

SEXUAL ASSAULT CENTRE LONDON

**Financial Statements
MARCH 31, 2014**

F. MARCELLA GRAIL

CHARTERED ACCOUNTANT

Independent Auditor's Report

To the Directors of Sexual Assault Centre London:

I have audited the accompanying financial statements of Sexual Assault Centre London, which comprise the balance sheet as at March 31, 2014, the statement of changes in fund balances, the statement of general operating fund revenues and expenditures, the schedule of expenditures, and the statement of cash flows for the year then ended, and notes comprising 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

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 my 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, I consider 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.

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I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Basis for Qualified Opinion

In common with many charitable organizations, Sexual Assault Centre London derives certain revenues from donations, fund-raising, and other miscellaneous revenues, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the organization. Therefore I was not able to determine whether, as at March 31, 2014, and for the year then ended, any adjustments might be necessary to donations, fund-raising, and other miscellaneous revenues, excess of revenues over expenditures, assets and fund balances reported in the statement of financial position.

Qualified Opinion

In my opinion, except for the possible effects of the matter described in the Basis for Qualification paragraph, the financial statements present fairly, in all material respects, the financial position of Sexual Assault Centre London as at March 31, 2014 and the results of its operations and the changes in financial position for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

London, Ontario
August 18, 2014



F. Marcella Grail, C.A.
Chartered Professional Accountant
Licensed Public Accountant

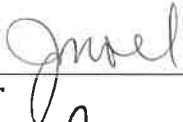
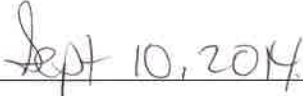
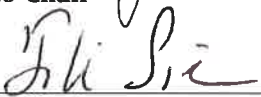





SEXUAL ASSAULT CENTRE LONDON

Our World without sexual violence.

Audited Financial Statements March 31, 2014 Approval Signature Sheet

Audited Financial Statements for fiscal year April 2013-March 2014 have been reviewed and approved.

Approved:			
Co-Chair	_____	Date	_____
			
Co-Chair	_____	Date	_____
			
Treasurer	_____	Date	_____

SEXUAL ASSAULT CENTRE LONDON

Balance Sheet**As at March 31, 2014, with comparative information for 2013**

	2014	2013
ASSETS		
Current Assets		
Cash (Note 7)	\$ 79,916	\$ 141,058
Receivables and recoverables	25,766	3,123
Prepaid expenses	15,935	12,469
	<hr/> 121,617	<hr/> 156,650
Restricted Assets		
Cash and term deposits (Note 3, Note 7)	107,043	100,365
	<hr/> \$ 228,660	<hr/> \$ 257,015
LIABILITIES AND FUND BALANCES		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 40,892	\$ 37,704
Deferred revenue	59,414	95,722
	<hr/> 100,306	<hr/> 133,426
Fund Balances		
Unrestricted:		
General operations fund	21,311	23,224
Restricted:		
Dissolution fund	38,206	37,800
Equipment replacement fund	17,906	17,716
Program expansion fund	39,671	39,249
Capital replacement fund	11,260	5,600
	<hr/> 107,043	<hr/> 100,365
	<hr/> 128,354	<hr/> 123,589
	<hr/> \$ 228,660	<hr/> \$ 257,015

The accompanying notes are an integral part of these audited financial statements

SEXUAL ASSAULT CENTRE LONDON**Statement of Changes in Fund Balances****For the year ended March 31, 2014, with comparative information for 2013**

(Note 3)	General Operation	Dissolution Fund	Equipment Repl. Fund	Program Exp. Fund	Capital Repl. Fund	2014	2013
Balance Beginning of year	\$ 23,224	37,800	17,716	39,249	5,600	123,589	\$ 107,711
Interest Income	-	406	190	422	60	1,078	1,127
Transfer Between Funds	(5,600)				5,600	-	-
Excess (deficiency) of revenues over expenditure of year	3,687					3,687	14,751
	\$ 21,311	38,206	17,906	39,671	11,260	128,354	\$ 123,589

The accompanying notes are an integral part of these audited financial statements

SEXUAL ASSAULT CENTRE LONDON**Statement of General Operating Fund Revenues and Expenditures
For the year ended March 31, 2014, with comparative information for 2013**

	2014	2013
REVENUES		
Restricted revenues		
Ministry of the Attorney General (MAG)	\$ 406,849	\$ 406,849
United Way of London and Middlesex	61,500	64,000
Ontario Trillium Foundation	42,962	15,590
Ontario Trillium Foundation - Capital	-	5,068
Other Grants	24,338	21,319
Department of Justice Canada	40,218	
	<u>575,867</u>	<u>512,826</u>
Unrestricted revenues		
City of London	1,062	1,062
Donations	13,180	6,901
Fundraising and miscellaneous revenue	68,567	65,699
	<u>82,809</u>	<u>73,662</u>
	<u>658,676</u>	<u>586,488</u>
EXPENDITURES (Schedule 1)	(654,989)	(571,737)
Excess (Deficiency) of revenues over expenditures	\$ 3,687	\$ 14,751

The accompanying notes are an integral part of these audited financial statements

SEXUAL ASSAULT CENTRE LONDON**Schedule of Expenditures****Schedule 1****For the year ended March 31, 2014, with comparative information for 2013**

	2014	2014	2014	2013
	MAG	Other	Total	Total
Expenditure				
Salaries	\$ 277,000	58,973	335,973	\$ 324,756
Employees benefits	34,902	6,382	41,284	45,206
Professional fees	22,479	5,059	27,538	32,546
Building occupancy costs	44,054	3,975	48,029	51,209
Insurance	5,531	542	6,073	6,075
Office expenses	17,745	4,117	21,862	22,901
Equipment rental, repairs and purchases	15,074	881	15,955	9,116
Telephone	8,367	927	9,294	8,972
Advocacy and public education	6,097	35,762	41,859	22,628
Staff and volunteer expenses	17,296	448	18,440	15,016
Membership dues	2,886		2,190	2,390
Special projects	-	86,492	86,492	30,922
	\$ 451,431	203,558	654,989	\$ 571,737

The accompanying notes are an integral part of these audited financial statements

SEXUAL ASSAULT CENTRE LONDON**Statement of Cash Flows****For the year ended March 31, 2014, with comparative information for 2013**

	2014	2013
Operating activities		
Excess (deficiency) of revenues over expenditures	\$ 3,687	\$ 14,751
Add (subtract) changes in non-cash working capital:		
Accounts receivable	(22,643)	50,122
Prepays	(3,466)	(1,374)
Accounts payable and accrued liabilities	3,188	4,822
Deferred revenue	(36,308)	71,777
Cash provided by (used) in operations	(55,542)	140,098
Net increase (decrease) in restricted fund balances	1,078	1,127
Increase (decrease) in cash position	(54,464)	141,225
Cash position, beginning of year	241,423	100,198
Cash position, end of year	186,959	241,423
Cash position consists of:		
Cash and term deposits	79,916	141,058
Restricted term deposits	107,043	100,365
	\$ 186,959	\$ 241,423

The accompanying notes are an integral part of these audited financial statements

SEXUAL ASSAULT CENTRE LONDON

Notes to Financial Statements For the year ended March 31, 2014

1 Mission Statement

The Sexual Assault Centre London is a feminist organization which believes in equality, fairness and respect for all persons. Sexual violence is an expression and enforcement of a power imbalance that can no longer be accepted.

The mission of the Sexual Assault Centre London, (The Centre), is to create safe spaces for survivors of sexual violence to break their silence. To listen, bear witness and to facilitate healing. The Sexual Assault Centre London celebrates resiliency and courage. The Centre educates, advocates and agitates to create social change.

2 Significant Accounting Policies

a) *Capital Expenditures*

The Sexual Assault Centre London treats all capital expenditures as expenditures in the operating fund.

b) *Deferred Revenue*

Deferred revenue is comprised of restricted funds received prior to the end of the year which have not been expended on the specific projects to which they relate.

c) *Investment and Investment Income*

Term deposits and GICs are valued based on cost plus accrued income, which approximates fair value. Transactions are recorded on settlement/trade date basis and transaction costs are expensed as incurred.

Investment income, which consists of interest, is recorded as revenue in the statement of general operating fund revenue and expenditures and changes in fund balances.

3 Restricted Assets and Fund Balances

During fiscal 2003, the Board of Directors approved that the Contingency fund of prior years be segregated into three new funds internally restricted by the Board. The internally restricted funds were established to support the long term financial needs of the Centre.

Transfer between funds require Board approval.

SEXUAL ASSAULT CENTRE LONDON

Notes to Financial Statements For the year ended March 31, 2014

The restricted funds are invested in term deposits with interest accruing to the funds' benefit.

Dissolution Fund:

This fund is available to cover operating costs in the event that government sources of funding is significantly decreased or discontinued.

Equipment Replacement Fund:

This fund is to be used for the replacement of equipment in accordance with the replacement plan established by the Board of Directors.

Program Expansion Fund:

This fund is available for the establishment of new programs.

Capital Replacement Fund:

During fiscal 2013 the Board of Directors approved a new fund for future capital expenses with respect to contingent additional rent expenses for a five-year period, as per the current lease. \$5,600 is to be transferred annually from the General Operations Fund to this restricted fund. These expenditures are expected to commence January 1, 2017

4 Restricted Revenues

Restricted grant revenue received from The Ministry of the Attorney General represents funds received to provide crisis support, counselling, accompaniment, and referrals to women aged 16 and over, who are survivors of sexual violence.

Restricted grant revenue received from the United Way of London and Middlesex represents funds received to provide support for groups and individual counselling for women who have experienced sexual violence.

SEXUAL ASSAULT CENTRE LONDON

Notes to Financial Statements For the year ended March 31, 2014

Restricted grant revenue received from the Ontario Trillium Foundation represents funds received to:

- a) develop the capacity of service providers in London and Middlesex County to recognize human trafficking and provide a co-ordinated response to those who are trafficked.

5 Operating Lease Commitments

In January 2012, Sexual Assault Centre London moved to 255 Horton Street, London, Ontario and entered into a shared co-location partnership agreement with Goodwill Industries, Ontario Great Lakes for a term of five years, with the option of renewal one further five year term. There is no base rent; however, the Sexual Assault Centre London will contribute towards operating cost based on a proportionate share of space as defined in the agreement. The Sexual Assault Centre London's share of contribution will be capped at \$12.25 per square foot for the first two years per square foot of space utilized.

After the second year of the agreement, Sexual Assault Centre London shall not be required to pay in excess of \$14.00 or less than \$13.00 per square foot.

6 Organization's Legal Status

The Sexual Assault Centre London is incorporated as a charitable organization without share capital under the laws of the Province of Ontario.

7 Financial Instruments

Unless otherwise noted, it is the Board's opinion that the corporation is not exposed to significant interest rate, currency or credit risks arising from its financial instruments.

8 Capital Management

In managing daily operating needs, the Sexual Assault Centre London focuses on cash resources available for operations. The Sexual Assault Centre London's financial planning encompasses a plan to have sufficient liquid resources on hand to continue operating and provide it with flexibility to capitalize on opportunities to serve the community. The need for sufficient liquid resources is considered in the preparation of the annual budget and in the monitoring of cash flows and actual operating results compared to the budget. As at March 31, 2014, the Sexual Assault Center London has met its objective of having sufficient liquid resources to meet its current obligations.