
**NORTH YORK WOMEN'S RESOURCE
CENTRE**

FINANCIAL STATEMENTS

MARCH 31, 2012 AND MARCH 31, 2011

INDEPENDENT AUDITOR'S REPORT

To the Members,
North York Women's Resource Centre

Report on the Financial Statements

We have audited the accompanying financial statements of North York Women's Resource Centre which comprise the statement of financial position as at March 31, 2012 and March 31, 2011 and the statements of operations and changes in net assets and cash flows for the years 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 accounting standards for not-for-profit organizations 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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 auditor's 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 in our audits is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of North York Women's Resource Centre as at March 31, 2012 and March 31, 2011, and its financial performance and its cash flows for the years then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Cowperthwaite Mehta

Chartered Accountants
Licensed Public Accountants

June 27, 2012
Toronto, Ontario

NORTH YORK WOMEN'S RESOURCE CENTRE

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2012 AND MARCH 31, 2011

	2012	2011
ASSETS		
Current assets		
Cash	\$ 11,544	\$ 10,865
Short-term investments	80,460	80,000
Accounts receivable	5,226	14,757
Prepaid expenses	<u>2,731</u>	<u>1,459</u>
	<u>\$ 99,961</u>	<u>\$ 107,081</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable and accrued liabilities	\$ 7,735	\$ 11,343
Amounts due to government	13,838	6,472
Deferred revenue (note 4)	<u>22,400</u>	<u>29,326</u>
	<u>43,973</u>	<u>47,141</u>
Net assets		
Designated (note 6)	13,942	17,032
Unrestricted	<u>42,046</u>	<u>42,908</u>
	<u>55,988</u>	<u>59,940</u>
	<u>\$ 99,961</u>	<u>\$ 107,081</u>

Approved on behalf of the Board:

_____, Director

_____, Director

see accompanying notes

NORTH YORK WOMEN'S RESOURCE CENTRE

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

FOR THE YEARS ENDED MARCH 31, 2012 AND MARCH 31, 2011

	2012	2011
REVENUE		
Government funding (note 7)	\$ 198,739	\$ 180,685
Donations and fundraising	53,955	66,426
Foundations		9,807
Gaming	1,693	3,163
Other revenue	<u>2,018</u>	<u>2,066</u>
	<u>256,405</u>	<u>262,147</u>
EXPENSES		
Program expenses		
Salaries and benefits	133,081	132,083
Occupancy costs (note 8(a))	35,082	21,496
Other program	52,108	31,006
Insurance	<u>796</u>	<u>920</u>
	<u>221,067</u>	<u>185,505</u>
Administrative expenses		
Salaries and benefits	22,440	22,440
Office supplies	6,806	6,312
Professional fees	3,999	3,061
Occupancy costs (note 8(a))	3,898	2,388
Insurance	<u>796</u>	<u>920</u>
	<u>37,939</u>	<u>35,121</u>
Fundraising expenses		
Gaming	976	2,415
Other fundraising expenses	<u>375</u>	<u>1,688</u>
	<u>1,351</u>	<u>4,103</u>
Moving and renovation costs (note 8(b))	<u>-</u>	<u>39,386</u>
Total expenses	<u>260,357</u>	<u>264,115</u>
DEFICIENCY OF REVENUE OVER EXPENSES FOR THE YEAR	(3,952)	(1,968)
Net assets, beginning of year	<u>59,940</u>	<u>61,908</u>
NET ASSETS, END OF YEAR	<u>\$ 55,988</u>	<u>\$ 59,940</u>

see accompanying notes

NORTH YORK WOMEN'S RESOURCE CENTRE

STATEMENT OF CASH FLOWS

FOR THE YEARS ENDED MARCH 31, 2012 AND MARCH 31, 2011

	2012	2011
OPERATING ACTIVITIES		
Cash received from operations:		
Deficiency of revenue over expenses for the year	\$ (3,952)	\$ (1,968)
Net change in working capital items		
Decrease (increase) in accounts receivable	9,531	(2,718)
Decrease (increase) in prepaid expenses	(1,272)	150
Increase (decrease) in accounts payable and accrued liabilities	(3,608)	954
Increase (decrease) in amounts due to government	7,366	1,178
Increase in deferred revenue	<u>(6,926)</u>	<u>95</u>
Net cash received from (used in) operations	1,139	(3,487)
FINANCING ACTIVITIES		
Purchase of short-term investments in the year	<u>(460)</u>	<u>(40,000)</u>
NET INCREASE (DECREASE) IN CASH	679	(43,487)
Cash, beginning of year	<u>10,865</u>	<u>54,352</u>
CASH, END OF YEAR	<u>\$ 11,544</u>	<u>\$ 10,865</u>

see accompanying notes

NORTH YORK WOMEN'S RESOURCE CENTRE

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2012 AND MARCH 31, 2011

1. THE ORGANIZATION

North York Women's Resource Centre (the "organization"), formerly operating as the Resource and Information Centre for North York Women, is a not-for-profit organization incorporated in the Province of Ontario without share capital. The organization is exempt from income tax in Canada as a registered charitable organization under the Income Tax Act (Canada).

The objectives of the organization are to promote and help develop services and programs that address the social, educational, physical, mental health and economic needs of women in North York, a region of the City of Toronto. The organization has undertaken to establish a centre accessible to women of all social-economic and ethno-cultural backgrounds and provides, among other things, a centralized information and referral source and advisory body on services and programs available to women in North York.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Management is responsible for the preparation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations. Outlined below are those policies considered particularly significant:

Investments

The organization carries equities, money market funds and fixed income securities at quoted market value. Realized and unrealized gains and losses are recognized as investment income when they arise. Related transaction costs are expensed as incurred.

Capital assets

Capital assets are charged to operations in the year the expenditures are incurred.

Revenue recognition

The organization follows the deferral method of revenue recognition. Its principal sources of revenue and recognition of these revenues for financial statement purposes are as follows:

- i) Grants related to current expenditures are reflected in the accounts as a revenue item in the current year. Grants received in the year for expenses to be incurred in the following fiscal year are recorded as deferred revenue. Grants related to the purchase of furniture and equipment are recorded as revenue in the same period the related furniture and equipment are charged to operations.
- ii) Interest is recorded when earned. Fundraising and donation revenue is recorded when funds are received. Donated materials and services which are normally purchased by the organization are not recorded in the accounts.

Expense recognition

Expenses are recorded when goods or services are consumed.

NORTH YORK WOMEN'S RESOURCE CENTRE

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2012 AND MARCH 31, 2011

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments

The organization initially measures its financial assets and liabilities at fair value. It subsequently measures all its financial assets and liabilities at amortized cost, except for investments that are quoted in an active market, which are measured at fair value.

Financial assets measured at cost include cash, short-term investments, and accounts receivable. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities and amounts due to governments.

3. SHORT TERM-INVESTMENTS AND RISK MANAGEMENT

Short-term investments comprise 0.75% guaranteed investment certificates issued by a major Canadian chartered bank carried at cost plus accrued interest.

It is management's opinion that the organization is not exposed to significant liquidity, credit or market risks.

4. DEFERRED REVENUE

Deferred revenue is composed of the following:

	2012	2011
The Ontario Trillium Foundation	\$ 17,743	\$
City of Toronto - Community Safety Investment	4,657	19,326
Ontario Women's Directorate - Investing in Women's Futures	<u> </u>	<u>10,000</u>
	<u>\$ 22,400</u>	<u>\$ 29,326</u>

Continuity of deferred revenue for the year is as follows:

Deferred revenue, beginning of year	\$ 29,326	\$ 29,231
Cash received in year	179,065	38,000
Less amount recognized in revenue	<u>(185,991)</u>	<u>(37,905)</u>
Deferred revenue, end of year	<u>\$ 22,400</u>	<u>\$ 29,326</u>

NORTH YORK WOMEN'S RESOURCE CENTRE

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2012 AND MARCH 31, 2011

5. ASSETS HELD IN TRUST

The organization has agreed to act as trustee for two organizations during the year and agreed to hold funds on their behalf. The assets held in trust at year end were as follows:

	2012	2011
Ontario Association of Women's Centres	\$ 10,596	\$ 10,931
Toronto Women's City Alliance	<u>21,248</u>	<u>19,806</u>
	<u>\$ 31,844</u>	<u>\$ 30,737</u>

These amounts are not reflected in these financial statements as either assets or liabilities.

6. DESIGNATED RESERVE

The Board of Directors designated funds be set aside in a reserve to cover future unexpected costs. Application of these funds is determined based on needs approved by the Board of Directors.

	2012	2011
Opening balance, designated reserve	17,032	19,000
Drawdown of reserve	<u>(3,090)</u>	<u>(1,968)</u>
Closing balance, designated reserve	<u>\$ 13,942</u>	<u>\$ 17,032</u>

7. GOVERNMENT FUNDING

Government funding recognized in the year was as follows:

	2012	2011
Ontario Women's Directorate		
Investing in Women's Futures Program (see below)	\$ 90,000	\$ 90,000
Pay equity	5,249	5,249
City of Toronto		
Community Services grant	41,365	41,365
Minor recreation	4,000	4,000
Community Safety Investment	42,669	8,674
Human Resources Development Canada	7,499	31,397
Ontario Trillium Foundation	<u>7,957</u>	<u> </u>
	<u>\$ 198,739</u>	<u>\$ 180,685</u>

Funding received under the Ontario Women's Directorate - Investing in Women's Futures Program was spent as follows:

	2012	2011
Salaries and benefits	\$ 69,371	\$ 66,710
Program costs	9,809	9,878
Rent and administration	<u>10,820</u>	<u>13,412</u>
	<u>\$ 90,000</u>	<u>\$ 90,000</u>

NORTH YORK WOMEN'S RESOURCE CENTRE

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2012 AND MARCH 31, 2011

8. OCCUPANCY

- (a) The organization rents space at 2446 Dufferin Street in Toronto, Ontario under a five year lease ending June 14, 2015. The landlord has contributed the value of the lease at an estimated value of \$29,700 net of utilities (donated rent in prior year location was \$7,500).
- (b) Significant improvements were required to move into the space. Most of the work and materials were donated. In-kind contributions are recorded in Donations and fundraising and Occupancy costs in Fiscal 2011. The fair value of contributions provided by third party suppliers for leasehold improvements were follows:

Lowe's Heroes Program - materials and labour	19,900
Serenity Door & Window Co.	6,500
Carlo Cazzin, Architect	<u>5,000</u>
	<u>\$ 31,400</u>

9. ADOPTION OF ACCOUNTING STANDARDS FOR NOT-FOR-PROFIT ORGANIZATIONS

Effective April 2, 2011, the organization elected to adopt the Canadian accounting standards for not-for-profit organizations. These are the first financial statements prepared in accordance with this new framework which have been applied retrospectively.

Management reviewed the exemptions provided on transition to the Canadian accounting standards for not-for-profit organizations and has elected to designate all investments to be subsequently measured at fair value, which is consistent with the accounting policy in place at the time of the transition. The adoption of Canadian accounting standards for not-for-profit organizations had no impact on the previously reported assets, liabilities and net assets of the organization, and accordingly, there has been no restatement of previously reported amounts as at the date of the transition, being April 2, 2010. The presentation and disclosures in the financial statements reflect the requirements under the new accounting framework.