

**CANADIAN CONCRETE MASONRY
PRODUCERS ASSOCIATION
LEVY FUND**

**Financial Statements
(Unaudited - See Notice to Reader)
First Quarter ended March 31, 2015**



**CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION
LEVY FUND
Contents
(Unaudited - See Notice to Reader)
March 31, 2015**

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DIXON, GORDON & CO. LLP

Chartered Accountants

Business Advisors

May 25, 2015

NOTICE TO READER

On the basis of information provided by management, we have compiled the statement of financial position of the Levy Fund of Canadian Concrete Masonry Producers Association as at March 31, 2015 and the statements of revenue and expenses and changes in net assets for the three months then ended.

We have not performed an audit or a review engagement in respect of these financial statements and accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

Respectfully submitted,

Dixon, Gordon + Co. LLP

CHARTERED ACCOUNTANTS, Licensed Public Accountants
Toronto, Canada

**CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION
LEVY FUND
Statement of Financial Position
(Unaudited - See Notice to Reader)
March 31, 2015**

	March 31 2015	December 31 2014	March 31 2014
		(Audited)	
Assets			
Cash (a)	\$ 2,565,682	\$ 2,833,322	\$ 1,317,852
Investments, comprising guaranteed investment certificates and high-interest savings account deposits	1,057,949	1,054,979	2,128,159
Accrued levy fees	301,615	408,449	283,354
Sales tax receivable	5,061	-	-
Prepaid expense	-	-	1,400
	\$ 3,930,307	\$ 4,296,750	\$ 3,730,765
Liabilities			
Accounts payable and accrued liabilities	\$ 65,076	\$ 108,293	\$ 209,477
Sales tax payable	-	35,738	5,484
Commitments (pages 6-9)			
Net assets			
Net assets internally restricted (page 3)	3,865,231	4,152,719	3,515,804
	\$ 3,930,307	\$ 4,296,750	\$ 3,730,765

(a) Cash balance in bank account as at March 31, 2015 was \$2,488,435.

See accompanying note

**CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION
LEVY FUND**

**Statement of Changes in Net Assets
(Unaudited - See Notice to Reader)
For the three months ended March 31, 2015**

	Year-to-date	
	2015	2014
Net assets, beginning of period	\$ 4,152,719	\$ 3,695,820
Excess of expenses over revenue (page 4)	(287,488)	(180,016)
Net assets, end of period	\$ 3,865,231	\$ 3,515,804

See accompanying note

**CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION
LEVY FUND**

**Statement of Revenue and Expenses
(Unaudited - See Notice to Reader)
For the three months ended March 31, 2015**

	Year-to-date	
	2015	2014
Revenue		
Levy fees	\$ 301,615	\$ 283,354
Interest income	6,097	6,362
	307,712	289,716
Expenses (page 5)		
Technical programs	329,268	299,073
Advertising and promotion	259,787	164,688
General and administration	6,145	5,971
	595,200	469,732
Excess of expenses over revenue	\$ (287,488)	\$ (180,016)

See accompanying note

**CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION
LEVY FUND**

Expenses

(Unaudited - See Notice to Reader)

For the three months ended March 31, 2015

	Year-to-date	
	2015	2014
Technical programs		
Design software support contribution	\$ 100,000	\$ 100,000
Training Centre block delivery	83,744	20,438
Consulting fees	16,397	51,131
University sponsorships	50,000	50,000
National training fund contribution	25,000	25,000
Development of the National Building Code Canada (NBCC) - sound analysis	-	23,367
Research equipment contribution	20,700	-
Canadian Masonry Contractors Association (CMCA) conference sponsorship	20,000	20,000
SMART/dynamics of masonry subscriptions	9,427	-
Wall Drainage Project (NRC)	-	6,823
Load Bearing Masonry and Innovation Drive Project	4,000	-
Consulting expenses	-	2,314
	\$ 329,268	\$ 299,073
Advertising and promotion		
Advertisement - Fire and building code changes	\$ 153,299	\$ 86,912
MasonryWorx Association fees	50,000	50,000
Masonry Alliance for Codes and Standards membership	14,585	13,804
General advertising	13,448	1,595
National Concrete Masonry Association fees	10,150	9,527
Prompt Payment Ontario membership contribution	8,850	-
The Masonry Society sponsorship - North American Masonry Conference	6,445	-
The Masonry Society membership fees	1,806	1,710
Masonry Executives Council fees	1,204	1,140
	\$ 259,787	\$ 164,688
General and administration		
Accounting and legal	\$ 5,900	\$ 5,880
Bank charges	177	38
Postage and courier	68	53
	\$ 6,145	\$ 5,971

See accompanying note

CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION
LEVY FUND
Note to Financial Statements
Commitments
(Unaudited - See Notice to Reader)
March 31, 2015

	Total to 2014	Forecast 2015		Total 2015	2016	(1) 2017
		Actual Q1	Forecast Q2-Q4			
(a) University sponsorships for Dalhousie University, University of Alberta, University of British Columbia, University of Calgary, Concordia University, University of Manitoba, McMaster University, University of New Brunswick and University of Saskatchewan, for a total of \$2,000,000 over the years 2009 to 2016.	\$ 1,442,750	\$ 50,000	\$ 257,250 (2)	\$ 307,250 (2)	\$ 250,000 (2)	\$ -
(b) Consulting fees.	169,084 for 2014	16,397	133,603	150,000	150,000	150,000 + each year after
(c) Membership dues of \$50,000 per year to MasonryWorx Association, a marketing group sponsored in part by the Masonry Contractors of Metropolitan Toronto, as well as sponsorships of \$25,000 in 2010 and 2012 and \$100,000 for an industry lobbyist in 2015.	50,000 for 2014	50,000	100,000	150,000	50,000	50,000 + each year after
(d) Materials for Apprenticeship Training and Research.	461,796	83,744	16,256	100,000	100,000	100,000 + each year after
(e) Design software-						
(i) Development of the software in partnership with the Canada Masonry Design Centre.	361,734	-	-	-	-	-
(ii) Funding to National Masonry Design Programs of 50% share of operating costs comprising support for technical assistance and software upgrades.	100,000 for 2014	100,000	-	100,000	100,000	100,000 + each year after
(f) Ontario Masonry Training Centre (OMTC) for \$100,000 in 2015 and each year thereafter in addition to \$1,175,000 funded over seven years to 2014.	1,175,000	25,000	75,000	100,000	100,000	100,000 + each year after
Subtotals continued on next page	\$ 3,760,364	\$ 325,141	\$ 582,109	\$ 907,250	\$ 750,000	\$ 500,000

CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION

LEVY FUND

Note to Financial Statements (continued)

Commitments

(Unaudited - See Notice to Reader)

March 31, 2015

	Total to 2014	Forecast 2015		Total 2015	2016	(1) 2017
		Actual Q1	Forecast Q2-Q4			
Subtotals carried forward	\$ 3,760,364	\$ 325,141	\$ 582,109	\$ 907,250	\$ 750,000	\$ 500,000
(g) Canadian Masonry Research Council funding.	100,000 for 2014	-	100,000	100,000	100,000	-
(h) Marketing of Concrete Masonry Unit (CMU).	-	-	100,000	100,000	100,000	100,000 + each year after
(i) Development of the National Building Code Canada (NBCC), in collaboration with NRC for research and development involving the generation and analysis of apparent airborne and sound insulation in concrete and concrete masonry buildings.	285,296	-	80,000	80,000	-	-
(j) Prolevy fee payable to NCMA at 10% of the levy fees that would be collected by the Association based on a 1.5 cent per unit levy.	55,338 for 2014	10,150	44,850	55,000	55,000 (3)	55,000 (3)
(k) Creation of the new Royal Architectural Institute of Canada (RAIC) Centre for Architecture at Athabasca University.	200,000	-	50,000	50,000	-	-
(l) Secondary engineering support.	-	-	50,000	50,000	50,000	50,000 + each year after
(m) Research equipment contribution.	10,000	20,700	-	20,700	-	-
(n) Canadian Masonry Contractors Association (CMCA) conference sponsorship.	138,185	20,000	-	20,000	-	-
(o) Masonry Alliance for Codes and Standards membership.	13,804 for 2014	14,585	-	14,585	14,500	14,500 + each year after
Subtotals continued on next page	\$ 4,562,987	\$ 390,576	\$ 1,006,959	\$ 1,397,535	\$ 1,069,500	\$ 719,500

**CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION
LEVY FUND
Note to Financial Statements (continued)
Commitments
(Unaudited - See Notice to Reader)
March 31, 2015**

	Total to 2014	Forecast 2015		Total 2015	2016	(1) 2017
		Actual Q1	Forecast Q2-Q4			
Subtotals carried forward	\$ 4,562,987	\$ 390,576	\$ 1,006,959	\$ 1,397,535	\$ 1,069,500	\$ 719,500
(p) CSA standard at \$15,000 per year for five years from 2009 to 2013, plus \$12,000 for purchase in 2015 facilitating distribution to members.	75,000	-	12,000	12,000	-	-
(q) Masonry Training Scholarships.	-	-	10,000	10,000	10,000	10,000 each year to 2020
(r) SMART/dynamics of masonry subscriptions.	8,211 for 2014	9,427	-	9,427	-	-
(s) Converge 2015 Forum sponsorship.	-	-	5,000	5,000	-	-
(t) Load Bearing Masonry and Innovation Drive Project.	-	4,000	-	4,000	-	-
(u) Block machine for McMaster University.	197,735	-	-	-	-	-
(v) Masonry Design Awards.	132,200 for 2012-14	-	-	-	-	-
(w) Educational tools.	105,884	-	-	-	-	-
(x) Foundation Project - McMaster University.	100,763	-	-	-	-	-
(y) National Research Council (NRC) research.	85,423	-	-	-	-	-
(z) Wall Draining Project (NRC).	62,218	-	-	-	-	-
(aa) Canadian Masonry Symposium.	50,000	-	-	-	-	-
(ab) Funding to Dr. Svetlana Brzev and Dr. Don Anderson for a Seismic Design Guide.	30,717	-	-	-	-	-
Subtotals continued on next page	\$ 5,411,138	\$ 404,003	\$ 1,033,959	\$ 1,437,962	\$ 1,079,500	\$ 729,500

CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION
LEVY FUND
Note to Financial Statements (continued)
Commitments
(Unaudited - See Notice to Reader)
March 31, 2015

	Total to 2014	Forecast 2015		Total 2015	2016	(1) 2017
		Actual Q1	Forecast Q2-Q4			
Subtotals carried forward	\$ 5,411,138	\$ 404,003	\$ 1,033,959	\$ 1,437,962	\$ 1,079,500	\$ 729,500
(ac) Development of Canadian Framework and Guide regarding Apparent Sound Insulation in Construction - Phases 1 and 2.	30,000	-	-	-	-	-
(ad) Cement study.	30,000	-	-	-	-	-
(ae) Masonry Apprenticeship Training Textbook.	25,000	-	-	-	-	-
(af) Altus/MasonryWorx wall costs study.	17,500	-	-	-	-	-
(ag) Unit Strength Method Correlation Study.	15,044	-	-	-	-	-
(ah) National Sciences and Engineering Research Council (NSERC) funding.	15,000	-	-	-	-	-
(ai) Single Wythe energy study.	12,990	-	-	-	-	-
(aj) Leadership in Energy and Environmental Design (LEED) standards development.	2,463	-	-	-	-	-
Totals	\$ 5,559,135	\$ 404,003	\$ 1,033,959	\$ 1,437,962	\$ 1,079,500	\$ 729,500

- (1) Annual totals after 2017:
 2018 - 2020 \$729,500
 2021 and each year thereafter \$719,500
- (2) Not all of the listed universities have applied or will meet the criteria for funds to be released.
- (3) Payment amount based on unit block sales.

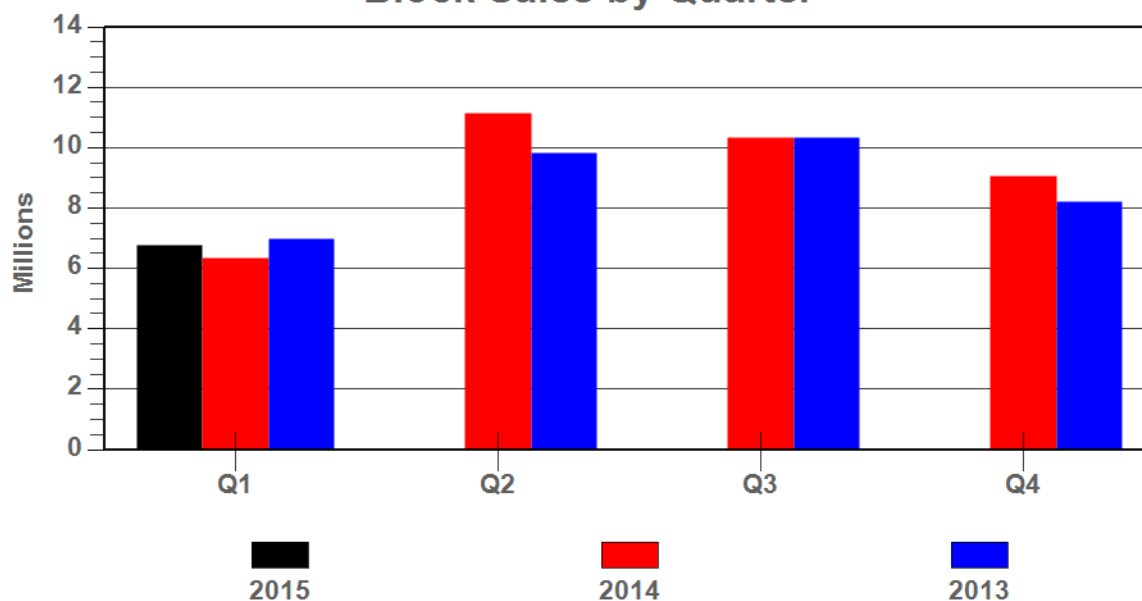
**CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION
 LEVY FUND
 Block Sales Report
 (Unaudited - See Notice to Reader)
 For the three months ended March 31, 2015**

	Q1
BLOCK SALES	
Quarter totals	
Standard	4,423,828
Lightweight	2,078,296
Architectural	264,336
Total	6,766,460
LEVY FEES	
	(1)
Quarter totals	
Gross amount	\$ 335,447
Less: Administration	(33,832)
Net Levy fees	\$ 301,615

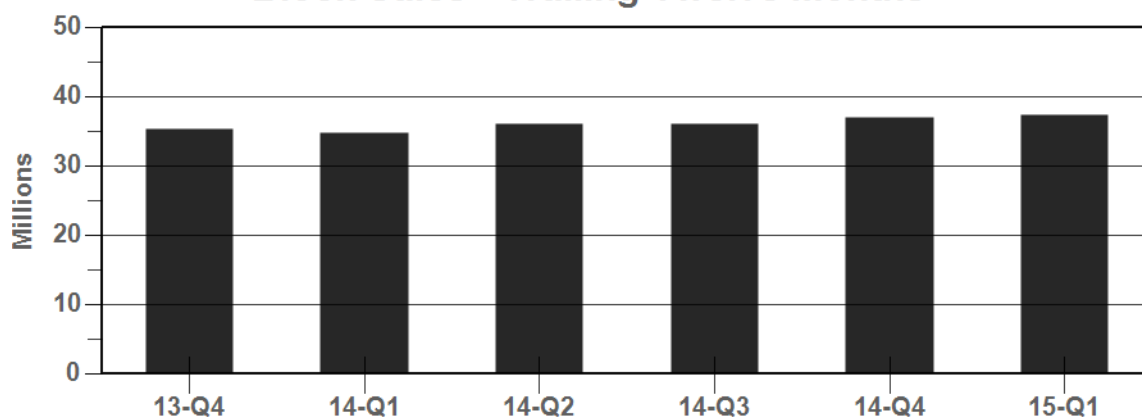
(1) Levy fees are based on a flat per block rate of 5.0¢ less 0.5¢ for administration. Final total levy amounts include certain levy balances at the pre-2008 net rate of 1.5¢ (2.0¢ less 0.5¢) reflecting charges to respective member customers at the former 2.0¢ per block rate.

**CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION
LEVY FUND**
Block Sales Report (continued)
(Unaudited - See Notice to Reader)
For the three months ended March 31, 2015

Block Sales by Quarter



Block Sales - Trailing Twelve Months



(000's)	Q1	Q2	Q3	Q4
Quarter totals				
2015	6,766	N/A	N/A	N/A
2014	6,351	11,124	10,341	9,076
2013	6,995	9,821	10,328	8,198
Year-to-date totals				
2015	6,766	N/A	N/A	N/A
2014	6,351	17,475	27,816	36,892
2013	6,995	16,816	27,144	35,342