

**Alliance for South Asian AIDS Prevention**

**Financial Statements**

**March 31, 2008**



Clarkson Rouble LLP  
Chartered Accountants

## Auditors' Report

To the Members of

### **Alliance for South Asian AIDS Prevention**

We have audited the statement of financial position of **Alliance for South Asian AIDS Prevention** as at **March 31, 2008** and the statements of operations, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the organization'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 organization derives part of its revenue from donations the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of revenue from this source 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 donations revenue, excess of revenue over expenses, assets and net asset balances.

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 revenue referred to in the preceding paragraph, these financial statements present fairly, in all material respects the financial position of the organization as at **March 31, 2008** and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

*Clarkson Rouble LLP*

**Mississauga, Ontario**  
**May 30, 2008**

**Clarkson Rouble LLP**  
**Chartered Accountants**  
**Licensed Public Accountants**

# Alliance for South Asian AIDS Prevention

## Statement of Financial Position

As at March 31

	2008	2007
<b>Assets</b>		
<b>Current</b>		
Cash	\$ 49,573	\$ 47,477
Short term investments (Note 3)	53,885	52,597
Accounts receivable	2,616	9,068
Prepaid expenses	7,001	23,534
	<u>113,075</u>	<u>132,676</u>
<b>Capital assets (Note 4)</b>	<u>5,680</u>	<u>10,334</u>
	<b>\$ 118,755</b>	<b>\$ 143,010</b>
<b>Liabilities</b>		
<b>Current</b>		
Accounts payable and accrued liabilities	\$ 10,179	\$ 10,845
Deferred revenue (Note 5)	25,753	33,584
	<u>35,932</u>	<u>44,429</u>
<b>Deferred contributions (Note 6)</b>	<u>1,420</u>	<u>4,799</u>
	<u>37,352</u>	<u>49,228</u>
<b>Net Assets</b>		
Invested in capital assets	4,260	5,535
Internally restricted	1,076	10,723
Unrestricted	76,067	77,524
	<u>81,403</u>	<u>93,782</u>
	<b>\$ 118,755</b>	<b>\$ 143,010</b>

On behalf of the Board:

\_\_\_\_\_  
Director

\_\_\_\_\_  
Director

# Alliance for South Asian AIDS Prevention

## Statement of Operations

Year Ended March 31

	2008	2007
<b>Revenue</b>		
Government grants (Note 5)		
Public Health Agency of Canada, Ontario Region (Note 8)	\$ 81,000	\$ 127,172
Ontario Ministry of Health	200,325	197,325
City of Toronto	108,884	88,685
Foundations and other agencies	20,750	34,575
Amortization of deferred contributions	3,379	3,769
	<hr/>	<hr/>
	414,338	451,526
Charitable donations	8,309	38,383
Fundraising	2,415	-
Interest, memberships, other	2,302	1,366
	<hr/>	<hr/>
	427,364	491,275
 <b>Expenses</b>		
Salaries, benefits, training	318,854	275,776
Subcontracted services	829	8,087
Program supplies and services	52,013	122,070
Office supplies and services	42,284	46,312
Rent, utilities and maintenance	20,592	18,331
Amortization	5,171	6,331
	<hr/>	<hr/>
	439,743	476,907
 <b>Excess of (expenses over revenue)</b>		
<b>revenue over expenses for the year</b>	<b>\$ (12,379)</b>	<b>\$ 14,368</b>

# Alliance for South Asian AIDS Prevention

## Statement of Changes in Net Assets

Year Ended March 31

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	Invested in capital assets	Internally Restricted	Unrestricted	2008 Total	2007 Total
Balance, beginning of year	\$ 5,535	\$ 10,723	\$ 77,524	\$ 93,782	\$ 79,414
Excess of (expenses over revenue) revenue over expenses	(1,792)	(9,647)	(940)	(12,379)	14,368
Cost of purchased assets	517	-	(517)	-	-
<b>Balance, end of year</b>	<b>\$ 4,260</b>	<b>\$ 1,076</b>	<b>\$ 76,067</b>	<b>\$ 81,403</b>	<b>\$ 93,782</b>

# Alliance for South Asian AIDS Prevention

## Statement of Cash Flows

Year Ended March 31

	2008	2007
<b>Operating activities</b>		
Excess of (expenses over revenue) revenue over expenses	\$ (12,379)	\$ 14,368
Items not requiring an outlay of cash		
Amortization of deferred contribution	(3,379)	(3,769)
Amortization of capital assets	5,171	6,331
	(10,587)	16,930
Change in non-cash working capital		
Accounts receivable	6,452	(2,280)
Prepaid expenses	16,533	(16,234)
Accounts payable and accrued liabilities	(666)	(4,611)
Deferred revenue for future operations	(7,831)	(3,811)
<b>Increase (decrease) from operating activities</b>	<b>3,901</b>	<b>(10,006)</b>
<b>Investing and financing activities</b>		
Purchase of furniture and equipment	(517)	(786)
<b>Decrease from investing and financing activities</b>	<b>(517)</b>	<b>(786)</b>
<b>Increase (decrease) in cash</b>	<b>3,384</b>	<b>(10,792)</b>
<b>Cash, beginning of year</b>	<b>100,074</b>	<b>110,866</b>
<b>Cash, end of year</b>	<b>\$ 103,458</b>	<b>\$ 100,074</b>
<b>Cash is represented by:</b>		
Cash	\$ 49,573	\$ 47,477
Short term investments	53,885	52,597
	<b>\$ 103,458</b>	<b>\$ 100,074</b>

# Alliance for South Asian AIDS Prevention

## Notes to Financial Statements

March 31, 2008

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### 1. The organization

The Alliance for South Asian AIDS Prevention (Alliance) is registered as a not-for profit organization, incorporated on June 1, 1995 without share capital by Letters Patent in Ontario. The Alliance was registered as a charitable organization under the Income Tax Act on April 1, 1996.

The Alliance for South Asian AIDS Prevention is an agency committed to the prevention of the spread of the Human Immuno Deficiency Virus (HIV) and Acquired Immune Deficiency Syndrome (AIDS) and to promoting the health of people infected and affected by HIV/AIDS.

### 2. Summary of significant accounting policies

#### a) Basis of presentation

These financial statements have been prepared in accordance with the accounting standards for not-for-profit organizations and include only the assets, liabilities, revenues and expenses relating to the organization.

#### b) Revenue recognition

Restricted grants are recognized as revenue in the year in which the related expenses are incurred. Grants not recognized as revenue in the year received are presented on the Balance Sheet as deferred revenue. Unrestricted grants are recognized as revenue when received.

Donation of goods are recorded in the accounts at fair market value. Unrestricted cash donations are recognized as revenue when received.

#### c) Capital assets

Capital assets are recorded at cost or , if donated, at fair market value and amortized on the straight-line basis. Equipment and furniture are amortized at the rate of 20% per annum and the computer equipment is amortized at the rate of 33% per annum.

#### d) Contributed Materials and Services

Volunteers contribute many hours of assistance each year to the organization in carrying out its service delivery activities. Because of the difficulty determining their fair value, contributed services are not recognized in these financial statements.

# Alliance for South Asian AIDS Prevention

## Notes to Financial Statements

March 31, 2008

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### 2. Summary of significant accounting policies (continued)

#### e) Use of estimates

The preparation of the organization's financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions which 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 those estimates.

### 3. Short term investments

	2008	2007
Term deposits:		
Matures February 9, 2010, interest at 3.5%	\$ 20,700	\$ 20,000
Matures November 10, 2008 interest at 2.75%	12,944	12,597
Matures July 17, 2008 interest at 3.8%	20,241	20,000
	<hr/> \$ 53,885	<hr/> \$ 52,597

### 4. Capital assets

	2008		2007	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Furniture and equipment	\$ 12,025	\$ 7,531	\$ 4,494	\$ 5,578
Computer	14,429	13,243	1,186	4,756
	<hr/> \$ 26,454	<hr/> \$ 20,774	<hr/> \$ 5,680	<hr/> \$ 10,334

### 5. Continuity of Grants from Government and Foundations and Deferred Revenue

The operating grants from the City of Toronto, Department of Health, AID Prevention constitutes restricted funding to cover the operating expenditures of their approved projects which are provided on a fiscal year ending June 30th. The deferred operating grant represents funds received to cover the project operating period following the organizations year end of March 31st.

The deferred contributions balance represents the unamortized portion of restricted funding for the purpose of purchasing capital assets.

# Alliance for South Asian AIDS Prevention

## Notes to Financial Statements

March 31, 2008

### 5. Continuity of Grants from Government and Foundations and Deferred Revenue (continued)

	2008	2007
Deferred, beginning balance		
City of Toronto, Dept of Health, AIDS Prevention	\$ 33,584	\$ 23,666
Ontario Trillium Foundation	-	13,729
	<u>33,584</u>	<u>37,395</u>
Received in the current fiscal year:		
Public Health Agency of Canada, Ontario Region	81,000	127,172
Ontario Ministry of Health, AIDS Bureau	200,325	197,325
City of Toronto, Dept of Health, AIDS Prevention	101,053	98,603
Community Partners Fund	6,500	3,217
Other agencies	14,250	17,629
	<u>403,128</u>	<u>443,946</u>
Deferred, ending balance		
City of Toronto, Dept of Health, AIDS Prevention	(25,753)	(33,584)
	<u>(25,753)</u>	<u>(33,584)</u>
Amortization of deferred contributions for capital assets		
Canada, AIDS Community Action Program, volunteer pgrm	2,740	2,271
Ontario Ministry of Health, amortize to income	-	917
Ontario Trillium Foundation	639	581
	<u>3,379</u>	<u>3,769</u>
<b>Total grants reported as revenue for the fiscal year</b>	<b>\$ 414,338</b>	<b>\$ 451,526</b>

### 6. Deferred Contributions

Deferred contributions for capital assets represent restricted funding received for the purchase of capital assets that are amortized to subsequent periods at the same rate as the capital assets are amortized to operations.

	2008	2007
Balance, beginning of year	\$ 4,799	\$ 8,568
Amounts amortized to revenue	(3,379)	(3,769)
	<u>\$ 1,420</u>	<u>\$ 4,799</u>

**Alliance for South Asian AIDS Prevention**

**Notes to Financial Statements**

**March 31, 2008**

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**7. Contractual Obligations**

The organization has entered into contractual obligations for the lease of office premises. These obligations are summarized by fiscal year as follows:

2009	14,757
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**8. Public Health Agency of Canada, Ontario Region funding and expenses**

Costs for programs operated by ASAAP, for the South Asian PHA Program and Volunteer Program reporting, reconciliation and settlement purposes are as follows:

<b>Funding</b>	\$ 81,000
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<b>Expenses</b>	
Personnel	55,369
Travel	2,200
Materials	3,466
Rent	7,321
Evaluation	6,200
Workshop and website	6,444
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	81,000
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<b>Surplus</b>	\$ -
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**9. Financial Instruments**

The fair values of the cash, term deposits, accounts receivable and accounts payable approximate their book value given their short-term maturity.