
LAGOON CITY COMMUNITY BUILDING CORP.

FINANCIAL STATEMENTS

(Unaudited - See Compilation Engagement Report)

August 31, 2023

LAGOON CITY COMMUNITY BUILDING CORP.

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COMPILATION ENGAGEMENT REPORT

To Management of Lagoon City Community Building Corp.:

On the basis of information provided by management, I have compiled the balance sheet of Lagoon City Community Building Corp. as at August 31, 2023, the statements of income and deficit for the fiscal year then ended, and Note 1, which describes the basis of accounting applied in the preparation of the compiled financial information ("financial information").

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it and the selection of the basis of accounting.

I performed this engagement in accordance with Canadian Standard on Related Services (CSRS) 4200, *Compilation Engagements*, which requires me to comply with relevant ethical requirements. My responsibility is to assist management in the preparation of the financial information.

I did not perform an audit engagement or a review engagement, nor was I required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, I do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Readers are cautioned that the financial information may not be appropriate for their purposes.

The figures for the previous year, which are shown for comparative purposes only, were compiled by another chartered professional accountant.



Orillia, Ontario
December 12, 2023

Sawatsky Professional Corporation,
Authorized to practise public accounting by
Chartered Professional Accountants of Ontario

1.

LAGOON CITY COMMUNITY BUILDING CORP.

BALANCE SHEET

(Unaudited - See Compilation Engagement Report)

AS AT August 31, 2023

	2023	2022
ASSETS		
CURRENT		
Cash	\$ 44,213	\$ 10,832
Short-term investments	30,000	-
Accounts receivable	1,292	-
Prepays	3,366	2,460
	78,871	13,292
PROPERTY AND EQUIPMENT (net of acc dep \$143,296; 2022 - \$138,693)	119,313	123,916
	<u>\$ 198,184</u>	<u>\$ 137,208</u>
LIABILITIES		
CURRENT		
Accounts payable and accruals	\$ 4,762	\$ 9,762
Deferred revenue	75	1,296
	4,837	11,058
DUE TO LAGOON CITY COMMUNITY ASSOCIATION	495,441	432,736
TOTAL LIABILITIES	500,278	443,794
SHAREHOLDER'S EQUITY		
Share capital		
Issued:		
1 common share	1	1
Deficit	(302,095)	(306,587)
	(302,094)	(306,586)
	<u>\$ 198,184</u>	<u>\$ 137,208</u>

Approved on behalf of Management:

_____ Director

LAGOON CITY COMMUNITY BUILDING CORP.

STATEMENTS OF INCOME AND DEFICIT (Unaudited - See Compilation Engagement Report)

FOR THE YEAR ENDED August 31, 2023

	2023	2022
SALES		
Management fees	\$ 78,964	\$ 54,691
Newsletter advertising and other	7,086	9,199
	86,050	63,890
OPERATING EXPENSES		
Property taxes	30,244	37,811
Repairs and maintenance	15,339	29,028
Utilities	12,892	14,412
Insurance	10,756	10,142
Office and general	5,560	6,220
Depreciation	4,603	4,993
Professional fees	1,043	1,050
Telephone	636	1,855
Bank charges and interest	485	179
	81,558	105,690
NET INCOME (LOSS)	\$ 4,492	\$ (41,800)
DEFICIT, beginning of year	\$ (306,587)	\$ (264,787)
NET INCOME (LOSS)	4,492	(41,800)
DEFICIT, end of year	\$ (302,095)	\$ (306,587)

LAGOON CITY COMMUNITY BUILDING CORP.

NOTES TO THE FINANCIAL STATEMENTS (Unaudited - See Compilation Engagement Report)

August 31, 2023

1. BASIS OF ACCOUNTING

The basis of accounting applied in the preparation of the financial information is on the historical cost basis, reflecting cash transactions with the addition of the following:

- Property and equipment are depreciated using the declining balance method
- Deferred revenue represents amounts collected in advance of rendering services
- Accounts receivable
- Accounts payable and accruals
- Short-term investments recorded at cost
- Prepaid expense is initially recorded as a current asset, but its value is expensed over the period the goods or services are received