

Financial Statements

Amici Camping Charity

Toronto, Ontario

September 30, 2014

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Independent Auditors' Report

To the Members of Amici Camping Charity:

We have audited the accompanying financial statements of Amici Camping Charity, which comprise the statement of financial position as at September 30, 2014 and the statements of changes in net assets, operations 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 Organization'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 Organization'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.

continued...

Independent Auditors' Report - continued

Basis for Qualified Opinion

In common with many charitable organizations, the Organization derives revenue from donations the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and we are not able to determine whether any adjustments might be necessary to contributions, surplus, current assets and net assets.

Qualified Opinion

In our opinion, except for the 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 Amici Camping Charity as at September 30, 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.

Toronto, Ontario
January 29, 2015



Chartered Professional Accountants Licensed Public Accountants

Amici Camping Charity

September 30, 2014

Statement of Financial Position			2014	2013
	General Fund	Endowment Fund	Total	Total
Current Assets				
Cash and temporary investments, Note 3	\$ 249,644	\$ 0	\$ 249,644	\$ 216,550
Accounts receivable	30,551	0	30,551	22,062
Prepaid expenses	9,627	0	9,627	1,278
Total Current	289,822	0	289,822	239,890
Long-Term Investments, Note 3	0	820,889	820,889	756,030
	289,822	820,889	1,110,711	995,920
Current Liabilities				
Accounts payable and accrued liabilities	14,507	0	14,507	11,951
Net Assets				
Endowment Fund, per statement	0	820,889	820,889	756,030
General Fund, per statement	275,315	0	275,315	227,939
	275,315	820,889	1,096,204	983,969
	289,822	820,889	1,110,711	995,920

Approved by The Board

J. Paul Steven

Director

James Vallance

Director

The notes on pages 9 through 13 form an integral part of these financial statements.

Amici Camping Charity
Year ended September 30, 2014

Statement of Changes in Net Assets	2014			2013
	General Fund	Endowment Fund	Total	Total
Balance beginning	\$ 227,939	\$ 756,030	\$ 983,969	\$ 813,265
Add (deduct)				
Surplus	20,681	91,554	112,235	170,704
Interfund transfers, Note 6	26,695	(26,695)	0	0
<i>Balance September 30</i>	275,315	820,889	1,096,204	983,969

Amici Camping Charity
Year ended September 30, 2014

Statement of Operations			2014	2013
	General Fund	Endowment Fund	Total	Total
Revenues				
Donations	\$ 512,663	\$ 0	\$ 512,663	\$ 488,742
Events, Note 5	162,739	0	162,739	108,130
Total Revenues	675,402	0	675,402	596,872
Program Expenses				
Camp fees	412,142	0	412,142	330,298
Program support	67,769	8,914	76,683	60,555
	479,911	8,914	488,825	390,853
Operating Expenses				
Fundraising	88,588	0	88,588	67,542
Office and general	59,730	0	59,730	51,567
Professional fees	19,965	0	19,965	11,751
Rent	8,449	0	8,449	7,268
	176,732	0	176,732	138,128
Total Expenses	656,643	8,914	665,557	528,981
Surplus (Deficit) Before Other	18,759	(8,914)	9,845	67,891
Other				
Dividend income	0	11,818	11,818	11,756
Interest income	1,922	5,151	7,073	3,191
Realized gains on investments	0	28,588	28,588	44,408
Unrealized gains on investments	0	54,911	54,911	43,458
Other Surplus	1,922	100,468	102,390	102,813
Surplus	20,681	91,554	112,235	170,704

Amici Camping Charity
Year ended September 30, 2014

Statement of Cash Flows			2014	2013
	General Fund	Endowment Fund	Total	Total
Operating Activities				
Surplus	\$ 20,681	\$ 91,554	\$ 112,235	\$ 170,704
Items not affecting cash				
Unrealized gains on investments	0	(54,911)	(54,911)	(43,458)
	20,681	36,643	57,324	127,246
Changes in non-cash working capital				
Changes in accounts receivable	(8,489)	0	(8,489)	4,640
Changes in prepaid expenses	(8,349)	0	(8,349)	3,038
Changes in accounts payable	2,556	0	2,556	(1,651)
Changes in interfund balances	26,695	(26,695)	0	0
Cash Provided By (Used In) Operating Activities	33,094	9,948	43,042	133,273
Investing Activities				
Reinvested dividends	0	(11,818)	(11,818)	(11,756)
Reinvested interest income	0	(5,151)	(5,151)	(1,702)
Reinvested realized gains on investments	0	(28,588)	(28,588)	(44,408)
Increase in investments	0	35,609	35,609	30,691
Cash Used in Investing Activities	0	(9,948)	(9,948)	(27,175)
Net cash increase during the year	33,094	0	33,094	106,098
Cash position beginning of year	216,550	0	216,550	110,452
Cash Position End Of Year	249,644	0	249,644	216,550

Notes to Financial Statements

Status and Nature of Activities

The mission of Amici Camping Charity is to sponsor children to attend summer camp each year in the Province of Ontario. The Organization was incorporated under the Ontario Corporations Act on March 15, 1990 as a not-for-profit organization without share capital.

Income Tax Status

The Organization is a charitable organization as defined in the Income Tax Act (Canada) and may issue charitable receipts for donations received.

Note 1

Significant Accounting Policies

a) Basis of Accounting

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

b) Fund Accounting

Revenues and expenses related to program delivery and administrative activities are reported in the General Fund.

Endowment contributions are reported in the Endowment Fund. Dividend and interest income are reported in the Endowment Fund.

Realized and unrealized gains and losses on investments of the Endowment Fund are reported in the Endowment Fund.

c) Revenue Recognition

The Organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in the net assets in the year.

Donation revenue is recognized on an accrual basis. Camp fees are provided using resources available and may not be reflected in the same year as the donations were received. Consequently, General Fund surplus(loss) may vary considerably from one year to the next.

Note 1 Significant Accounting Policies - continued

The Organization outsources the management of certain events to contracted or volunteer managers and does not act as principal in these arrangements. Consequently, for these events, the Organization recognizes the net amounts received as revenue. Revenue from fundraising events for which management is handled using the Organization's resources is recorded on a gross basis with all expenses separately accounted for.

Pooled funds are held by the Toronto Community Foundation (TCF) in trust for the organization. Revenue from investments is recognized based on information supplied by TCF to the organization. This investment income in the Endowment Fund includes interest and dividend income, and realized and unrealized investment gains and losses.

(d) Use of Estimates

The preparation of financial statements requires management to make assumptions about future events 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 reporting period. Actual results could differ from these estimates.

(e) Donations in Kind

Donated goods and services are included in revenue and expenses when it is likely that the Organization would have had to otherwise pay for these goods and services.

(f) Property and Equipment

Purchases of property and equipment are expensed as incurred.

(g) Allocation of Salary

Salaries are allocated between salaries and benefits, fundraising, and program expenses. The allocation is based on the amount of time staff spent on fundraising and program activities. Some degree of management estimation is made using board approved allocation percentages. The remaining portion of salaries is then allocated to office and general. Please refer to Note 4 for additional detail regarding this allocation.

Note 1 Significant Accounting Policies - continued

(h) Financial Instruments

Measurement of Financial Instruments

The Organization initially measures its financial assets and financial liabilities at fair value, except for certain non-arm's length transactions.

The Organization subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in income.

Financial assets measured at amortized cost include cash, and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable.

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in surplus. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in income.

Note 2 Financial Instruments

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a loss.

The Organization is subject to concentrations of credit risk through its cash and investment accounts. The maximum credit risk is equivalent to the carrying value.

Liquidity Risk

Liquidity risk is the risk that the Organization will encounter difficulty in meeting obligations associated with financial liabilities. It is the Board of Directors' opinion that the Organization is not exposed to significant liquidity risk.

Market Risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates and foreign exchange rates. These fluctuations may be significant. The market risk factors for the pooled fund investments are those to which the Toronto Community Foundation Endowment funds are exposed. The methods and assumptions management uses have not changed substantially from the prior period. It is the Board of Directors' opinion that the Organization is not exposed to significant interest or foreign exchange rate risks.

Note 3 Cash and Investments

Cash

	2014	2013
Operating current account	\$ 249,644	\$ 216,550

Long-Term Investments

Pooled Investments held in trust by Toronto Community Foundation in their Endowment Fund	820,889	756,030
	1,070,533	972,580

Amici Camping Charity

September 30, 2014

Note 4 Salary and Benefits

Remuneration to employees during the year totaled \$161,298 (2013 - 122,493).

The remuneration has been allocated as follows:

	2014		2013
Program support	\$ 64,519	\$	48,997
Fundraising	64,519		48,997
Office and general	32,260		24,499
Total remuneration during the year	<u>161,298</u>		<u>122,493</u>

Note 5 Event Income

Event revenue is comprised of net revenues generated through the following events:

	2014		2013
Canoe Head for Kids	\$ 128,109	\$	87,476
Other community events	34,630		20,654
	<u>162,739</u>		<u>108,130</u>

Note 6 Interfund Transfers

In fiscal 2014, the Organization transferred 3.5% of the Endowment Fund to the General Fund to support its charitable programs. The amount transferred in fiscal 2014 was \$26,695. There are no externally imposed requirements for the General Fund to repay these funds to the Endowment Fund.