

## JAZZIT FUNDAMENTALS – SEPTEMBER 30, 2022 UPDATE

The modules listed below are dated September 30, 2022 in your Resource Centre **JZUPDATE** RC update control.

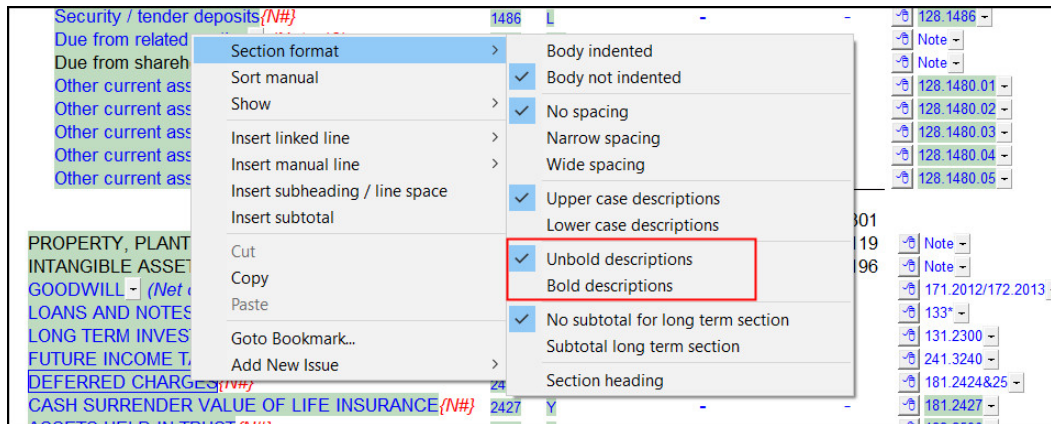
**Remember that Jazzit Fundamentals updates are cumulative.** Updating to this release will include all revisions made to the templates.

You must have *CaseWare Working papers 2021 or higher* installed if you wish to update from the Resource Centre update control in KLIB and FRMLIB.

## FEATURES

### BS, BS2 & BS3 ALL BALANCE SHEET MODULES

- Added option to bold the line descriptions in long-term areas of the balance sheet.



### CL CLIENT ENCLOSURE LETTER

Added multi-column table for instalments required, paid, and payable in corporate tax and GST/HST instalment sections.

☒ **GST instalments are required based on GST return filed for fiscal period ended**

Based on the GST return filed for the fiscal period ending November 30, 2022, we have calculated that your instalment base for the current year is \$-.

Since your instalment base is greater than \$3,000.00, the company will be required to remit quarterly - instalments of \$- on the following dates: March 31, 2023, June 30, 2023, September 30, 2023 and December 31, 2023.

Please be advised that Canada Revenue Agency will charge interest on deficient or late GST instalment payments if you were advised by them and did not make the required instalments.

GST Instalment schedule for 2023 fiscal year: **Multi-column layout** [Reset instalments](#)

Instalment base for the period ending November 30, 2022 is \$-. Remit quarterly - instalments of \$-.

	Instalments required	Instalments paid	Instalments payable
March 31, 2023	\$ -	\$ -	\$ -
June 30, 2023	\$ -	\$ -	\$ -
September 30, 2023	\$ -	\$ -	\$ -
December 31, 2023	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -

## IS INCOME STATEMENT, STATEMENT OF RETAINED EARNINGS, EXPENSE SCHEDULE

- Option under IS statement folder to switch between % and \$/unit when % column is selected on the home menu under column settings.

**Statement of Income**  
**Year Ended November 30, 2022**

Statement

Headings

Rounding

Statement title: Statement of Income

Entity:

Include Statement of Comprehensive Income statement at the bottom of this statement? No

Display maps: Show KLIB maps only

Profit or loss referred to as: Income or loss

\$/unit columns

Percentage columns: \$/unit decimal points

Enter total number of unit

\* Current period: -

Prior period: -

\*Note the maximum \$/unit value that can be displayed is \$9,999.99

GIFI L/S

2022

\$/unit

2021

\$/unit

## IS2 9 COLUMN INCOME STATEMENT WITH BUDGET

- Option under IS statement folder to switch between % and \$/unit when % col is selected under IS columns folder.

**Statement of Income**  
**Year Ended November 30, 2022**

Statement

Headings

Columns

Rounding

Statement title: Statement of Income

Include Statement of Comprehensive Income statement at the bottom of this statement? No

Page size: Letter

Page Orientation: Portrait

Maximum number of columns: 4

Display maps: Show KLIB maps only

Income statement percentage columns for totals: Yes

\$/unit columns

\$/unit decimal points

Total number of unit

\* Current period: -

Prior period: -

\*Note the maximum \$/unit value that can be displayed is \$9,999.99

Profit or loss referred to as: Income or loss

2022

\$/unit

2021

\$/unit

## JZEL ENGAGEMENT LETTER

- Setting structure to proprietor, partnership or NFP sets the tax only option to personal tax return, partnership information return, NFP information return respectively.

**Other Services**

In addition to the review services referred to above, we will, as allowed by the <province in firm profile> - Code of Professional Conduct /Code of Ethics, prepare your partnership information return as agreed upon. Unless expressly agreed in a separate engagement letter, we will have no involvement with or responsibility for the preparation or filing of GST returns or any other (including foreign) information returns, source deductions, information returns, slips, elections, designations, certificates or reports. Management will, on a timely basis, provide the information necessary to complete the partnership information return and will review and file them with the appropriate authorities on a timely basis.

Appendix A to the engagement letter now supports the custom report option.

**Appendix A - Expected Form of Report** [Update from financial statements](#)

**Report options**

Additional spacing above sample report: none Custom report option: Linked

Skip report heading: Yes

Body font size: Linked to FS font selection

Salutation: Unbold No underline

Section headings: Italics No underline

Skip signature block: Yes

ASPE / IFRS

Canadian accounting standards for private enterprises

Linked Emphasis of Matter Linked Other Matter Linked Basis of Accounting and Restriction of Use [and Distribution]

To the Partners of Jazzit Simple Example Ltd.

**Section 1**

## JZPA LETTER TO PREDECESSOR ACCOUNTANT / AUDITOR

- Added optional section at bottom of letter for "Acknowledged by" with client signature lines.

☐ Chartered Professional Accountants

☐ c.c.

☒ **Client signature**

Acknowledged by:

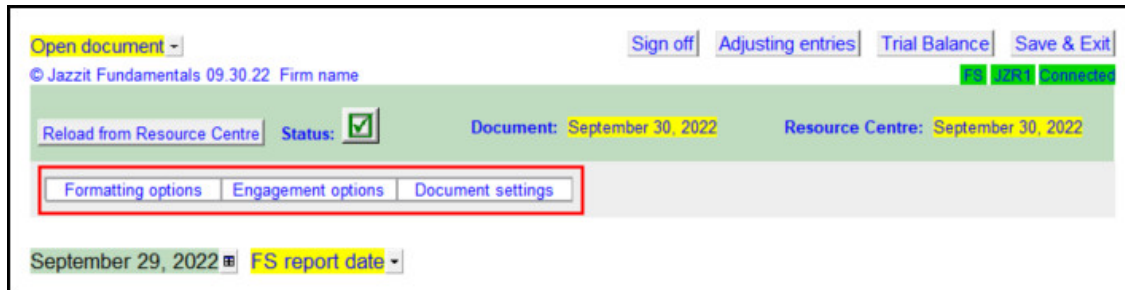
Date below signature line Normal spacing

☒ ☐ ☐

Date signed Date signed Date signed

## JZR1 ADDITIONAL LETTER FROM CLIENT

- Home menu was updated to new format.



The screenshot shows the top navigation bar of the Jazzit Fundamentals software. It includes buttons for 'Open document', 'Sign off', 'Adjusting entries', 'Trial Balance', and 'Save & Exit'. Below these, there is a status bar with '© Jazzit Fundamentals 09.30.22 Firm name' and a green indicator 'FS JZR1 Connected'. The main area shows 'Reload from Resource Centre', 'Status: [checked]', 'Document: September 30, 2022', and 'Resource Centre: September 30, 2022'. A red box highlights the 'Formatting options', 'Engagement options', and 'Document settings' buttons. At the bottom, there is a date selector set to 'September 29, 2022' and a dropdown for 'FS report date'.

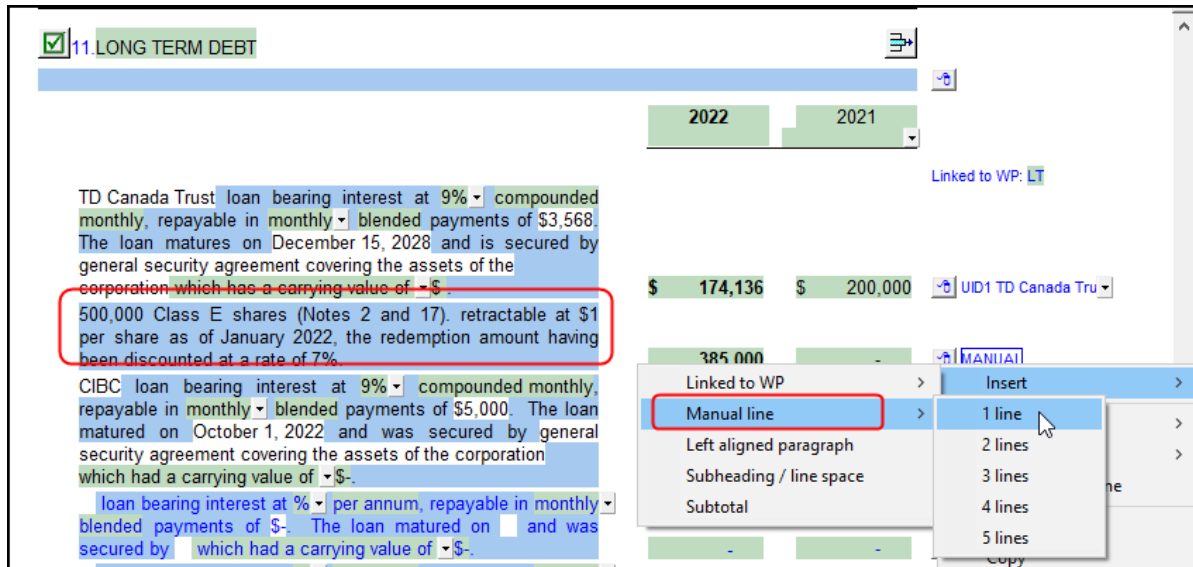
## JZTOOLS JAZZIT TOOLBOX

- Added single/plural options for letters addressed to firm from the client.

✓ CLIENT PLURAL / SINGLE WORDING (management rep letter / additional letter from client)	
Description	Smart link
I / We	We
I / we	we
I am / We are	We are
I am / we are	we are
I was / We were	We were
I was / we were	we were
My / Our	Our
my / our	our
me / us	us

## K5, K9, KG, KV DEBT AND LEASE NOTES LINKED TO WORKING PAPERS

- Added the option to insert manual lines in the loan/lease details area of note linked to working paper.



11 LONG TERM DEBT

2022 2021

TD Canada Trust loan bearing interest at 9% compounded monthly, repayable in monthly blended payments of \$3,568. The loan matures on December 15, 2028 and is secured by general security agreement covering the assets of the corporation which has a carrying value of \$-.

500,000 Class E shares (Notes 2 and 17), retractable at \$1 per share as of January 2022, the redemption amount having been discounted at a rate of 7%.

CIBC loan bearing interest at 9% compounded monthly, repayable in monthly blended payments of \$5,000. The loan matured on October 1, 2022 and was secured by general security agreement covering the assets of the corporation which had a carrying value of \$-.

loan bearing interest at % per annum, repayable in monthly blended payments of \$-. The loan matured on and was secured by which had a carrying value of \$-.

\$ 174,136 \$ 200,000 UID1 TD Canada Tru

385,000

Manual line

Insert

1 line

2 lines

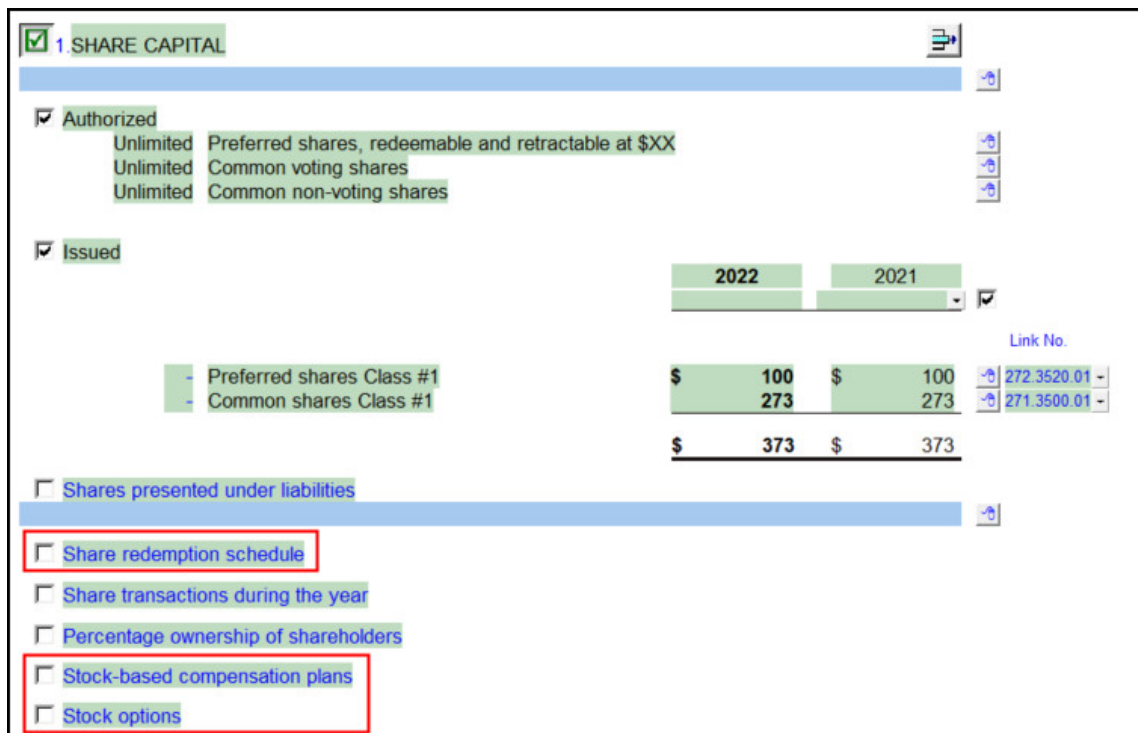
3 lines

4 lines

5 lines

## K7 SHARE CAPITAL NOTES

- Default note now includes optional sections for share redemptions, stock-based compensation plans, and stock options.



1 SHARE CAPITAL

Authorized

Unlimited Preferred shares, redeemable and retractable at \$XX

Unlimited Common voting shares

Unlimited Common non-voting shares

Issued

2022 2021

Preferred shares Class #1 \$ 100 \$ 100 272.3520.01

Common shares Class #1 273 273 271.3500.01

\$ 373 \$ 373

Link No.

Shares presented under liabilities

Share redemption schedule

Share transactions during the year

Percentage ownership of shareholders

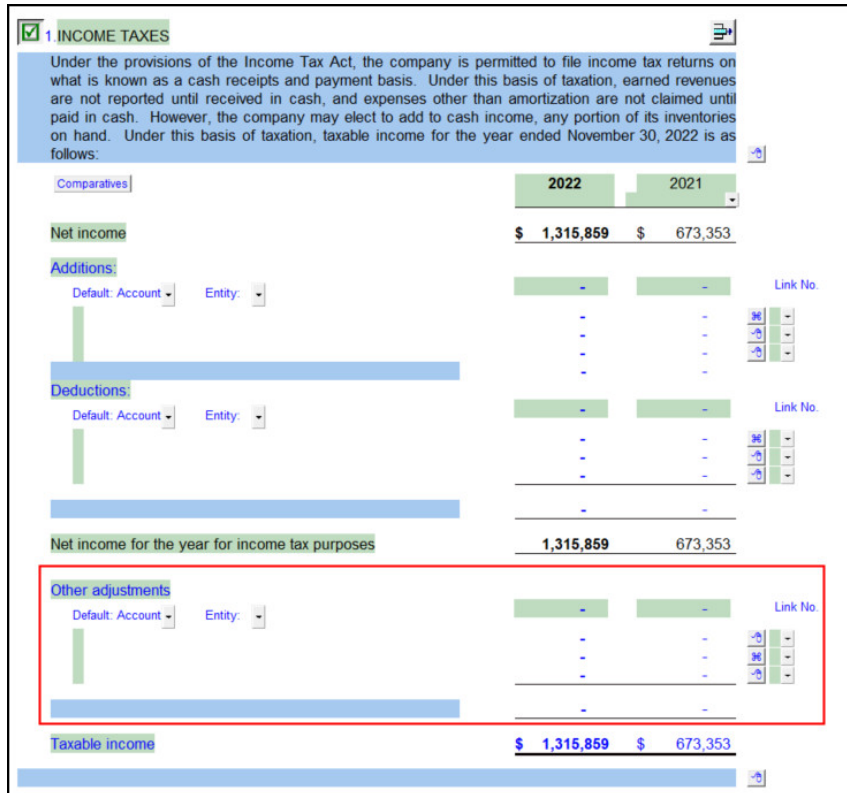
Stock-based compensation plans

Stock options



## KT TAX NOTES

- Added optional section below net income for income tax purposes for other adjustments to taxable income.



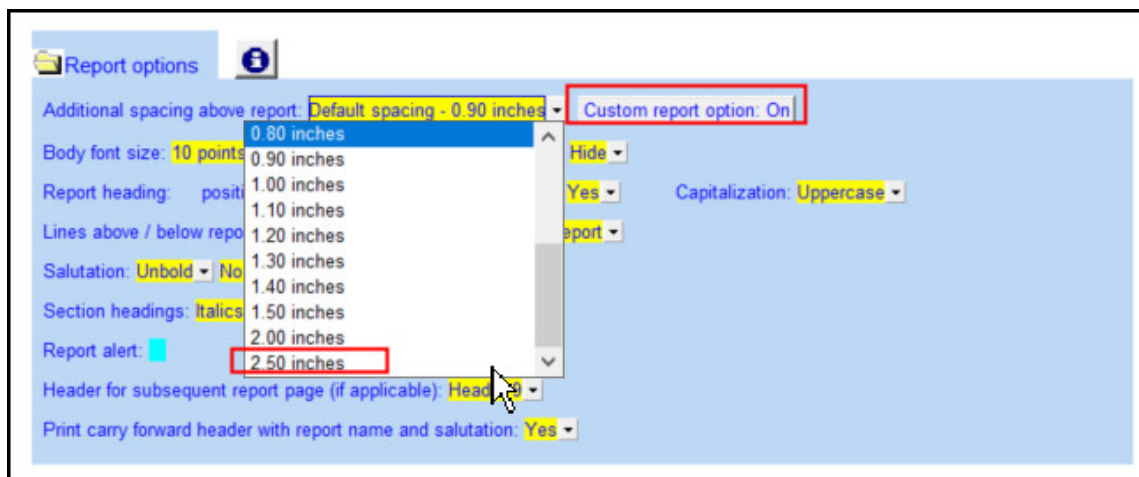
**1. INCOME TAXES**

Under the provisions of the Income Tax Act, the company is permitted to file income tax returns on what is known as a cash receipts and payment basis. Under this basis of taxation, earned revenues are not reported until received in cash, and expenses other than amortization are not claimed until paid in cash. However, the company may elect to add to cash income, any portion of its inventories on hand. Under this basis of taxation, taxable income for the year ended November 30, 2022 is as follows:

	2022	2021
Net income	\$ 1,315,859	\$ 673,353
Additions:		
Default: Account		
Entity:		
Deductions:		
Default: Account		
Entity:		
Net income for the year for income tax purposes	1,315,859	673,353
Other adjustments:		
Default: Account		
Entity:		
Taxable income	\$ 1,315,859	\$ 673,353

## RP ENGAGEMENT REPORT

- Increased maximum spacing option above the report from 1.5 inches to 2.5 inches.
- Updated so Appendix A to the engagement letter can support the custom report option.



**Report options**

Additional spacing above report: Default spacing - 0.90 inches

Body font size: 10 points

Report heading: position

Lines above / below report: 1.00 inches

Salutation: Unbold - No

Section headings: Italics

Report alert: Yes

Header for subsequent report page (if applicable): Head

Print carry forward header with report name and salutation: Yes

Custom report option: On

Capitalization: Uppercase

## SC3 PARTNERS' TAXABLE INCOME

- Subtotal for the "Less:" section and underlines for each subsection added.

**Schedule One** (Schedule 1)  
Year Ended November 30, 2022

Partners' taxable income Exclude from income statement Page break enabled  
Default link: Map No IS

Net income per financial statements	\$ 1,315,859	
Adjustment for rounding:	-	Link No.
<b>Add back:</b>		
Amortization of intangible assets	6,710	513.8570
Amortization	499,990	521.8670
Life insurance on executives	-	523.8691
Unrealized gains (losses) on marketable securities	250	361.9980
	<b>506,950</b>	
<b>Less:</b>		
Gains (losses) on disposal of assets	1,288	361.8210
Gains (losses) on sale of marketable securities	-	361.8211
	<b>1,288</b>	
<b>Taxable income</b>	<b>\$ 1,821,521</b>	

Allocated as follows: Skip % column

Partner name	%	\$	
Partner name #1	100.0000	\$ 1,821,521	01
Partner name #2	-	-	02
Partner name #3	-	-	03
Partner name #4	-	-	04
Partner name #5	-	-	05
	100.0000	\$ 1,821,521	

## JZUPDATE RESOURCE CENTRE UPDATE CONTROL

- Update now prompts to backup the Resource Centre and master file before completing step 5.

Backup files before update?

Would you like to backup your KLIB and GENMST before updating? The backup will be located in your update directory.

Select 'Yes' to run backup, 'No' to continue update without backing up (not recommended) or 'Cancel' to exit Step 5.

Yes No Cancel

- Update now prompts to uncompressed the linked master file when compressed.

Question

GENMST is compressed.  
Would you like to uncompress it?

Yes No

## CORRECTIONS AND ENHANCEMENTS

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### BS BALANCE SHEET

- ✓ Number of signatures is now retained when balance sheet or home menu is reloaded/updated from the Resource Centre.

### BS3 BALANCE SHEET WITH OPENING BALANCES

- ✓ Number of signatures is now retained when balance sheet or home menu is reloaded/updated from the Resource Centre.

### CP HOME MENU

- ✓ Number of signatures is now retained when balance sheet or home menu is reloaded/updated from the Resource Centre.

### GS GST/HST RECONCILIATION - DETAILED METHOD

- ✓ Corrected the "GST sales amount estimated from above" in the lower "GST amounts reported on returns" section.

### JZCD CALLABLE DEBT

- ✓ Resolved issue with browse when double-clicking on amounts in the diagnostics.

### JZDIAG DIAGNOSTICS REPORT

- ✓ Resolved possible error message when opening the Diagnostics Report.

### JZLAMORT LOAN CALCULATOR

- ✓ Updated calculator to show the correct interest expense in the final year of repayment. This only affects leases as principal amounts are unchanged.

### JZPCB CHECKLIST WITH CHECKMARK AND INITIALS

- ✓ Corrected alignment of column headings when the initials column is unselected.

### JZPCD CHECKLIST WITH MULTIPLE Y/N COLUMNS

- ✓ Corrected alignment of column headings when the initials column is selected.

### JZRL MANAGEMENT REPRESENTATIONS LETTER

- ✓ Resolved issue with balances and underlining in the "Confirming amounts due to shareholders/related parties" sections.



### K3A SIGNIFICANT ACCOUNTING POLICIES

- ✓ Heading selected in the mail PPE note now properly shows as default for the related PPE policy heading.

### K7 SHARE CAPITAL

- ✓ Resolved issue with the optional underline below an inserted subtotal. Option now appears only when two or more subtotals are inserted.

### KP GENERIC THREE TO FIVE COLUMN NOTES

- ✓ KPB Stock options note section headings now properly skip when section is not selected.

### TC INDEX TO FINANCIAL STATEMENTS

- ✓ Resolved issue with page numbering (report starts at page 3) subsequent to printing via JZPRINT template.
- ✓ Resolved issue causing Entity Name to be duplicated when space from top of page is not set on default setting.

### TP TITLE PAGE

- ✓ Resolved issue with page numbering (report starts at page 3) subsequent to printing via JZPRINT template.

### YC YEAR-END CHECKLIST LETTER

- ✓ Option to print/skip section headings can now be set within the Resource Centre module.

### JZUPDATE RESOURCE CENTRE UPDATE CONTROL

- ✓ Step 5 will not update linked master file if read/write access is denied.
- ✓ New option in the properties area to clean up any temporary files found in the Resource Centre.