

CANADIAN BRIDGE FEDERATION CHARITABLE FUND

Financial Statements

Year Ended December 31, 2013

Management's Responsibility for Financial Reporting

The financial statements of Canadian Bridge Federation Charitable Fund have been prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Canadian Bridge Federation Charitable Fund 's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Board of Trustees is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. Following its review of the financial statements and discussions with the auditors and management, the Board of Trustees will approve the financial statements and consider the engagement or re-appointment of the external auditors.

The financial statements have been audited on behalf of the members by Mintz & Wallace Chartered Accountants LLP, in accordance with Canadian generally accepted auditing standards.


Executive Director

Chairperson

Regina, SK
July 08, 2014

INDEPENDENT AUDITOR'S REPORT

To the Members of Canadian Bridge Federation Charitable Fund

We have audited the accompanying financial statements of Canadian Bridge Federation Charitable Fund, which comprise the statement of financial position as at December 31, 2013 and the statements of revenues and expenditures, changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian Accounting Standards for Not-for-Profit Organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

(continues)

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Canadian Bridge Federation Charitable Fund as at December 31, 2013 and the results of its operations and its cash flows for the year then ended in accordance with Canadian Accounting Standards for Not-for-Profit Organizations.

Regina, Saskatchewan
July 8, 2014


Mintz & Wallace
Chartered Accountants LLP

CANADIAN BRIDGE FEDERATION CHARITABLE FUND

Statement of Financial Position

December 31, 2013

	2013	2012
ASSETS		
CURRENT		
Cash	\$ 10,546	\$ 5,545
Term deposits (Note 3)	15,156	20,579
Accounts receivable	1,436	704
	<u>\$ 27,138</u>	<u>\$ 26,828</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 1,650	\$ 1,422
NET ASSETS		
General fund	<u>25,488</u>	<u>25,406</u>
	<u>\$ 27,138</u>	<u>\$ 26,828</u>

ON BEHALF OF THE BOARD

Chairperson

Trustee

See notes to financial statements

CANADIAN BRIDGE FEDERATION CHARITABLE FUND

Statement of Revenues and Expenditures

Year Ended December 31, 2013

	2013	2012
REVENUES		
Proceeds from bridge sessions (<i>Note 4</i>)	\$ 18,569	\$ 18,529
Interest income	230	463
Sundry donations	50	150
Late fees	30	75
Longest Day - Alzheimers	5,565	-
	<u>24,444</u>	<u>19,217</u>
EXPENDITURES		
Audit expense	1,525	1,147
Bank charges	60	60
Coordinator expense	2,400	2,400
Longest Day - Alzheimers Society of Canada	5,565	-
Postage and delivery	62	18
Schedule of Donation Disbursements (<i>Schedule 1</i>)	14,000	17,600
Service charges paid to ACBL	250	134
Trustees expenses	500	130
	<u>24,362</u>	<u>21,489</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 82</u>	<u>\$ (2,272)</u>

See notes to financial statements

CANADIAN BRIDGE FEDERATION CHARITABLE FUND

Statement of Changes in Net Assets

Year Ended December 31, 2013

	2013	2012
NET ASSETS - BEGINNING OF YEAR	\$ 25,406	\$ 27,678
Excess (deficiency) of revenues over expenditures	82	(2,272)
NET ASSETS - END OF YEAR	<u>\$ 25,488</u>	<u>\$ 25,406</u>

See notes to financial statements

CANADIAN BRIDGE FEDERATION CHARITABLE FUND

Statement of Cash Flows

Year Ended December 31, 2013

	2013	2012
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenditures	\$ 82	\$ (2,272)
Changes in non-cash working capital:		
Accounts receivable	(732)	(24)
Accounts payable	228	(102)
	(504)	(126)
DECREASE IN CASH FLOW	(422)	(2,398)
CASH - BEGINNING OF YEAR	26,124	28,522
CASH - END OF YEAR	\$ 25,702	\$ 26,124
CASH CONSISTS OF:		
Cash	\$ 10,546	\$ 5,545
Term deposits	15,156	20,579
	\$ 25,702	\$ 26,124

See notes to financial statements

CANADIAN BRIDGE FEDERATION CHARITABLE FUND

Notes to Financial Statements

Year Ended December 31, 2013

1. NATURE OF ORGANIZATION

The Canadian Bridge Federation Charitable Fund (CBFCF) is a registered charity and is committed to donating funds to charitable organizations in Canada on behalf of its affiliate, the Canadian Bridge Federation (CBF). The Fund is exempt from income taxes under Section 149 of the Income Tax Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

These financial statements are presented in accordance with Canadian Accounting Standards for Not-for-Profit Organizations.

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Financial assets include cash, term deposits and accounts receivable which are reported at amortized cost.

Financial liabilities include accounts payable and are reported at amortized cost.

Revenue recognition

The CBFCF follows the deferral method of accounting 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 if the amount to be received can be reasonably estimated and collection is reasonably assured.

Revenues from bridge sessions are reported on the accrual basis in the period the related game is played by the contributing Club.

Longest Day revenues are reported on an accrual basis. This will be an annual event with all proceeds going to the Alzheimers Society of Canada.

3. TERM DEPOSITS

Term deposits consist of a one year GIC with interest at 1.20% maturing February 2014.

CANADIAN BRIDGE FEDERATION CHARITABLE FUND

Notes to Financial Statements

Year Ended December 31, 2013

4. RELATED PARTY

The Fund is related to the Canadian Bridge Federation (CBF) because the members of the governing board of the CBF are also the trustees of the Fund, serving under a Chairperson who is not a member of the CBF board.

The revenues of the Fund arise from games held by the Canadian clubs, tournaments and from bridge sessions. Those responsible are obliged to send monies to the Fund coordinator throughout the year and the Chairperson and the trustees are charged with making decisions on the allocation of these revenues to registered charities across Canada.

The Fund reimburses the CBF for direct costs consumed in managing its affairs. These costs include compensation for time invested by the Coordinator plus any related office supplies. At year-end the Fund had an outstanding payable to the CBF of \$Nil (2012 - \$60).

The Fund is also related to the American Contract Bridge League (ACBL) because this party is a related party to the CBF and fulfils an instrumental role in the Fund's activities. The ACBL provides a listing of designated charity games held during the year which the Fund uses to verify revenue received. The ACBL also hosts two continent-wide charity games and any district charity games held during the year, which the Fund receives revenue from.

5. FINANCIAL INSTRUMENTS

The Fund is exposed to various risks through its financial instruments and management has a responsibility to monitor, evaluate and manage these risks. The following analysis provides information about the Fund's risk exposure and concentration as of December 31, 2013.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Fund is exposed to credit risk that Clubs will fail to pass along the required collections in a timely way. The Fund receives monies from a significant number of Clubs which minimizes the concentration of credit risk. This risk is considered to be low.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Fund budgets the amount it passes along to qualified donees based on available resources so there is little risk of a liquidity problem. These payments are donations and are not the settlement of an obligation.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Fund manages exposure through its normal operating and financing activities. The Fund is exposed to interest rate risk primarily through its term deposits but it does not rely on revenues from this source to sustain operations and thus the risk is considered to be low.

CANADIAN BRIDGE FEDERATION CHARITABLE FUND

Schedule of Donation Disbursements

(Schedule 1)

Year Ended December 31, 2013

	2013	2012
Alzheimer Society of Calgary	\$ -	\$ 1,000
Alzheimer Society of Canada	-	4,000
Alzheimer Society of Manitoba	500	300
Alzheimer Society of New Brunswick	250	-
Alzheimer Society of North Bay	250	300
Alzheimer Society of Nova Scotia - Duck Derby	500	500
Alzheimer Society of Nova Scotia - Walk for Memories	-	500
Alzheimer Society of Quebec	500	-
Alzheimer Society of Saskatchewan	1,000	-
Alzheimer Society of Sudbury	-	400
Alzheimer Society of Thunder Bay	-	500
Canadian Hadassah-Wizo	500	-
Cochester East Hansts Hospice Society	250	-
Cochester Stroke Club	-	400
Community & Home Assistance to Senior	500	400
Creative Retirement Manitoba	300	300
Foundation Hospital Anna Laberge	500	-
Good Neighbours Active Living Centre	-	300
Gwen Sector Creative Living Centre	500	500
Italian Centre in Winnipeg	400	-
L' amitie n' a pas d'age	-	1,000
Lighthouse Mission	350	220
Lower Mainland Grief Recovery Society	400	500
MS Society of Nova Scotia	-	200
Manitoba Chamber Orchestra	250	300
Manitoba Prostate Cancer Support Group	500	-
Morden Friendship Activity Centre - Snow Angels	300	270
Mustard Seed Food Bank	400	400
Nanaimo Community Hospice Society	400	300
North Shore Hospice Society	400	400
North York Seniors Centre	600	500
Ontario Gerontology Association	400	300
Peel Senior Link	500	400
Penticton & District Hospice Society	400	400
Prairie Theatre Exchange	250	400
Saskatoon Council on Aging Inc.	1,000	1,000
Seniors Association of Kingston Region	500	1,000
Siloam Mission	200	210
Stephen Lewis Foundation	500	-
Western Memorial Hospital Foundation	-	400
Winnipeg Foundation	200	-
Yarmouth Hospital Foundation	500	-
	\$ 14,000	\$ 17,600

See notes to financial statements