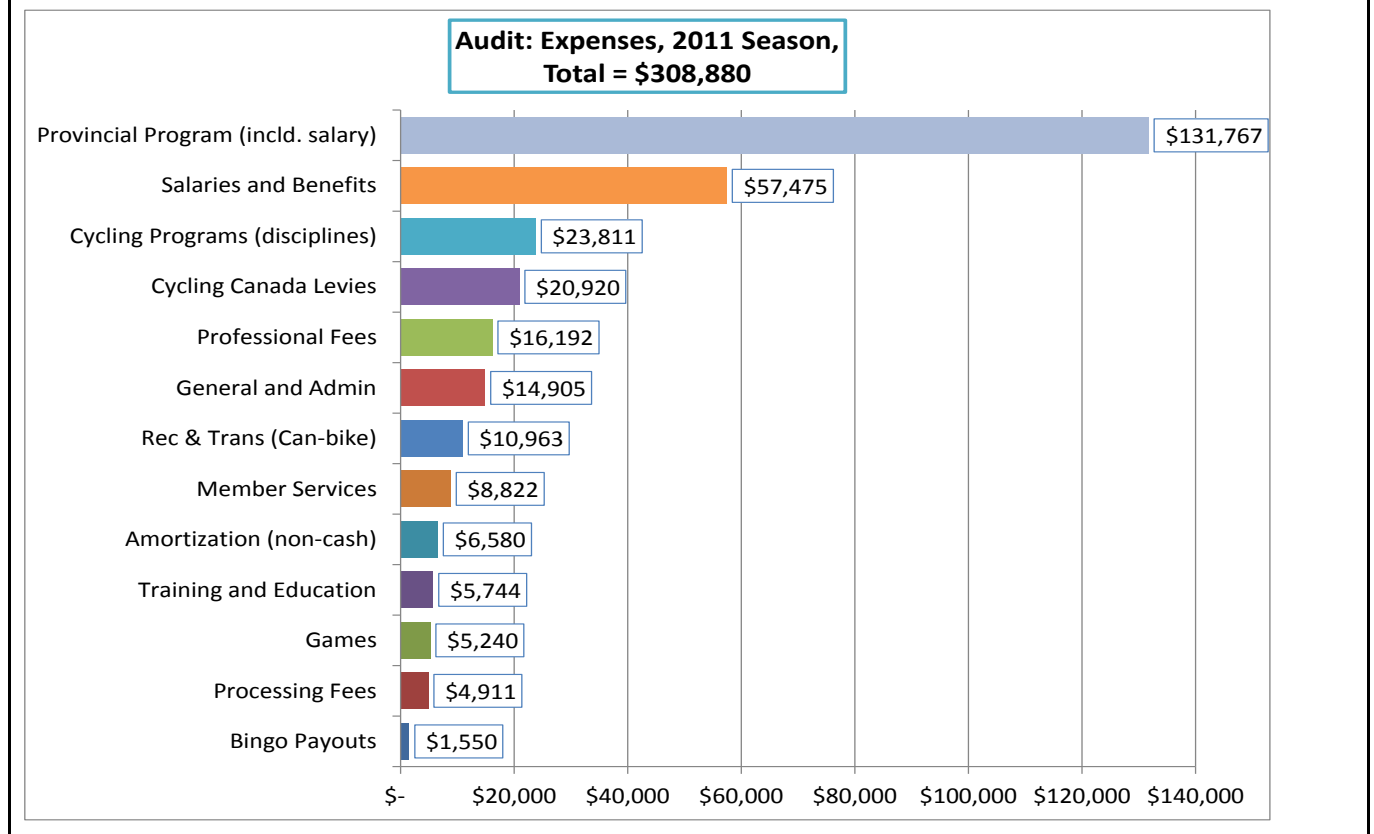
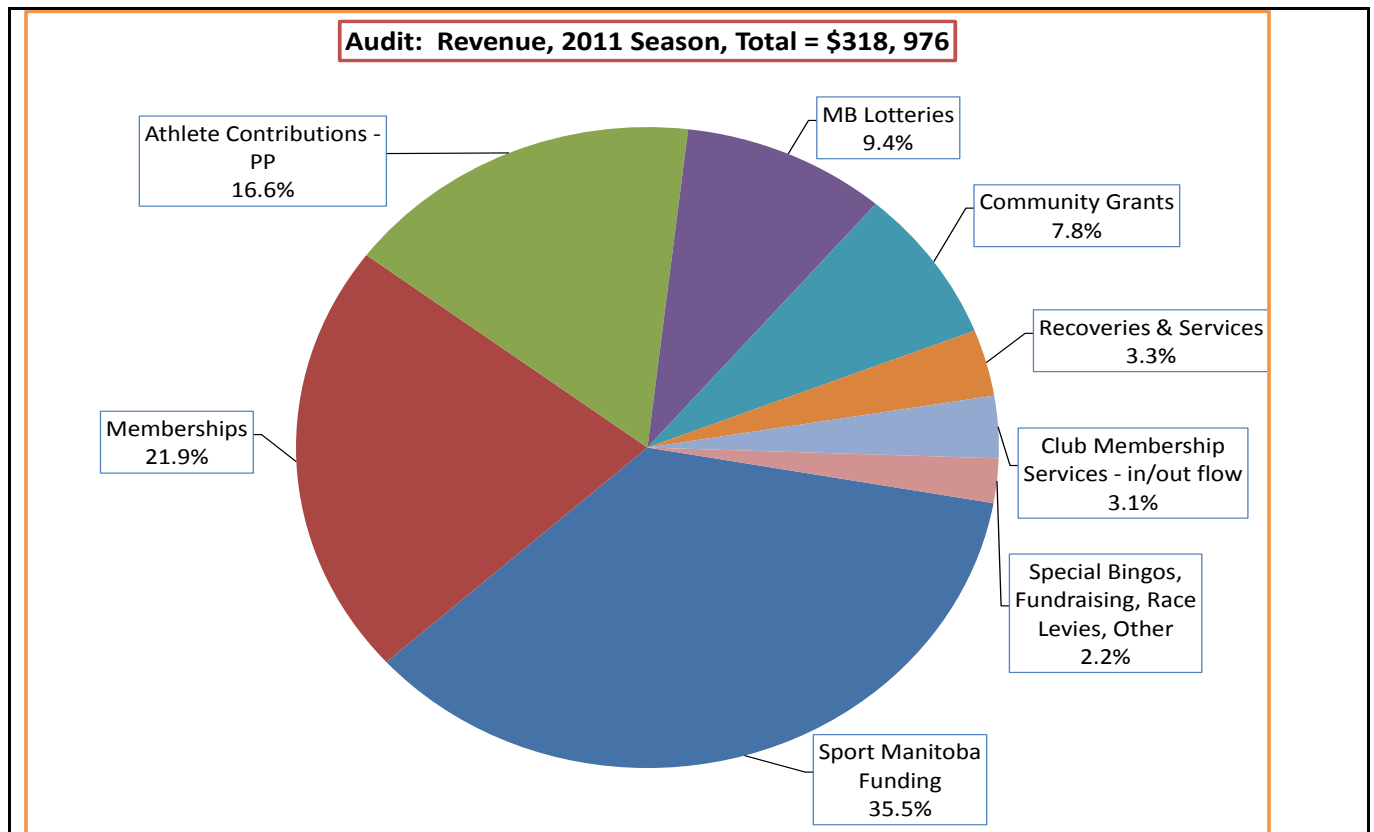




Treasurer Annual Report
 Annual General Meeting
 October 20, 2012

Submitted By:	Christine Prendergast /Twila Pitcher - Treasurer/Executive Director
Accomplishments	
<p><i>The financial statements attached have been prepared by MNP in accordance with Canadian accounting standards for not-for-profit organizations. We are pleased to share that Fiscal '12 is the 5th year running of audited statements with an <u>unqualified audit opinion</u>.</i></p> <p><u>2011/2012 Fiscal Year (April 1, 2011 – March 31,2012)</u></p> <ul style="list-style-type: none"> • Actual Revenue: \$318,976 • Actual Expenses: \$308,880 • Surplus as of March 31,2012: \$10,096 <p>As a result of changes to Grant titles and to ensure year over year presentation consistency, significant reclassifications were completed on the comparative figures within the revenue and expense presentation that are reflected in the Financial Audit attached. Details of these adjustments can be found on page 9 and 10 of the Financial Audit statement. Additional audit fees to complete these changes will reflect in the in Fiscal '13 (2012-13).</p> <ul style="list-style-type: none"> • Total Assets: \$112,835 • Total Liabilities: \$66,482 • Net Assets: \$46,353 <p><u>Four funds are maintained. Fiscal '12 Investment funds are as follows:</u></p> <p>\$16,465 : "Capital asset fund" (recorded at cost/amortized over 5 yrs). Net book value</p> <p>\$10,902 : MCA "Development fund" to support racing infrastructure</p> <p>\$15,562: "Asset replacement fund" to replace aging or obsolete capital assets.</p> <p><u>\$3,424</u> : "Unrestricted fund" (retained earnings) used to account for operational revenues and expenses</p> <p>\$46,353</p> <p>Charts are provided on the next page to help capture the financial status of the MCA.</p> <p><i>Motion is required to adopt the 2011/2012 audited financial statements.</i></p>	



Forecast for 2012/13

Despite growth in many MCA programs, we are anticipating a decrease in annual revenue and expenses for the current 2012 season (Fiscal '13). Sport Development funding cuts of up to 5% were recognized by all sports this fiscal. Recent unanticipated expenses including, by not limited to, additional audit fees will require prudent spending from all disciplines in order to meet our net income plan of \$692.00 at the end of March, 2013. The MCA will need to determine what will be feasible with respect to ongoing investments to maintain funds as described above.

Budgeted Revenue: **\$284,055**

Budgeted Expenses: **\$283,363**

Budgeted Surplus as of March 31,2013: **\$692**

MCA Financials are Budget driven. Programs, number of athletes, games, asset replacement requirements, grant approvals, performance results and LTAD initiatives that drive Sport MB funding will change year over year. We continue to operate in a very lean environment and will need to work as a team to realize our organizational goals and position the MCA for future growth.

Issues Resolved

- The MCA contracted a new part-time bookkeeper early fall of 2011. Linda Ferguson has over 30 years' experience including public practise, self-employed sectors, many not-for-profit organizations, and supports many sports associations.

Goals for Next Year

- Treasurer on the board of directors with a background in advanced accounting to help position the MCA for future growth and long-term financial success.
- Partner with a new auditor in 2012/13 to reduce annual audit fees.