

BRITISH COLUMBIA
LIBRARY ASSOCIATION
FINANCIAL STATEMENTS
DECEMBER 31, 2011

INDEPENDENT AUDITOR'S REPORT

To the Members of
British Columbia Library Association

We have audited the accompanying financial statements of British Columbia Library Association which comprise the statement of financial position as at December 31, 2011 and the statements of operations and changes in fund balances 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 generally accepted accounting principles, 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 judgement, 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 qualified audit opinion.

Basis for Qualified Opinion

In common with many not for profit organizations, the association derives revenues from voluntary contributions and other fundraising activities the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the association and we were not able to determine whether any adjustments might be necessary to revenues, the excess of revenues over expenses, or assets and fund balances.

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Independent Auditor's Report
To the Members of British Columbia Library Association
May 2, 2012

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of the association as at December 31, 2011 and the results of its operations and changes in fund balances and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Report on Other Legal and Regulatory Requirements

As required by the Society Act of British Columbia, we report that in our opinion, the accounting principles in Canadian generally accepted accounting principles have been applied on a basis consistent with that of the preceeding year.

Collins Barrow

CHARTERED ACCOUNTANTS

Vancouver, Canada
May 2, 2012

BRITISH COLUMBIA LIBRARY ASSOCIATION
(Incorporated under the Society Act of British Columbia)

STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2011

	2011			2010	
	General Fund	Specific Purpose Funds (Schedule)	Capital Asset Fund	Total	Total
<u>ASSETS</u>					
Current assets					
Cash	\$ 2,069,961	\$ 40,888	\$ ---	\$ 2,110,849	\$ 2,281,432
Accounts receivable	112,887	---	---	112,887	142,284
Prepaid and deferred expenses (schedule)	<u>16,692</u>	<u>---</u>	<u>---</u>	<u>16,692</u>	<u>121,077</u>
	2,199,540	40,888	---	2,240,428	2,544,793
Equipment (note 3)	<u>---</u>	<u>---</u>	<u>7,443</u>	<u>7,443</u>	<u>9,816</u>
	<u>\$ 2,199,540</u>	<u>\$ 40,888</u>	<u>\$ 7,443</u>	<u>\$ 2,247,871</u>	<u>\$ 2,554,609</u>
<u>LIABILITIES</u>					
Current liabilities					
Accounts payable	\$ 355,990	\$ ---	\$ ---	\$ 355,990	\$ 377,531
Deferred revenue (note 4 and schedule)	<u>1,492,140</u>	<u>---</u>	<u>---</u>	<u>1,492,140</u>	<u>1,858,140</u>
	<u>1,848,130</u>	<u>---</u>	<u>---</u>	<u>1,848,130</u>	<u>2,235,671</u>
<u>FUND BALANCES</u>					
Fund balances					
Invested in capital assets	---	---	7,443	7,443	9,816
Internally restricted (note 5)	69,238	40,888	---	110,126	111,609
Unrestricted (note 5)	<u>282,172</u>	<u>---</u>	<u>---</u>	<u>282,172</u>	<u>197,513</u>
	<u>351,410</u>	<u>40,888</u>	<u>7,443</u>	<u>399,741</u>	<u>318,938</u>
	<u>\$ 2,199,540</u>	<u>\$ 40,888</u>	<u>\$ 7,443</u>	<u>\$ 2,247,871</u>	<u>\$ 2,554,609</u>

Approved by the Directors

"CHRISTOPHER KEVLAHAN" _____, Director

"DEBBIE SCHACHTER" _____, Director

BRITISH COLUMBIA LIBRARY ASSOCIATION
STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2011

	2011			2010	
	General Fund	Specific Purpose Funds (Schedule)	Capital Asset Fund	Total	Total
Revenue					
Conference	\$ 178,199	\$ ---	\$ ---	\$ 178,199	\$ 143,823
Donations	48,370	1,547	---	49,917	63,281
Endowment fund (note 6)	16,689	---	---	16,689	19,523
Fundraising	9,665	---	---	9,665	10,997
Grants (note 7 and schedule)	830,399	---	---	830,399	903,342
Interest	21,728	525	---	22,253	17,030
Memberships	61,353	---	---	61,353	52,380
Other (schedule)	157,188	---	---	157,188	125,898
	<u>1,323,591</u>	<u>2,072</u>	<u>---</u>	<u>1,325,663</u>	<u>1,336,274</u>
Expenses					
Amortization	---	---	2,373	2,373	3,186
Awards, scholarships and program development	---	6,277	---	6,277	12,340
Committees, executive and liaison	19,506	---	---	19,506	25,721
Conference	130,437	---	---	130,437	121,368
Fundraising	4,952	---	---	4,952	4,764
Programs (schedule)	860,670	---	---	860,670	942,896
Office, computer and rent	45,497	---	---	45,497	40,186
Other (schedule)	47,363	---	---	47,363	38,460
Professional fees	8,124	---	---	8,124	8,842
Publications	111	---	---	111	1,110
Staffing	119,550	---	---	119,550	132,243
	<u>1,236,210</u>	<u>6,277</u>	<u>2,373</u>	<u>1,244,860</u>	<u>1,331,116</u>
Excess (deficiency) of revenue over expenses for the year	87,381	(4,205)	(2,373)	80,803	5,158
Interfund transfers					
Transfers in	---	---	---	---	3,000
Transfers out	---	---	---	---	(3,000)
Fund balances, beginning of the year	<u>264,029</u>	<u>45,093</u>	<u>9,816</u>	<u>318,938</u>	<u>313,780</u>
Fund balances, end of the year	<u>\$ 351,410</u>	<u>\$ 40,888</u>	<u>\$ 7,443</u>	<u>\$ 399,741</u>	<u>\$ 318,938</u>

See accompanying notes to the financial statements.

