

**COPY**

**HOSPICE TORONTO  
FINANCIAL STATEMENTS  
MARCH 31, 2009**

## AUDITOR'S REPORT

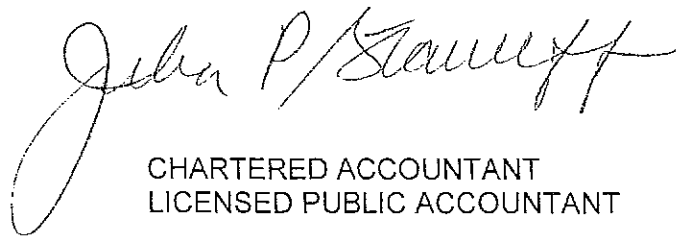
### TO THE MEMBERS OF HOSPICE TORONTO

I have audited the statement of financial position of Hospice Toronto, as at March 31, 2009 and the statement of revenues and expenditures and changes in net assets and of cash flows for the year then ended. These financial statements are the responsibility of the organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I have conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial information.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the organization at March 31, 2009 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

Toronto, Ontario  
May 26, 2009



CHARTERED ACCOUNTANT  
LICENSED PUBLIC ACCOUNTANT

**HOSPICE TORONTO  
STATEMENT OF FINANCIAL POSITION  
AS AT MARCH 31, 2009**

**ASSETS**

	<u>2009</u>	<u>2008</u>
<b>Current Assets</b>		
Cash	\$ 100,131	\$ 114,289
Short term investments - Note 3	199,024	192,202
Accounts receivable	5,094	8,516
Prepaid expenses	<u>6,643</u>	<u>12,653</u>
	310,892	327,660
<b>Leasehold Improvements - Note 4</b>	<u>53,605</u>	<u>71,478</u>
	<u>\$ 364,497</u>	<u>\$ 399,138</u>


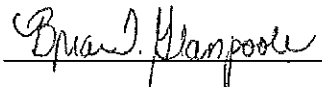
**LIABILITIES**

<b>Current Liabilities</b>		
Accounts payable and accrued liabilities	\$ 10,343	\$ 8,814
Deferred income	<u>19,000</u>	<u>24,987</u>
	<u>29,343</u>	<u>33,801</u>

**NET ASSETS**

<b>Net Assets</b>		
Invested in capital assets	53,605	71,478
Unrestricted net assets	<u>281,549</u>	<u>293,859</u>
	<u>335,154</u>	<u>365,337</u>
	<u>\$ 364,497</u>	<u>\$ 399,138</u>

APPROVED BY THE BOARD

 DIRECTOR, 
  DIRECTOR

The accompanying notes form an integral part of these financial statements. See Auditor's Report dated May 26, 2009.

**HOSPICE TORONTO**  
**STATEMENT OF CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED MARCH 31, 2009**

	<u>Invested in Capital Assets</u>	<u>Invested in Unrestricted Net Assets</u>	<u>Total 2009</u>	<u>Total 2008</u>
<b>Balance,</b> beginning of year	\$ 71,478	\$ 293,859	\$ 365,337	470,939
<b>Excess of (Expenditures over Revenue)</b>	<u>(17,873)</u>	<u>(12,310)</u>	<u>(30,183)</u>	<u>(105,602)</u>
<b>Balance</b> end of year	<u>\$ 53,605</u>	<u>\$ 281,549</u>	<u>\$ 335,154</u>	<u>\$ 365,337</u>

The accompanying notes form an integral part of these financial statements. See Auditor's Report dated May 26, 2009.

**HOSPICE TORONTO**  
**STATEMENT OF REVENUE AND EXPENDITURES**  
**AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED MARCH 31, 2009**

	<u>2009</u>	<u>2008</u>
<b>Revenue</b>		
Government grants		
Ministry of Health		
Long term care	\$ 423,724	\$ 414,400
AIDS Bureau	46,042	44,842
Partnership and Community Funding - Note 5		
Grassroots project	5,000	-
New Horizons seniors' programs	<u>33,920</u>	<u>-</u>
	508,686	459,242
Donation - The Ontario Trillium Foundation	-	37,500
Donations - Notes 6 and 7	91,811	171,734
Fundraising events - Notes 6 and 7	85,861	52,952
Interest	<u>5,380</u>	<u>8,530</u>
	<u>691,738</u>	<u>729,958</u>
<b>Expenditures</b>		
Administration salaries and benefits	152,422	192,005
Program delivery salaries and benefits	291,098	351,243
Office and communications	33,119	34,305
Operating expenses	6,814	4,476
Occupancy	37,982	41,606
Insurance	2,606	2,588
Legal, audit and accounting	39,054	26,458
Volunteer training and recruitment	9,672	13,799
Client services	9,086	40,732
Training, development and conferences	3,382	2,569
Computer purchases and consulting	20,683	21,408
Special events	25,675	33,795
Research and development	915	1,378
Amortization	17,873	17,869
Professional fees	30,254	47,376
Fund development costs	2,366	3,953
Grant project costs	<u>38,920</u>	<u>-</u>
	<u>721,921</u>	<u>835,560</u>
<b>Excess of (Expenditures over Revenue)</b>	(30,183)	(105,602)
<b>Net Assets, beginning of year</b>	<u>365,337</u>	<u>470,939</u>
<b>Net Assets, end of year</b>	<u>\$ 335,154</u>	<u>\$ 365,337</u>

The accompanying notes form an integral part of these financial statements. See Auditor's Report dated May 26, 2009.

**HOSPICE TORONTO  
NOTES TO THE FINANCIAL STATEMENTS  
AS AT MARCH 31, 2009**

**1. STATUTES OF INCORPORATION AND NATURE OF ACTIVITIES**

Hospice Toronto is a non-profit organization incorporated under the Registered Charities Act of Ontario and enhances the quality of life for persons with a terminal illness, their families and their friends.

**2. ACCOUNTING POLICIES**

**(a) Accrual Accounting:**

Revenue is recorded when earned or when the organization is entitled to receive grant funds and expenses are recorded when incurred.

**(b) Capital Assets:**

In accordance with generally accepted accounting principles, non-profit organizations with revenues greater than \$500,000 are to capitalize major capital assets.

In 2006/2007, extensive leasehold improvements were made of approximately \$89,000 to prepare additional office space which was occupied in March 2007. The organization is amortizing these costs over five years, commencing April 2007.

There were no major capital asset additions of this significance in prior years.

The organization expenses capital assets of under \$10,000 when it receives direct funding for these asset purchases.

**(c) Donated Services:**

Much of the work of Hospice Toronto is dependent on voluntary services. Since these services are not normally purchased by the Hospice, and because of the difficulty of determining their value, such donated services are not recognized in these financial statements.

**3. SHORT TERM INVESTMENTS**

The corporation has two guaranteed investment certificates with the Canadian Imperial Bank of Commerce. The investments have current market values of \$196,789 and \$2,235, and total \$199,024 (2008 - \$192,202). The maturity dates on these investments are August 18, 2009, and January 27, 2010, respectively. The expected interest rates are 2.25% and 1.0%, respectively.

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**HOSPICE TORONTO  
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**4. LEASEHOLD IMPROVEMENTS**

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value 2009</u>	<u>Net Book Value 2008</u>
Leasehold Improvements	\$ <u>89,343</u>	\$ <u>35,738</u>	\$ <u>53,605</u>	\$ <u>71,478</u>

**5. PARTNERSHIP AND COMMUNITY FUNDING**

The organization is in partnership with community based health service providers. Funding for these projects has been received from Human Resources and Social Development Canada (HRDC) and the Toronto Central LHIN which is funded by the Ontario Ministry of Health. The organization uses and distributes these funds as required, to carry out the projects' mandates. Portions of these grants apply to future expenditures, and have been recorded as deferred revenue, as follows:

	<u>Amount Received</u>	<u>Amount in Revenue</u>	<u>Distributed to Partner</u>	<u>Deferred Revenue</u>
Toronto Central LHIN	\$ 8,000	\$ 5,000	\$ 3,000	\$ -
HRDC - Seniors' Care	25,000	6,000	-	19,000
HRDC - New Horizon for Seniors	9,700	9,700	-	-
HRDC - New Horizon	<u>24,987</u>	<u>18,220</u>	<u>6,767</u>	<u>-</u>
Totals	\$ <u>67,687</u>	\$ <u>38,920</u>	\$ <u>9,767</u>	\$ <u>19,000</u>

**6. DONATIONS AND FUNDRAISING EVENTS**

Donations included in revenue are cash donations from corporations, foundations and individuals. Donation receipts issued total \$140,985 (2008 - \$201,447) which includes amounts under fundraising events as well as donations in kind (see note 7).

**7. DONATIONS IN KIND**

During the year, Hospice Toronto received contributions towards its silent auction and other fundraising events. Charitable donation receipts were issued for the fair market value of these gifts, totaling \$9,996 (2008 - \$9,954).

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**DONATIONS IN KIND...continued**

It is the organization's policy not to record these donations in kind as revenue, or as expense in the financial statements.

**8. INCOME TAXES**

The organization is a registered charitable organization and while registered is exempt from income tax.

**9. COMMITMENTS**

Hospice Toronto has entered into an occupancy lease with annual payments of approximately \$41,300. This lease expires April 5, 2010, at which time it is expected to be renewed.

**10. STATEMENT OF CASH FLOWS**

A statement of cash flows has not been included because any significant information that might be provided therein is disclosed adequately in the financial statements.

**11. CHANGE IN PRESENTATION**

Some prior year numbers have been re-grouped to conform to the current year's presentation.