



FINANCIAL STATEMENTS

FOR THE YEAR ENDED

JULY 31, 2022

**GARY J WESTFALL
CHARTERED PROFESSIONAL ACCOUNTANT
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CHARTERED PROFESSIONAL ACCOUNTANT
38 MALLARD CRESCENT
BRAMALEA, ONTARIO
L6S 2T6**

REVIEW ENGAGEMENT REPORT

**To the Members
London Bridge Centre**

I have reviewed the accompanying financial statements of London Bridge Centre Inc. that comprise the Statement of Financial Position as at July 31, 2022, and the statements of revenue and expenses and 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.

Practitioner's Responsibility

My responsibility is to express a conclusion on the accompanying financial statements based on my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me to comply with ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, I do not express an audit opinion on these financial statements.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the financial statements do not present fairly, in all material respects, the financial position of London Bridge Centre Inc. as at July 31, 2022, and the results of its operations and its cash flows for the year ended in accordance with Canadian accounting standards for not for profit organizations.

Brampton, Ontario



Date
September 24, 2022

G J Westfall CPA Licensed Public Accountant

LONDON BRIDGE CENTRE INC.
Statement of Financial Position
July 31, 2022
(Unaudited)

	2022	2021
	\$	\$
ASSETS		
Current Assets		
Cash	110,218	102,809
Undeposited Funds	1,346	
Accounts Receivable	7,153	11,210
HST Recoverable	1,957	2,669
Prepaid expenses	270	268
	<u>120,944</u>	<u>116,956</u>
Capital Assets (Note 2)	33,525	36,970
Other Assets	<u>3,154</u>	<u>3,061</u>
	<u><u>157,623</u></u>	<u><u>156,987</u></u>
 LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	11,049	4,611
Deferred revenue	<u>1,500</u>	<u>1,500</u>
		6,111
Net Assets		
Unrestricted net assets	<u>145,074</u>	<u>150,876</u>
	<u><u>157,623</u></u>	<u><u>156,987</u></u>

Approved on behalf of the Board of Directors:

President	<i>Janine Higgins</i>
Treasurer	<i>Kate Brooks</i>

The accompanying notes are an integral part of these financial statements.

LONDON BRIDGE CENTRE INC.
Statement of Revenue and Expenses and Net Assets
For the year ended July 31, 2022
(Unaudited)

	2022	2021
	\$	\$
REVENUE		
Commissions from BBO (Note 4)	57,515	91,045
Government rent reduction programs	21,363	24,930
Game Fees	14,618	
IMP league		2,069
Membership Dues	6,326	239
Special Events Net Revenue (a)	1319	(280)
Room rental	884	877
Interest Income	333	135
Miscellaneous Revenue	6	
Donations	1,440	970
	<u>103,804</u>	<u>119,985</u>
EXPENSES		
Facilities and Equipment (b)	78,787	65,147
Bridge Expenses (c)	28,372	13,663
Operations (d)	2,462	1,690
Member Expenses (e)	(38)	
Interest Expense & Bank charges	23	233
	<u>109,606</u>	<u>80,733</u>
EXCESS OF REVENUE OVER EXPENSES	(5802)	39,252
NET ASSETS, Beginning of Year	<u>150,876</u>	<u>111,624</u>
NET ASSETS, End of Year	<u><u>145,074</u></u>	<u><u>150,876</u></u>

Notes:

- (a) Barbara Seagram
- (b) rent, amortization, security, insurance, cleaning, utilities
- (c) directors' fees, ACBL fees, bridge supplies, amortization, Pianola
- (d) computer expense, office supplies, printing, telephone & internet
- (e) cookies, pop, coffee

The accompanying notes are an integral part of these financial statements.

LONDON BRIDGE CENTRE INC.
Statement of Cash Flows
For the year ended July 31, 2022
(Unaudited)

	2022	2021
	\$	\$
OPERATING ACTIVITIES		
Income from operations	(5,802)	39,252
Items not affecting cash		
Amortization of capital assets	9,629	10,645
	<u>3,827</u>	<u>49,897</u>
 Changes in non-cash working capital		
Accounts receivable	4,057	1,720
Undeposited Funds	(1,346)	
HST Recoverable	712	(1,237)
Prepaid expenses	(2)	1,874
Purchase Capital Assets	(6,182)	
Other assets	(93)	(17)
Accounts payable	6,436	2,630
	<u>3,582</u>	<u>4,970</u>
 INCREASE (DECREASE) IN CASH	 7,409	 54,867
CASH, Beginning of Period	<u>102,809</u>	<u>47,942</u>
CASH, End of Period	<u><u>110,218</u></u>	<u><u>102,809</u></u>

The accompanying notes are an integral part of these financial statements.

LONDON BRIDGE CENTRE INC.

NOTES TO FINANCIAL STATEMENTS

Year ended July 31, 2022

(Unaudited)

London Bridge Centre Inc. was incorporated under the laws of Ontario on June 1, 2015.

The objectives of London Bridge Centre Inc. are as follows.

1. To promote interest in, and the playing of, the game of bridge.
2. To provide facilities for playing, teaching and introducing new players to the game of bridge, and such other complementary purposes not inconsistent with these objects.

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations and reflect the following policies.

- a) London Bridge Centre Inc. follows the deferral method of fund accounting for revenue.
- b) The capital assets are being amortized on a straight-line basis.

Leasehold Improvements	10-year straight-line basis.
Furniture & Equipment	5-year straight-line basis.
Bridge & Computer Equipment	3-year straight-line basis.
- c) London Bridge Centre Inc. is a non-profit entity under the Income Tax Act (Canada) and, as such, is exempt from income taxes under section 149(1)(l).
- d) The success of a member-run club depends on the contribution of services by its members. Because of the difficulty in determining their market value, contributed services are not recognized in the financial statements. However, it should be noted that the original plan for the operation of the bridge centre called for management fees of \$6,000 per annum. These fees have been declined by the volunteers carrying out these functions.

NOTE 2 – CAPITAL ASSETS

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>2022 Net Book Value</u>	<u>2021 Net Book Value</u>
Leasehold Improvements	\$ 81,017	\$ 52,963	\$ 28,084	\$ 36,201
Furniture & Equipment	27,064	21,593	5,471	769
Bridge & Computer Equip	16,854	16,854	-	
TOTAL	\$ 124,935	\$ 81,783	\$ 33,525	\$ 36,970

NOTE 3 - LONG TERM LEASE COMMITMENTS

The Centre has a lease commitment until April 30, 2025 as follows:

August 1,2022 – July 31, 2023	\$ 57,375
August 1,2023 – July 31, 2024	\$ 59,875
August 1,2024 – April 30, 2025	\$ 46,312

London Bridge Centre Inc. has a contractual option to extend the lease at May 1, 2025 for up to 3 additional terms of 3 years each at the then fair market rent for comparable premises in the area.

NOTE 4 - COVID-19 CLOSURE

As a result of the COVID-19 pandemic, London Bridge Centre Inc.'s facility was closed for face-to-face bridge from March 14, 2020 through November 14, 2021 and from December 17, 2021 through March 17, 2022. The facility was open for face-to-face bridge on a limited schedule from November 15, 2021 through December 16, 2021 and from March 18, 2022 to present.

Since April 2020, LBC has hosted ACBL sanctioned games on Bridge Base Online and receives compensation for these virtual games, reported on the statements as Commissions from BBO.

These notes are an integral part of the financial statements.