

**COLLEGE-MONTROSE CHILDREN'S PLACE**

**(a charitable organization)**

**FINANCIAL STATEMENTS**

**YEAR ENDED TO DECEMBER 31, 2010**

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CHARTERED ACCOUNTANTS

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**AUDITORS' REPORT**

We have audited the accompanying financial statements of College-Montrose Children's Place, which comprise the statement of financial position as at December 31, 2010, 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. Except as explained in the following paragraph, 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 judgement, 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.


As is the case of most charitable organizations in receipt of funds by donations and fundraising, verification of such items was impractical beyond accounting for amounts recorded in the accounts of the organization, and we were not able to determine whether adjustments might be necessary to contributions, excess of revenues over expenses, current assets and net assets.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the donations and fundraising referred to in the preceding paragraph, the financial statements present fairly, in all material respects, the financial position of College-Montrose Children's Place, as at December 31, 2010, and the results of operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Toronto, Ontario.  
May 6, 2011.

Respectfully submitted,  
  
CHARTERED ACCOUNTANTS.  
Licensed Public Accountants.

COLLEGE-MONTROSE CHILDREN'S PLACE

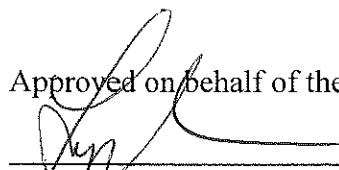
(a charitable organization)

STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2010

	2010	2009
<b>ASSETS</b>		
Current		
Cash	\$ 62,319	\$ 28,778
Temporary investments	175,310	171,052
Grants receivable	32,668	53,028
Accounts receivable	5,365	10,207
Prepaid expenses and sundry assets	<u>18,316</u>	<u>17,251</u>
	293,978	280,316
Capital - at cost less accumulated amortization of \$72,146; 2009 - \$69,572	<u>7,719</u>	<u>10,294</u>
	<u>\$ 301,697</u>	<u>\$ 290,610</u>
<b>LIABILITIES</b>		
Current		
Accounts payable and accrued liabilities	\$ 72,279	\$ 79,156
Deferred revenue (note 3)	<u>83,724</u>	<u>63,221</u>
	156,003	142,377
Capital contribution from funders	<u>6,961</u>	<u>9,211</u>
	<u>162,964</u>	<u>151,588</u>
<b>NET ASSETS</b>		
Net assets internally restricted for general purposes	88,472	88,761
Unrestricted net assets	<u>50,261</u>	<u>50,261</u>
	<u>138,733</u>	<u>139,022</u>
	<u>\$ 301,697</u>	<u>\$ 290,610</u>

Approved on behalf of the Board:

 Director

 Director

The accompanying notes form an integral part of these financial statements.

**COLLEGE-MONTROSE CHILDREN'S PLACE**

**(a charitable organization)**

**STATEMENT OF CHANGES IN NET ASSETS**

**YEAR ENDED DECEMBER 31, 2010**

	Restricted for general purposes	Unrestricted	2010 Total	2009 Total
<b>BALANCE</b> - Beginning of year	\$ 88,761	\$ 50,261	\$ 139,022	\$ 138,648
- Excess (deficiency) of revenues over expenses	<u>(289)</u>	<u>-</u>	<u>(289)</u>	<u>374</u>
<b>BALANCE</b> - End of year	<u>\$ 88,472</u>	<u>\$ 50,261</u>	<u>\$ 138,733</u>	<u>\$ 139,022</u>

The accompanying notes form an integral  
part of these financial statements.

**COLLEGE-MONTROSE CHILDREN'S PLACE**  
(a charitable organization)  
**STATEMENT OF OPERATIONS AND EXPENSES**  
**YEAR ENDED DECEMBER 31, 2010**

	2010	2009
<b>REVENUES</b>		
Ministry of Children and Youth Services (note 4)	\$ 621,710	\$ 612,261
United Way of Greater Toronto (note 4)	208,196	218,197
City of Toronto	90,834	17,582
Human Resources and Skills Development Canada	23,127	21,215
Fundraising	19,829	63,535
Other agencies	16,799	16,476
Donations	9,056	2,548
Foundations	4,500	800
Interest and sundry	4,179	4,849
Ministry of Government and Consumer Services	<u>2,767</u>	<u>13,455</u>
	<u>1,000,997</u>	<u>970,918</u>
<b>EXPENSES</b>		
Salaries	567,648	558,715
Payments to partners	163,646	167,913
Employee benefits	119,787	107,475
Program expenses	64,802	66,517
Administration expenses	41,840	29,046
Professional fees	25,362	24,320
Fundraising expenses	14,744	12,537
Contracted services	2,282	2,690
Staff travel and development	<u>1,175</u>	<u>1,331</u>
	<u>1,001,286</u>	<u>970,544</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES</b>	(289)	374
Transfer from (to) unrestricted reserve	<u>289</u>	<u>(374)</u>
	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes form an integral  
part of these financial statements.

COLLEGE-MONTROSE CHILDREN'S PLACE

(a charitable organization)

STATEMENT OF CASH FLOWS

YEAR ENDED DECEMBER 31, 2010

	2010	2009
Cash flow from operating activities:		
Excess (deficiency) of revenues over expenses	\$ <u>(289)</u>	\$ <u>374</u>
Adjustments for:		
Amortization of capital assets	<u>325</u>	<u>464</u>
Changes in non-cash working capital:		
(Increase) decrease in grants receivable	20,360	(9,022)
Increase in temporary investments	(4,258)	(2,665)
(Increase) decrease in accounts receivable	4,842	(7,269)
Increase in prepaid expenses and sundry assets	(1,065)	(2,188)
Increase (decrease) in deferred revenue	20,503	(2,801)
Increase (decrease) in accounts payable and accrued liabilities	<u>(6,877)</u>	<u>9,009</u>
	<u>33,505</u>	<u>(14,936)</u>
Cash flow from operating activities:	<u>33,541</u>	<u>(14,098)</u>
Net increase (decrease) in cash and cash equivalents	33,541	(14,098)
<b>CASH AND CASH EQUIVALENTS - Beginning of year</b>	<u>28,778</u>	<u>42,876</u>
<b>CASH AND CASH EQUIVALENTS - End of year</b>	\$ <u>62,319</u>	\$ <u>28,778</u>

The accompanying notes form an integral part of these financial statements.

# COLLEGE-MONTROSE CHILDREN'S PLACE

(a charitable organization)

## NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010

### 1. PURPOSE OF THE ORGANIZATION

College-Montrose Children's Place is a family support programme that addresses the changing needs of diverse families. The organization creates connections between children, parents, grandparents and other caregivers in local neighbourhoods with a focus on:

- Supporting healthy child development
- Promoting healthy families
- Breaking down isolation
- Fostering mutual aid and peer support
- Strengthening parenting knowledge and skills
- Valuing inclusion and harmony

In partnership with families and the community the organization provides safe, stimulating learning environments and opportunities for children, parents and caregivers. Children's Place is an open collaborative organization that values and respects the unique needs and strengths of all families.

College-Montrose Children's Place is a registered Canadian Charitable organization, registration number 11886-7985-RR0001. The organization is incorporated under the laws of the Province of Ontario as a not-for-profit organization and is exempt from income taxes under Section 149 of the Income Tax Act.

### 2. SIGNIFICANT ACCOUNTING POLICY

#### (a) REVENUE RECOGNITION

Revenue and expenditures are recorded on the accrual basis. Grants and other revenue received during the year to fund activities and programs which are continued subsequent to the year end are deferred.

- (b) The organization does not account for contributed materials and services.
- (c) The organization considers its capital to be the balance maintained in its Unrestricted Net Assets. The primary objective of the organization is to invest its capital in a manner that will allow it to continue as a going concern and comply with its stated objectives. Capital is invested under the direction of the Board of Directors of the organization with the objective of providing a reasonable rate of return, minimizing risk and ensuring adequate liquid investments are on hand for current cash flow requirements. The organization is not subject to any externally imposed requirements of its capital.

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**COLLEGE-MONTROSE CHILDREN'S PLACE**

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**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2010**

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**3. DEFERRED REVENUE**

Revenues are accounted for on a funding year basis. The deferred revenue consists of the following:

	End of Year	Beginning of Year
Fundraising	\$ 32,100	\$ -
Ministry of Children and Youth Services		
Early Years Centre Development	18,765	18,765
Other agencies	1,538	-
Donations	17,821	-
United Way		
Member Allocation	10,000	-
Success by Six	-	43,206
Foundations	3,500	-
Recoveries received in advance	-	<u>1,250</u>
	<u>\$ 83,724</u>	<u>\$ 63,221</u>

**4. FUNDING DETAILS**

	2010	2009
Ministry of Children and Youth Services		
Early Years Centre	<u>\$ 631,710</u>	<u>\$ 612,261</u>
United Way of Greater Toronto		
Member Allocation	\$ 121,783	\$ 131,784
Success By Six	<u>86,413</u>	<u>86,413</u>
	<u>\$ 208,196</u>	<u>\$ 218,197</u>