3,935             | 5,496             |
| Permanent Improvements (See Schedule 1)     | 22,038            | 10,465            |
| Miscellaneous Expenditures (See Schedule 1) | 5,230             | 5,606             |
|                                             | <u>\$ 143,343</u> | <u>\$ 118,062</u> |
| <b>EXCESS OF EXPENDITURES OVER REVENUE</b>  | <u>\$ (6,595)</u> | <u>\$ (2,286)</u> |

## CALEDONIA AGRICULTURAL SOCIETY

## SCHEDULE OF EXPENDITURES

FOR THE YEAR ENDED DECEMBER 31, 1987

(With comparative figures for the year ended December 31, 1986)

|                                            | <u>1987</u>      | <u>1986</u>      |
|--------------------------------------------|------------------|------------------|
| <b>OPERATING EXPENDITURES</b>              |                  |                  |
| Judges                                     | \$ 2,277         | \$ 2,398         |
| Telephone                                  | 715              | 685              |
| Postage                                    | 1,358            | 1,212            |
| Office supplies                            | 1,612            | 2,822            |
| Hydro and Water                            | 1,717            | 2,553            |
| Fair Draw                                  | 1,003            | 1,225            |
| Insurance                                  | 3,474            | 1,927            |
| Donations and Flowers                      | 362              | 152              |
| Advertising                                | 5,538            | 4,595            |
| Convention Expenses                        | 2,209            | 1,804            |
| Affiliation Fees                           | 305              | 255              |
| Trophies and Ribbons                       | 946              | 998              |
| Directors and Judges Meals                 | 2,535            | 2,542            |
| Banquet Expenses                           | 2,496            | 2,680            |
| Printing Costs                             | 6,333            | 5,968            |
|                                            | <u>\$ 32,880</u> | <u>\$ 31,816</u> |
| <b>PERMANENT IMPROVEMENTS EXPENDITURES</b> |                  |                  |
| Poultry Building                           | \$ 16,346        | \$ -             |
| Pavement                                   | 3,000            | 1,538            |
| Cattle Barn Repairs and Painting           | -                | 7,261            |
| Painting                                   | 211              | 661              |
| General Repairs                            | 568              | 132              |
| Electrical Lighting                        | 1,302            | 219              |
| Stone                                      | 611              | 456              |
| Sheep Pen and Judges Stand                 | -                | 198              |
|                                            | <u>\$ 22,038</u> | <u>\$ 10,465</u> |
| <b>MISCELLANEOUS EXPENDITURES</b>          |                  |                  |
| Legal                                      | \$ 454           | \$ -             |
| Parking                                    | -                | 1,506            |
| Accounting Fees                            | 750              | 700              |
| Tent Rental                                | 1,354            | 856              |
| Bank charges                               | 131              | 74               |
| Sundry                                     | 2,541            | 2,470            |
|                                            | <u>\$ 5,230</u>  | <u>\$ 5,606</u>  |

CALEDONIA AGRICULTURAL SOCIETY  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 1987

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Balance Sheet Presentation

The balance sheet does not include the land, buildings and equipment owned by Caledonia Agricultural Society, nor does it include any liabilities for 1987 prepaid memberships or trade payables.

Revenue and Expenditures Statement

It is the practice of this organization to write off capital expenditures in the year in which the cost is incurred. Any grants receivable relating to capital expenditures are reported as income.

NOTE 2 - GRANTS RECEIVABLE

Grants Receivable are in accordance with the general provision for payment of grants and we have not asked for or received confirmation that these grants will be paid.

NOTE 3 - INVESTMENT CERTIFICATES HELD ARE AS FOLLOWS:

|                                       | <u>Rate</u> | <u>Date of<br/>Maturity</u> |                 |
|---------------------------------------|-------------|-----------------------------|-----------------|
| Guaranteed Investment Certificates    |             |                             |                 |
| Canadian Imperial Bank of<br>Commerce | 8.50%       | Jan.28/89                   | \$ 9,000        |
| Canadian Imperial Bank Of<br>Commerce | 9.25%       | Jan.5/90                    | 8,000           |
| Canadian Imperial Bank of<br>Commerce | 8.00%       | Feb.3/89                    | 3,500           |
|                                       |             |                             | <u>\$20,500</u> |