

**COLLEGE-MONTROSE CHILDREN'S PLACE**

**(a charitable organization)**

**FINANCIAL STATEMENTS**

**YEAR ENDED TO DECEMBER 31, 2011**

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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, 2011, 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.

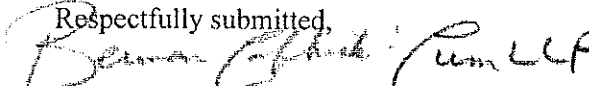
As is the case of most charitable organizations in receipt of funds by donations and fundraising, verification of such items was impractical beyond accounting for amounts recorded in the accounts of the organization, and we were not able to determine whether adjustments might be necessary to contributions, 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, 2011, and the results of operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Toronto, Ontario.  
April 16, 2012.

Respectfully submitted,  
  
CHARTERED ACCOUNTANTS.  
Licensed Public Accountants.

**COLLEGE-MONTROSE CHILDREN'S PLACE**

(a charitable organization)

**STATEMENT OF FINANCIAL POSITION**

**DECEMBER 31, 2011**

	2011	2010
<b>ASSETS</b>		
Current		
Cash	\$ 157,089	\$ 62,319
Temporary investments	228,354	175,310
Grants receivable	37,640	32,668
Accounts receivable	1,627	5,365
Prepaid expenses and sundry assets	<u>29,684</u>	<u>18,316</u>
	454,394	293,978
Capital - at cost less accumulated amortization	<u>5,814</u>	<u>7,719</u>
	<u>\$ 460,208</u>	<u>\$ 301,697</u>
<b>LIABILITIES</b>		
Current		
Accounts payable and accrued liabilities	\$ 71,062	\$ 72,279
Deferred revenue (note 3)	<u>243,160</u>	<u>83,724</u>
	314,222	156,003
Capital contribution from funders	<u>5,283</u>	<u>6,961</u>
	<u>319,505</u>	<u>162,964</u>
<b>NET ASSETS</b>		
Net assets internally restricted for general purposes	90,442	88,472
Unrestricted net assets	<u>50,261</u>	<u>50,261</u>
	<u>140,703</u>	<u>138,733</u>
	<u>\$ 460,208</u>	<u>\$ 301,697</u>

Approved on behalf of the Board:

*[Signature]* Director  
*[Signature]* 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, 2011**

	Restricted for general purposes	Unrestricted	2011 Total	2010 Total
<b>BALANCE</b> - Beginning of year	\$ 88,472	\$ 50,261	\$ 138,735	\$ 139,022
- Excess (deficiency) of revenues over expenses	<u>(723)</u>	<u>2,693</u>	<u>1,970</u>	<u>(289)</u>
<b>BALANCE</b> - End of year	\$ <u>87,749</u>	\$ <u>52,954</u>	\$ <u>140,703</u>	\$ <u>138,733</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, 2011**

	2011	2010
<b>REVENUES</b>		
Ministry of Children and Youth Services (note 4)	\$ 605,710	\$ 640,475
United Way of Greater Toronto (note 4)	243,501	218,196
City of Toronto (note 4)	87,438	90,834
Fundraising	49,184	51,929
Human Resources and Skills Development Canada	20,467	23,127
Other agencies	17,016	18,337
Foundations (note 4)	88,016	8,000
Donations	27,791	26,877
Interest and sundry	3,361	4,179
Ministry of Government and Consumer Services	<u>-</u>	<u>2,767</u>
Total revenues	1,142,484	1,084,721
Deduct - Deferred revenue (note 3)	<u>(162,936)</u>	<u>(83,724)</u>
Current year revenues	<u>979,548</u>	<u>1,000,997</u>
<b>EXPENSES</b>		
Salaries	553,112	567,648
Payments to partners	154,256	163,646
Employee benefits	128,570	119,787
Program expenses	72,366	64,802
Professional fees	25,256	25,362
Administration expenses	23,176	41,840
Fundraising expenses	13,236	14,744
Staff travel and development	4,741	1,175
Contracted services	<u>2,865</u>	<u>2,282</u>
	<u>977,578</u>	<u>1,001,286</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES</b>	1,970	(289)
Transfer from (to) reserve	<u>(1,970)</u>	<u>289</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, 2011**

	2011	2010
Cash flow from operating activities:		
Excess (deficiency) of revenues over expenses	\$ <u>1,970</u>	\$ <u>(289)</u>
Adjustments for:		
Amortization of capital assets	<u>227</u>	<u>325</u>
Changes in non-cash working capital:		
(Increase) decrease in grants receivable	(4,972)	20,360
Increase in temporary investments	(53,044)	(4,258)
Decrease in accounts receivable	3,738	4,842
Increase in prepaid expenses and sundry assets	(11,368)	(1,065)
Increase in deferred revenue	159,436	20,503
Decrease in accounts payable and accrued liabilities	<u>(1,217)</u>	<u>(6,877)</u>
	<u>92,573</u>	<u>33,505</u>
Cash flow from operating activities:	<u>94,770</u>	<u>33,541</u>
Net increase in cash and cash equivalents	94,770	33,541
<b>CASH AND CASH EQUIVALENTS - Beginning of year</b>	<u>62,319</u>	<u>28,778</u>
<b>CASH AND CASH EQUIVALENTS - End of year</b>	\$ <u>157,089</u>	\$ <u>62,319</u>

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

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**COLLEGE-MONTROSE CHILDREN'S PLACE**

**(a charitable organization)**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2011**

**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, 2011**

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**3. DEFERRED REVENUE**

Revenues are accounted for on a funding year basis. Further revenues were deferred with permission of the funders/contributors to fund future relocation expenses.

	End of Year	Net Deferral Current Year	Beginning of Year
<b>Deferred per funding period:</b>			
United Way - Success by Six	\$ 21,604	\$ 21,604	\$ -
Foundations	-	-	3,500
Other agencies	<u>1,538</u>	<u>-</u>	<u>1,538</u>
	<u>23,142</u>	<u>21,604</u>	<u>5,038</u>
<b>Deferred - Relocation Fund:</b>			
Foundations	\$ 80,016	\$ 80,016	\$ -
Fundraising	48,564	16,464	32,100
Donations	45,612	27,791	17,821
United Way - Member Allocation	23,700	13,700	10,000
Ministry of Children and Youth Services			
- Early Years Centre Development	18,765	-	18,765
Interest and sundry	<u>3,361</u>	<u>3,361</u>	<u>-</u>
	<u>220,018</u>	<u>141,332</u>	<u>78,686</u>
<b>Total</b>	<b>\$ <u>243,160</u></b>	<b>\$ <u>162,936</u></b>	<b>\$ <u>83,724</u></b>

**4. FUNDING DETAILS**

	2011	2010
Ministry of Children and Youth Services		
Early Years Centre	\$ <u>605,710</u>	\$ <u>621,710</u>
United Way of Greater Toronto		
Member Allocation	\$ 135,484	\$ 121,783
Success By Six	<u>108,017</u>	<u>86,413</u>
	\$ <u>243,501</u>	\$ <u>208,196</u>
City of Toronto		
Children's Services	\$ 9,716	\$ 9,472
Investing in Neighbourhoods Subsidies	<u>77,722</u>	<u>81,362</u>
	\$ <u>87,438</u>	\$ <u>90,834</u>
Foundations		
Ontario Trillium Foundation	\$ 74,200	\$ -
J.P. Bickell Foundation	5,000	-
CHUM Charitable Foundation	4,500	4,500
TD Securities Foundation	-	3,500
CIBC Children's Foundation	<u>816</u>	<u>-</u>
	\$ <u>84,516</u>	\$ <u>8,000</u>