

NORTH WEST TEACHERS' ASSOCIATION

Financial Statements

August 31, 2015

Management's Responsibility

To the members of North West Teachers' Association:


Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian accounting standards for not-for-profit organizations and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

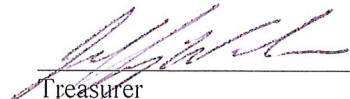
The Executive is composed of directors who are not employees of the organization. The Executive is responsible for overseeing management in the performance of its financial reporting responsibilities. The Executive fulfils these responsibilities by reviewing the financial information prepared by the administration and discussing relevant matters with external auditors. The Executive is also responsible for recommending the appointment of the organization's external auditors.

Holm Raiche Oberg, an independent firm of chartered professional accountants, is appointed by the Executive to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Board and administration to discuss their audit findings.

March 15, 2016
Date



President



Treasurer



Holm Raiche Oberg
Chartered Professional Accountants P.C. Ltd.

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INDEPENDENT AUDITOR'S REPORT

To the Members of North West Teachers' Association

We have audited the accompanying financial statements of North West Teachers' Association, which comprise the statement of financial position as at August 31, 2015 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.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of North West Teachers' Association as at August 31, 2015 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.

North Battleford, Saskatchewan
March 15, 2016

Holm Raiche Oberg
Chartered Professional Accountants

Graham K. Holm, CPA, CA* Loralie A. Raiche, CPA, CA, CFP* Dallan D. Oberg, CPA, CA*

*Denotes a professional corporation



NORTH WEST TEACHERS' ASSOCIATION**Statement of Financial Position****August 31, 2015**

	2015	2014
<u>Assets</u>		
Current		
Cash	\$ 137,414	\$ 151,758
Inventories (Note 3)	2,642	3,380
Prepaid expenses	3,865	-
	<u>\$ 143,921</u>	<u>\$ 155,138</u>
<u>Liabilities</u>		
Current		
Accounts payable and accrued liabilities	\$ 1,651	\$ 1,400
<u>Net Assets</u>		
Unrestricted	<u>142,270</u>	<u>153,738</u>
	<u>\$ 143,921</u>	<u>\$ 155,138</u>

On behalf of the Board

_____ Director

_____ Director

See notes to financial statements

NORTH WEST TEACHERS' ASSOCIATION**Statement of Revenues and Expenditures
for the year ended August 31, 2015**

	2015	2014
Revenue		
Convention fees	\$ 18,160	\$ 18,755
Employment insurance rebate	26,124	28,902
Interest	614	826
Other income	130	327
Public relations	9,640	8,466
Teacher fees	12,712	16,880
	<u>67,380</u>	<u>74,156</u>
Expenses		
Administrative	708	198
Convention	29,241	21,309
Honorarium	23,296	21,620
NWTA meetings	13,498	5,685
Professional development	-	375
Professional fees	2,026	1,601
Public relations	10,079	3,998
	<u>78,848</u>	<u>54,786</u>
(Deficiency) excess of revenue over expenses	<u>\$ (11,468)</u>	<u>\$ 19,370</u>

NORTH WEST TEACHERS' ASSOCIATION**Statement of Changes in Net Assets
for the year ended August 31, 2015**

	2015	2014
Net assets - beginning of year	\$ 153,738	\$ 134,368
(Deficiency) excess of revenue over expenses	<u>(11,468)</u>	<u>19,370</u>
Net assets - end of year	<u>\$ 142,270</u>	<u>\$ 153,738</u>

NORTH WEST TEACHERS' ASSOCIATION**Statement of Cash Flows
for the year ended August 31, 2015**

	2015	2014
Operating activities		
Cash receipts from members and others	\$ 67,381	\$ 74,155
Cash paid to suppliers and members	<u>(81,725)</u>	<u>(55,689)</u>
(Decrease) increase in cash flow	(14,344)	18,466
Cash and cash equivalents - beginning of year	<u>151,758</u>	133,292
Cash and cash equivalents - end of year	<u>\$ 137,414</u>	<u>\$ 151,758</u>
 Cash and cash equivalents consists of:		
Cash	<u>\$ 137,414</u>	<u>\$ 151,758</u>

NORTH WEST TEACHERS' ASSOCIATION**Notes to Financial Statements****August 31, 2015**

1. Nature of the association

The North West Teachers' Association (NWTa) is an association representing the teachers employed by the Northwest School Division No. 203.

2. Significant accounting policies

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO). Outlined below are those policies the association considered particularly significant.

Cash and cash equivalents

The association's policy is to disclose bank balances under cash and cash equivalents, including bank overdrafts with balances that fluctuate frequently from being positive to overdrawn, bank lines of credit and term deposits with a maturity period of three months or less from the date of acquisition. Term deposits that the company cannot use for current transactions because they are pledged as security are also excluded from cash and cash equivalents.

Inventory

Inventory is valued at the lower of cost or net realizable value with cost being determined on a first-in, first-out basis. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs remaining to complete the sale.

Income taxes

As a not-for-profit organization under Section 149 (1) of the *Income Tax Act*, The North West Teachers' Association exempt from taxes: therefore, no provision for income taxes is recorded in the financial statements.

Revenue recognition

North West Teachers' Association follows the restricted fund method of accounting for contributions.

Restricted contributions related to general operations are recognized as revenue of the unrestricted fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund. Currently, the association has no restricted funds.

Unrestricted contributions are recognized as revenue of the unrestricted fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Convention fees are recognized as revenue of the unrestricted fund when the convention is held.

Interest income is recognized as revenue of unrestricted fund when it is earned.

(continues)

NORTH WEST TEACHERS' ASSOCIATION**Notes to Financial Statements****August 31, 2015****2. Significant accounting policies (continued)**Measurement uncertainty

Certain amounts in the financial statements are subject to measurement uncertainty and are based on the association's best information and judgment. Actual results could differ from these estimates.

Examples of significant estimates include:

- the allowance for doubtful accounts;
- the allowance for inventory obsolescence.

Volunteer services

Volunteers contribute a significant amount of time to assist the association in carrying out its activities. Because of the difficulty of determining the fair value of such services, contributed services are not recognized in the financial statements.

3. Inventories

	<u>2015</u>	<u>2014</u>
Merchandise	\$ 2,642	\$ 3,380

4. Financial instruments

The association is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the association's risk exposure and concentration as of August 31, 2015.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The association is exposed to this risk mainly in respect of its receipt of funds from its members and accounts payable.