



FINANCIAL STATEMENTS

FOR THE YEAR ENDED

JULY 31, 2021

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

**To the Members
London Bridge Centre Inc.**

I have reviewed the accompanying financial statements of London Bridge Centre Inc. that comprise the Statement of Financial Position as at July 31, 2021 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 enquiries 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 content 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, 2021, 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.

G. J. Westfall CPA CA

Bramalea, Ontario
October 20, 2021

G.J. Westfall, CPA, CA Licensed Public Accountant

LONDON BRIDGE CENTRE INC.
Statement of Financial Position
July 31, 2021
(Unaudited)

	2021	2020
	\$	\$
ASSETS		
Current Assets		
Cash	102,809	47,942
Accounts Receivable	11,210	12,930
HST Recoverable	2,669	1,432
Prepaid expenses	268	2,142
	116,956	64,446
Capital Assets (Note 2)	36,970	47,615
Other Assets	3,061	3,044
	156,987	115,105
 LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	4,611	1,981
Deferred revenue	1,500	1,500
	6,111	3,481
 Net Assets		
Unrestricted net assets	150,876	111,624
	156,987	115,105

Approved on behalf of the Board of Directors:

President	<i>Judy Stirling</i>
Treasurer	<i>Tom Jolliffe</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, 2021
(Unaudited)

	2021	2020
	\$	\$
REVENUE		
Commissions from BBO (Note 4)	91,045	24,563
Government rent reduction programs	24,930	
Game Fees		75,076
IMP league	2,069	
Membership Dues	239	12,132
Special Events Net Revenue (a)	(280)	807
Lesson Revenue		2,189
Room rental	877	788
Interest Income	135	152
Miscellaneous Revenue		1,000
Donations	970	865
	<u>119,985</u>	<u>117,572</u>
 EXPENSES		
Facilities and Equipment (b)	65,147	75,210
Bridge Expenses (c)	13,663	28,532
Operations (d)	1,690	2,514
Member Expenses (e)		2,296
Interest Expense & Bank charges	233	185
	<u>80,733</u>	<u>108,737</u>
 EXCESS OF REVENUE OVER EXPENSES	 39,252	 8,835
 NET ASSETS, Beginning of Year	 <u>111,624</u>	 <u>102,789</u>
 NET ASSETS, End of Year	 <u><u>150,876</u></u>	 <u><u>111,624</u></u>

Notes:

- (a) Longest Day
- (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) name tags, cookies, hospitality

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, 2021
(Unaudited)

	2021	2020
	\$	\$
OPERATING ACTIVITIES		
Income from operations	39,252	8,835
Items not affecting cash		
Amortization of capital assets	10,645	12,904
	<u>49,897</u>	<u>21,739</u>
Changes in non-cash working capital		
Accounts receivable	1,720	(12,795)
HST Recoverable	(1,237)	(1,432)
Prepaid expenses	1,874	(1,870)
Purchase Capital Assets		(799)
Other assets	(17)	1,258
Accounts payable	2,630	(534)
HST payable		(608)
Deferred Revenue		(80)
	<u>4,970</u>	<u>(16,860)</u>
INCREASE (DECREASE) IN CASH	54,867	4,879
CASH, Beginning of Period	<u>47,942</u>	<u>43,063</u>
CASH, End of Period	<u><u>102,809</u></u>	<u><u>47,942</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, 2021

(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>2021 Net Book Value</u>	<u>2020 Net Book Value</u>
Leasehold Improvements	\$ 81,017	\$ 44,816	\$ 36,201	\$ 44,348
Furniture & Equipment	20,882	20,113	769	2,852
Bridge & Computer Equip	16,854	16,854	-	415
TOTAL	\$ 118,753	\$ 81,783	\$ 36,970	\$ 47,615

NOTE 3 - LONG TERM LEASE COMMITMENTS

London Bridge Centre Inc. had a lease commitment, the term of which ended on October 31, 2020. London Bridge Centre Inc. has a contractual option to extend the lease for up to 3 additional terms of 5 years each with rent set at the fair market value for comparable premises in the area.

However, in light of the COVID-19 pandemic, the landlord has agreed that LBC will continue at an agreed rent on a month-to-month basis, beginning November 1, 2020

NOTE 4 - COVID-19 CLOSURE

As a result of COVID-19 pandemic, London Bridge Centre closed its facility for face-to-face bridge on March 14, 2020 and will remain closed until it is safe to resume in-person activities.

In April 2020, LBC began hosting ACBL sanctioned games on Bridge Base Online and receives compensation for these virtual games. As this revenue does not arise in the normal course of operations, it is on the statements as Commissions from BBO.

NOTE 5 - SUBSEQUENT EVENTS

At the Board of Directors meeting on September 22, 2021 the Board approved revised Directors honoraria effective August 1, 2021. The Board also approved spending \$7,000 on 8 HEPA filters.

These notes are an integral part of the financial statements.