



HAZLITT STEEVES HARRIS LLP

CHARTERED ACCOUNTANTS

Financial Statements of

SARNIA - LAMBTON "REBOUND"
A Program For Youth

March 31, 2008



HAZLITT STEEVES HARRIS LLP
CHARTERED ACCOUNTANTS

Auditors' Report

To the Member's of Sarnia-Lambton "Rebound" – A Program for Youth

We have audited the balance sheet of Sarnia-Lambton "Rebound" – A Program for Youth as at March 31, 2008 and the statements of revenue and expense, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

The organization derives revenue from donations the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to revenue, excess of revenue over expense for the year, current assets and operating surplus.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to verify donations satisfactorily as explained in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of Sarnia-Lambton "Rebound" – A Program for Youth as at March 31, 2008 and the results of its operations, changes in net assets and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.



Licensed Public Accountants
June 18, 2008

SARNIA - LAMBTON "REBOUND"

A Program For Youth

Statement of Revenue and Expense

For the year ended March 31, 2008

	<u>2008</u>	<u>2007</u>
REVENUE		
Grants	\$ 603,429	\$ 448,985
Donations	43,737	23,285
Client fees	6,663	5,929
Fundraising	93,804	79,432
	<u>747,633</u>	<u>557,631</u>
EXPENSE		
Amortization	9,819	4,051
Bank charges	1,818	1,286
Insurance	9,113	9,035
Office and miscellaneous	24,922	21,062
Fundraising	23,314	19,018
Professional fees	4,443	2,948
Programs	20,598	16,495
Rent	37,616	36,468
Staff development	6,750	13,562
Telephone	5,189	4,967
Travel and promotion	15,122	15,822
Wages and benefits	562,399	381,336
Web site development	11,250	11,580
	<u>732,353</u>	<u>537,630</u>
EXCESS OF REVENUE OVER EXPENSE	\$ 15,280	\$ 20,001

SARNIA - LAMBTON "REBOUND"
A Program For Youth

Statement of Changes in Net Assets

For the year ended March 31, 2008

	<u>Internally Restricted</u>	<u>Invested in Equipment</u>	<u>Unrestricted</u>	<u>2008 Total</u>	<u>2007 Total</u>
Balance, beginning of year	\$ 100,000	\$ 16,141	\$ 70,596	\$ 186,737	\$ 162,012
Excess of revenue over expense	-	(9,819)	25,099	15,280	20,001
Non-operating revenue	7,557	-	-	7,557	4,724
Investment in equipment	-	17,187	(17,187)	-	-
Inter-fund transfer	42,443	-	(42,443)	-	-
BALANCE, END OF YEAR	\$ 150,000	\$ 23,509	\$ 36,065	\$ 209,574	\$ 186,737

(Note 4)

SARNIA - LAMBTON "REBOUND"

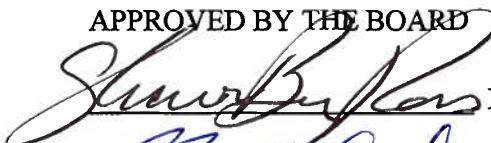
A Program For Youth

Balance Sheet

As at March 31, 2008

	<u>2008</u>	<u>2007</u>
ASSETS		
CURRENT		
Cash	\$ 112,321	\$ 41,703
Short-term investments	155,567	167,846
Accounts receivable	26,472	5,650
Prepaid expenses	3,089	1,280
	<u>297,449</u>	<u>216,479</u>
EQUIPMENT (Note 3)	23,509	16,141
	<u>\$ 320,958</u>	<u>\$ 232,620</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued charges	\$ 16,384	\$ 15,913
Deferred revenue	95,000	29,970
	<u>111,384</u>	<u>45,883</u>
NET ASSETS		
Internally restricted - contingency reserve (Note 4)	150,000	100,000
Invested in equipment	23,509	16,141
Unrestricted	36,065	70,596
	<u>209,574</u>	<u>186,737</u>
	<u>\$ 320,958</u>	<u>\$ 232,620</u>

APPROVED BY THE BOARD

 Director

 Director

SARNIA - LAMBTON "REBOUND"

A Program For Youth

Statement of Cash Flows

For the year ended March 31, 2008

	<u>2008</u>	<u>2007</u>
OPERATING ACTIVITIES		
Excess of revenue over expense	\$ 15,280	\$ 20,001
Amortization not affecting cash	9,819	4,051
	<u>25,099</u>	<u>24,052</u>
Interest earned by contingency reserve	7,557	4,724
Changes in non-cash operating working capital items		
Accounts receivable	(20,822)	6,531
Prepaid expenses	(1,809)	76
Accounts payable and accrued charges	471	(753)
Deferred revenue	65,030	(23,625)
	<u>75,526</u>	<u>11,005</u>
INVESTING ACTIVITIES		
Changes in short-term investments - net	12,279	5,329
Acquisition of equipment	(17,187)	(20,192)
	<u>(4,908)</u>	<u>(14,863)</u>
NET CHANGE IN CASH POSITION	70,618	(3,858)
Cash position, beginning of year	41,703	45,561
CASH POSITION, END OF YEAR	\$ 112,321	\$ 41,703

SARNIA - LAMBTON "REBOUND"

A Program For Youth

Notes to the Financial Statements

For the year ended March 31, 2008

1. STATUTES OF INCORPORATION AND NATURE OF ACTIVITIES

Sarnia - Lambton "Rebound" - A Program For Youth is incorporated under the Business Corporations Act of the Province of Ontario as a company without share capital subject to the Charities Accounting Act and the Charities Gifts Act.

It has been granted tax exempt status as a registered charity and is classified as a charitable organization under Sections 149 and 149.1 of the Income Tax Act, Canada.

2. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies:

Revenue

Unrestricted donations are recorded as received. Grants and donations for specific purposes are recorded as earned in accordance with the provisions of the award. Unearned grants and donations are recorded as deferred revenue.

Expense

Expenditures are recognized as they are incurred and measurable as a result of receipt of goods and services and the creation of a legal obligation to pay.

Investments

Investments are recorded at cost, which equals net realizable value.

Equipment

In accordance with generally accepted accounting principles, effective April 1, 2006 equipment acquisitions are required to be recorded at cost. Equipment is being amortized using the following annual rates and methods:

Office equipment	20% diminishing-balance
Computer equipment	45% diminishing-balance
Computer software	100% diminishing-balance

Prior to that date equipment purchases were expensed in the year of acquisition.

SARNIA - LAMBTON "REBOUND"

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Notes to the Financial Statements

For the year ended March 31, 2008

2. ACCOUNTING POLICIES - continued

Management estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principals requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenue and expense during the reporting period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported as revenue or expense in the period in which they became known.

Financial instruments

The organization's financial instruments consist of cash, short-term investments, accounts receivable and accounts payable and accrued charges. Unless otherwise noted, it is management's opinion that the organization is not exposed to significant interest, currency or credit risks arising from these financial instruments.

3. EQUIPMENT

	2008			2007
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Office equipment	\$ 9,674	\$ 1,676	\$ 7,998	\$ 3,544
Computer equipment	26,645	11,664	14,981	12,597
Computer software	1,060	530	530	-
	<u>\$ 37,379</u>	<u>\$ 13,870</u>	<u>\$ 23,509</u>	<u>\$ 16,141</u>

4. CONTINGENCY RESERVE

The contingency reserve has been established by resolutions of the Board of Directors. It provides funds to ensure a continuation of operations should there be a significant reduction in the organization's sources of funding. The contingency reserve fund is invested in short-term investments.

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For the year ended March 31, 2008

5. REPAYMENT OF PROGRAM SURPLUSES

One of the service contracts, with the Ministry of the Attorney General requires the bureau to file a reconciliation report summarizing, by project code, all revenues and expenditures and identifying any resulting surplus or deficiency relating to that service contract. A review of this report shows that the project is in a balanced position as at March 31, 2008 and that there are no amounts owing to or from the Ministry.

6. COMMITMENT

The organization operates from premises leased until March 31, 2009 at a monthly rent of \$2,507.

7. COMPARATIVE FIGURES

Certain of the prior year's figures have been reclassified to conform to the presentation of the current year.