

McMASTER UNIVERSITY RETIREES ASSOCIATION

FINANCIAL STATEMENTS

FOR THE YEAR ENDED APRIL 30, 2007

To the Board and Members of  
McMaster University Retirees Association:

I have audited the Balance Sheet of McMaster University Retirees Association for the year ended April 30, 2007 and the Statement of Income and Expenses for the year then ended and have examined supporting documentation as I have deemed necessary.

Member donations are voluntary and my audit has been restricted to tracing the amounts recorded in the statements to amounts deposited into the credit union operating account.

In my opinion, these financial statements present fairly the financial position of the McMaster University Retirees Association as at April 30, 2007 and the income and expenses for the year then ended on the basis of the accounting for fixed assets, memberships and donations, and grants as described in the notes to the financial statements.

Robert A. West

May 22, 2007

**McMaster University Retirees' Association**  
**Balance Sheet As At April 30, 2007**

	<u>2007</u>	<u>2006</u>
<b>Assets:</b>		
Petty cash	\$ 30.00	\$ 30.00
Credit Union operating account	5,295.62	2,548.13
Credit Union membership account	56.34	56.34
ING Direct savings account	<u>28,877.11</u>	<u>30,924.32</u>
	<u>34,259.07</u>	<u>33,558.79</u>
<b>Liabilities:</b>		
Accounts payable	-	91.63
Due to McMaster University	876.71	1,529.14
Memberships received in advance (Note 2)	<u>-</u>	<u>3,165.00</u>
	876.71	4,785.77
<b>Members' Equity</b>		
Unrestricted	28,389.70	23,780.36
Held for fixed asset additions and replacements (Note 3)	<u>4,992.66</u>	<u>4,992.66</u>
	33,382.36	28,773.02
<b>Total Liabilities and Members' Equity</b>	<u>\$ 34,259.07</u>	<u>\$ 33,558.79</u>

See accompanying Notes to Financial Statements

**McMaster University Retirees' Association**  
**Statement of Income and Expenses**  
**For The Year Ended April 30, 2007**

	<u>2007</u>	<u>2006</u>
<b>Income:</b>		
Grants from: (Note 4)		
Canadian Auto Workers Local 555	\$ 4,988.00	\$ 4,988.00
McMaster University Faculty Association	4,676.00	4,676.00
McMaster University	1,086.00	1,086.00
Member dues and donations (Note 2)	3,305.95	1,170.00
Interest	<u>956.20</u>	<u>699.41</u>
	15,012.15	12,619.41
<b>Expenses:</b>		
Communications:		
Printing	2,299.42	1,527.06
Postage	3,198.50	3,104.09
Labels and envelopes	539.27	309.85
Other	286.31	-
CURAC:		
Membership	300.00	300.00
Sponsorship	-	900.00
Annual meeting	481.65	1,054.33
Scholarship fund	1,250.00	1,250.00
Annual meeting	1,403.42	1,001.38
Christmas lunch	340.74	288.74
Office and administrative expenses	172.52	196.64
Cards and visits	63.79	155.89
Miscellaneous	<u>67.19</u>	<u>15.91</u>
	10,402.81	10,103.89
<b>Excess of income over expenses</b>	4,609.34	2,515.52
<b>Unrestricted Members' Equity:</b>		
Beginning of year	<u>23,780.36</u>	<u>21,264.84</u>
End of Year	\$ <u><u>28,389.70</u></u>	\$ <u><u>23,780.36</u></u>

See accompanying Notes to Financial Statements

**McMaster University Retirees' Association**  
**Notes to Financial Statements**  
**For The Year Ended April 30, 2007**

**1 Basis of Presentation**

These financial statements present the assets, liabilities, members' equity, income and expenses of the McMaster University Retirees' Association (MURA). Fixed assets, comprised of office equipment and furniture, were acquired through funds provided by the McMaster University Futures Fund and are not reflected in these financial statements. The financial statements do not record the value of office space provided by McMaster University.

The activities of the Trips Program are accounted for independently and separate financial statements are prepared for that Program.

**2 Memberships and Donations**

Prior to 2006, income of MURA was primarily from voluntary memberships and dues. Dues received up to April 30 of each year for that and previous calendar years was reflected as income while dues received for future calendar years was deferred and held as memberships received in advance on the balance sheet.

Beginning in 2006, grants are being received from McMaster University, the Faculty Association and CAW Local 555 in lieu of membership dues. (See Note 4) For the 2005-2006 fiscal year, dues received to April 30, 2006 for 2005 and previous calendar years have been reflected as income. Dues received for 2006 and future years were refundable to members on request up to May 31, 2006 and were shown as memberships received in advance on the balance sheet at April 30, 2006. Dues not refunded by May 31, 2006 have been included in Member Donations for the 2007 fiscal year.

**3 Funds Held For Fixed Assets**

This represents the balance of funds allocated to MURA by the McMaster University Futures Fund and are held for additions to and replacement of fixed assets. In prior years, this amount was shown as "Final MUFF allocation" under Liabilities and Reserves.

**4 Grants**

MURA has entered into an agreement for the period January 1, 2006 to December 31, 2008 with McMaster University, Canadian Auto Workers Local 555 and McMaster University Faculty Association to receive annual grants of \$10,750 to be received from the donors in relation to the proportion of MURA members originating with the related employee group, with McMaster University providing the funding for The Management Group.

Grants received for the 2006 and 2007 calendar year have been recorded as income in the 2005-2006 and 2006-2007 fiscal year statements respectively.