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

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**FINANCIAL STATEMENTS**

**MARCH 31, 2007**



**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, 2007, 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, 2007 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  
Licensed Public Accountants

Toronto, Ontario  
July 12, 2007

# FORT YORK FOOD BANK, A NON-PROFIT CORPORATION

## STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2007

	2007	2006
<b>ASSETS</b>		
<b>Current:</b>		
Cash	\$ 24,972	\$ 5,539
Accounts receivable	11,820	4,063
Prepaid expenses	4,765	5,316
	<u>\$ 41,557</u>	<u>\$ 14,918</u>

### LIABILITIES AND NET ASSETS (DEFICIENCY)

<b>Current:</b>		
Accounts payable and accrued liabilities	\$ 33,154	\$ 26,379
Deferred revenue (Note 5)	18,390	-
	<u>51,544</u>	<u>26,379</u>
<b>Net assets (deficiency)</b>	<u>(9,987)</u>	<u>(11,461)</u>
	<u>\$ 41,557</u>	<u>\$ 14,918</u>

Approved by the Board:

  
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Director

  
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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, 2007

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	2007	2006
<b>Revenues:</b>		
Donations and special events	\$ 44,787	\$ 48,205
Funding	37,773	33,189
Interest	-	12
	<hr/> 82,560	<hr/> 81,406
<b>Expenses:</b>		
Occupancy	41,246	46,099
Project management	28,898	38,796
Professional fees	2,834	2,604
Fundraising	2,465	2,074
Program supplies	2,464	2,218
Office and administration	1,525	1,265
Transportation subsidies	1,154	1,146
Honoraria	500	150
	<hr/> 81,086	<hr/> 94,352
<b>Excess (deficiency) of revenues over expenses for the year</b>	1,474	(12,946)
<b>Net assets (deficiency), beginning of year</b>	(11,461)	1,485
<b>Net assets (deficiency), end of year</b>	<hr/> \$ (9,987)	<hr/> \$ (11,461)

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, 2007

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	2007	2006
<b>Operating activities:</b>		
Excess (deficiency) of revenues over expenses for the year	\$ 1,474	\$ (12,946)
Net change in non-cash working capital balances (note 3)	17,959	13,655
<b>Cash provided by operating activities</b>	19,433	709
<b>Cash and short-term investments, beginning of year</b>	5,539	4,830
<b>Cash and short-term investments, end of year</b>	\$ 24,972	\$ 5,539

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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, 2007

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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 CHUM City Christmas Wish Foundation, Mazon Canada, the Daily Bread Food Bank Foundation of Toronto, the Bealight Foundation, GMAC, the Toskan Foundation, Human Resources and Social Development Canada, special events, 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 15,442 hours (2006 - 12,104 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.

(c) Use of estimates:

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses for the year then ended. Actual results may differ from such estimates.



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# FORT YORK FOOD BANK, A NON-PROFIT CORPORATION

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## NOTES TO THE FINANCIAL STATEMENTS MARCH 31, 2007

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### 2. Accounting policies: (cont'd)

#### (d) Financial instruments:

Unless otherwise disclosed, the carrying value of all financial assets and liabilities approximate their fair value due to their relatively short term.

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

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

	2007	2006
Increase in current assets:		
Accounts receivable	\$ (7,757)	\$ 2,222
Prepaid expenses	551	(1,693)
Increase in current liabilities:		
Accounts payable and accrued liabilities	6,775	13,126
Deferred revenue	18,390	-
	<u>\$ 17,959</u>	<u>\$ 13,655</u>

### 4. Commitments:

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

Year ending	2008	\$ 36,000
	2009	6,000
		<u>\$ 42,000</u>

### 5. Deferred revenue:

During the year the Corporation received a grant of \$24,320 from the Government of Canada's New Horizons for Seniors Program. The grant covers the period January 2, 2007 to January 1, 2008. The Corporation is recognizing the income in its accounts as it is earned.

