

**CANADIAN CONCRETE MASONRY
PRODUCERS ASSOCIATION
LEVY FUND**

**Financial Statements
(Unaudited - See Notice to Reader)
Second Quarter ended June 30, 2013**



CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION
LEVY FUND
Contents
(Unaudited - See Notice to Reader)
June 30, 2013

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DIXON, GORDON & CO. LLP

Chartered Accountants

Business Advisors

August 14, 2013

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 June 30, 2013 and the statements of revenue and expenses and changes in net assets for the six 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)
June 30, 2013

	June 30 2013	December 31 2012	June 30 2012
		(Audited)	
Assets			
Cash (a)	\$ 1,090,199	\$ 1,277,901	\$ 894,482
Investment - Guaranteed investment certificates	2,109,971	2,095,917	2,080,739
Accrued levy fees	435,549	409,669	472,689
Prepaid expense	-	279	-
	\$ 3,635,719	\$ 3,783,766	\$ 3,447,910
Liabilities			
Accounts payable	\$ 170,774	\$ 157,721	\$ 48,261
Sales tax payable	5,009	30,185	32,271
	175,783	187,906	80,532
Commitments (pages 7-10)			
Net assets			
Net assets internally restricted (page 3)	3,459,936	3,595,860	3,367,378
	\$ 3,635,719	\$ 3,783,766	\$ 3,447,910

(a) Cash balance in bank account as at June 30, 2013 was \$1,013,806.

See accompanying note

**CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION
LEVY FUND**

Statement of Changes in Net Assets

(Unaudited - See Notice to Reader)

For the three and six months ended June 30, 2013

	Second Quarter		Year-to-date	
	2013	2012	2013	2012
Net assets, beginning of period	\$ 3,306,015	\$ 3,175,804	\$ 3,595,860	\$ 3,412,341
Excess of revenue over expenses (expenses over revenue) (page 4)	153,921	191,574	(135,924)	(44,963)
Net assets, end of period	\$ 3,459,936	\$ 3,367,378	\$ 3,459,936	\$ 3,367,378

See accompanying note

**CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION
LEVY FUND**

**Statement of Revenue and Expenses
(Unaudited - See Notice to Reader)**

For the three and six months ended June 30, 2013

	Second Quarter		Year-to-date	
	2013	2012	2013	2012
Revenue				
Levy fees	\$ 437,836	\$ 473,678	\$ 747,894	\$ 840,359
Interest	7,046	7,496	14,923	14,969
	444,882	481,174	762,817	855,328
Expenses (page 5)				
Technical programs	199,771	228,941	667,495	724,389
Advertising and promotion	86,009	54,926	220,086	161,326
General and administration	5,181	5,733	11,160	14,576
	290,961	289,600	898,741	900,291
Excess of revenue over expenses (expenses over revenue)	\$ 153,921	\$ 191,574	\$ (135,924)	\$ (44,963)

See accompanying note

**CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION
LEVY FUND**

Expenses

(Unaudited - See Notice to Reader)

For the three and six months ended June 30, 2013

	Second Quarter		Year-to-date	
	2013	2012	2013	2012
Technical programs				
University sponsorships	\$ 35,000	\$ 35,000	\$ 210,000	\$ 161,000
Design software support contribution	-	-	100,000	100,000
Consulting fees	21,788	67,375	80,213	124,525
Masonry Design Awards	-	50,000	50,000	50,000
Centre for Architecture - Athabasca University	50,000	-	50,000	50,000
Training Centre contribution	25,000	25,000	50,000	50,000
Canadian Masonry Research Council funding	50,000	-	50,000	-
Training Centre block delivery	3,976	25,543	22,729	41,738
Canadian Standards Association (CSA) A165 Standard development	-	-	15,000	15,000
Wall Drainage Project (NRC)	-	12,042	-	12,042
Development of Canadian Framework and Guide	10,000	-	10,000	-
Canadian Masonry Contractors Association (CMCA) conference sponsorship	-	-	-	10,000
Masonry Training Scholarships	-	-	-	10,000
SMART/dynamics of masonry subscriptions	-	-	9,737	-
Educational tools	-	-	5,851	3,036
Consulting expenses	279	11,912	5,079	19,386
Development of the National Building Code Canada (NBCC) - sound analysis	-	1,599	4,286	73,599
Foundation Project	3,465	470	3,927	1,863
National Research Council (NRC) research	-	-	410	-
Leadership in Energy and Environmental Design (LEED) standards development	263	-	263	2,200
	\$ 199,771	\$ 228,941	\$ 667,495	\$ 724,389
Advertising and promotion				
Advertisement - Fire and building code changes	\$ 21,227	\$ -	\$ 71,754	\$ -
MasonryWorx Association fees	-	-	50,000	50,000
Commercial production	27,500	-	27,500	-
National Concrete Masonry Association fees	14,732	15,893	25,225	28,236
MasonryWorx Association sponsorship	-	-	-	25,000
General advertising	10,300	38,658	18,248	40,092
Masonry Alliance for Codes and Standards membership	-	-	12,523	12,304
Industry lobbying	10,000	-	10,000	-
North American Masonry Conference sponsorship	-	-	-	4,359
Website	2,250	375	2,250	375
The Masonry Society membership fees	-	-	1,546	960
Masonry Executives Council fees	-	-	1,040	-
	\$ 86,009	\$ 54,926	\$ 220,086	\$ 161,326

See accompanying note

**CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION
LEVY FUND**

Expenses (continued)

(Unaudited - See Notice to Reader)

For the three and six months ended June 30, 2013

	Second Quarter		Year-to-date	
	2013	2012	2013	2012
General and administration				
Accounting and legal	\$ 4,950	\$ 5,600	\$ 10,800	\$ 11,200
Postage and courier	153	110	251	264
Travel and meetings	73	-	73	3,076
Bank charges	5	23	36	36
	\$ 5,181	\$ 5,733	\$ 11,160	\$ 14,576

See accompanying note

CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION

LEVY FUND

Note to Financial Statements

Commitments

(Unaudited - See Notice to Reader)

June 30, 2013

	Total to 2012	Forecast 2013		Total 2013	2014	(1) 2015
		Actual Q2 YTD	Forecast Q3-Q4			
(a) University sponsorships for Dalhousie University, University of Alberta, University of British Columbia, University of Calgary, University of Manitoba, McMaster University, University of New Brunswick and University of Saskatchewan, at \$50,000 each per year for five years for a total of \$2,000,000.	\$ 988,000	\$ 210,000	\$ 190,000 (2)	\$ 400,000 (2)	\$ 400,000 (2)	\$ 212,000 (2)
(b) Consulting fees.	235,000 for 2012	80,213	69,787	150,000	100,000	100,000 + each year after
(c) 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 2012	100,000	-	100,000	100,000	100,000 + each year after
(d) Ontario Masonry Training Centre (OMTC) for \$100,000 in 2013 and each year thereafter in addition to \$975,000 funded over six years to 2012.	975,000	50,000	50,000	100,000	100,000	100,000 + each year after
(e) Marketing of Concrete Masonry Unit (CMU).	-	-	100,000	100,000	100,000	100,000 + each year after
(f) Canadian Masonry Research Council funding.	-	50,000	50,000	100,000	100,000	-
(g) Secondary engineering support.	-	-	100,000	100,000	100,000	100,000 + each year after
Subtotals continued on next page	\$ 2,659,734	\$ 490,213	\$ 559,787	\$ 1,050,000	\$ 1,000,000	\$ 712,000

CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION

LEVY FUND

Note to Financial Statements (continued)

Commitments

(Unaudited - See Notice to Reader)

June 30, 2013

	Total to 2012	Forecast 2013		Total 2013	2014	(1) 2015
		Actual Q2 YTD	Forecast Q3-Q4			
Subtotals carried forward	\$ 2,659,734	\$ 490,213	\$ 559,787	\$ 1,050,000	\$ 1,000,000	\$ 712,000
(h) Membership dues of \$50,000 per year and sponsorships of \$25,000 (also in 2010 and 2012) to MasonryWorx Association, a marketing group sponsored in part by the Masonry Contractors of Metropolitan Toronto.	75,000 for 2012	50,000	25,000	75,000	50,000	50,000 + each year after
(i) Materials for Apprenticeship Training and Research for \$75,000 in 2013 and each year thereafter, with \$326,137 funded in 2008-12.	326,137	22,729	52,271	75,000	75,000	75,000 + each year after
(j) 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.	166,643	4,286	63,714	68,000	40,000	-
(k) 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.	57,901 for 2012	25,225	29,775	55,000	55,000 (3)	55,000 (3)
(l) Masonry Design Awards, payable to Ontario Masonry Contractors.	60,000 for 2012	50,000	-	50,000	-	-
(m) Creation of the new Royal Architectural Institute of Canada (RAIC) Centre for Architecture at Athabasca University.	150,000	50,000	-	50,000	50,000	-
(n) Canadian Masonry Symposium, in addition to \$50,000 funded in 2009.	-	-	50,000	50,000	-	-
(o) Altus/MasonryWorx wall costs study.	17,500	-	17,500	17,500	-	-
Subtotals continued on next page	\$ 3,512,915	\$ 692,453	\$ 798,047	\$ 1,490,500	\$ 1,270,000	\$ 892,000

CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION

LEVY FUND

Note to Financial Statements (continued)

Commitments

(Unaudited - See Notice to Reader)

June 30, 2013

	Total to 2012	Forecast 2013		Total 2013	2014	(1) 2015
		Actual Q2 YTD	Forecast Q3-Q4			
Subtotals carried forward	\$ 3,512,915	\$ 692,453	\$ 798,047	\$ 1,490,500	\$ 1,270,000	\$ 892,000
(p) CSA standard at \$15,000 per year for five years from 2009 to 2013.	60,000	15,000	-	15,000	-	-
(q) Unit Strength Method Correlation Study.	15,044	-	15,000	15,000	-	-
(r) Masonry Alliance for Codes and Standards membership.	12,304	12,523	-	12,523	12,000	12,000 + each year after
(s) Wall Draining Project (NRC).	42,537	-	11,000	11,000	-	-
(t) Masonry Training Scholarships.	10,000 for 2012	-	10,000	10,000	10,000	-
(u) Canadian Masonry Contractors Association (CMCA) conference sponsorship.	118,185	-	10,000	10,000	10,000	-
(v) Development of Canadian Framework and Guide regarding Apparent Sound Insulation in Construction - Phase 1 (2012) and Phase 2 (2013).	10,000	10,000	-	10,000	-	-
(w) Single Wythe energy study.	-	-	10,000	10,000	-	-
(x) SMART/dynamics of masonry subscriptions.	-	9,737	-	9,737	10,000	-
(y) Educational tools.	100,033	5,851	-	5,851	-	-
(z) Foundation Project - McMaster University.	94,791	3,927	-	3,927	-	-
(aa) National Research Council (NRC) research.	85,013	410	-	410	-	-
(ab) Leadership in Energy and Environmental Design (LEED) standards development.	2,200	263	-	263	-	-
Subtotals continued on next page	\$ 4,063,022	\$ 750,164	\$ 854,047	\$ 1,604,211	\$ 1,312,000	\$ 904,000

CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION

LEVY FUND

Note to Financial Statements (continued)

Commitments

(Unaudited - See Notice to Reader)

June 30, 2013

	Total to 2012	Forecast 2013		Total 2013	2014	(1) 2015
		Actual Q2 YTD	Forecast Q3-Q4			
Subtotals carried forward	\$ 4,063,022	\$ 750,164	\$ 854,047	\$ 1,604,211	\$ 1,312,000	\$ 904,000
(ac) Block machine for McMaster University.	197,735	-	-	-	-	-
(ad) Funding to Dr. Svetlana Brzev and Dr. Don Anderson for a Seismic Design Guide.	30,717	-	-	-	-	-
(ae) Cement study.	30,000	-	-	-	-	-
(af) Masonry Apprenticeship Training Textbook.	25,000	-	-	-	-	-
(ag) National Sciences and Engineering Research Council (NSERC) funding.	15,000	-	-	-	-	-
(ah) Research equipment contribution to British Columbia Institute of Technology.	10,000	-	-	-	-	-
Totals	\$ 4,371,474	\$ 750,164	\$ 854,047	\$ 1,604,211	\$ 1,312,000	\$ 904,000

(1)

(1) Annual totals after 2015:

2016 \$692,000

2017 and each year thereafter \$692,000

(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 and six months ended June 30, 2013

	Q1	Q2
BLOCK SALES		
Quarter totals		
Standard	4,790,023	7,100,391
Lightweight	1,890,128	2,218,298
Architectural	315,324	502,327
Total	6,995,475	9,821,016
Year-to-date totals		
Standard	4,790,023	11,890,414
Lightweight	1,890,128	4,108,426
Architectural	315,324	817,651
Total	6,995,475	16,816,491
LEVY FEES	(1)	
Quarter totals		
Gross amount	\$ 345,035	\$ 486,942
Less: Administration	(34,977)	(49,106)
Net Levy fees	\$ 310,058	\$ 437,836
Year-to-date totals		
Gross amount	\$ 345,035	\$ 831,977
Less: Administration	(34,977)	(84,083)
Net Levy fees	\$ 310,058	\$ 747,894

(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.

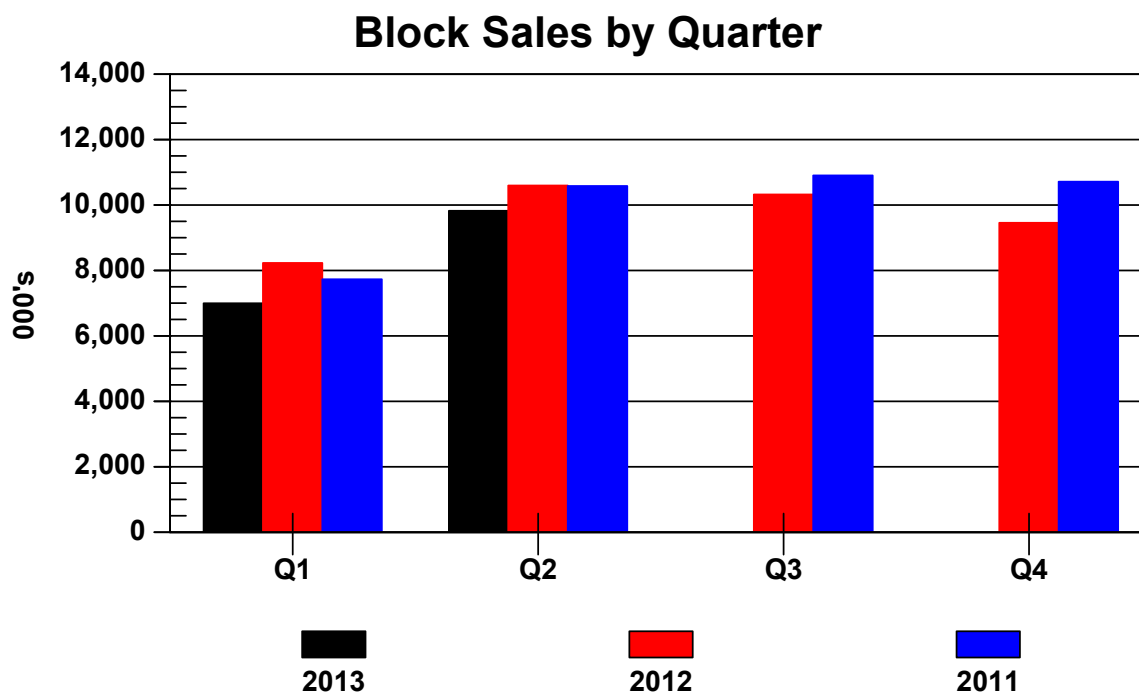
CANADIAN CONCRETE MASONRY PRODUCERS ASSOCIATION

LEVY FUND

Block Sales Report (continued)

(Unaudited - See Notice to Reader)

For the three and six months ended June 30, 2013



(000's)	Q1	Q2	Q3	Q4
Quarter totals				
2013	6,995	9,821	N/A	N/A
2012	8,229	10,595	10,322	9,455
2011	7,730	10,578	10,901	10,710
Year-to-date totals				
2013	6,995	16,816	N/A	N/A
2012	8,229	18,824	29,146	38,601
2011	7,730	18,308	29,209	39,919