



FINANCIAL STATEMENTS

FOR THE YEAR ENDED

JULY 31, 2023

GARY J WESTFALL
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, 2023, 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.

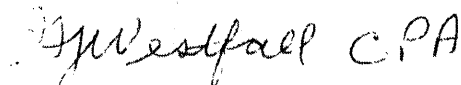
A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical 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, 2023, 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
October 1, 2023

G J Westfall CPA Licensed Public Accountant

LONDON BRIDGE CENTRE INC.
Statement of Financial Position
July 31, 2023
(Unaudited)

	2023	2022
	\$	\$
ASSETS		
Current Assets		
Cash	85,953	110,218
Undeposited Funds	2,954	1,346
Accounts Receivable	2,693	7,153
HST Recoverable	-	1,957
Prepaid expenses	266	270
	<u>91,866</u>	<u>120,944</u>
Capital Assets (Note 2)	23,982	33,525
Other Assets	<u>3,259</u>	<u>3,154</u>
	<u><u>119,107</u></u>	<u><u>157,623</u></u>
 LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	4,672	11,049
HST payable	241	
Deferred revenue (Note 3)	12,621	1,500
	<u>17,534</u>	<u>12,549</u>
 Net Assets		
Unrestricted net assets	<u>101,573</u>	<u>145,074</u>
	<u><u>119,107</u></u>	<u><u>157,623</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, 2023
(Unaudited)

	2023	2022
	\$	\$
REVENUE		
Commissions from BBO (Note 5)	17,093	57,515
Government rent reduction programs		21,363
Game Fees	61,669	14,618
Membership Dues (Note 3)	3,220	6,326
Special Events Net Revenue (a)	1,895	1,319
Room rental	2,670	884
Lesson Revenue	1,335	
Interest Income	351	333
Miscellaneous Revenue	367	6
Donations	65	1,440
	<u>88,665</u>	<u>103,804</u>
EXPENSES		
Facilities and Equipment (b)	87,162	78,787
Bridge Expenses (c)	39,590	28,372
Operations (d)	3,669	2,462
Member Expenses (e)	1,494	(38)
Interest Expense & Bank charges	251	23
	<u>132,166</u>	<u>109,606</u>
EXCESS OF REVENUE OVER EXPENSES	(43,501)	(5,802)
NET ASSETS, Beginning of Year	<u>145,074</u>	<u>150,876</u>
NET ASSETS, End of Year	<u><u>101,573</u></u>	<u><u>145,074</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, 2023
(Unaudited)

	2023	2022
	\$	\$
OPERATING ACTIVITIES		
Income from operations	(43,501)	(5,802)
Items not affecting cash		
Amortization of capital assets	9,543	9,629
	<u>(33,958)</u>	<u>3,827</u>
Changes in non-cash working capital		
Accounts receivable	4,460	4,057
Undeposited Funds	(1,608)	(1,346)
HST Recoverable/Payable	2,198	712
Deferred Revenue	11,121	
Prepaid expenses	4	(2)
Purchase Capital Assets		(6,182)
Other assets	(105)	(93)
Accounts payable	(6,377)	6,436
	<u>9,693</u>	<u>3,582</u>
INCREASE (DECREASE) IN CASH	(24,265)	7,409
CASH, Beginning of Period	<u>110,218</u>	<u>102,809</u>
CASH, End of Period	<u><u>85,953</u></u>	<u><u>110,218</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, 2023

(Unaudited)

London Bridge Centre Inc. was incorporated under the Corporations Act of Ontario on June 1, 2015. The *Not-for-Profit Corporations Act*, 2010 (Ontario) came into force on October 19, 2021 and applies to LBC with transitional provisions ending October 19, 2024.

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.

NOTE 2 – CAPITAL ASSETS

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>2023 Net Book Value</u>	<u>2022 Net Book Value</u>
Leasehold Improvements	\$ 81,017	\$ 61,110	\$ 19,907	\$ 28,084
Furniture & Equipment	27,064	22,989	4,075	5,471
Bridge & Computer Equip	16,854	16,854	-	
TOTAL	\$ 124,935	\$ 100,953	\$ 23,982	\$ 33,525

NOTE 3 – DEFERRED REVENUE/MEMBERSHIP FEES

During the year the Board approved a change in the Membership year to coincide with the fiscal year August 1 to July 31. Accordingly, Membership dues received prior to August 1 are recorded as Deferred Revenue as they apply to the 2023-24 fiscal year.

NOTE 4 – LONG TERM LEASE COMMITMENTS

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

August 1, 2023 – July 31, 2024	\$ 61,875
August 1, 2024 – April 30, 2025	\$ 47,813

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 5 – BBO COMMISSIONS

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.