



Financial Statements

Oasis Dufferin Community Centre

December 31, 2015

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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, 2015, 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, 2015 and 2014, current assets as at December 31, 2015 and 2014, and net assets as at January 1, 2015 and 2014 and December 31, 2015 and 2014. Our audit opinion on the financial statements for the year ended December 31, 2014 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, 2015, 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
April 13, 2016

Chartered Professional Accountants
Licensed Public Accountants

Oasis Dufferin Community Centre Statement of Financial Position

December 31	2015	2014
Assets		
Current		
Cash	\$ 29,200	\$ 25,037
Accounts receivable	5,730	10,396
Sales taxes recoverable	5,678	3,229
Prepaid expenses	<u>1,087</u>	<u>372</u>
	<u>\$ 41,695</u>	<u>\$ 39,034</u>
Liabilities		
Current		
Accounts payable and accrued liabilities	\$ 9,280	\$ 8,906
Deferred grant revenue	<u>12,319</u>	<u>18,383</u>
	21,599	27,289
Net assets	<u>20,096</u>	<u>11,745</u>
	<u>\$ 41,695</u>	<u>\$ 39,034</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	2015	2014
Revenue		
Foundation grants	\$ 125,627	\$ 60,163
Grants	36,596	70,650
Government grants (Note 4)	23,241	61,448
Donations - churches and groups	22,239	18,257
Donations - individuals	13,583	12,990
Events and sales	9,071	10,687
Interest and miscellaneous	<u>281</u>	<u>406</u>
	<u>230,638</u>	<u>234,601</u>
Expenses		
Salaries	146,588	151,414
Employee benefits	26,775	21,707
Rent	20,000	20,000
General supplies	8,742	12,121
Advertising and promotion	6,324	1,588
Professional fees	4,678	5,458
Communications	4,036	4,612
Office supplies	3,621	2,986
Insurance	1,473	1,492
Travel	50	1,162
Mission	<u>-</u>	<u>1,242</u>
	<u>222,287</u>	<u>223,782</u>
Excess of revenue over expenses	<u>\$ 8,351</u>	<u>\$ 10,819</u>
<hr/>		
Net assets, beginning of year	\$ 11,745	\$ 926
Excess of revenue over expenses	<u>8,351</u>	<u>10,819</u>
Net assets, end of year	<u>\$ 20,096</u>	<u>\$ 11,745</u>

Oasis Dufferin Community Centre Statement of Cash Flows

Year ended December 31	2015	2014
Increase (decrease) in cash		
Operating		
Excess of revenue over expenses	\$ 8,351	\$ 10,819
Change in non-cash working capital items		
Accounts receivable	4,666	(3,755)
Sales taxes recoverable	(2,449)	(1,988)
Prepaid expenses	(715)	-
Accounts payable and accrued liabilities	374	5,706
Deferred grant revenue	<u>(6,064)</u>	<u>(5,113)</u>
Increase in cash	4,163	5,669
Cash		
Beginning of year	<u>25,037</u>	<u>19,368</u>
End of year	<u>\$ 29,200</u>	<u>\$ 25,037</u>

Oasis Dufferin Community Centre

Notes to the Financial Statements

December 31, 2015

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 \$Nil (2014 - \$7,469) 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, 2015

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 (2014 - \$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 (2014 - \$Nil).

4. Government grants

	<u>2015</u>	<u>2014</u>
City of Toronto - Ontario Works Program	\$ 21,591	\$ 30,247
Government of Canada - Ontario Seniors Community	1,650	-
Government of Canada - New Horizons for Seniors Program	-	24,950
Youth Employment Fund - Ontario	-	6,251
	<u>\$ 23,241</u>	<u>\$ 61,448</u>

5. Lease commitments

The Centre is committed under leases for premises and equipment to 2020. Annual commitments are as follows:

2016	\$ 22,150
2017	2,150
2018	2,150
2019	2,150
2020	540

6. Comparative figures

Certain comparative amounts have been reclassified from those previously presented to conform to the presentation of the 2015 financial statements.
