

**TWIN CITIES MINOR TACKLE
FOOTBALL ASSOCIATION**
FINANCIAL STATEMENTS
NOVEMBER 30, 2008



E.M. Simon BBA, CA
D.G. McWhinnie BA, CA
J.P. Riediger B. MATH, CA
J.J. Meredith B. MATH, CA

AUDITORS' REPORT

To the Members of
Twin Cities Minor Tackle Football Association

We have audited the statement of financial position of Twin Cities Minor Tackle Football Association as at November 30, 2008, and the statement of revenues, expenses and change in net assets for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In common with many not-for-profit organizations, Twin Cities Minor Tackle Football Association derives part of its revenues from registration fees, fundraising and donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of revenues from this source was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to revenues, excess of revenues over expenses, assets or net assets.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of registration fees, fundraising and donations referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of Twin Cities Minor Tackle Football Association as at November 30, 2008 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

A handwritten signature in black ink that reads "Simon McWhinnie Riediger & Meredith LLP".

Chartered Accountants
Licenced Public Accountants
Kitchener, Ontario
January 7, 2009

TWIN CITIES MINOR TACKLE FOOTBALL ASSOCIATION

STATEMENT OF FINANCIAL POSITION

AS AT NOVEMBER 30, 2008

	<u>2008</u>	<u>2007</u>
ASSETS:		
CURRENT		
Cash and term deposits	66,956	44,667
Accounts receivable	992	868
Inventory (note 1)	9,141	18,310
Prepaid expenses and deposits	2,253	7,375
	<hr/> 79,342	<hr/> 71,220
CAPITAL (note 1)		
Football equipment	147,348	103,967
Less: accumulated amortization	54,542	34,382
	<hr/> 92,806	<hr/> 69,585
	<hr/> <hr/> \$172,148	<hr/> <hr/> \$140,805
LIABILITIES:		
CURRENT		
Accounts payable and accrued	26,364	10,258
Deferred income	475	0
	<hr/> 26,839	<hr/> 10,258
NET ASSETS - investment in equipment	92,806	69,585
NET ASSETS - unrestricted	14,929	27,380
NET ASSETS - internally restricted - future development	33,582	33,582
NET ASSETS - internally restricted - Beth Hughes Memorial Fund	3,992	0
	<hr/> 145,309	<hr/> 130,547
	<hr/> <hr/> \$172,148	<hr/> <hr/> \$140,805

TWIN CITIES MINOR TACKLE FOOTBALL ASSOCIATION
STATEMENT OF REVENUES, EXPENSES AND CHANGE IN NET ASSETS
FOR THE YEAR ENDED NOVEMBER 30, 2008

	<u>2008</u>	<u>2007</u>
REVENUES:		
Registration fees	173,619	113,737
Fundraising proceeds	71,870	80,262
Equipment revenue	10,087	7,874
Investment revenue - restricted (noted 2)	0	1,608
Donations and miscellaneous	4,032	0
Donations and sponsorships	400	2,650
Grants	6,958	6,900
	<hr/> 266,966	<hr/> 213,031
EXPENSES:		
Equipment and uniform maintenance and repairs	48,309	45,297
Fundraising	47,712	59,674
Amortization	28,158	12,783
Bus rentals	11,380	4,375
Room rentals	9,303	8,319
Field rentals	36,034	27,576
Medical staff	14,207	8,565
Insurance	12,258	12,910
Professional fees	1,675	1,714
Referee fees	9,020	4,836
Player appreciation and trophies	6,135	2,444
Advertising and promotion	1,256	1,283
Office	7,650	911
Photocopies	1,039	3,509
Postage and shipping	289	224
Website	640	19
Bad debts	0	675
Football Ontario registration	11,900	13,375
Materials and supplies	2,549	1,667
Medical supplies	1,341	0
Bank charges	(384)	(82)
Recognition gifts	1,432	2,582
Relocation	301	2,215
	<hr/> 252,204	<hr/> 214,871
EXCESS OF REVENUES OVER EXPENSES	14,762	(1,840)
NET ASSETS - beginning of the year	<hr/> 130,547	<hr/> 132,387
NET ASSETS - end of the year	<hr/> <hr/> \$145,309	<hr/> <hr/> \$130,547

TWIN CITIES MINOR TACKLE FOOTBALL ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

NOVEMBER 30, 2008

Twin Cities Minor Tackle Football Association is a not-for-profit organization registered under the Income Tax Act. It was incorporated without share capital on May 23, 1997 under the laws of Ontario. Its principal purpose is to support its registrants through fundraising, sponsorships and registration fees.

1. ACCOUNTING POLICIES

INVENTORY

Inventory is valued at the lower of cost and market values.

EQUIPMENT

Equipment is reflected at the lower of acquisition cost and fair market value. Amortization is recorded over five years using the straight-line method.

REVENUE RECOGNITION

The Association uses the deferral method to account for contributions. Restricted contributions are recognized as revenue when the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable, provided that the amount to be received can be reasonably estimated.

USE OF ESTIMATES

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known. Actual results could differ from those estimates.

2. NET ASSETS - internally restricted

In 2001, the Association's Board of Directors internally restricted \$30,000. Investment income from these restricted assets is to be used for future development. Internally restricted assets are not available for general operations without approval of the Board.

3. STATEMENT OF CASH FLOWS

A statement of cash flows has not been included in these financial statements as it would not provide additional meaningful information.

4. FAIR VALUES

The carrying values of cash and term deposits, accounts receivable, and accounts payable and accrued, approximate their fair values due to their short-term nature.

5. LEASE OBLIGATIONS

The organization has lease commitments with respect to storage facilities which require monthly payments of \$912 and which expire in September 2009.