

**TWIN CITIES MINOR TACKLE
FOOTBALL ASSOCIATION**
FINANCIAL STATEMENTS
NOVEMBER 30, 2007



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, 2007, 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, 2007 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

Comparative figures were audited by another firm of Chartered Accountants.

A handwritten signature in black ink, which appears to read "Simon McWhinnie Riediger & Meredith LLP". The signature is written in a cursive, flowing style.

Chartered Accountants
Licenced Public Accountants
Kitchener, Ontario
January 17, 2008

TWIN CITIES MINOR TACKLE FOOTBALL ASSOCIATION
STATEMENT OF FINANCIAL POSITION
AS AT NOVEMBER 30, 2007

	<u>2007</u>	<u>2006</u>
ASSETS:		
CURRENT		
Cash and term deposits	44,667	97,049
Accounts receivable	868	3,422
Inventory (note 1)	18,310	0
Prepaid expenses and deposits	7,375	3,453
	71,220	103,924
CAPITAL (note 1)		
Football equipment	103,967	66,996
Less: accumulated amortization	34,382	32,322
	69,585	34,674
	\$140,805	\$138,598
LIABILITIES:		
CURRENT		
Accounts payable and accrued	10,258	6,211
NET ASSETS - investment in equipment	69,585	34,674
NET ASSETS - unrestricted	25,772	64,131
NET ASSETS - internally restricted	35,190	33,582
	130,547	132,387
	\$140,805	\$138,598

TWIN CITIES MINOR TACKLE FOOTBALL ASSOCIATION
STATEMENT OF REVENUES, EXPENSES AND CHANGE IN NET ASSETS
FOR THE YEAR ENDED NOVEMBER 30, 2007

	2007	2006
REVENUES:		
Registration fees	113,737	110,684
Net fundraising proceeds	20,588	25,910
Equipment revenue	7,874	14,703
Investment revenue - restricted (noted 2)	1,608	420
Miscellaneous (net)	0	1,124
Donations and sponsorships	2,650	0
Grants	6,900	6,900
	<u>153,357</u>	<u>159,741</u>
EXPENSES:		
Equipment and uniform maintenance and repairs	45,297	47,391
Amortization	12,783	7,679
Bus rentals	4,375	2,965
Room rentals	8,319	6,979
Field rentals	27,576	12,539
Medical staff	8,565	6,890
Insurance	12,910	9,649
Professional fees	1,714	1,869
Referee fees	4,836	6,382
Player appreciation and trophies	2,444	6,560
Advertising and promotion	1,283	1,076
Office	911	1,283
Photocopies	3,509	2,855
Postage and shipping	224	570
Website	19	85
Bad debts	675	575
Football Ontario registration	13,375	12,225
Materials and supplies	1,667	1,225
Player assistance	0	170
Bank charges	(82)	299
Recognition gifts	2,582	3,216
Relocation	2,215	0
	<u>155,197</u>	<u>132,482</u>
EXCESS OF REVENUES OVER EXPENSES	(1,840)	27,259
NET ASSETS - beginning of the year	132,387	105,128
NET ASSETS - end of the year	\$130,547	\$132,387

TWIN CITIES MINOR TACKLE FOOTBALL ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

NOVEMBER 30, 2007

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 in the year in which 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 and collection is reasonably assured.

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 a lease commitment with respect to a storage facility which requires monthly payments of \$684 and which expires in February 2008.