

SEXUAL ASSAULT CENTRE LONDON

**Financial Statements
March 31, 2012**

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, 2012, the statement of changes in fund balances, the statement of general operating fund revenues and expenditures, the schedule of expenditures, and a 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 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

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 an 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 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, 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.

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

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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 and I was not able to determine whether any adjustments might be necessary to donations, fund-raising, and other miscellaneous revenues, excess of revenues over expenditures, assets and fund balances.

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 aspects, the financial position of Sexual Assault Centre London as at March 31, 2012, and the results of its operations and the changes in financial position for the year then ended in accordance with Canadian generally accepted accounting principles.

London, Ontario
September 19, 2012



F. Marcella Grail
Chartered Accountant
Licensed Public Accountant

SEXUAL ASSAULT CENTRE LONDON

**Balance Sheet
As at March 31, 2012**

	2012	2011
ASSETS		
Current Assets		
Cash and term deposits	\$ 6,560	\$ 140,289
Receivables and recoverables	53,245	15,534
Prepaid expenses	11,095	17,527
	<u>70,900</u>	<u>173,350</u>
Restricted Assets		
Term deposits (note 3)	93,638	92,276
	<u>\$ 164,538</u>	<u>\$ 265,626</u>
LIABILITIES AND FUND BALANCES		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 32,882	\$ 30,376
Deferred revenue	23,945	102,248
	<u>56,827</u>	<u>132,624</u>
Fund Balances		
Unrestricted:		
General operations fund	14,073	40,726
Restricted:		
Dissolution fund	37,351	36,808
Equipment replacement fund	17,505	17,250
Program expansion fund	38,782	38,218
	<u>93,638</u>	<u>92,276</u>
	<u>107,711</u>	<u>133,002</u>
	<u>\$ 164,538</u>	<u>\$ 265,626</u>

On behalf of the Board:



Signature



Signature



Chair



Treasurer

VICE CHAIR

SEXUAL ASSAULT CENTRE LONDON

Statement of Changes in Fund Balances
Year ended March 31, 2012

	2012	2011
General Operations Fund		
Balance, beginning of year	\$ 40,726	\$ 44,474
Less: Release to current operations	(26,789)	(6,016)
Excess (deficiency) of revenues over expenditures for the year	136	2,268
	<u>\$ 14,073</u>	<u>\$ 40,726</u>
Dissolution Fund		
Balance, beginning of year	\$ 36,808	\$ 36,788
Interest income	543	20
	<u>\$ 37,351</u>	<u>\$ 36,808</u>
Equipment Replacement Fund		
Balance, beginning of year	\$ 17,250	\$ 17,241
Interest income	255	9
	<u>\$ 17,505</u>	<u>\$ 17,250</u>
Program Expansion Fund		
Balance, beginning of year	\$ 38,218	\$ 38,198
Interest income	564	20
	<u>\$ 38,782</u>	<u>\$ 38,218</u>

SEXUAL ASSAULT CENTRE LONDON**Statement of General Operating Fund Revenues and Expenditures**
Year ended March 31, 2012

	2012	2011
REVENUES		
Restricted revenues		
Ministry of the Attorney General (MAG)	\$ 406,849	\$ 384,647
United Way of London and Middlesex	69,000	68,985
Ontario Trillium Foundation	60,664	65,166
Ontario Trillium Foundation - Capital	75,532	-
Status of Women Canada	28,639	48,497
Other Grants	20,511	20,415
	<hr/> 661,195	<hr/> 587,710
Unrestricted revenues		
City of London	1,062	1,062
Transfer from general operations fund	26,790	6,016
Donations	10,722	12,567
Fundraising and miscellaneous revenue	46,800	14,744
	<hr/> 85,374	<hr/> 34,389
	<hr/> 746,569	<hr/> 622,099
EXPENDITURES (Schedule 1)	<hr/> (746,433)	<hr/> (619,831)
Excess (Deficiency) of revenues over expenditures	<hr/> \$ 136	<hr/> \$ 2,268

SEXUAL ASSAULT CENTRE LONDON**Schedule of Expenditures**
Year ended March 31, 2012**Schedule 1**

	2012 MAG	2012 Other	2012 Total	2011 Total
Expenditure				
Salaries	\$ 262,960	67,330	330,290	\$ 302,481
Employee benefits	45,162	(576)	44,586	42,431
Professional fees	21,632	14,218	35,850	22,714
Building occupancy costs	60,939	6,403	67,342	68,675
Insurance	5,420	853	6,273	6,091
Office and client expenses	21,203	3,435	24,638	23,496
Equipment rental, repairs and purchases	6,111	469	6,580	10,280
Telephone	9,162	641	9,803	10,158
Advocacy and public education	12,460	39,118	51,578	56,914
Staff and volunteer expenses	17,131	(2,061)	15,070	14,144
Membership dues	2,410	-	2,410	2,265
Special projects	-	152,013	152,013	60,182
	\$ 464,590	281,843	746,433	\$ 619,831

SEXUAL ASSAULT CENTRE LONDON

Statement of Cash Flows
Year ended March 31, 2012

	2012	2011
Operating Activities		
Excess (deficiency) of revenues over expenditures	\$ 136	\$ 2,268
Add (subtract) changes in non-cash working capital:		
Accounts receivable	(37,711)	(511)
Prepays	6,432	906
Accounts payable and accrued liabilities	2,506	(12,182)
Deferred revenue	(78,303)	(11,875)
Cash provided by (used in) operations	(106,940)	(21,394)
Net increase (decrease) in fund balances	(25,427)	(5,967)
Increase/(decrease) in cash position	(132,367)	(27,361)
Cash position, beginning of year	232,565	259,926
Cash position, end of year	100,198	232,565
Cash position consists of		
Cash and term deposits	6,560	140,289
Restricted term deposits	93,638	92,276
	\$ 100,198	\$ 232,565

Notes to Financial Statements
March 31, 2012

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.

(d) *Financial instruments*

The Sexual Assault Centre London has chosen to apply CICA 3861; *Financial Instruments - Disclosure and Presentation* in place of CICA 3862: *Financial Instruments - Disclosure* and and CICA 3863 - *Financial Instruments - Presentation*. Consistent with prior year accounting policy, financial assets and liabilities continue to be presented at amortized cost which approximates fair value.

SEXUAL ASSAULT CENTRE LONDON

Notes to Financial Statements March 31, 2012

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.

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.

Transfers between the funds require Board approval.

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

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 groups and individual counselling for young women, healthy relationship groups, and public education in high schools.

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

- a) develop and implement a public education and awareness campaign at the University of Western Ontario, with the goal to increase awareness and involvement in reducing sexual violence on campus;
- b) help create a model of service co-ordination with other community partners to improve the systems that support survivors of sexual violence in the London area;
- c) increase the Centre's ability to serve ethno cultural communities in a safer, more welcoming environment by relocating to and renovating a 3,000 square foot shared space.

Restricted grant revenue received from the Status of Women Canada represents funds received to develop peer mentorship healthy relationships programs for young women.

SEXUAL ASSAULT CENTRE LONDON

Notes to Financial Statements (continued)

March 31, 2012

5. Operating Lease Commitments

During the year the Sexual Assault Centre London moved to 255 Horton Street, London, Ontario and extended 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 off \$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, 2012, the Sexual Assault Centre London has met its objective of having sufficient liquid resources to meet its current obligations.