



Financial Statements

Oasis Dufferin Community Centre

December 31, 2014

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Independent Auditor's Report

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To the Members of
Oasis Dufferin Community Centre

We have audited the accompanying financial statements of Oasis Dufferin Community Centre, which comprise the statement of financial position as at December 31, 2014, 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 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 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.

Independent Auditor's Report (continued)

Basis for qualified opinion

In common with many not-for-profit organizations, the Centre derives revenue from donations from the public, 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 Centre. Therefore, we were not able to determine whether any adjustments might be necessary to grants and donations revenue, excess of revenue over expenses, and cash flows for the years ended December 31, 2014 and December 31, 2013, current assets as at December 31, 2014 and December 31, 2013, and net assets as at January 1, 2013 and 2012 and December 31, 2014 and 2013. Our audit opinion on the financial statements for the year ended December 31, 2013 was modified accordingly because of the possible effects of this limitation in scope.

Opinion

In our opinion, except for the possible 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 Oasis Dufferin Community Centre as at December 31, 2014, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Grant Thornton LLP

Markham, Canada
May 28, 2015

Chartered Accountants
Licensed Public Accountants

Oasis Dufferin Community Centre Statement of Financial Position

December 31	2014	2013
Assets		
Current		
Cash	\$ 25,037	\$ 19,368
Accounts receivable	10,396	6,641
Prepaid expenses	372	372
Sales taxes recoverable	<u>3,229</u>	<u>1,241</u>
	<u>\$ 39,034</u>	<u>\$ 27,622</u>
Liabilities		
Current		
Accounts payable and accrued liabilities	\$ 8,906	\$ 3,200
Deferred grant revenue	<u>18,383</u>	<u>23,496</u>
	27,289	26,696
Net assets	<u>11,745</u>	<u>926</u>
	<u>\$ 39,034</u>	<u>\$ 27,622</u>

On behalf of the Board of Directors

_____ Director

_____ Director

Oasis Dufferin Community Centre Statements of Operations and Changes in Net Assets

Year ended December 31	2014	2013
Revenue		
Grants	\$ 70,650	\$ 49,470
Government grants (Note 4)	61,448	34,585
Foundations	60,163	61,504
Donations - churches and groups	18,257	17,746
Donations - individuals	12,990	17,178
Events and sales	10,687	15,444
Interest and miscellaneous	406	151
	234,601	196,078
Expenses		
Salaries	162,984	135,760
Rent	20,000	20,000
General supplies	12,121	5,834
Employee benefits	10,137	11,327
Professional fees	5,458	3,898
Communications	4,612	3,392
Office supplies	2,986	3,336
Advertising and promotion	1,588	2,336
Mission	1,242	-
Travel	1,162	559
Insurance	1,492	1,329
	223,782	187,771
Excess of revenue over expenses	\$ 10,819	\$ 8,307
<hr/>		
Net assets (deficit), beginning of year	\$ 926	\$ (7,381)
Excess of revenue over expenses	10,819	8,307
Net assets, end of year	\$ 11,745	\$ 926

Oasis Dufferin Community Centre Statement of Cash Flows

Year ended December 31	2014	2013
Increase (decrease) in cash		
Operating		
Excess of revenue over expenses	<u>\$ 10,819</u>	<u>\$ 8,307</u>
Change in non-cash working capital items		
Accounts receivable	(3,755)	1,890
Sales taxes recoverable	(1,988)	1,370
Accounts payable and accrued liabilities	5,706	(3,333)
Deferred grant revenue	<u>(5,113)</u>	<u>13,496</u>
	5,669	21,730
Financing		
Outstanding cheques	<u>-</u>	<u>(2,362)</u>
Increase in cash	5,669	19,368
Cash		
Beginning of year	<u>19,368</u>	<u>-</u>
End of year	<u>\$ 25,037</u>	<u>\$ 19,368</u>

Oasis Dufferin Community Centre

Notes to the Financial Statements

December 31, 2014

1. Nature of operations

Oasis Dufferin Community Centre (the "Centre") operates a community centre to provide services for the general benefit of the community, operating a food bank, providing life skill programs and counselling services.

The Centre was incorporated in 1994 by letters patent under the laws of Ontario. The Centre is exempt from income taxes as it is a registered charity under the Income Tax Act (Canada).

2. Significant accounting policies

The financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO). The significant policies are detailed as follows:

Use of estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. The most significant estimates include the allowance for doubtful accounts receivable and the accrual of liabilities. Actual results could differ from these estimates.

Property and equipment

Property and equipment are expensed in the year of acquisition. During the year, the Centre expensed \$7,469 (2013 - \$Nil) of equipment and book purchases.

Revenue recognition

The Centre follows the deferral method of accounting for contributions. Restricted grants and donations are recognized as revenue in the year in which the related expenses are incurred. All other revenue is recognized when earned and received or receivable, if collectability is reasonably assured.

Contributed services

Volunteers contributed time to assist the Centre in carrying out its mission. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

Financial instruments

The Centre's financial instruments consist of cash, accounts receivable, sales taxes recoverable and accounts payable. The Centre's financial instruments are initially measured at fair value and subsequently measured at amortized cost.

Oasis Dufferin Community Centre

Notes to the Financial Statements

December 31, 2014

3. Financial instruments

The Centre's main financial instrument risk exposure is detailed as follows:

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to meet its obligation. This risk is mitigated by the Centre through ensuring revenue is derived from qualified sources. Allowance for doubtful accounts for accounts receivable is \$Nil (2013 - \$Nil).

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with its financial liabilities. The Centre reduces its exposure to liquidity risk related to accounts payable by ensuring that it documents when authorized payments are due and maintaining adequate cash reserves to meet obligations. At year end, accounts payable and accrued liabilities include government remittances owing of \$Nil (2013 - \$Nil).

4. Government grants

	<u>2014</u>	<u>2013</u>
City of Toronto - Ontario Works Program	\$ 30,247	\$ 34,585
Government of Canada - New Horizons for Seniors Program	24,950	-
Youth Employment Fund - Ontario	<u>6,251</u>	<u>-</u>
	<u>\$ 61,448</u>	<u>\$ 34,585</u>

5. Lease commitments

The Centre is committed under leases for premises and equipment. Annual commitments are as follows:

2015	\$ 20,000
2016	20,000

6. Comparative figures

Certain comparative amounts have been reclassified from those previously presented to conform to the presentation of the 2014 financial statements.
