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**FORT YORK FOOD BANK, A NON-PROFIT CORPORATION**

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**FINANCIAL STATEMENTS**

**MARCH 31, 2006**



**SAEED & SPERDUTI**  
*Chartered Accountants*



## AUDITORS' REPORT

To the Members of  
the Fort York Food Bank, A Non-Profit Corporation

We have audited the statement of financial position of the Fort York Food Bank, A Non-Profit Corporation as at March 31, 2006, and the statements of operations and cash flows for the year then ended. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we 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 financial statement presentation.

In common with many charitable organizations, the Corporation derives revenue from public donations 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 organization and we were not able to determine whether any adjustments might be necessary to donation revenues, deficiency of revenues over expenses, assets and net assets.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the donations referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Corporation as at March 31, 2006 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

SAEED & SPERDUTI  
CHARTERED ACCOUNTANTS

Toronto, Ontario  
July 15, 2006

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# FORT YORK FOOD BANK, A NON-PROFIT CORPORATION

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## STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2006

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	2006	2005
<b>ASSETS</b>		
<b>Current:</b>		
Cash	\$ 5,539	\$ 4,830
Accounts receivable	4,063	6,285
Prepaid expenses	5,316	3,623
	<hr/>	<hr/>
	\$ 14,918	\$ 14,738

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### LIABILITIES AND NET ASSETS (DEFICIENCY)

<b>Current:</b>		
Accounts payable and accrued liabilities	\$ 26,379	\$ 13,253
<b>Net assets (deficiency)</b>	<hr/>	<hr/>
	(11,461)	1,485
	<hr/>	<hr/>
	\$ 14,918	\$ 14,738

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Approved by the Board:

  
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Director

  
\_\_\_\_\_  
Director

See accompanying notes to the financial statements.



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# FORT YORK FOOD BANK, A NON-PROFIT CORPORATION

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## STATEMENT OF OPERATIONS FOR THE YEAR ENDED MARCH 31, 2006

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	2006	2005
<b>Revenues:</b>		
Donations and special events	\$ 48,205	\$ 24,549
Funding	33,189	101,836
Interest	12	4
	<hr/> 81,406	<hr/> 126,389
<b>Expenses:</b>		
Occupancy	46,099	47,987
Project management	38,796	57,731
Scadding Court Community Centre (note 5)	-	9,458
Program supplies	4,292	3,625
Professional fees	2,604	2,378
Office and administration	1,265	1,872
Transportation subsidies	1,146	4,853
Honoraria	150	940
	<hr/> 94,352	<hr/> 128,844
<b>Deficiency of revenues over expenses for the year</b>	<b>(12,946)</b>	<b>(2,455)</b>
<b>Net assets, beginning of year</b>	<b>1,485</b>	<b>3,940</b>
<b>Net assets (deficiency), end of year</b>	<b>\$ (11,461)</b>	<b>\$ 1,485</b>

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See accompanying notes to the financial statements.



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# FORT YORK FOOD BANK, A NON-PROFIT CORPORATION

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## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2006

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	2006	2005
<b>Operating activities:</b>		
Deficiency of revenues over expenses for the year	\$ (12,946)	\$ (2,455)
Net change in non-cash working capital balances (note 3)	13,655	(6,147)
<b>Cash provided by (used in) operating activities</b>	709	(8,602)
<b>Cash and short-term investments, beginning of year</b>	4,830	13,432
<b>Cash and short-term investments, end of year</b>	\$ 5,539	\$ 4,830

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See accompanying notes to the financial statements.



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# FORT YORK FOOD BANK, A NON-PROFIT CORPORATION

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## NOTES TO THE FINANCIAL STATEMENTS MARCH 31, 2006

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### 1. Organization:

The Fort York Food Bank was incorporated in the Province of Ontario by Letters Patent on May 3, 1999 as the Fort York Food Bank, A Non-Profit Corporation.

The Corporation is an agency of the Daily Bread Food Bank Foundation of Toronto and is a registered charity under The Income Tax Act of Canada. Funding for the Corporation's operations for the current fiscal year has been provided by the City of Toronto, The Toskan Foundation, The Bealight Foundation, CHUM City Christmas Wish Foundation, The Home Depot Canada, IBM Employees' Charitable Fund, The McLean Foundation, TD Securities Inc. special events, interest income and individual and corporate donations.

The Corporation is a multi-service agency focused on reconnecting people with their community. They do this by working with partners sharing their vision to: Feed the hungry - provide the basic nutritional requirements to individuals and families in need; Help people get on track - provide advocacy, counselling and training to help people find employment, safe housing and appropriate supportive programs.

### 2. Accounting policies:

The accounting policies of the Corporation are in accordance with Canadian generally accepted accounting principles followed by not for profit organizations. Outlined below are those policies considered particularly significant.

(a) Revenue recognition:

The Corporation follows the deferral method of accounting for contributions. Unrestricted donations are recorded in income as received. Funding revenue is recognized as revenue in the period in which the related expenditures are incurred.

(b) Non-cash donations

The Corporation received non-cash donations and volunteer service time of approximately 12,104 hours (2005 - 12,343 hours) during the year to carry out its service delivery activities. Because of the difficulty in determining their fair value, these items are not recognized in the financial statements.



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# FORT YORK FOOD BANK, A NON-PROFIT CORPORATION

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## NOTES TO THE FINANCIAL STATEMENTS MARCH 31, 2006

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### 3. Changes in non-cash working capital:

Cash provided by (applied to) changes in other working capital components is summarized as follows:

	2006	2005
Increase in current assets:		
Accounts receivable	\$ 2,222	\$ 2,024
Prepaid expenses	(1,693)	-
Increase in current liabilities:		
Accounts payable and accrued liabilities	13,126	(5,671)
Deferred revenue	-	(2,500)
	<u>\$ 13,655</u>	<u>\$ (6,147)</u>

### 4. Commitments:

The Corporation leases its premises. Future minimum lease commitments are as follows:

Year ending	2007	\$ 35,600
	2008	36,000
	2009	6,000
		<u>\$ 77,600</u>

### 5. Community Vitality Project:

The Corporation received a 3-year grant of \$180,000 from the Ontario Trillium Foundation on June 29, 2001. The funding was provided for a Community Vitality Project to be performed in partnership with the Scadding Court Community Centre. During 2005, the Corporation recognized \$25,000 of revenues from the grant. The Corporation also incurred \$34,048 of Community Vitality Project expenditures in 2005, of which \$9,458 was a contribution to the Scadding Court Community Centre.

