



Financial Statements

Surrey Place Centre Charitable Foundation

March 31, 2012

SURREY PLACE CENTRE CHARITABLE FOUNDATION
2012 Financial Statements

Contents

	Page
Independent Auditor's Report	1 - 2
Statement of Financial Position	3
Statement of Operations	4
Statement of Changes in Net Assets	5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 9

Independent Auditor's Report

To the Directors of
Surrey Place Centre Charitable Foundation

Grant Thornton LLP
Suite 200
41 Valleybrook Drive
Toronto, ON
M3B 2S6
T +1 416 449 9171
F +1 416 449 7401
E NorthToronto@ca.gt.com
www.GrantThornton.ca

We have audited the accompanying financial statements of Surrey Place Centre Charitable Foundation, which comprise the statement of financial position as at March 31, 2012, and the statements of operations, 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.

Auditor's 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 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 is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for qualified opinion

In common with many charities, the Foundation derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Foundation and we were not able to determine whether any adjustments might be necessary to revenue, excess of revenue over expenses, assets and net assets.

Qualified opinion

In our opinion, except for the effects of the matter described in the basis for qualified opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Surrey Place Centre Charitable Foundation as at March 31, 2012, and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Grant Thornton LLP

Chartered Accountants, Licensed Public Accountants
Toronto, Canada
September 17, 2012

SURREY PLACE CENTRE CHARITABLE FOUNDATION

Statement of Financial Position

As at March 31, 2012

	2012	2011
ASSETS		
Current assets		
Cash	\$ 49,291	\$ 24,880
Accounts receivable	903	6,222
Prepaid expenses	4,738	43,907
	<hr/>	<hr/>
	54,932	75,009
Investments - externally restricted, at market value	35,535	35,535
Investments - unrestricted, at market value	1,053,157	1,037,905
Equipment (note 3)	608	1,214
	<hr/>	<hr/>
	\$ 1,144,232	\$ 1,149,663
	<hr/>	<hr/>

LIABILITY AND NET ASSETS

Current liability		
Accounts payable and accrued liabilities (note 4)	\$ 198,755	\$ 247,918
	<hr/>	<hr/>
Net assets		
Externally restricted (note 5)	35,535	35,535
Invested in equipment	608	1,214
Unrestricted	909,334	864,996
	<hr/>	<hr/>
	945,477	901,745
	<hr/>	<hr/>
	\$ 1,144,232	\$ 1,149,663
	<hr/>	<hr/>

See accompanying notes

On behalf of the Board

Director

Director

SURREY PLACE CENTRE CHARITABLE FOUNDATION

Statement of Operations

Year ended March 31, 2012

	2012	2011
Revenue		
Contributions - General	\$ 55,392	\$ 30,415
Contribution - Bequest	20,000	-
Contributions - Corporate	-	200
Contributions - Foundations	1,135	2,050
Investment income	65,024	47,912
Special events	20,050	116,947
Sundry	-	500
	<hr/> 161,601	<hr/> 198,024
Expenses		
Donor relations	29,114	69,316
Operations	25,713	54,315
Special events	24,494	46,594
Amortization	606	606
	<hr/> 79,927	<hr/> 170,831
Excess of revenue over expenses before undernoted items	<hr/> 81,674	<hr/> 27,193
Other income (expenses)		
Contributions to Surrey Place Centre (note 4)	-	(11,812)
Unrealized (loss) gain on investments	(37,942)	41,974
	<hr/> (37,942)	<hr/> 30,162
Excess of revenue over expenses	<hr/> <hr/> \$ 43,732	<hr/> <hr/> \$ 57,355

See accompanying notes

SURREY PLACE CENTRE CHARITABLE FOUNDATION

Statement of Changes in Net Assets

Year ended March 31, 2012

	Externally restricted	Invested in equipment	Unrestricted	Total 2012	Total 2011
Net assets, beginning of year	\$ 35,535	\$ 1,214	\$ 864,996	\$ 901,745	\$ 844,390
Excess (deficiency) of revenue over expenses	-	(606)	44,338	43,732	57,355
Net assets, end of year	\$ 35,535	\$ 608	\$ 909,334	\$ 945,477	\$ 901,745

See accompanying notes

SURREY PLACE CENTRE CHARITABLE FOUNDATION

Statement of Cash Flows Year ended March 31, 2012

	2012	2011
Operating activities		
Excess of revenue over expenses	\$ 43,732	\$ 57,355
Items not involving cash		
Amortization	606	606
Gain on sale of investments	(8,758)	(441)
Unrealized loss (gain) on investments	37,942	(41,974)
	<hr/> 73,522	<hr/> 15,546
Net change in non-cash working capital items		
Accounts receivable	5,319	(5,813)
Prepaid expenses	39,169	(43,391)
Accounts payable and accrued liabilities	(49,163)	58,890
	<hr/> (4,675)	<hr/> 9,686
Cash flows from operating activities	<hr/> 68,847	<hr/> 25,232
Investing activities		
Purchase of investments	(201,264)	(47,470)
Proceeds on disposal of investments	156,828	7,762
Cash flows from investing activities	<hr/> (44,436)	<hr/> (39,708)
Net change in cash during the year	24,411	(14,476)
Cash, beginning of year	24,880	39,356
Cash, end of year	<hr/> \$ 49,291	<hr/> \$ 24,880

See accompanying notes

SURREY PLACE CENTRE CHARITABLE FOUNDATION

Notes to Financial Statements

Year ended March 31, 2012

1. Nature of operations

Surrey Place Centre Charitable Foundation (the Foundation), was incorporated on May 4, 1989, as a non-profit corporation without share capital. The Foundation qualifies for tax exempt status as a Canadian registered charity and is recognized as a non-profit organization as defined in paragraph 149(1)(l) of the Income Tax Act (Canada). The Foundation receives and applies its funding for the benefit of people with developmental disabilities.

2. Summary of significant accounting policies

The financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles, the more significant of which are outlined below.

Use of estimates

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

Equipment

Equipment is recorded at cost and is being amortized over its estimated useful life on a straight-line basis. The annual amortization rates are as follows:

Office equipment	Over 10 years
------------------	---------------

Externally restricted net assets

Externally restricted net assets consist of amounts designated for specific purposes by donors, as follows:

(i) Research Endowment fund

Net assets restricted for endowments by donors are to be used solely for the purpose of research and will be held in trust by the Foundation for a minimum of ten years.

(ii) Education fund

Net assets restricted for education have been externally restricted by donors to be used solely for the purpose of staff education and development and other educational activities to promote the issues of developmental disabilities.

Revenue recognition

The Foundation follows the restricted fund method of accounting for contributions. Contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Investment income and special event revenue are recognized when earned.

Contributed services and materials

Volunteers contribute time in carrying out services. Also, the Foundation receives contributions of materials. Due to the difficulty in determining their fair value, contributed services and materials are not recognized in the financial statements.

SURREY PLACE CENTRE CHARITABLE FOUNDATION

Notes to Financial Statements

Year ended March 31, 2012

2. Summary of significant accounting policies — continued

Management of capital

The Foundation manages its capital so that it will be able to continue as a going concern and to promote and advance its charitable objectives. Unrestricted funds are maintained to contribute to the ongoing working capital. Restricted funds are held in accordance with donor restrictions and are invested in pooled income funds.

Financial instruments

The Foundation's financial instruments are comprised of cash, accounts receivable, investments, and account payable. The carrying value of the Foundation's cash, accounts receivable, and account payable approximates fair value due to their short-term maturities. Investments held by the Foundation consist of pooled income funds and are recorded at market value. The Foundation's investments are subject to market risks as their values are affected by market fluctuations.

It is management's opinion that the Foundation is not exposed to significant interest, currency or credit risks arising from financial instruments.

Future accounting standards

The Canadian Accounting Standards Board has issued new accounting standards effective for not-for-profit organizations for fiscal years beginning on or after January 1, 2012. Management of the Foundation does not expect any significant changes to the financial statements as a result of the new standards.

3. Equipment

	Cost	2012 Accumulated amortization	Net	2011 Net
Office equipment	\$ 6,065	\$ 5,457	\$ 608	\$ 1,214

4. Related party transactions

The Surrey Place Centre Charitable Foundation and Surrey Place Centre (the Centre) are separate legal entities whose financial information is reported separately. The Centre is a registered Canadian charity that receives and applies its funding for the benefit of people with developmental disabilities and its objectives are similar to those of the Foundation.

During the year, the Foundation extended a grant to the Centre in the amount of \$Nil (2011 - \$11,812).

Included in accounts payable and accrued liabilities of the Foundation at year end is \$191,515 (2011 - \$240,536) due to the Centre arising from the Centre's payment of the Foundation's expenses. The Centre and Foundation share common premises and operational staff. The Foundation is not charged for occupancy by the Centre.

Amounts due to the Centre as at March 31, 2012 are unsecured, non-interest bearing and due on demand.

SURREY PLACE CENTRE CHARITABLE FOUNDATION

Notes to Financial Statements

Year ended March 31, 2012

5. Externally restricted net assets

	2012		2011
Research Endowment fund	\$ 33,325	\$	33,325
Education fund	1,590		1,590
Other designated funds	620		620
	<hr/>		<hr/>
	\$ 35,535	\$	35,535
	<hr/>		<hr/>