

DRAFT Financial Statements of

**GOVERNMENT FINANCE OFFICERS'
ASSOCIATION OF WESTERN CANADA**

Year ended June 30, 2017
(Unaudited)

REVIEW ENGAGEMENT REPORT

To the Members of Government Finance Officers' Association of Western Canada

We have reviewed the statement of financial position of Government Finance Officers' Association of Western Canada (the "Association") as at June 30, 2017 and the statements of operations and members' equity and cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and, accordingly, consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the Association.

A review does not constitute an audit and, consequently, we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.

DRAFT

Chartered Professional Accountants

Victoria, Canada

GOVERNMENT FINANCE OFFICERS' ASSOCIATION OF WESTERN CANADA

Statement of Financial Position

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June 30, 2017, with comparative information for 2016

(Unaudited)

	2017	2016
Assets		
Current assets:		
Cash and cash equivalents	\$ 219,396	\$ 240,406
Accounts receivable	-	210
Short-term investments (note 2)	103,086	102,227
Prepaid expenses	27,000	26,573
	\$ 349,482	\$ 369,416

Liabilities and Members' Equity

Current liabilities:		
Accounts payable	\$ 4,373	\$ 9,292
Deferred contributions (note 3)	44,400	86,500
Taxes payable	171	838
	48,944	96,630
Members' equity	300,538	272,786
Commitments (note 5)		
	\$ 349,482	\$ 369,416

See accompanying notes to financial statements.

On behalf of the Board:

Director

 Director

GOVERNMENT FINANCE OFFICERS' ASSOCIATION OF WESTERN CANADA

Statement of Operations and Members' Equity

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Year ended June 30, 2017, with comparative information for 2016

(Unaudited)

	2017	2016
Revenue:		
Conference income	\$ 225,343	\$ 162,809
Interest income	983	896
	<u>226,326</u>	<u>163,705</u>
General and administrative expenses:		
Conference	114,523	104,995
Office and general	78,872	91,401
Professional fees	2,000	2,000
Travel	2,206	3,527
Insurance	973	1,015
	<u>198,574</u>	<u>202,938</u>
Excess (deficiency) of revenue over expenses	27,752	(39,233)
Members' equity, beginning of year	272,786	312,019
Members' equity, end of year	<u>\$ 300,538</u>	<u>\$ 272,786</u>

See accompanying notes to financial statements.

GOVERNMENT FINANCE OFFICERS' ASSOCIATION OF WESTERN CANADA

Statement of Cash Flows

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Year ended June 30, 2017, with comparative information for 2016

(Unaudited)

	2017	2016
Cash provided by (used in):		
Operations:		
Excess (deficiency) of revenue over expenses	\$ 27,752	\$ (39,233)
Decrease (increase) in accounts receivable	210	(210)
Increase in prepaid expenses	(427)	(13,400)
(Decrease) increase in accounts payable	(4,920)	9,292
Increase (decrease) in deferred contributions	(42,100)	42,500
Increase (decrease) in taxes payable	(666)	1,474
	(20,151)	423
Financing:		
Increase in short-term investments	(859)	(752)
Decrease in cash and cash equivalents	(21,010)	(329)
Cash and cash equivalents, beginning of year	240,406	240,735
Cash and cash equivalents, end of year	\$ 219,396	\$ 240,406

See accompanying notes to financial statements.

GOVERNMENT FINANCE OFFICERS' ASSOCIATION OF WESTERN CANADA

Notes to Financial Statements

DRAFT

Year ended June 30, 2017

(Unaudited)

Nature of operations:

Government Finance Officers' Association of Western Canada (the "Association") is an organization with the mission to promote excellence in local government through support and development of finance professionals. The Association is exempt from income tax under section 149 of the Income Tax Act.

1. Significant accounting policies:

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The Association's significant accounting policies are as follows:

(a) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Equity instruments that are quoted in an active market are subsequently measured at fair value and all changes in the fair value are recognized in excess of revenues over expenses in the period incurred. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Association has not elected to carry any such financial instruments at fair value.

Transaction costs incurred on the acquisition of financial instruments that are measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Association determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Association expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

GOVERNMENT FINANCE OFFICERS' ASSOCIATION OF WESTERN CANADA

Notes to Financial Statements (continued)

DRAFT

Year ended June 30, 2017

(Unaudited)

1. Significant accounting policies (continued):

(b) Revenue recognition:

The Association follows the deferral method of accounting. 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.

Conference fees and sponsorship income are recognized as revenue when the conferences are held. Contributed conference attendances for host delegates and in-kind sponsorships are recognized at the measurable exchange amounts, generally the value of registration or the sponsorship level provided.

The Association receives interest income from investments and interest income on operating bank account funds. Interest income is recognized in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

(c) Use of estimates:

The preparation of the financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from these estimates.

2. Short-term investments:

Short-term investments are comprised of MFA Money Market Funds.

3. Deferred contributions:

Deferred contributions represent conference incentives, funds received from sponsors and prepaid registrations for the 2017 fall conference.

GOVERNMENT FINANCE OFFICERS' ASSOCIATION OF WESTERN CANADA

Notes to Financial Statements (continued)

DRAFT

Year ended June 30, 2017

(Unaudited)

4. Financial risks and concentration of risk:

It is management's opinion that the Association is not exposed to significant interest rate, currency or credit risks arising from these financial assets and liabilities.

5. Commitments:

The Association has entered into a contract for the 2017 fall conference facilities. In the unlikely event that the conference is cancelled, the Association will be liable to reimburse the contractee for loss of anticipated revenues.