

NEW DEMOCRATIC PARTY CAUCUS

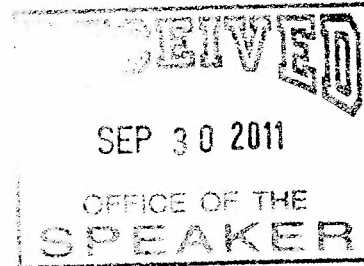
Financial Statements

Year Ended March 31, 2011



September 30, 2011

Honourable Don Toth
Speaker of the Legislative Assembly
129 Legislative Building
REGINA SK S4S 0B3



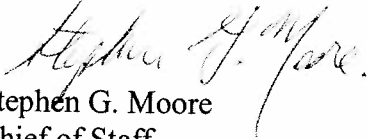
Dear Mr. Speaker:

Pursuant to Board of Internal Economy Directive 23.5, I hereby submit the following reports prepared for the NDP Caucus by the accounting firm of Mintz & Wallace.

1. An audited financial statement for the year ending March 31, 2011;
2. A schedule of fixed assets as of March 31, 2011;
3. An auditor's opinion that the financial statements have been prepared in accordance with Canadian generally accepted auditing standards;
4. An auditor's opinion that the Caucus Office's rules and procedures are adequate to safeguard and control public money;
5. An auditor's opinion that the money provided to the Caucus Office was used in compliance with Directives 7.2, 7.3, 11 and 23; and
6. A DVD with the above noted documents.

Please contact me should you have any questions.

Sincerely,


Stephen G. Moore
Chief of Staff

Encl: (2)

INDEPENDENT AUDITORS' REPORT

To the Members of New Democratic Party Caucus

We have audited the accompanying financial statements of New Democratic Party Caucus, which comprise the statement of financial position as at March 31, 2011, and the statements of revenues and expenditures, changes in 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 generally accepted accounting principles, 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

(continues)

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of New Democratic Party Caucus as at March 31, 2011, and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Regina, Saskatchewan
September 22, 2011



Mintz & Wallace
Chartered Accountants LLP

NEW DEMOCRATIC PARTY CAUCUS

Statement of Financial Position

March 31, 2011

	2011	2010
ASSETS		
CURRENT		
Cash	\$ 107,870	\$ 245,295
Accounts receivable	82,029	-
	<u>189,899</u>	<u>245,295</u>
CAPITAL ASSETS (Note 3)	<u>6,812</u>	<u>8,033</u>
	<u>\$ 196,711</u>	<u>\$ 253,328</u>
 LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 22,083	\$ 32,777
Wages payable	104,099	26,375
	<u>126,182</u>	<u>59,152</u>
 NET ASSETS		
General fund	<u>70,529</u>	<u>194,176</u>
	<u>\$ 196,711</u>	<u>\$ 253,328</u>

ON BEHALF OF THE CAUCUS

_____ Member

_____ Member

See accompanying notes

NEW DEMOCRATIC PARTY CAUCUS

Statement of Revenues and Expenditures

Year Ended March 31, 2011

	2011	2010
REVENUES		
Allowances and grants	\$ 984,347	\$ 1,216,923
Interest and other	2,104	4,041
	<u>986,451</u>	<u>1,220,964</u>
EXPENDITURES		
Advertising	262,014	41,475
Amortization	5,538	5,844
Bank charges and interest	741	571
Equipment maintenance and website service	34,335	40,722
Facilities rental	1,100	-
Insurance	551	551
Meetings and receptions	31,722	11,537
Office	21,273	22,850
Printing, postage and delivery	11,071	5,503
Professional fees	60,467	71,388
Telephone and communications	9,032	6,527
Travel and accommodations	12,083	17,122
Wages and benefits	660,171	935,061
	<u>1,110,098</u>	<u>1,159,151</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (123,647)</u>	<u>\$ 61,813</u>

See accompanying notes

NEW DEMOCRATIC PARTY CAUCUS

Statement of Changes in Net Assets

Year Ended March 31, 2011

	2011	2010
NET ASSETS - BEGINNING OF YEAR	\$ 194,176	\$ 132,363
Deficiency of revenues over expenditures	(123,647)	61,813
NET ASSETS - END OF YEAR	<u>\$ 70,529</u>	<u>\$ 194,176</u>

See accompanying notes

NEW DEMOCRATIC PARTY CAUCUS

Statement of Cash Flows Year Ended March 31, 2011

	2011	2010
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenditures	\$ (123,647)	\$ 61,813
Item not affecting cash:		
Amortization of capital assets	5,538	5,844
	<u>(118,109)</u>	<u>67,657</u>
Changes in non-cash working capital:		
Accounts receivable	(82,029)	-
Accounts payable	(10,692)	17,603
Wages payable	77,724	(829)
	<u>(14,997)</u>	<u>16,774</u>
Cash flow from (used by) operating activities	<u>(133,106)</u>	<u>84,431</u>
INVESTING ACTIVITY		
Purchase of capital assets	<u>(4,319)</u>	<u>(4,802)</u>
INCREASE (DECREASE) IN CASH FLOW	(137,425)	79,629
CASH - BEGINNING OF YEAR	<u>245,295</u>	<u>165,666</u>
CASH - END OF YEAR	<u>\$ 107,870</u>	<u>\$ 245,295</u>

See accompanying notes

NEW DEMOCRATIC PARTY CAUCUS

Notes to Financial Statements

Year Ended March 31, 2011

1. NATURE OF OPERATIONS

The Caucus office provides research, secretarial and general services for the New Democratic Party of Saskatchewan Members of the Legislative Assembly. The Caucus is a registered not-for-profit organization and is exempt from income taxes.

The Caucus year end coincides with the fiscal year end of the provincial government. In the event of a provincial election, the Caucus is dissolved as of polling day and a new Caucus begins the day after election.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Measurement uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from these estimates.

Financial instruments

Cash is classified as held-for-trade and is measured at fair value. Accounts receivable are classified as loans and receivables and are measured at amortized cost. Accounts payable and accrued liabilities are classified as other financial liabilities and are measured at amortized cost.

As at March 31, 2011 and March 31, 2010 the Caucus does not have any outstanding contracts of financial instruments with embedded derivatives.

Revenue recognition

The Caucus follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount can be reasonably estimated and collection is reasonably assured. Contributions related to the acquisition of capital assets are deferred and recognized in revenue on the same basis as the related asset.

Capital assets

Capital assets are stated at cost less accumulated amortization and are amortized over their estimated useful lives at the following rates and methods. One half year of amortization is taken in the year of acquisition.

Equipment	5 years	straight-line method
Computer equipment	3 years	straight-line method

NEW DEMOCRATIC PARTY CAUCUS

Notes to Financial Statements

Year Ended March 31, 2011

3. CAPITAL ASSETS

	Cost	Accumulated amortization	2011 Net book value	2010 Net book value
Equipment	\$ 6,803	\$ 3,242	\$ 3,561	\$ 2,143
Computer equipment	17,464	14,213	3,251	5,890
	<u>\$ 24,267</u>	<u>\$ 17,455</u>	<u>\$ 6,812</u>	<u>\$ 8,033</u>

4. LINE OF CREDIT

The Caucus has a line of credit of \$ 20,000 available of which no amount has been drawn upon at year end. The line of credit is secured under a general security agreement and bears interest at prime plus 1%.

5. FINANCIAL INSTRUMENTS

The Caucus' financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities. Unless otherwise noted, it is management's opinion that the Caucus is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying values, unless otherwise noted.

6. COMMITMENTS

As at March 31, 2011, the Caucus had \$14,000 in commitments for media consulting services.

7. PRIOR YEAR'S FIGURES

Certain of the prior year's figures have been reclassified to conform to the current year's presentation. There was no effect to previously reported total assets, liabilities, net assets or total revenues or expenses as a result of this reclassification.