

Halton Women's Place
Financial Statements
For the year ended March 31, 2014

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To the Directors of
Halton Women's Place

Independent Auditors' Report

Report on the Financial Statements

We have audited the accompanying financial statements of Halton Women's Place, which comprise the statements of financial position as at March 31, 2014 and the statement of operations, changes in net assets, and cash flows for the year then ended, and 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.

Auditors' 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 auditor's 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 auditor considers 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

In common with many not-for-profit organizations, Halton Women's Place derives revenue from fundraising and donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to amounts recorded in the records of Halton Women's Place. Therefore, we were not able to determine whether any adjustments might be necessary to revenue and excess of revenues over expenses for the periods ended March 31, 2014 and assets and net assets as at March 31, 2014.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Halton Women's Place as at March 31, 2014 and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

May 27, 2014
Burlington, Ontario

SB Partners LLP

Chartered Accountants
Licensed Public Accountants

**Halton Women's Place
Statement of Financial Position
March 31, 2014**

	Operating Fund		Restricted Funds				Combined Funds		
	2014	2013	Property Maintenance 2014	Capital Assets 2014	Contingency Reserve 2014	Total 2014	Total 2013	Total 2014	Total 2013
Assets									
Current assets									
Cash and cash equivalents	\$ 113,918	\$ 150,833	\$ 12,019	\$ -	\$ 28,643	\$ 40,662	\$ 17,583	\$ 154,580	\$ 168,416
Short-term investments	226,113	227,340	530,539	-	1,510,269	2,040,808	1,876,520	2,266,921	2,103,860
Receivables	57,408	52,954	-	-	-	-	58,745	57,408	111,699
Prepaid expenses	32,143	25,171	-	-	-	-	-	32,143	25,171
	429,582	456,298	542,558	-	1,538,912	2,081,470	1,952,848	2,511,052	2,409,146
Capital Assets (Note 3)	-	-	-	2,518,360	-	2,518,360	2,777,468	2,518,360	2,777,468
	\$ 429,582	\$ 456,298	\$ 542,558	\$ 2,518,360	\$ 1,538,912	\$ 4,599,830	\$ 4,730,316	\$ 5,029,412	\$ 5,186,614
Liabilities									
Current liabilities									
Payables and accruals	\$ 87,552	\$ 113,554	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 87,552	\$ 113,554
Deferred revenue	53,859	50,383	-	-	-	-	-	53,859	50,383
	141,411	163,937	-	-	-	-	-	141,411	163,937
Loan payable (Note 4)	-	-	-	187,500	-	187,500	237,500	187,500	237,500
	141,411	163,937	-	187,500	-	187,500	237,500	328,911	401,437
Net Assets									
Invested in capital assets	-	-	-	2,330,860	-	2,330,860	2,539,968	2,330,860	2,539,968
Internally restricted	-	-	542,558	-	1,538,912	2,081,470	1,952,848	2,081,470	1,952,848
Unrestricted	288,171	292,361	-	-	-	-	-	288,171	292,361
	288,171	292,361	542,558	2,330,860	1,538,912	4,412,330	4,492,816	4,700,501	4,785,177
	\$ 429,582	\$ 456,298	\$ 542,558	\$ 2,518,360	\$ 1,538,912	\$ 4,599,830	\$ 4,730,316	\$ 5,029,412	\$ 5,186,614

Approved on Behalf of the Board

President

Treasurer

The accompanying notes are an integral part of the financial statements.

**Halton Women's Place
Statement of Changes in Net Assets
Year Ended March 31, 2014**

	Operating Fund		Restricted Funds				Combined Funds		
	2014	2013	Property Maintenance 2014	Capital Assets 2014	Contingency Reserve 2014	Total 2014	Total 2013	Total 2014	Total 2013
Net assets, beginning of year	\$ 292,361	\$ 313,755	\$ 538,677	\$ 2,539,968	\$ 1,414,171	\$ 4,492,816	\$ 4,606,385	\$ 4,785,177	\$ 4,920,140
Net excess (deficiency) of revenues over expenditures	4,351	2,168	3,881	(217,649)	124,741	(89,027)	(137,131)	(84,676)	(134,963)
Interfund transfers	(8,541)	(23,562)	-	8,541	-	8,541	23,562	-	-
Net assets, end of year	\$ 288,171	\$ 292,361	\$ 542,558	\$ 2,330,860	\$ 1,538,912	\$ 4,412,330	\$ 4,492,816	\$ 4,700,501	\$ 4,785,177

The accompanying notes are an integral part of the financial statements.

**Halton Women's Place
Statement of Operations
Year Ended March 31, 2014**

	Operating Fund				Restricted Funds					Combined Funds	
	MCSS 2014	Non MCSS 2014	Total 2014	Total 2013	Property Maintenance 2014	Capital Assets 2014	Contingency Reserve 2014	Total 2014	Total 2013	Total 2014	Total 2013
Revenue											
MCSS - regular	\$ 2,045,192	\$ -	\$ 2,045,192	\$ 2,045,192	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,045,192	\$ 2,045,192
MCSS - one time	33,500	-	33,500	45,500	-	-	-	-	-	33,500	45,500
Region of Halton	-	-	-	(2,338)	-	-	-	-	-	-	(2,338)
Grants	-	41,416	41,416	28,524	-	-	-	-	-	41,416	28,524
Interest and other	-	100,935	100,935	116,906	17,930	-	41,231	59,161	51,198	160,096	168,104
MCYS/CAS	-	120,000	120,000	120,000	-	-	-	-	-	120,000	120,000
	2,078,692	262,351	2,341,043	2,353,784	17,930	-	41,231	59,161	51,198	2,400,204	2,404,982
Expenditures											
Operational expenses	677,310	43,484	720,794	660,202	-	-	-	-	-	720,794	660,202
Salaries and benefits	1,829,135	328,112	2,157,247	2,217,216	-	-	-	-	-	2,157,247	2,217,216
Depreciation and amortization	-	-	-	-	-	267,649	-	267,649	272,532	267,649	272,532
	2,506,445	371,596	2,878,041	2,877,418	-	267,649	-	267,649	272,532	3,145,690	3,149,950
Excess (deficiency) of revenues over expenditures before other items	(427,753)	(109,245)	(536,998)	(523,634)	17,930	(267,649)	41,231	(208,488)	(221,334)	(745,486)	(744,968)
Other items											
CMHC forgivable loan (Note 4)	-	-	-	-	-	50,000	-	50,000	50,000	50,000	50,000
Donations and fundraising (Note 5)	-	547,634	547,634	531,662	-	-	-	-	-	547,634	531,662
Unrealized gain (loss) on investments	-	(6,285)	(6,285)	(5,860)	(14,049)	-	83,510	69,461	34,203	63,176	28,343
Net excess (deficiency) of revenues over expenditures	\$ (427,753)	\$ 432,104	\$ 4,351	\$ 2,168	\$ 3,881	\$ (217,649)	\$ 124,741	\$ (89,027)	\$ (137,131)	\$ (84,676)	\$ (134,963)

The accompanying notes are an integral part of the financial statements.

Halton Women's Place
Statement of Cash Flows
Year Ended March 31, 2014

	2014	2013
Cash flows from operating activities		
Net excess (deficiency) of revenues over expenditures		
Operating Fund	\$ 4,351	\$ 2,168
Property Maintenance Fund	3,881	6,602
Capital Assets Fund	(217,649)	(222,532)
Contingency Reserve Fund	124,741	78,799
Unrealized gain on investments	(63,176)	(28,343)
Depreciation and amortization	267,649	272,532
Change in non-cash operating working capital (Note 6)	24,793	(4,589)
Cash flows from operating activities	144,590	104,637
Cash flows from financing activities		
Decrease in loan payable	(50,000)	(50,000)
Cash flows from investing activities		
Purchase of investments	(99,885)	(59,126)
Purchase of capital assets	(8,541)	(23,564)
Cash flows used in investing activities	(108,426)	(82,690)
Net decrease in cash and cash equivalents	(13,836)	(28,053)
Cash and cash equivalents, beginning of year	168,416	196,469
Cash and cash equivalents, end of year	\$ 154,580	\$ 168,416

The accompanying notes are an integral part of the financial statements.

Halton Women's Place
Notes to Financial Statements
Year Ended March 31, 2014

1. Form of Organization

Halton Women's Place was incorporated without share capital under the laws of Ontario on November 7, 1978 for the purpose of providing shelter and crisis services for physically, emotionally, financially and sexually abused women and their dependent children and is dedicated to ending violence against women and children. It is a registered charity under the Income Tax Act.

2. Significant accounting policies

Basis of accounting

The financial statements of the Organization have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations.

Fund accounting

The Organization follows the restricted fund method of accounting for contributions. Under this method of accounting, specific resources are classified for accounting and reporting into separate funds. The assets, liabilities and fund balances of the organization are reported in self-balancing fund groups as follows:

Operating Fund

The Operating Fund accounts for the Organization's program delivery and administration activities. This Fund reports unrestricted resources and operating grants. The Fund is further segregated between contributions and expenditures related to funding provided by the Ministry of Community and Social Services (MCSS) and those contributions and expenditures funded by all other sources.

Property Maintenance Fund

The Halton Women's Place Property Maintenance Fund reports only restricted resources that are to be used to upgrade and maintain the building and property for both shelter locations.

Capital Assets Fund

The Capital Assets Fund reports the assets, liabilities, revenues and expenditures related to the Organization's capital assets.

Contingency Reserve Fund

The Contingency Reserve Fund was created to allow liquid funds for the implementation of a long-term development plan for the Organization.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks and short-term deposits with original maturities of three months or less from the date of acquisition.

Halton Women's Place
Notes to Financial Statements
Year Ended March 31, 2014

2. Significant accounting policies (cont'd.)

Capital assets

The Capital Assets Fund covers the purchase and depreciation of all capital assets which are recorded at acquisition cost.

Depreciation charges are allocated to the Capital Assets Fund. The charges are determined on a straight-line basis over the estimated useful lives of the assets. Rates used for depreciation are as follows:

Buildings	20 years
Fixtures and equipment	5 years
Computer equipment	2 years

One-half the normal rate of amortization is provided for in the year of acquisition.

Revenue recognition

Restricted contributions related to general operations are recognized as revenue of the Operating Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund.

Unrestricted contributions are recognized as revenue of the Operating Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Investment income earned on the Property Maintenance and Contingency Reserve Funds resources is recognized as revenue of these specific funds when earned. Other investment income is recognized as revenue of the Operating Fund when earned.

Contributed services

Volunteers contribute a significant number of hours per year. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

Income taxes

The Organization is registered under the Income Tax Act (the "Act") as a not-for-profit organization and, as such, is exempt from income taxes and is able to issue donation receipts for income tax purposes. In order to maintain its status as a registered charity under the Act, the Organization must meet certain requirements of the Act. In the opinion of management, these requirements have been met.

Deferred revenue

The balance represents designated donations and other funding received which have not yet been used for their specified purposes.

Interfund receivables (payables)

Interfund receivables (payables) represent balances between the Restricted Funds and the Operating Fund. These internally restricted balances result from Restricted Fund cash holdings being used by the Operating Fund in the normal course of operations. These balances are non-interest bearing and will be repaid to the Restricted Funds as required.

Halton Women's Place
Notes to Financial Statements
Year Ended March 31, 2014

2. Significant accounting policies (cont'd.)

Measurement uncertainty

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

Financial instruments

The Organization's financial instruments consist of cash and cash equivalents, short-term investments, receivables, and payables and accruals. Short-term investments are initially recognized and subsequently measured at fair value without adjustment for transaction costs that would be incurred on disposal. Changes in fair value are recognized in net excess of revenues over expenditures in the period. All other financial instruments are initially recorded at fair value and subsequently measured at amortized cost. Transaction costs and financing fees associated with financial instruments carried at amortized cost are recorded as adjustments to the initial fair value recognized and amortized over the life of the financial instrument.

3. Capital Assets

	Cost	Accumulated Amortization	2014	2013
Land	\$ 410,000	\$ -	\$ 410,000	\$ 410,000
Land lease (Note 9)	250,000	55,000	195,000	200,000
Buildings	4,967,719	3,267,812	1,699,907	1,942,882
Fixtures and equipment	798,419	587,866	210,553	217,667
Computer equipment	79,046	76,146	2,900	6,919
	\$ 6,505,184	\$ 3,986,824	\$ 2,518,360	\$ 2,777,468

4. Loan Payable

The loan payable consists of a forgivable loan from Canada Mortgage and Housing Corporation. Forgiveness of the loan will be at a rate of \$50,000 per annum as the Organization continues to use and occupy the North Shelter. The loan term is fifteen years and is secured by a chattel mortgage on the property.

5. Donations and fundraising

	2014	2013
Donations and fundraising revenues	\$ 649,565	\$ 626,237
Less: fundraising expenses	(101,931)	(94,575)
	\$ 547,634	\$ 531,662

Donations reported do not include any donations-in-kind received during the year. Donations-in-kind used for fundraising purposes amounted to \$33,623 (2013 - \$15,846).

Halton Women's Place
Notes to Financial Statements
Year Ended March 31, 2014

6. Change in non-cash operating working capital

	2014	2013
Receivables	\$ 54,291	\$ 16,400
Prepays	(6,972)	(1,557)
Payables and accruals	(26,002)	(21,701)
Deferred revenue	3,476	2,269
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	\$ 24,793	\$ (4,589)

7. Community Foundation Endowment Funds

Halton Women's Place is a participant in endowment funds held by The Oakville Community Foundation and Burlington Community Foundation. The respective community foundations administer all capital of those funds and a proportionate share of income from those funds is potentially available to Halton Women's Place for operations.

The endowment funds are not recorded as assets in the financial statements and related interest income is only recorded in the financial statements to the extent received or receivable.

At December 31, 2013, the endowment funds consist of \$94,492 (2013- \$90,714) held by The Oakville Community Foundation and \$63,781 (2013- \$59,332) held by Burlington Community Foundation.

8. Operating lease commitments

The Organization is committed under non-cancellable operating leases for business equipment. The minimum amounts payable until expiry are as follows:

	2015	\$ 15,260
	2016	15,260
	2017	15,260
	2018	7,330
	2019	611
		<hr/>
		\$ 53,721

9. Premises

During fiscal 2003, a lease was signed with the Regional Municipality of Halton for a 50-year lease of the land on which the North Shelter has been built. The total cost of the lease is \$250,000 paid in advance. There is an additional 21 year renewal option at the end of the lease. The cost of the lease will be written off at a rate of \$5,000 per annum and is included in depreciation and amortization expenses.

Halton Women's Place
Notes to Financial Statements
Year Ended March 31, 2014

10. Financial instruments

The Organization's financial instruments consist of cash and cash equivalents, short-term investments, receivables, and payables and accruals.

Liquidity risk

The Organization's exposure to liquidity risk is dependent on the collection of accounts and funding receivable, purchasing commitments and obligations or raising of funds to meet commitments and sustain operations. The Organization controls liquidity risk by management of working capital and cash flows.

Market Risk

The Organization's investments in publicly-traded securities exposes the Organization to price risks as equity investments are subject to price changes in an open market. The Organization does not use derivative financial instruments to alter the effects of this risk.

Unless otherwise noted, it is management's opinion that the Organization is not exposed to significant interest, credit or currency risks.

11. Board Reporting

During the year the Organization did not compensate any board member or company in which a board member is an owner, partner or senior manager.