

SEXUAL ASSAULT CENTRE LONDON

FINANCIAL STATEMENTS

March 31, 2016

INDEPENDENT AUDITOR'S REPORT

**To the Board of Directors of
Sexual Assault Centre London:**

Report on the Financial Statements

We have audited the accompanying financial statements of Sexual Assault Centre London, which comprise the statement of financial position as at March 31, 2016 and the statements of general operating fund revenue and expenditures, changes in fund balances, and 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

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 auditors' 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 auditors 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 purposes 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 audit opinion.

Cont'd

INDEPENDENT AUDITOR'S REPORT (CONT'D)

Basis for Qualified Audit 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, our verification of these revenues was limited to amounts recorded in the records of Sexual Assault Centre London. Therefore, we were not able to determine whether any adjustments might be necessary to donations, fund-raising, and other miscellaneous revenues, excess of revenues over expenses, and cash flows from operations for the year ended March 31, 2016, current assets as at April 1, 2015 and net assets as at April 1, 2015 and March 31, 2016. Our auditor's opinion on the financial statements for the year ended March 31, 2015 was modified because of the possible effects of a similar limitation in scope.

Qualified Audit Opinion

In our opinion, except for the possible effects of the matter described in the Basis of Qualified Audit Opinion paragraph, the financial statements present fairly, in all material aspects, the financial position of Sexual Assault Centre London as at March 31, 2016 and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

W. Mann & Associates LLP

London, Ontario
September 20, 2016

**Chartered Professional Accountants
Licensed Public Accountants**

SEXUAL ASSAULT CENTRE LONDON

STATEMENT OF FINANCIAL POSITION AS AT March 31, 2016

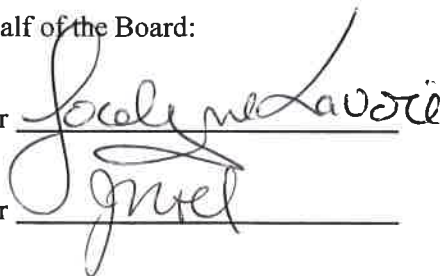
	<u>2016</u>	<u>2015</u>
<u>ASSETS</u>		
Current Assets:		
Cash (Note 6)	\$ 276,080	\$ 160,951
Receivables and recoverables	50,438	51,901
Prepaid expenses	<u>27,019</u>	<u>15,319</u>
	353,537	228,171
Restricted Assets:		
Cash and term deposits (Notes 2 and 6)	<u>112,314</u>	<u>106,136</u>
	<u>\$ 465,851</u>	<u>\$ 334,307</u>

LIABILITIES AND FUND BALANCES

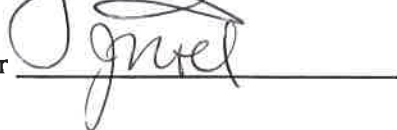
Current Liabilities:		
Accounts payable and accrued liabilities	\$ 90,682	\$ 70,041
Deferred revenue	<u>200,304</u>	<u>107,696</u>
	<u>290,986</u>	<u>177,737</u>
Fund Balances:		
Restricted:		
Dissolution fund	31,168	30,998
Equipment replacement fund	18,190	18,088
Program expansion fund	40,287	40,075
Capital replacement fund	<u>22,669</u>	<u>16,975</u>
	112,314	106,136
Unrestricted:		
General operations fund	<u>62,551</u>	<u>50,434</u>
	<u>174,865</u>	<u>156,570</u>
	<u>\$ 465,851</u>	<u>\$ 334,307</u>

On Behalf of the Board:

Director



Director



SEXUAL ASSAULT CENTRE LONDON
STATEMENT OF CHANGES IN FUND BALANCES
FOR THE YEAR ENDED March 31, 2016

	2016					2015 <u>Total</u>
	<u>General Operation</u>	<u>Dissolution Fund</u>	<u>Equipment Replacement Fund</u>	<u>Program Expansion Fund</u>	<u>Capital Replacement Fund</u>	
Balance At Beginning Of The Year	\$ 50,434	\$ 30,998	\$ 18,088	\$ 40,075	\$ 16,975	\$ 128,354
Add (Deduct):						
Excess of revenues over expenditures for the year	17,717	-	-	-	-	17,717
Interest income	-	170	102	212	94	578
Transfer between funds	(5,600)	-	-	-	5,600	-
Balance At End Of The Year	<u>\$ 62,551</u>	<u>\$ 31,168</u>	<u>\$ 18,190</u>	<u>\$ 40,287</u>	<u>\$ 22,669</u>	<u>\$ 156,570</u>

SEXUAL ASSAULT CENTRE LONDON

STATEMENT OF GENERAL OPERATING FUND REVENUES AND EXPENDITURES

FOR THE YEAR ENDED March 31, 2016

	<u>2016</u>	<u>2015</u>
Revenues		
Restricted revenues:		
Ministry of the Attorney General (MAG)	\$ 436,453	\$ 406,849
United Way of London and Middlesex	64,500	64,500
Ontario Trillium Foundation	-	-
Other Grants	37,963	39,996
Department of Justice Canada	27,214	83,608
London Community Foundation	25,831	-
Ministry of Child & Youth Services	<u>25,469</u>	<u>-</u>
	<u>617,430</u>	<u>594,953</u>
Unrestricted revenues:		
City of London	1,062	1,062
Donations	2,291	6,094
Fundraising and miscellaneous revenue	<u>75,119</u>	<u>72,850</u>
	<u>78,472</u>	<u>80,006</u>
	695,902	674,959
Expenditures - Schedule 1	<u>678,185</u>	<u>640,236</u>
Excess Of Revenues Over Expenditures	<u>\$ 17,717</u>	<u>\$ 34,723</u>

SEXUAL ASSAULT CENTRE LONDON

SCHEDULE OF EXPENDITURES

SCHEDULE 1

FOR THE YEAR ENDED March 31, 2016

	2016			2015
	<u>MAG</u>	<u>Other</u>	<u>Total</u>	<u>Total</u>
Expenditures:				
Salaries	\$ 292,644	\$ 37,261	\$ 329,905	\$ 279,025
Employees benefits	32,790	6,602	39,392	34,764
Professional fees	6,113	11,890	18,003	21,587
Building occupancy costs	41,837	8,375	50,212	50,394
Insurance	5,472	542	6,014	5,724
Office expenses	21,200	9,097	30,297	22,675
Equipment rental	7,057	702	7,759	8,377
Telephone	7,772	572	8,344	7,924
Advocacy and public education	25,334	23,483	48,817	60,054
Staff and volunteer expenses	21,520	(1,207)	20,313	10,293
Membership dues	2,241	(770)	1,471	2,595
Special projects	-	117,658	117,658	136,824
	<u>\$ 463,980</u>	<u>\$ 214,205</u>	<u>\$ 678,185</u>	<u>\$ 640,236</u>

SEXUAL ASSAULT CENTRE LONDON
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED March 31, 2016

	<u>2016</u>	<u>2015</u>
Cash Flows From Operating Activities:		
Excess of revenues over expenditures	\$ 17,717	\$ 34,723
Changes in non-cash operating working capital:		
Accounts receivable	1,463	(26,135)
Prepays	(11,700)	616
Accounts payable and accrued liabilities	20,641	29,149
Deferred revenue	<u>92,608</u>	<u>48,282</u>
	120,729	86,635
Net increase (decrease) in restricted fund balances	<u>578</u>	<u>(6,507)</u>
Net Increase In Cash Position During The Year	121,307	80,128
Cash Position At Beginning Of The Year	<u>267,087</u>	<u>186,959</u>
Cash Position At End Of The Year	<u>\$ 388,394</u>	<u>\$ 267,087</u>
 Cash Position Consists Of:		
Cash and term deposits	\$ 276,080	\$ 160,951
Restricted term deposits	<u>112,314</u>	<u>106,136</u>
	<u>\$ 388,394</u>	<u>\$ 267,087</u>

SEXUAL ASSAULT CENTRE LONDON
NOTES TO THE FINANCIAL STATEMENTS

March 31, 2016

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.

1. Significant Accounting Policies:

The financial statements of The Sexual Assault Centre London have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations and include the following 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.

2. 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.

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

SEXUAL ASSAULT CENTRE LONDON

March 31, 2016

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2. Restricted Assets and Fund Balances (Cont'd):

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.

3. 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 individual counselling for women who have experienced sexual violence.

Restricted grant revenue received from the Department of Justice Canada represents funds received to develop a sexual violence service coordination and learning network, peer support program and other tools to support victims of sexual violence in London and Middlesex.

Restricted grant revenue received from the London Community Foundation represents funds received for the development of a unique peer support model that directly supports individuals in achieving their aspirations as peer supporters and the piloting of the "Lifespan tool".

Restricted grant revenue received from the Ministry of Children and Youth Services represents funds received for the Development of a Toolkit of Resources for Youth, Workers, And Caregivers in the Child Welfare System on Sexual Violence and Harassment.

SEXUAL ASSAULT CENTRE LONDON

March 31, 2016

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4. 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.

5. Organization's Legal Status:

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

6. 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..

7. 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, 2016, the Sexual Assault Centre London has met its objective of having sufficient liquid resources to meet its current obligations.

8. Subsequent Events:

On June 22, 2016, the Board of Directors of Sexual Assault Centre, London and the Board of Directors of Women's Community House, unanimously agreed to become one organization in order to deliver better services to those impacted by woman abuse and sexual violence. Over the coming months, both organizations will begin the integration process and will be moving toward full unification by October 31, 2016 with the public launch in January 2017.