

Lesbian Gay Bi Trans Youth Line

Financial Statements

March 31, 2015



Clarkson Rouble LLP
Chartered Accountants

Independent Auditors' Report

To the Members,

Lesbian Gay Bi Trans Youth Line

Report of the financial statements

We have audited the accompanying financial statements of **Lesbian Gay Bi Trans Youth Line** which comprise the statement of financial position as at **March 31, 2015** and the statements 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.

Managements'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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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 in our audits is sufficient and appropriate to provide a basis for our qualified audit opinion.

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Lesbian Gay Bi Trans Youth Line

Independent Auditors' Report

Page 2

Basis for Qualified Opinion

In common with many charitable organizations, the organization derives part of its revenue from donations and fundraising, 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 and fundraising revenues, excess of revenue over expenses and net assets.

Qualified Opinion

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 and fundraising revenues 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, 2015** and the results of its operations and the changes in net assets and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Clarkson Rouble LLP

Mississauga, Ontario
August 21, 2015

Clarkson Rouble LLP
Chartered Accountants
Licensed Public Accountants

Lesbian Gay Bi Trans Youth Line

Statement of Financial Position As at March 31

	2015	2014
Assets		
Current		
Cash	\$ 74,036	\$ 102,142
Guaranteed Investment Certificate	10,000	10,000
Accounts receivable	19,980	19,209
HST rebate receivable	9,663	4,267
	<u>113,679</u>	<u>135,618</u>
Equipment (Note 2)	5,230	215
	<u>\$ 118,909</u>	<u>\$ 135,833</u>


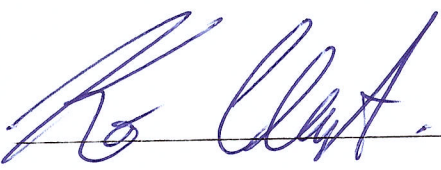
Liabilities

Current		
Accounts payable and accrued liabilities	\$ 7,811	\$ 8,247
Deferred revenue	13,500	7,500
	<u>21,311</u>	<u>15,747</u>

Net Assets	97,598	120,086
	<u>\$ 118,909</u>	<u>\$ 135,833</u>

See accompanying notes to financial statements

On behalf of the Board:

 Director  Director

Lesbian Gay Bi Trans Youth Line

Statement of Operations and Changes in Net Assets Year Ended March 31

	2015	2014
Revenue		
Corporation and foundation grants (Note 3)	\$ 64,550	\$ 44,779
Ministry of Health	86,160	86,160
City of Toronto grant	40,925	40,040
Canada Summer Jobs grant	5,150	-
Donations	34,668	34,995
Fundraising	19,055	7,958
Other income	3,069	-
Pride & Remembrance Foundation	-	10,908
Trillium Foundation	-	4,900
	<u>253,577</u>	<u>229,740</u>
Expenses		
Charitable activities expenses (Schedule 1)	196,250	163,375
Administration expenses		
Accounting and audit	13,816	12,258
Amortization	2,829	215
Board of directors costs, insurance	2,718	3,471
Office supplies, bank charges and other	10,549	10,261
Salaries, benefits and related costs	49,196	54,991
Special projects	707	4,120
	<u>79,815</u>	<u>85,316</u>
	276,065	248,691
Deficiency of revenue over expenses for the year	(22,488)	(18,951)
Net Assets, beginning of year	120,086	139,037
Net Assets, end of year	\$ 97,598	\$ 120,086

See accompanying notes to financial statements

Lesbian Gay Bi Trans Youth Line

Statement of Cash Flows Year Ended March 31

	2015	2014
Cash provided by operating activities		
Deficiency of revenue over expenses for the year	\$ (22,488)	\$ (18,951)
Items not requiring an outlay of cash		
Amortization	2,829	215
	<u>(19,659)</u>	<u>(18,736)</u>
Changes in working capital		
Accounts receivable	(771)	(146)
HST rebate receivable	(5,396)	4,713
Accounts payable and accrued liabilities	(436)	(3,374)
Deferred revenue	6,000	(20,808)
	<u>(20,262)</u>	<u>(38,351)</u>
Decrease from operating activities		
Investing activity		
Purchase of equipment	(7,844)	-
	<u>(7,844)</u>	<u>-</u>
Decrease in cash	(28,106)	(38,351)
Cash, beginning of year	112,142	150,493
Cash, end of year	\$ 84,036	\$ 112,142
Represented by:		
Cash in bank	\$ 74,036	\$ 102,142
Guaranteed Investment Certificate	10,000	10,000
	<u>\$ 84,036</u>	<u>\$ 112,142</u>

See accompanying notes to financial statements

Lesbian Gay Bi Trans Youth Line

Notes to Financial Statements March 31, 2015

Lesbian Gay Bi Trans Youth Line was incorporated on September 12, 1995 under the Canada Corporations Act as a corporation without share capital to provide peer support and peer counselling to and/or about lesbian, gay, bisexual, two-spirited and transgendered youth. The organization is a registered charity, as described in Section 149(1)(f) of the Income Tax Act, and therefore is not subject to either federal or provincial income tax.

1. Summary of significant accounting policies

The organization applies the Canadian accounting standards for not-for-profit organizations.

a) Fund accounting

The organization's accounts are maintained in accordance with the principle of fund accounting. The general fund reports contributions and expenses related to the operations and administration of the organization.

b) Revenue recognition and deferred revenue

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

c) Donations in kind

Donations in kind are recorded only if a tax receipt is issued. Tax receipts are issued for gifts in kind if requested by the donor and if the fair market value of the gift is readily determinable. The total amount of gift in kind tax receipt is included in both the revenue and expense.

From time to time, the organization receives donations of art and graphic design services at no cost. These are recorded at market value and included in donations in kind revenue.

d) Donated services

The organization derives a significant benefit from members acting as volunteers and directors. Since these services are not normally purchased by the organization and because of the difficulty of determining the fair market value, the value of these donated services is not recorded in these financial statements.

Lesbian Gay Bi Trans Youth Line

Notes to Financial Statements

March 31, 2015

1. Summary of significant accounting policies (continued)

e) Equipment

Equipment is recorded at cost. The organization provides for amortization using the following methods at rates designed to amortize the cost of the equipment over its estimated useful life. The annual amortization rates and methods are as follows:

Asset	Rate
Computer equipment	3 years straight line
Telephone equipment	5 years straight line

f) Measurement uncertainty

The preparation of Organization's financial statements in conformity with Canadian accounting standards for not-for-profit organizations 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. Areas of measurement uncertainty include the valuation of donations in kind and the allocation of costs between charitable activities and administrative activities.

g) Measurement of financial instruments

The organization's financial instruments consist of cash and short-term investments, accounts receivable, accounts payable, accrued liabilities and deferred revenue.

The face value of the short term investments plus accrued interest approximates the fair value of these investments.

The carrying values of all other financial instruments approximates their fair values because they are receivable or payable on demand.

Lesbian Gay Bi Trans Youth Line

Notes to Financial Statements

March 31, 2015

2. Equipment

	2015			2014	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value	
Computer equipment	\$ 8,489	\$ 3,259	\$ 5,230	\$ 215	
Telephone equipment	10,018	10,018	-	-	
	\$ 18,507	\$ 13,277	\$ 5,230	\$ 215	

3. Funding from Corporation and foundation grants

	2015	2014
Canada Post Community Foundation	\$ 19,000	\$ -
Elementary Teachers' Federation of Ontario	2,000	2,000
Pricewaterhouse Coopers	-	5,000
TD Bank Financial Group	25,000	29,000
The Geoffrey H. Wood Foundation	1,000	3,500
The Yonge Street Mission	7,436	5,248
Virgin Unite (Canada), Inc.	10,000	-
Others	114	31
	\$ 64,550	\$ 44,779

Lesbian Gay Bi Trans Youth Line

Schedule of Charitable Activities Expenses Year Ended March 31

Schedule 1

	2015	2014
Operations		
Events	\$ 5,000	\$ 3,891
Occupancy	9,908	9,908
Promotional materials	3,061	499
Salaries, benefits and related costs	151,214	106,622
Telephone, internet and website	12,094	13,661
Travel	730	965
Volunteer training and support	12,143	12,021
	<u>194,150</u>	<u>147,567</u>
Trillium Project Expenses		
Events	-	202
Honorarium	-	600
Office	-	11
Salary	-	1,847
Travel expense	-	2,240
	<u>-</u>	<u>4,900</u>
Pride and Remembrance Expenses		
Retreat	656	-
Salary	460	8,616
Travel expense	963	-
Promotional	21	2,292
	<u>2,100</u>	<u>10,908</u>
	<u>\$ 196,250</u>	<u>\$ 163,375</u>