

CENTRE FOR TREATMENT OF SEXUAL ABUSE AND CHILDHOOD TRAUMA
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2015

Review Engagement Report
Statement of Financial Position
Statement of Revenue and Expenses and Changes in Net Assets
Statement of Cash Flows
Notes to Financial Statements



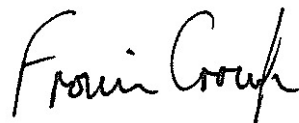
REVIEW ENGAGEMENT REPORT

To the Directors of:
Centre for Treatment of Sexual Abuse and Childhood Trauma

We have reviewed the statement of financial position of the Centre for Treatment of Sexual Abuse and Childhood Trauma as at September 30, 2015, and the statement of revenue and expenses, changes in net assets and cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of inquiry, analytical procedures and discussion related to information supplied to us by the organization.

A review does not constitute an audit, and consequently, we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.

A handwritten signature in black ink that reads "Frouin Group".

Licensed Public Accountants
Ottawa, ON
January 29, 2016

A large, light blue watermark of a compass rose is visible in the bottom left corner of the page, partially overlapping the footer text. It shows a compass rose with a needle pointing towards the top right and degree markings around the circle.

Authorized to practice public accounting by the Institute of Chartered Professional Accountants of Ontario

FROUIN GROUP PROFESSIONAL CORPORATION
CHARTERED ACCOUNTANTS

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CENTRE FOR TREATMENT OF SEXUAL ABUSE AND CHILDHOOD TRAUMA

UNAUDITED STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2015

	Restricted Funds		General Fund	Total	
	Subsidy Fund	Endowment Fund		2015	2014
CURRENT ASSETS					
Cash	\$ 5,384	\$ 178	\$ 7,151	\$ 12,713	\$ 29,054
Term Deposits (Note 4)	0	6,822	0	6,822	6,770
HST Receivable	0	0	5,574	5,574	5,884
Prepaid Expenses	0	0	4,229	4,229	4,277
	<u>5,384</u>	<u>7,000</u>	<u>16,954</u>	<u>29,338</u>	<u>45,985</u>
PROPERTY & EQUIPMENT (Note 2e and 5)	<u>0</u>	<u>0</u>	<u>831</u>	<u>831</u>	<u>1,341</u>
TOTAL ASSETS	<u>\$ 5,384</u>	<u>\$ 7,000</u>	<u>\$ 17,785</u>	<u>\$ 30,169</u>	<u>\$ 47,326</u>
CURRENT LIABILITIES					
Accounts payable & accrued liabilities	\$ 0	\$ 0	\$ 3,976	\$ 3,976	\$ 3,496
Payable to the Subsidy Fund	0	0	0	0	0
Deferred revenue (Note 6)	0	0	1,063	1,063	5,148
	<u>0</u>	<u>0</u>	<u>5,039</u>	<u>5,039</u>	<u>8,644</u>
NET ASSETS (Note 7)					
Invested in capital assets	0	0	831	831	1,341
Externally restricted	0	7,000	0	7,000	7,000
Internally restricted	5,384	0	0	5,384	5,384
Unrestricted	0	0	11,915	11,915	24,957
	<u>5,384</u>	<u>7,000</u>	<u>12,746</u>	<u>25,130</u>	<u>38,682</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 5,384</u>	<u>\$ 7,000</u>	<u>\$ 17,785</u>	<u>\$ 30,169</u>	<u>\$ 47,326</u>

APPROVED ON BEHALF OF THE BOARD :

Director _____

Director _____

(See accompanying Notes to Financial Statements)

CENTRE FOR TREATMENT OF SEXUAL ABUSE AND CHILDHOOD TRAUMA
UNAUDITED STATEMENT OF REVENUE AND EXPENSES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	<u>Restricted Funds</u>		<u>General Fund</u>	<u>Total</u>	
	<u>Subsidy Fund</u>	<u>Endowment Fund</u>		<u>2015</u>	<u>2014</u>
REVENUE					
Associates' contributions - rental income	\$ 0	\$ 0	\$ 34,360	\$ 34,360	\$ 39,327
Conferences and workshops	0	0	39,041	39,041	28,674
Cash Donations	0	0	2,562	2,562	4,296
Miscellaneous	0	0	2,277	2,277	2,469
Internship and Supervision	0	0	2,269	2,269	5,476
Memberships and Dues	0	0	7,388	7,388	8,261
Interest	0	0	52	52	54
TOTAL REVENUE	<u>0</u>	<u>0</u>	<u>87,949</u>	<u>87,949</u>	<u>88,557</u>
EXPENSES					
Rent	0	0	38,798	38,798	41,279
Conferences and workshops	0	0	32,792	32,792	16,961
Wages	0	0	11,724	11,724	15,163
Professional fees	0	0	4,917	4,917	6,075
Office	0	0	2,117	2,117	1,668
Telephone	0	0	2,299	2,299	1,939
Amortization	0	0	510	510	510
Insurance	0	0	3,510	3,510	3,479
Internet	0	0	1,148	1,148	1,001
Bank Charges	0	0	796	796	785
Advertising and promotion	0	0	543	543	405
Postage	0	0	43	43	39
Non-Refundable Portion of HST	0	0	2,304	2,304	2,195
TOTAL EXPENSES	<u>0</u>	<u>0</u>	<u>101,501</u>	<u>101,501</u>	<u>91,499</u>
DEFICIENCY OF REVENUE OVER EXPENSES	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (13,552)</u>	<u>\$ (13,552)</u>	<u>\$ (2,942)</u>
Balance, beginning of the year	\$ 5,384	\$ 7,000	\$ 26,298	\$ 38,682	\$ 41,624
Deficiency of revenue over expenses	0	0	(13,552)	(13,552)	(2,942)
Balance, end of the year	<u>\$ 5,384</u>	<u>\$ 7,000</u>	<u>\$ 12,746</u>	<u>\$ 25,130</u>	<u>\$ 38,682</u>

(See accompanying Notes to Financial Statements)

CENTRE FOR TREATMENT OF SEXUAL ABUSE AND CHILDHOOD TRAUMA

UNAUDITED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED SEPTEMBER 30, 2015

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Deficiency of revenue over expenses	\$ (13,552)	\$ (2,942)
Add: Amortization	<u>510</u>	<u>510</u>
	(13,042)	(2,432)
Cash flows from current operating items	<u>(3,247)</u>	<u>437</u>
	<u>(16,289)</u>	<u>(1,995)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Decrease in term deposits	<u>(52)</u>	<u>(54)</u>
DECREASE IN CASH AND EQUIVALENTS	(16,341)	(2,049)
CASH AND EQUIVALENTS, beginning of year	<u>29,054</u>	<u>31,103</u>
CASH AND EQUIVALENTS, end of year	\$ <u>12,713</u>	\$ <u>29,054</u>
REPRESENTED BY		
Cash	\$ <u>12,713</u>	\$ <u>29,054</u>

(See accompanying Notes to Financial Statements)

CENTRE FOR TREATMENT OF SEXUAL ABUSE AND CHILDHOOD TRAUMA
NOTES TO UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2015

1. ORGANIZATION

The Centre for Treatment of Sexual Abuse and Childhood Trauma (the Centre) is a non-profit, charitable organization, incorporated November 30, 2002 without share capital, designed to provide comprehensive services for individuals who have experienced sexual abuse or other childhood trauma. The Centre also subsidizes the therapy of certain clients who are unable to meet the financial cost and this amount is reflected in the financial statements. The Centre is exempt from income taxes under Section 149 of the Income Tax Act.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

a. Use of estimates

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 income and expenditures during the reporting period. Actual results may differ from management's best estimates as additional information becomes available in the future

b. Term deposits

Term deposits are reported at fair value

c. Fund accounting

The General Fund accounts for the Centre's administration, workshop and conference expenses, group therapy services and reports the investment in capital assets.

The Subsidy Fund accounts for donations received by the Centre for the purpose of subsidizing therapy and the therapy delivered to clients approved for subsidy by the Centre.

The Endowment Fund reports resources contributed to the endowment. Investment income earned on the resources of the Endowment Fund is reported in the General Fund or Subsidy Fund depending on the nature of any restrictions imposed by contributors of the funds for the endowment.

CENTRE FOR TREATMENT OF SEXUAL ABUSE AND CHILDHOOD TRAUMA
NOTES TO UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2015

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Revenue recognition

The Centre follows the restricted fund method of accounting for contributions. Restricted contributions for which there is a corresponding restricted fund are recognized as revenue of that fund when received or receivable. Restricted contributions for which there is no corresponding restricted fund are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions from donations and events are recognized as revenue when received or receivable if the amounts to be received can be reasonably estimated and collection is reasonably assured. Conference and workshop revenue is recognized when the event is held. Investment income is recognized as revenue when earned.

e. Capital Assets

Capital assets are recorded at cost. Amortization is recorded on a straight-line basis over the estimated useful life of five years, except in the year of acquisition, when a half year of amortization is taken.

f. Contributed materials and services

Contributions received in the form of materials and services are recorded at fair value at the date of contribution when the fair value can be reasonably estimated and when the materials and services are used in the normal course of operations.

Volunteers contribute a significant amount of time in carrying out the Centre's activities. Since these services are not normally purchased by the organization and because of the difficulty in determining their fair value, these contributed services are not recognized in the financial statements.

3. FINANCIAL INSTRUMENTS

The carrying value of cash, term deposits, accounts receivable, accounts payable and accrued liabilities, approximate their fair value because of the relatively short period to maturity of the instruments. It is management's opinion that the Centre is not exposed to significant interest, currency or credit risks.

4. TERM DEPOSITS

The Term deposits consists of a Guaranteed Investment Certificate, maturing in May, 2016 bearing interest at 0.7%

CENTRE FOR TREATMENT OF SEXUAL ABUSE AND CHILDHOOD TRAUMA
NOTES TO UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2015

5. PROPERTY & EQUIPMENT

	Cost	Accumulated Amortization	Net Book Value 2015	Net Book Value 2014
Furniture and Fixtures	\$ 2,547	\$ (1,716)	\$ 831	\$ 1,341
Computer	5,381	(5,381)	0	0
Projector	800	(800)	0	0
Website	2,100	(2,100)	0	0
TOTAL	\$ 10,828	\$ (9,997)	\$ 831	\$ 1,341

6. DEFERRED REVENUE

Deferred revenue consists of prepaid memberships, workshops and conferences. Funds received for workshops and conferences will be recognized in the year in which the event is held.

Memberships with the centre are based on the calendar year and are due at the beginning of the year. Membership fees from October to December of that calendar year are deferred and recognized as revenue in the following fiscal year.

7. NET ASSETS

Invested in Capital Assets

The investment in capital assets has been included in the General Fund for presentation purposes.

	2015	2014
Invested in capital assets, beginning of the year	\$ 1,341	\$ 1,851
Purchases of capital assets	0	0
Amortization of capital assets	(510)	(510)
Invested in capital assets, end of the year	<u>\$ 831</u>	<u>\$ 1,341</u>

Internally Restricted

Donations received by the Centre for the purpose of subsidizing therapy are reported in the General Fund and then inter-fund loans and transfers are made to the Subsidy Fund as required. Interest income earned on Subsidy Fund assets is reported as an increase to the Subsidy Fund.

CENTRE FOR TREATMENT OF SEXUAL ABUSE AND CHILDHOOD TRAUMA
NOTES TO UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2015

7. NET ASSETS (continued)

Externally Restricted

Contributions (nil in 2015 and also in 2014) are reported as increases to the Endowment Fund. Interest on Endowment Fund investments is reported as interest revenue in the General Fund.

8. FINANCIAL RISK MANAGEMENT POLICY

The Centre is exposed to various risks through its financial instruments. The following analysis provides a measure of the risks at September 30, 2015

a) Credit risk

Cash and term deposits are held with Canadian chartered banks. Credit risk associated with receivables is minimal since they primarily consist of HST rebates receivables which are expected to be fully collectible. Consequently, the overall exposure to credit risk is considered to be low.

b) Currency risk

The Centre's functional currency is the Canadian dollar. The Centre does not enter into foreign currency transactions and does not use foreign exchange forward contracts.

c) Liquidity risk

The Centre manages its liquidity risk by regularly monitoring forecasted and actual cash flow and financial liability maturities, and by holding assets that can be readily converted into cash. Accounts payable are normally paid within 30 days.

d) Interest rate risk

The Centre is exposed to interest rate risk with regards to its cash and investments. The Centre has no interest-bearing liability. Fluctuations in market rates of interest on cash do not have a significant impact on the organization's results of operations. Term deposits are not exposed to significant interest rate risk due to their short-term nature.

e) Market Risk

The market risk associated with term deposits is minimal since these assets are invested in short-term Guaranteed Investment Certificates.

CENTRE FOR TREATMENT OF SEXUAL ABUSE AND CHILDHOOD TRAUMA
NOTES TO UNAUDITED FINANCIAL STATEMENTS
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9. CONTRACTUAL OBLIGATIONS

The Centre has entered a lease agreement to rent its premises starting November 15, 2012 which expires November 14, 2016 with the option to renew. The lease obligation is reduced by sublease payments received from associates of the Centre for their part time use of office space. The future minimum rent payments, net of expected sublease income totals \$11,399 and include the following payments over the next 2 years:

Year	Rent Payment	Sublease Income	Net Rent Obligation
2016	37,078	26,556	10,522
2017	<u>3,090</u>	<u>2,213</u>	<u>877</u>
Total	<u>\$ 40,168</u>	<u>\$ 28,769</u>	<u>\$ 11,399</u>