

HOMELESS CONNECT TORONTO

Financial Statements

December 31, 2015

D.O. Chartered Accountant

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Independent Auditors' Report

To the Directors of Homeless Connect Toronto

We have audited the accompanying financial statements of Homeless Connect Toronto, which comprise the balance sheet as at December 31, 2015, the statement of operations and 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian 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 for a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Homeless Connect Toronto as at December 31, 2015, and the results of its operations, changes in net assets and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

DO Chartered Accountant

Hamilton, Ontario

July 11, 2016



Licensed Public Accountant

Homeless Connect Toronto

Balance Sheets as at December 31, 2015

	2015	2014
ASSETS		
Current:		
Cash	\$ 18,358	\$ 12,356
Amounts receivable	17,168	2,770
Prepaid Expenses	2,006	744
Other assets (Note 4)	<u>2,976</u>	<u>-</u>
	<u>\$ 40,508</u>	<u>\$ 15,870</u>
LIABILITIES		
Current:		
Accounts payable and accrued liabilities	\$ 4,751	\$ 4,553
Deferred revenue (Note 4)	<u>2,976</u>	<u>-</u>
	7,727	4,553
NET ASSETS	<u>32,781</u>	<u>11,317</u>
	<u>\$ 40,508</u>	<u>\$ 15,870</u>

Approved by the Board


 _____ Director

 _____ Director

HOMELESS CONNECT TORONTO

Statement of Operations and changes in Net Assets

For the year ended December 31, 2015

	2015	2014
REVENUES		
Individual donations	\$ 38,743	\$ 58,649
In kind donation (Note 3)	<u>62,912</u>	<u>12,098</u>
	<u>101,655</u>	<u>70,474</u>
EXPENSES		
Program expenses (Note 3)	75,670	55,239
General and administrative	2,826	3,635
Professional fee	<u>1,695</u>	<u>1,695</u>
	<u>80,191</u>	<u>60,569</u>
EXCESS OF REVENUES OVER EXPENSES	<u>21,464</u>	<u>10,178</u>
Net asset, beginning of year	<u>11,317</u>	<u>1,139</u>
Net assets, end of year	<u>\$ 32,781</u>	<u>\$ 11,317</u>

HOMELESS CONNECT TORONTO

Statement of Cash Flows

For the year ended December 31, 2015

	2015	2014
Cash generated (used in):		
Operating activities		
Excess of revenues over expenses	\$ 21,464	\$ 10,743
Impact on cash of changes in non-cash operating working capital items:		
Amounts receivable	(14,398)	9,705
Prepaid expenses	(1,262)	(744)
Other assets	(2,976)	-
Accounts payable and accrued liabilities	198	927
Deferred revenues	<u>2,976</u>	<u>(11,360)</u>
Increase (decrease) in cash	6,002	9,001
Cash and cash equivalents, beginning of year	<u>12,356</u>	<u>3,355</u>
Cash and cash equivalents, end of year	<u>\$ 18,358</u>	<u>\$ 12,356</u>

HOMELESS CONNECT TORONTO

Notes to Financial Statements

December 31, 2015

1. NATURE AND PURPOSE OF THE ORGANIZATION

Homeless Connect Toronto is a not-for-profit organization incorporated without share capital under the laws of the Province of Ontario on October 23, 2013.

The organization coordinates a one day events – essentially a “one-stop-shop” for supports and services for individual's at-risk or experiencing homelessness.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements are the representation of management and have been prepared in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CPA Handbook and include the following significant accounting policies.

Revenue recognition

The Organization follows the deferral method of accounting for contributions. Unrestricted contributions are recognized as revenues in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Contributions explicitly and implicitly restricted by the donor are deferred when received and recognized as revenues in the year in which the related activity takes place and expenses are incurred. In kind donations are recorded at their estimated fair values only when the goods and services would have otherwise been purchased by the organization.

Financial instruments

The organization initially measures its financial assets and financial liabilities at fair value. It subsequently measures all its financial assets and financial liabilities at amortized cost.

The financial assets subsequently measured at amortized cost include cash, and amounts receivable. The financial liabilities subsequently measured at amortized cost include accounts payable and accrued liabilities.

The carrying value of the organization's financial instruments approximates their fair value due to the relatively short term to maturity of those instruments. It is management's opinion that the organization is not exposed to significant liquidity risk, arising from these financial instruments.

Measurement uncertainty

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 revenues and expenses during the period. Actual results could differ from those estimates.

Contributed services

Contributed goods and services are recorded on the financial statements only when fair value of these goods and services can be reasonably determined and the goods and services are used in the normal course of operations and would otherwise have been purchased.

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Notes to Financial Statements

December 31, 2015

3. IN KIND DONATION

Included in kind donations are

	2015	2014
Care package items	\$ 59,424	\$ 8,220
Venue	2,500	3,410
Transportation	<u>988</u>	<u>468</u>
	<u>\$ 62,912</u>	<u>\$ 12,098</u>

Included in program expenses in 2015 is \$62,912 (2014 - \$12,098) of in-kind donations

4. DEFERRED REVENUES AND OTHER ASSETS

Included in deferred revenues and other assets are unused care package items donated.