

NORTH WEST TEACHERS' ASSOCIATION  
AUDITORS' REPORT AND FINANCIAL STATEMENTS

August 31, 2007

**Johnson Holm Svenkeson,**  
**Chartered Accountants, P.C. Ltd.**

R.W. Johnson, FCA\*  
G.K. Holm, CA\*  
B.W. Svenkeson, CA\*

1321 - 101<sup>st</sup> Street  
North Battleford, Saskatchewan  
S9A 0Z9  
Telephone (306) 445-6291  
Facsimile: (306) 445-3882  
info@jhsc.ca  
boj@jhsc.ca  
grahamh@jhsc.ca  
barrys@jhsc.ca

**AUDITORS' REPORT**

To the members

We have audited the statement of financial position of North West Teachers' Association as at August 31, 2007 and the statements of operations and net assets and cash flows for the period 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 August 31, 2007 and the results of its operations and its cash flows for the period then ended in accordance with Canadian generally accepted accounting principles.

North Battleford, Saskatchewan  
December 28, 2007

  
Chartered Accountants

NORTH WEST TEACHERS' ASSOCIATION

## Statement of Financial Position

August 31, 2007

	2007	2006
<u>ASSETS</u>		
<b>Current</b>		
Cash	\$ 9,068	\$ 3,606
<u>LIABILITIES</u>		
<b>Current</b>		
Accounts payable and accrued liabilities	\$ 1,000	\$ 2,604
<u>NET ASSETS</u>		
<b>Net assets</b>	<u>8,068</u>	<u>1,002</u>
	<u>\$ 9,068</u>	<u>\$ 3,606</u>

Approved by the Board:

\_\_\_\_\_ *President*

See notes to financial statements

NORTH WEST TEACHERS' ASSOCIATION

## Statement of Operations and Net Assets

for the period ended August 31, 2007

	2007	2006 <i>(8 months)</i>
<b>Revenue</b>		
Convention fees	\$ 23,805	\$ -
Employment insurance rebate	8,463	-
Interest	575	18
LINC	-	1,000
North West School Division initiative	6,000	-
Other income	98	-
Public relations	4,000	5,000
Teacher fees	16,020	14,470
	<u>58,961</u>	<u>20,488</u>
<b>Expenses</b>		
Administrative	1,739 ✓	746
Convention	22,670 ✓	-
Honorarium	9,603 ✓	3,510
LINC	755 ✓	6,540
Professional development	1,606 ✓	-
Professional fees	1,999 ✓	-
Public relations	7,190	4,613
Travel	6,333 ✓	4,077 ✓
	<u>51,895</u>	<u>19,486</u>
Excess of revenue over expenses	7,066	1,002
Net assets at beginning of period	<u>1,002</u>	-
Net assets at end of period	<u>\$ 8,068</u>	<u>\$ 1,002</u>

NORTH WEST TEACHERS' ASSOCIATION

**Statement of Cash Flows**  
**for the period ended August 31, 2007**

	2007	2006 <i>(8 months)</i>
<b>Cash flows from operating activities</b>		
Cash receipts from members and others	\$ 58,961	\$ 20,488
Cash paid to suppliers and members	<u>(53,499)</u>	<u>(16,882)</u>
<b>Net cash provided in the period</b>	5,462	3,606
<b>Cash and cash equivalents at beginning of period</b>	<u>3,606</u>	-
<b>Cash and cash equivalents at end of period</b>	<u>\$ 9,068</u>	<u>\$ 3,606</u>
<b>Cash and cash equivalents</b>		

Cash and cash equivalents consist of cash on hand, balances and loans with financial institutions. Cash and cash equivalents are comprised of the following statement of financial position amounts:

Cash	<u>\$ 9,068</u>	<u>\$ 3,606</u>
------	-----------------	-----------------

**NORTH WEST TEACHERS' ASSOCIATION****Notes to Financial Statements****August 31, 2007**

---

**1. Nature of the association**

The North West Teachers' Association is a teachers' 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 generally accepted accounting principles. Outlined below are those policies the association considered particularly significant.

**Volunteer services**

Volunteers contribute a significant amount of time to assist the company 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.

**Income taxes**

The North West Teachers' Association is not subject to either federal or provincial income taxes.

**Revenue recognition**

Revenue is recognized in the period that it is considered to have been earned, and ultimate 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 amounts of revenue 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.

**3. Financial instruments**

Financial instruments are initially recorded at historical cost. If subsequent circumstances indicate that a decline in the fair value of a financial asset is other than temporary, the financial asset is written down to its fair value. Unless otherwise indicated, accounts receivable, accounts payable and accrued liabilities approximate their fair value due to their immediate or short-term nature.