

**Social Development Council of Cornwall and Area  
Conseil de Développement Social de Cornwall et de la Région  
Financial Statements  
March 31, 2018  
(Unaudited)**

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Conseil de Développement Social de Cornwall et de la Région  
March 31, 2018

(Unaudited)

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**Review Engagement Report**

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**To the Board Members of Social Development Council of Cornwall and Area  
Conseil de Développement Social de Cornwall et de la Région**

I have reviewed the accompanying financial statements of **Social Development Council of Cornwall and Area/ Conseil de Développement Social de Cornwall et de la Région**, that comprise the statement of financial position as March 31, 2018, and the statements of operations and cash flows for the year 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 private enterprise Canadian Accounting Standards for Not-for-Profit Organizations s. 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.

**Practitioner's Responsibility**

My responsibility is to express a conclusion on the accompanying financial statements based on my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which requires me to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, I do not express an audit opinion on these financial statements.

**Conclusion**

Based on my review, nothing has come to my attention that causes me to believe that the financial statements do not present fairly, in all material respects, the financial position of **Social Development Council of Cornwall and Area/ Conseil de Développement Social de Cornwall et de la Région**, as at March 31, 2018, and the results of its operations and its cash flows for the year ended in accordance with Canadian Accounting Standards for Not-for-Profit Organizations.



Denis A. Theriault

Chartered Professional Accountant  
Chartered Accountant  
Licensed Public Accountant

Cornwall, Ontario  
January 28, 2019

Social Development Council of Cornwall and Area  
 Conseil de Développement Social de Cornwall et de la Région  
 Statement of Financial Position  
 (Unaudited)

March 31	2018	2017
<b>Assets</b>		
Current assets		
Cash	\$ 47,245	\$ 183,297
Accounts receivable	3,882	-
Grant receivable	3,900	18,800
Due from government	7,207	-
	<b>\$ 62,234</b>	<b>\$ 202,097</b>
<b>Liabilities and Net Assets</b>		
Current liabilities		
Accounts payable and accrued liabilities	\$ 9,555	\$ 9,814
Due to government	-	8,163
Deferred revenue (Note 3)	-	117,813
	<b>9,555</b>	<b>135,790</b>
<b>Net Assets</b>		
Fund balance	52,679	66,307
	<b>\$ 62,234</b>	<b>\$ 202,097</b>

Approved on behalf of the Board:

..... Director  
 ..... Director

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Social Development Council of Cornwall and Area  
 Conseil de Développement Social de Cornwall et de la Région  
 Statement of Operations  
 (Unaudited)

For the year ended March 31	2018	2017
<b>Revenue</b>		
Grant - City of Cornwall	\$ 60,000	\$ 60,000
Grant - Ontario Trillium Foundation (Note 3)	117,813	71,587
Fee for service	5,800	20,678
Fundraising	1,977	2,509
Grants	44,806	61,146
Sponsorship	13,328	13,000
	<b>243,724</b>	<b>228,920</b>
<b>Expenses</b>		
Advertising	1,393	-
Bank charges	1,838	769
Fees	240	80
Insurance	2,191	1,758
Miscellaneous	5,008	2,686
Office supplies	3,167	5,164
Other	-	8,600
Professional fees	5,827	4,908
Rent	1,100	1,100
Salaries and employee benefits	194,835	175,825
Special events	4,850	-
Supplies	20,621	8,325
Telephone	-	248
Working shops	16,282	24,294
	<b>257,352</b>	<b>233,758</b>
<b>Excess of (expenses over revenue)</b>	<b>(13,628)</b>	<b>(4,838)</b>
Fund balance, beginning of year	66,307	71,144
<b>Fund balance, end of year</b>	<b>\$ 52,679</b>	<b>\$ 66,307</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Social Development Council of Cornwall and Area  
 Conseil de Développement Social de Cornwall et de la Région  
 Statement of Cash Flows  
 (Unaudited)

For the year ended March 31	2018	2017
<b>Operating activities</b>		
Excess of (expenses over revenue)	\$ (13,628)	\$ (4,838)
(Increase) decrease accounts receivable	(3,882)	14,074
Decrease (increase) grant receivable	14,900	(18,800)
(Increase) decrease due from government	(15,370)	2,744
(Decrease) increase accounts payable and accrued liabilities	(259)	9,814
Increase owing to government	-	1,747
(Decrease) increase deferred revenue	(117,813)	117,813
<b>(Decrease) increase in cash flow from operating activities</b>	<b>(136,052)</b>	<b>122,555</b>
Cash, beginning of year	183,297	60,742
<b>Cash, end of year</b>	<b>\$ 47,245</b>	<b>\$ 183,297</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

March 31, 2018

**1. Purpose of organization**

The Social Development Council of Cornwall and Area/ Conseil de Développement Social de Cornwall et de la Région was incorporated under the laws of the Province of Ontario February 27, 2008 and is a non-profit organization under the Income Tax Act.

**2. Summary of Significant Accounting Policies**

**Measurement of Financial Instruments**

Financial assets and financial liabilities are recorded at fair value on initial recognition.

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

**Deferred Revenue**

Donations, grants and subsidy received for capital purposes are deferred and amortized on a straight-line basis at a rate corresponding with the depreciation rate for the related property and equipment.

**Revenue Recognition**

*Restricted contributions*

Restricted contributions are recognized as revenue of the appropriate fund in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue of the appropriate fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

**Use of Estimates**

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures 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.

**Contributed Services**

Volunteers assist in carrying out activities. Because of the difficulty of determining the fair value, contributed services are not recognized in the financial statements.

**3. Deferred Revenue**

Changes in the deferred revenue are as follows:

	Community Gardens SD&G	Caring Dads	Code Heroes	Total 2018	Total 2017
Balance, beginning of year	\$ 37,192	\$ 34,817	\$ 45,804	\$ 117,813	-
Grants received	-	-	-	-	170,600
Grants receivable	-	-	-	-	18,800
Amortized to revenue during the year	(37,192)	(34,817)	(45,804)	(117,813)	(71,587)
Balance, end of year	\$ -	\$ -	\$ -	\$ -	117,813

March 31, 2018

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#### 4. Financial instruments

*Credit risk*

Credit risk associated with accounts receivable arises from the risk that a counterparty may default on its contractual obligations resulting in a financial loss.

*Liquidity risk*

Liquidity risk is the risk that the Council will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The Council's exposure to liquidity risk is dependent on collection of accounts receivable and sustain operations.