

LUNENBURG ROD AND GUN CLUB

Financial Statements

For the year ended October 31, 2022



TruePath Financial Consulting Inc.

LUNENBURG ROD AND GUN CLUB

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For the year ended October 31, 2022

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TruePath
Financial Consulting Inc.

COMPILATION ENGAGEMENT REPORT

To the Board of the Lunenburg Rod and Gun Club

On the basis of information provided by the board, we have compiled the statement of financial position of the Lunenburg Rod and Gun Club as at October 31, 2022, the statement of operations and changes in net assets, and Note 2, which describes the basis of accounting applied in the preparation of the compiled financial information.

The board 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.

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

We did not perform an audit engagement or a review engagement, nor were we required to perform procedures to verify the accuracy or completeness of the information provided by the board. Accordingly, we 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.

TruePath Financial Consulting Inc.

Chester, Nova Scotia
November 24, 2022

Katherine E. Williams, CPA, CA, President



TruePath Financial Consulting

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Lunenburg Rod and Gun Club
Statement of Operations and Changes in Net Assets
For the year ended Oct 31, 2022

	2022	2021
Revenues		
Membership dues	\$ 27,874	\$ 32,586
NFA fees	7,108	5,905
Fundraising	23,243	32,162
Other	4,886	1,727
Total revenues	\$ 63,111	\$ 72,380
Expenditures		
Clay targets	\$ 11,435	\$ 21,448
NFA fees	7,108	5,905
Awards and prizes	1,115	1,055
Bank charges	113	241
Business fees and licenses	219	-
Equipment purchase	16,608	10,156
Gas	300	55
Insurance	5,828	4,681
Office	1,308	1,353
Orientations	156	206
Professional fees	3,100	-
Property taxes	1,632	1,652
Range repairs	765	7,713
Range supplies	-	1,799
Repairs, supplies, and maintenance	2,416	4,376
Targets	65	413
Utilities	4,548	3,708
Other operating costs	441	292
Other expenses	817	1,612
Total expenditures	\$ 57,974	\$ 66,665
Excess of revenue over expenditures	\$ 5,137	\$ 5,715
Net assets, beginning of period	\$ 74,436	\$ 68,721
Excess of revenues over expenditures	5,137	5,715
Net assets, end of period	\$ 79,573	\$ 74,436



Lunenburg Rod and Gun Club
Statement of Financial Position
As at October 31, 2022

	2022	2021
Assets		
Current Assets:		
Cash	\$ 46,216	\$ 57,175
Investments	5,507	8,539
Inventory	27,850	8,722
Total Assets	\$ 79,573	\$ 74,436

Unrestricted Net Assets	\$ 79,573	\$ 74,436
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APPROVED ON BEHALF OF THE BOARD

Robert A. Collins Director
[Signature] Director

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



LUNENBURG ROD AND GUN CLUB

Notes to the Financial Statements

For the year ended October 31, 2022

1. Status and purpose of the organization

The Lunenburg Rod and Gun Club is a non-profit organization that provides activities centered on various shooting disciplines, stressing safety and proper firearm handling for all shooters from beginner to experienced.

The Lunenburg Rod and Gun Club was established in 1954 and incorporated by Chapter 101 of the Acts of 1961, *An Act to Incorporate the Lunenburg Rod and Gun Club*. In 2022, private Bill No. 122, *An Act Respecting the Repeal of An Act to Incorporate the Lunenburg Rod and Gun Club*, was enacted to repeal and dissolve the Old Club with the Old Club's property, rights, liabilities, and obligations becoming the property, rights, liabilities, and obligations of the New Club, meaning the Lunenburg Rod and Gun Club as incorporated under the Societies Act on April 28, 2022.

2. Basis of accounting

The financial statements are prepared using the cash basis of accounting where all transactions are recorded on the date when cash is paid or received.

Starting in the fall of 2022, membership fees are only received in the year to which they apply. Life memberships are recorded in the year received.

Inventory is recorded at cost.

Investments are recorded at cost with interest adjusted annually.

Capital assets including land are expensed at the time of purchase.

3. Land and building

The Lunenburg Rod and Gun Club is situated on Fish Peddlers Road at Indian Path on 53.8 acres of land purchased between July 1988 and March 2020 for an estimated combined cost of \$31,500.

The building consists of donated materials and labour with other costs and capital improvements expensed during the year they were incurred.

4. Harmonized Sales Tax

The Board of the Lunenburg Rod and Gun Club has determined that fundraising revenues and NFA fees should be treated as exempt supplies per the specific conditions for Harmonized Sales Tax (HST) exemptions for non-profit organizations.



LUNENBURG ROD AND GUN CLUB

Notes to the Financial Statements

For the year ended October 31, 2022

4. Harmonized Sales Tax (continued)

Specifically, the Board has determined that the Lunenburg Rod and Gun Club have met the following conditions for the fundraising exemption:

- The Lunenburg Rod and Gun Club is a non-profit society providing activities centered on various shooting disciplines and is not in the business, industry or trade of selling clay targets.
- All club volunteers are unpaid.
- The unit price of each clay target is \$5 or less.
- The clay targets are not offered at events where similar goods are sold by persons in the business of selling such goods.

In addition, the Board has determined that NFA fees meet the direct cost exemption where the amount collected does not exceed the direct cost.

The Board has determined that taxable supplies such as membership fees and other revenues are currently below the \$50,000 small supplier threshold and that HST registration is not required at this time.

Failure by the Board to properly account for the HST could result in the LRGC becoming liable for tax, interest, or penalties.

