

**B.C. AMATEUR
ATHLETICS ASSOCIATION
Financial Statements
For the year ended March 31, 2007**

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Auditors' Report

To the Members of B.C. Amateur Athletics Association

We have audited the consolidated, operating fund, capital fund, and reserve fund financial position of B.C. Amateur Athletics Association as at March 31, 2007 and the related statements of operations and net assets, cash flows, and capital financing for the year then ended. These financial statements are the responsibility of the Association's management. 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 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 our opinion, these financial statements present fairly, in all material respects, the financial position of the Association as at March 31, 2007 and the results of its operations and the cash flows for the year then ended in accordance with Canadian generally accepted accounting principles. As required by the Society Act of B.C. we report that, in our opinion, these principles have been applied on a basis consistent with that of the preceding year.


Chartered Accountants

Vancouver, British Columbia
October 23, 2007

**B.C. Amateur Athletics Association
Consolidated Financial Position**

As at March 31 2007 2006

Assets

Current

Cash	\$ 215,142	\$ 195,214
Accounts receivable	89,744	41,465
Inventory (Note 1)	45,824	25,432
Prepaid expenses	30,963	20,139
Reserve fund (Note 2)	25,495	24,744
	407,168	306,994

Capital assets (Note 3)	22,455	5,183
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	\$ 429,623	\$ 312,177
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Liabilities and Members' Equity

Current

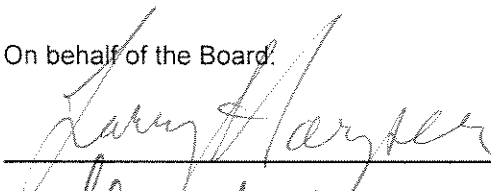
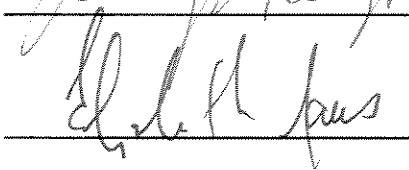
Accounts payable and accrued liabilities	\$ 132,056	\$ 127,228
Deferred revenue	126,124	36,491
	258,180	163,719

Net Assets

Unrestricted net assets	41,385	51,991
Net assets invested in capital assets	22,455	5,183
Net assets in reserve fund	107,603	91,284
	171,443	148,458

	\$ 429,623	\$ 312,177
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On behalf of the Board:

	Director
	Director

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

B.C. Amateur Athletics Association
Operating Fund Statement of Operations and Net Assets

For the year ended March 31,	2007	2006
Revenue		
Association committee meetings	\$ 7,784	\$ 9,126
Administration	8,278	6,883
Memberships	237,688	249,669
Publications	744	6,318
Leadership	9,494	17,310
In province competitions	166,019	142,590
Hosting competitions	26,635	26,792
Marketing and promotions	28,100	59,348
BC government block contribution	178,738	160,269
Grants	197,946	176,729
BC regional centres	30,000	19,500
Special programs	30,280	40,422
Direct charitable access	128,900	70,752
Athlete development	4,260	12,171
Awards/recognition	61	62
Reserve fund income	751	983
	1,055,678	998,924
Expenditures		
Staffing:		
- Administration	142,074	125,432
- Programs	97,955	75,222
- Centres	10,000	10,000
- Summer career placement	13,723	9,338
B.C. regional centres	30,502	25,223
National training centres	27,500	27,500
Association committee meetings	39,393	39,526
Administration	158,507	155,310
Publications	3,566	9,187
Leadership	80,416	82,682
In-province competitions	135,232	146,976
Hosting competitions	31,106	26,671
B.C. team programs	88,868	70,669
Athlete development	138,379	96,051
Marketing and promotion	2,423	5,164
Special programs	22,215	8,798
Awards/recognition	1,931	1,206
	1,023,790	914,955
Surplus from operations	31,888	83,969
Unrestricted net assets, beginning of year	51,991	34,631
Transfer to capital fund	(26,708)	-
Transfer to reserve fund	(15,786)	(66,609)
Unrestricted net assets, end of year	\$ 41,385	\$ 51,991

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

B.C. Amateur Athletics Association
Consolidated Statement of Cash Flows

<u>For the year ended March 31,</u>	<u>2007</u>	<u>2006</u>
Cash flows from operating activities		
Cash received from customers and funding	\$ 1,006,648	\$ 1,012,903
Cash payments to suppliers, employees and athletes	(960,545)	(965,584)
Interest received	751	116
	<u>46,854</u>	<u>47,435</u>
Cash flows from investing activities		
Purchase of capital assets	(26,708)	-
Increase in reserve funds	(751)	(21,232)
	<u>(27,459)</u>	<u>(21,232)</u>
Cash flows from financing activities		
Track and field equipment repair fund contribution	533	867
Increase in cash during the year	19,928	27,070
Cash and cash equivalents (bank indebtedness), beginning of year	195,214	168,144
Cash and cash equivalents, end of year	\$ 215,142	\$ 195,214

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

B.C. Amateur Athletics Association
Operating Fund Financial Position

As at March 31 2007 2006

Assets

Current

Cash	\$ 215,142	\$ 195,214
Accounts receivable	89,744	41,465
Inventory	45,824	25,432
Prepaid expenses	30,963	20,139
	<hr/>	<hr/>
	\$ 381,673	\$ 282,250

Liabilities and Net Assets

Current

Accounts payable and accrued liabilities	\$ 132,056	\$ 127,228
Deferred revenue	126,124	36,491
Due to reserve fund	82,108	66,540
	<hr/>	<hr/>
	340,288	230,259

Net Assets

Unrestricted net assets	41,385	51,991
	<hr/>	<hr/>
	\$ 381,673	\$ 282,250

B.C. Amateur Athletics Association
Capital Fund Financial Position

As at March 31	2007	2006
Assets		
Capital assets (Note 3)	\$ 22,455	\$ 5,183
Liabilities and Net Assets		
Net assets		
Net assets invested in capital assets, beginning of year	5,183	11,574
Purchase of capital assets	26,708	-
Amortization	(6,907)	(6,391)
Loss on write down of capital assets	(2,529)	-
Net assets invested in capital assets, end of year	\$ 22,455	\$ 5,183

**B.C. Amateur Athletics Association
Reserve Funds Financial Position**

As at March 31	2007	2006
Assets		
Cash	\$ 25,495	\$ 24,744
Due from operating fund	82,108	66,540
	\$ 107,603	\$ 91,284
Net Assets		
Net assets in reserve funds, beginning of year	\$ 91,284	\$ 24,675
Track and field repair fund contribution	533	867
Interest income	751	116
Net contributions from operating fund	15,035	40,626
Contribution from operating fund for 2008 relocation move	-	15,000
Contribution from operating fund for 2007/08 equipment purchases	-	10,000
Net assets in reserve funds, end of year	\$ 107,603	\$ 91,284

B.C. Amateur Athletics Association Summary of Significant Accounting Policies

March 31, 2007

Nature and Purpose of Organization	<p>B.C. Amateur Athletics Association is a not-for-profit organization incorporated under the B.C. Society Act and under an agreement with Athletics Canada coordinates cross-country running, road racing and track & field in British Columbia.</p> <p>The Society is a registered Not-for-Profit organization and, as such, is exempt from income tax under section 149(1)(l).</p>									
Financial Instruments	<p>The Association carries a number of financial instruments. Unless otherwise noted, it is management's opinion that the Association is not exposed to significant interest, currency or credit risks arising from these financial instruments.</p> <p>The fair values of these financial instruments approximate their carrying values, unless otherwise noted.</p>									
Capital Assets	<p>Capital assets are recorded at cost less accumulated amortization. The capital purchases which are not funded by the Capital Fund are charged to the Operations Fund in the year of acquisition. Amortization based on the estimated useful life of the asset is expensed in the Capital Fund and calculated as follows:</p> <table><tr><td>Equipment</td><td>-</td><td>10 years straight line basis</td></tr><tr><td>Computer equipment</td><td>-</td><td>5 years straight line basis</td></tr><tr><td>Leasehold improvements</td><td>-</td><td>5 years straight line basis</td></tr></table>	Equipment	-	10 years straight line basis	Computer equipment	-	5 years straight line basis	Leasehold improvements	-	5 years straight line basis
Equipment	-	10 years straight line basis								
Computer equipment	-	5 years straight line basis								
Leasehold improvements	-	5 years straight line basis								
Use of Estimates	<p>The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.</p>									
Revenue Recognition	<p>Revenue received are of two types: a) those grants and incomes which relate to the fiscal period and b) those grants and incomes that relate to specific events or projects. Those revenues received or earned that relate to the fiscal period are recognized when received or earned. Those revenues that relate to specific events or projects are deferred until the event or project is complete.</p>									
Cash and Cash Equivalents	<p>Cash and cash equivalents consist of bank balances and investments in money market instruments with maturities of three months or less.</p>									
Inventory	<p>Inventory is stated at the lower of cost and net realizable value. Cost is generally determined on the first-in, first-out basis.</p>									

B.C. Amateur Athletics Association
Notes to the Financial Statements

March 31, 2007

1. Inventory

The following table summarizes the Association's inventory held at year end:

	2007		2006	
Inventory held for resale	\$	6,515	\$	5,641
Inventory held for event prizes and uniforms		39,309		19,791
	\$	45,824	\$	25,432

2. Reserve Fund

The Reserve Fund represents appropriated operating fund surplus, the revenue and capital of which will be used to fund specific activities of the Association or to supplement operating fund sources.

3. Capital Assets

	2007		2006	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Equipment	\$ 312,997	\$ 312,359	\$ 312,997	\$ 312,187
Computer equipment	26,708	5,812	52,258	49,728
Leasehold improvements	4,606	3,685	4,606	2,763
	\$ 344,311	\$ 321,856	\$ 369,861	\$ 364,678
Net book value		\$ 22,455		\$ 5,183

**B.C. Amateur Athletics Association
Notes to the Financial Statements**

March 31, 2007

4. Capital Fund

The Capital Fund reports the assets, liabilities, and sources and uses of capital financing related to the Association's capital assets.

5. Lease Commitments

The Association has various operating lease commitments for office equipment which requires annual payments of approximately \$7,000.