

**WINONA PEACH FESTIVAL
WINONA, ONTARIO
FINANCIAL STATEMENTS
YEAR ENDED OCTOBER 31, 2016
(UNAUDITED)**

REVIEW ENGAGEMENT REPORT

**Balance Sheet
Statement of Revenue and Operating Expenses
Statement of Surplus
Notes to Financial Statements**

**STATEMENTS
A
B
C
D**

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REVIEW ENGAGEMENT REPORT

*To the Directors of
Winona Peach Festival*

I have reviewed the balance sheet of *Winona Peach Festival* as at October 31, 2016 and the statements of Revenue and Operating Expenses and Statement of Surplus for the year then ended. My review was made in accordance with generally accepted standards for review engagements and, accordingly, consisted primarily of enquiry, analytical procedures and discussion related to information supplied to me by the company.

A review does not constitute an audit and, consequently, I do not express an audit opinion on these financial statements.

Based on my review, nothing has come to my attention that causes me to believe that these financial statements are not, in all material respects, in accordance with generally accepted accounting principles.



Hamilton, Ontario
January 17, 2017

ROBERT L. WELSH
CHARTERED ACCOUNTANT

WINONA PEACH FESTIVAL
(Incorporated Under the Laws of the Province of Ontario)
Balance Sheet
As at October 31, 2016

STATEMENT A

	2016	2015
ASSETS		
<i>Current</i>		
Cash	\$ 120,944	\$ 139,718
Short term investments (Note 3)	47,119	47,102
Accounts receivable	30,040	5,194
Prepaid expenses	<u>11,565</u>	<u>--</u>
	209,668	192,014
<i>Capital Assets (Note 2)</i>	<u>19,857</u>	<u>6,409</u>
	<u>\$ 229,525</u>	<u>\$ 198,423</u>
LIABILITIES		
<i>Current</i>		
Accounts payable and accrued liabilities	\$ 17,950	\$ 4,000
Loan payable – current portion	<u>13,000</u>	<u>13,000</u>
	30,950	17,000
<i>Long Term</i>		
Loan payable (Note 4)	<u>--</u>	<u>13,000</u>
	<u>30,950</u>	<u>30,000</u>
EQUITY		
Participation bonds	475	475
Surplus (Statement C)	<u>198,100</u>	<u>167,948</u>
	<u>198,575</u>	<u>168,423</u>
	<u>\$ 229,525</u>	<u>\$ 198,423</u>

Approved by:

_____ President

_____ Treasurer

(Unaudited)

WINONA PEACH FESTIVAL
Statement of Revenue and Operating Expenses
Year Ended October 31, 2016

STATEMENT B

	<u>2016</u>	<u>2015</u>
REVENUE		
Major fundraising activities	\$ 189,332	\$ 180,474
Interest and other income	5,160	152
Sponsorships	<u>119,492</u>	<u>121,968</u>
	<u>313,984</u>	<u>302,594</u>
OPERATING EXPENSES		
Administration	12,815	7,765
Advertising and promotion	25,540	29,476
Amortization	2,562	--
Donations	231	228
Entertainment	24,440	41,941
Grounds and gate	62,338	50,850
Insurance	2,158	11,225
Major fundraising activities	80,029	73,682
Park security	27,197	26,169
Professional fees	4,733	3,535
Rentals	38,795	24,059
Signage	<u>12,263</u>	<u>7,472</u>
	<u>293,101</u>	<u>276,402</u>
NET INCOME FOR THE YEAR	<u>\$ 20,883</u>	<u>\$ 26,192</u>

(Unaudited)

WINONA PEACH FESTIVAL
Statement of Surplus
Year Ended October 31, 2016

STATEMENT C

	2016	2015
<i>Surplus, beginning of year</i>	\$ 167,948	\$ 141,756
Prior period H.S.T. adjustment	<u>9,269</u>	<u>--</u>
	177,217	141,756
<i>Net income for the year (Statement B)</i>	<u>20,883</u>	<u>26,192</u>
SURPLUS , END OF YEAR	<u>\$ 198,100</u>	<u>\$ 167,948</u>

(Unaudited)

WINONA PEACH FESTIVAL
Notes to Financial Statements
Year Ended October 31, 2016

STATEMENT D

1. GENERAL

Winona Peach Festival is a not-for-profit corporation without share capital. The main event undertaken by the corporation is the annual Winona Peach Festival.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICY

The following is a summary of the significant accounting policy followed in the preparation of the financial statements.

Amortization

Amortization of capital assets is recorded on the diminishing balance basis over the estimated useful life of the assets using rates as indicated in Note 3, except for capital assets acquired during the year in which case the rate is one-half of the indicated rates.

3. CAPITAL ASSETS

		<u>2016</u>			<u>2015</u>
	<u>Rate</u>	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net</u>	<u>Net</u>
Festival float	30%	\$ 6,409	\$ 961	\$ 5,448	\$ 6,409
Road sign	20%	6,310	631	5,679	--
Mascot heads	20%	<u>9,700</u>	<u>970</u>	<u>8,730</u>	<u>--</u>
		<u>\$ 22,419</u>	<u>\$ 2,562</u>	<u>\$ 19,857</u>	<u>\$ 6,409</u>

4. SHORT TERM INVESTMENTS

Short term investments consist of three cashable guaranteed investment certificates issued by a major bank for a one year term, yielding an average .05% interest rate at maturity (.15% in 2015).

5. LOAN PAYABLE

A ten-year term loan was provided by the City of Hamilton in 2007 to allow Winona Peach Festival to effect capital improvements to the electrical service and distribution equipment within Winona Park. The loan covenants require annual principal payments of \$13,000 each December until 2016. The loan is interest-free, unless it is in default, in which case interest at the rate of 5% per annum is payable monthly as long as the default continues. As at October 31, 2016 the loan was compliant with all covenants. Remaining principal payment is as follows:

December 2016 \$ 13,000

6. COMPARATIVE AMOUNTS

Comparative amounts for the October 31, 2015 year have been restated to conform to the October 31, 2016 presentation. The financial position and the net operating results for October 31, 2015 are not affected by the restatement.

(Unaudited)