
CANADIAN LIBRARY ASSOCIATION
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2006

	2006	2005
ASSETS		
CURRENT		
Cash	\$ 340,054	\$ 237,615
Short term investments	55,000	55,000
Accounts receivable	134,967	68,248
Inventories	27,722	26,124
Prepaid expenses	<u>98,484</u>	<u>148,130</u>
	656,227	535,117
INVESTMENTS	547,779	528,746
CAPITAL (note 3)	48,393	43,498
OTHER (note 4)	<u>-</u>	<u>50</u>
	<u>\$ 1,252,399</u>	<u>\$ 1,107,411</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities (note 5)	\$ 276,317	\$ 292,447
DEFERRED CONTRIBUTIONS	<u>218,213</u>	<u>177,967</u>
	<u>494,530</u>	<u>470,414</u>
NET ASSETS		
Mary Elizabeth Allan Operating Fund	505,830	497,533
Special Purpose Funds (note 7)	302,024	310,767
Unrestricted	<u>(49,985)</u>	<u>(171,303)</u>
	<u>757,869</u>	<u>636,997</u>
	<u>\$ 1,252,399</u>	<u>\$ 1,107,411</u>

CANADIAN LIBRARY ASSOCIATION
STATEMENT OF CHANGES IN NET ASSETS
AS AT DECEMBER 31, 2006

	2006	2005
NET ASSETS RESTRICTED TO MARY ELIZABETH ALLAN		
OPERATING FUND		
Balance, beginning of year	\$ 497,533	\$ 470,603
Gain on investments	<u>8,297</u>	<u>26,930</u>
Balance, end of year	<u>\$ 505,830</u>	<u>\$ 497,533</u>
NET ASSETS RESTRICTED TO SPECIAL PURPOSE FUNDS		
Balance, beginning of year	\$ 310,767	\$ 270,348
Transfer (to) from unrestricted net assets	<u>(8,743)</u>	<u>40,419</u>
Balance, end of year	<u>\$ 302,024</u>	<u>\$ 310,767</u>
UNRESTRICTED NET ASSETS		
Balance, beginning of year	\$ (171,303)	\$ (209,282)
Excess of revenue over expenses for the year	116,437	78,398
Transfer from (to) net assets restricted to Special Purpose Funds	<u>4,881</u>	<u>(40,419)</u>
Balance, end of year	<u>\$ (49,985)</u>	<u>\$ (171,303)</u>

CANADIAN LIBRARY ASSOCIATION
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2006

	2006	2005
REVENUE		
Membership services	\$ 453,371	\$ 451,245
Conference and exhibits	723,508	633,094
Book sales	166,544	186,383
Feliciter and website	122,340	116,266
Investments and miscellaneous	22,900	18,180
Executive	8,900	7,402
Projects	534,082	452,006
Continuing education	1,943	20,485
Special purpose funds and projects (note 7)	<u>23,971</u>	<u>67,150</u>
	<u>2,057,559</u>	<u>1,952,211</u>
EXPENSES		
Member services	140,838	120,635
Conferences and exhibits	387,581	329,917
Book sales	135,593	113,277
Feliciter and website	117,652	117,712
Finance	97,942	144,657
Executive	584,152	544,659
Projects	496,496	452,457
Continuing education	1,336	60,640
Recovery of administrative costs	(49,325)	(36,872)
Special purpose funds and projects (note 7)	<u>28,857</u>	<u>26,731</u>
	<u>1,941,122</u>	<u>1,873,813</u>
EXCESS OF REVENUE OVER EXPENSES FOR THE YEAR	<u><u>\$ 116,437</u></u>	<u><u>\$ 78,398</u></u>

CANADIAN LIBRARY ASSOCIATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2006

	2006	2005
CASH FLOWS FROM (USED FOR) OPERATING ACTIVITIES		
Excess of revenue over expenses for the year	\$ 116,437	\$ 78,398
Items not requiring an outlay of cash:		
Amortization	12,414	18,878
Net change to non-cash items related to operations:		
Accounts receivable	(66,719)	81,229
Inventory	(1,598)	15,254
Prepaid expenses	49,646	(44,572)
Accounts payable and accrued liabilities	(16,130)	(6,346)
Deferred contributions	40,246	(10,080)
	<u>134,296</u>	<u>132,761</u>
 CASH FLOWS USED FOR INVESTING ACTIVITIES		
Increase in investments	(14,598)	(11,744)
Acquisition of capital assets	(17,259)	(9,179)
	<u>(31,857)</u>	<u>(20,923)</u>
 NET INCREASE IN CASH POSITION	102,439	111,838
 CASH POSITION, BEGINNING OF YEAR	<u>237,615</u>	<u>125,777</u>
 CASH POSITION, END OF YEAR	<u>\$ 340,054</u>	<u>\$ 237,615</u>

CANADIAN LIBRARY ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

1. THE ORGANIZATION

PURPOSE OF THE ORGANIZATION

The Canadian Library Association's mission is to promote, develop and support library and information services in Canada, and the people who provide those services, by being a national advocate, public voice, educator and network for the Canadian library and information community. The Association is incorporated under the Canada Corporations Act as a not-for-profit organization and is a registered charity under the Income Tax Act.

PURPOSE OF THE FUND

The Mary Elizabeth Allan Operating Fund represents a donation received in 1973 from the Estate of Mary Elizabeth Allan. This donation was bequeathed by Mrs. Allan to ensure the continuous work of the Canadian Library Association.

THE SPECIAL PURPOSE FUNDS have been established by groups of members, divisions and others for specific projects and purposes.

2. SIGNIFICANT ACCOUNTING POLICIES

INVENTORY

Inventory is valued at the lower of average cost and net realizable value.

INVESTMENTS

Investments in mutual equities and bonds funds are recorded at market value.

AMORTIZATION

Amortization of capital assets, other than leasehold improvements, is calculated using the declining balance method. Amortization of leasehold improvements is calculated using the straight-line method. Amortization of other assets is calculated using the straight-line method. The rates are as follows:

Office furniture and equipment	20%
Computer hardware	30%
Computer software	20-100%
Leasehold improvements	5 years
Reorganization	5 years

Amortization of additions to capital assets is calculated at 50% of the rates reflected above in the year of acquisition.

REVENUE RECOGNITION

The Association follows the deferral method of accounting for contributions.

CANADIAN LIBRARY ASSOCIATION
NOTES TO FINANCIAL STATEMENTS (continued)
DECEMBER 31, 2006

3. CAPITAL ASSETS

	<u>COST</u>	<u>ACCUMULATED AMORTIZATION</u>	<u>NET BOOK VALUE 2006</u>	<u>NET BOOK VALUE 2005</u>
Office equipment	\$ 48,655	\$ 30,485	\$ 18,170	\$ 21,347
Computer hardware	50,322	36,264	14,058	14,570
Computer software	25,766	10,195	15,571	6,520
Microfilm collection	-	-	-	1
Leaseholds	50,375	49,781	594	1,060
	<u>\$ 175,118</u>	<u>\$ 126,725</u>	<u>\$ 48,393</u>	<u>\$ 43,498</u>

Amortization expense of capital assets for 2006 is \$12,364 (2005 - \$17,136).
During the year the Microfilm collection was sold for \$50,000.

4. OTHER ASSETS

	<u>COST</u>	<u>ACCUMULATED AMORTIZATION</u>	<u>NET BOOK VALUE 2006</u>	<u>NET BOOK VALUE 2005</u>
Relocation	<u>\$ 16,951</u>	<u>\$ 16,951</u>	<u>\$ -</u>	<u>\$ 50</u>

Amortization expense of other assets for 2006 is \$50 (2005 - \$1,742).

5. FUNDS HELD IN TRUST

The Canadian Library Association is a custodian of funds allocated to various Divisions and Interest Groups. These funds amount to \$115,542 as at December 31, 2006 (2005 - \$116,207) and are included in the accounts payable.

6. COMMITMENTS

The Association is committed to the leases of office facilities and equipment over the next four years as follows:

2007	\$ 81,307
2008	\$ 74,034
2009	\$ 61,877
2010	\$ 28,600

CANADIAN LIBRARY ASSOCIATION
NOTES TO FINANCIAL STATEMENTS (continued)
DECEMBER 31, 2006

7. SPECIAL PURPOSE FUNDS AND PROJECTS

	BALANCE OPENING	REVENUES	EXPENSES	TRANSFER TO UNRESTRICTED NET ASSETS	BALANCE ENDING
Book Award Fund	\$ 45,838	\$ 8,084	\$ 5,927	\$ -	\$ 47,995
Intellectual Freedom Fund	54,124	1,596	166	-	55,554
Research And Education Fund	33,172	855	1,000	-	33,027
Scholarship Bursary Funds	81,237	8,596	4,500	-	85,333
Echo Program Fund	3,652	-	-	3,652	-
Northern Exposure To Leadership Fund	3,749	226	-	-	3,975
Library Advocacy Now Fund	4,717	3,717	3,670	-	4,764
Strategic Direction	205	-	-	205	-
Advocacy Award	30,844	596	1,017	-	30,423
Chancellor Award	6,711	124	500	-	6,335
Angela Thacker Fund	8,199	177	806	-	7,570
Disaster Relief	25,802	-	11,000	-	14,802
Hurricane Relief	1,915	-	200	-	1,715
SPECIAL PURPOSE FUNDS	<u>300,165</u>	<u>23,971</u>	<u>28,786</u>	<u>3,857</u>	<u>291,493</u>
Information Rights Week	5,095	-	-	-	5,095
Book Rate	5,507	-	71	-	5,436
PROJECTS	<u>10,602</u>	<u>-</u>	<u>71</u>	<u>-</u>	<u>10,531</u>
	<u>\$ 310,767</u>	<u>\$ 23,971</u>	<u>\$ 28,857</u>	<u>\$ 3,857</u>	<u>\$ 302,024</u>