



HAZLITT STEEVES HARRIS LLP  
CHARTERED ACCOUNTANTS

*Financial Statements of*

**SARNIA - LAMBTON "REBOUND"  
A Program For Youth**

*March 31, 2009*



## 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, 2009 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, 2009 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.

*Hay (TD) Steeves Harris LLP*

Licensed Public Accountants

June 12, 2009

# **SARNIA - LAMBTON "REBOUND"**

## **A Program For Youth**

### **Statement of Revenue and Expense**

**For the year ended March 31, 2009**

	<u>2009</u>	<u>2008</u>
<b>REVENUE</b>		
Grants (Note 5)	\$ 591,971	\$ 603,429
Donations	40,488	43,737
Client fees	6,012	6,663
Fundraising	107,341	93,804
	<u>745,812</u>	<u>747,633</u>
<b>EXPENSE</b>		
Amortization	12,289	9,819
Bank charges	1,582	1,818
Insurance	8,798	9,113
Office and miscellaneous	25,914	24,922
Fundraising	38,638	23,314
Professional fees	3,482	4,443
Programs	26,672	20,598
Rent	38,562	37,616
Staff development	7,815	6,750
Telephone	5,250	5,189
Travel and promotion	10,977	15,122
Wages and benefits	520,543	562,399
Web site development	-	11,250
	<u>700,522</u>	<u>732,353</u>
<b>EXCESS OF REVENUE OVER EXPENSE</b>	<b>\$ 45,290</b>	<b>\$ 15,280</b>

**SARNIA - LAMBTON "REBOUND"**  
**A Program For Youth**

**Statement of Changes in Net Assets**

For the year ended March 31, 2009

	<u>Internally Restricted</u>	<u>Invested in Equipment</u>	<u>Unrestricted</u>	<u>2009 Total</u>	<u>2008 Total</u>
Balance, beginning of year	\$ 150,000	\$ 23,509	\$ 36,065	\$ 209,574	\$ 186,737
Excess of revenue over expense	-	(12,289)	57,579	45,290	15,280
Non-operating revenue	3,393	-	-	3,393	7,557
Investment in equipment	-	23,177	(23,177)	-	-
Inter-fund transfer	60,000	-	(60,000)	-	-
<b>BALANCE, END OF YEAR</b>	<b>\$ 213,393</b>	<b>\$ 34,397</b>	<b>\$ 10,467</b>	<b>\$ 258,257</b>	<b>\$ 209,574</b>

(Note 4)

# SARNIA - LAMBTON "REBOUND"


## A Program For Youth

### Balance Sheet

As at March 31, 2009

	<u>2009</u>	<u>2008</u>
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 40,966	\$ 112,321
Short-term investments	106,127	155,567
Accounts receivable	33,652	4,213
Due from Dow Legacy project	56,987	22,259
Prepaid expenses	4,543	3,089
	<u>242,275</u>	<u>297,449</u>
<b>EQUIPMENT (Note 3)</b>	<b>34,397</b>	<b>23,509</b>
	<u>\$ 276,672</u>	<u>\$ 320,958</u>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued charges	\$ 18,415	\$ 16,384
Deferred revenue	-	95,000
	<u>18,415</u>	<u>111,384</u>
<b>NET ASSETS</b>		
Internally restricted (Note 4)	213,393	150,000
Invested in equipment	34,397	23,509
Unrestricted	10,467	36,065
	<u>258,257</u>	<u>209,574</u>
	<u>\$ 276,672</u>	<u>\$ 320,958</u>

APPROVED BY THE BOARD

 Director

 Director

# SARNIA - LAMBTON "REBOUND"

## A Program For Youth

### Statement of Cash Flows

For the year ended March 31, 2009

	<u>2009</u>	<u>2008</u>
<b>OPERATING ACTIVITIES</b>		
Excess of revenue over expense	\$ 45,290	\$ 15,280
Amortization not affecting cash	12,289	9,819
	<u>57,579</u>	<u>25,099</u>
Interest earned by contingency reserve	3,393	7,557
Changes in non-cash operating working capital items		
Accounts receivable	(29,439)	1,437
Prepaid expenses	(1,454)	(1,809)
Accounts payable and accrued charges	2,031	471
Deferred revenue	(95,000)	65,030
	<u>(62,890)</u>	<u>97,785</u>
<b>INVESTING ACTIVITIES</b>		
Changes in short-term investments - net	49,440	12,279
Advance to Dow legacy project	(34,728)	(22,259)
Acquisition of equipment	(23,177)	(17,187)
	<u>(8,465)</u>	<u>(27,167)</u>
<b>NET CHANGE IN CASH POSITION</b>	<b>(71,355)</b>	<b>70,618</b>
Cash position, beginning of year	112,321	41,703
<b>CASH POSITION, END OF YEAR</b>	<b>\$ 40,966</b>	<b>\$ 112,321</b>

# SARNIA - LAMBTON "REBOUND"

## A Program For Youth

### Notes to the Financial Statements

For the year ended March 31, 2009

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#### 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. The organization is in compliance with its disbursement quota requirement as set by the Canada Revenue Agency.

#### 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"

## A Program For Youth

### Notes to the Financial Statements

For the year ended March 31, 2009

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#### 2. ACCOUNTING POLICIES - continued

##### *Internally restricted funds*

The internally restricted funds have been created by the Board for the following purposes:

- 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.
- the program expansion reserve was established this year by resolution of the Board of Directors to provide funds to be used to expand programming in the future. An amount of \$60,000 was allocated to this fund during the year.

##### *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.

##### *Donated services*

A number of unpaid volunteers have made significant contributions of their time in the furtherance of the organization's programs. The value of this contributed time has not been included in these financial statements.

#### 3. EQUIPMENT

	2009			2008
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Office equipment	\$ 25,271	\$ 4,836	\$ 20,435	\$ 7,998
Computer equipment	33,671	19,986	13,685	14,981
Computer software	1,613	1,336	277	530
	<u>\$ 60,555</u>	<u>\$ 26,158</u>	<u>\$ 34,397</u>	<u>\$ 23,509</u>

# SARNIA - LAMBTON "REBOUND"

## A Program For Youth

### Notes to the Financial Statements

For the year ended March 31, 2009

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#### 4. RESERVE FUNDS

Reserve funds are committed for the following purposes:

	<u>Balance, Beginning of Year</u>	<u>Additions</u>	<u>Transfers, Adjustments, Disbursements</u>	<u>Balance, End of Year</u>
Contingency reserve fund	\$ 150,000	\$ 3,393	\$ -	\$ 153,393
Program expansion reserve fund	-	-	60,000	60,000
	<u>\$ 150,000</u>	<u>\$ 3,393</u>	<u>\$ 60,000</u>	<u>\$ 213,393</u>

#### 5. GRANTS

	<u>2009</u>	<u>2008</u>
Lambton Kent District School Board	\$ 122,366	\$ 216,100
Ministry of Child and Youth Services	160,000	157,500
Ministry of the Attorney General	70,000	70,000
St. Clair District School Board	136,455	44,359
Trillium Foundation	-	25,970
United Way	60,024	60,000
Other	43,126	29,500
	<u>\$ 591,971</u>	<u>\$ 603,429</u>

#### 6. REPAYMENT OF PROGRAM SURPLUSES

The service contracts with the Ministry of the Attorney General and Ministry of Child and Youth Services require 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, 2009 and that there are no amounts owing to or from either Ministry.

#### 7. COMPARATIVE FIGURES

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