
THE COMMUNITY FOUNDATION OF MISSISSAUGA
FINANCIAL STATEMENTS
DECEMBER 31, 2012



WITHEY ADDISON LLP
CHARTERED ACCOUNTANTS
TAX CONSULTANTS
MANAGEMENT CONSULTANTS

28 - 3105 Unity Drive
Mississauga, Ontario
L5L 4L3

Tel: 289-290-0142 Fax: 289-290-0149
E-mail: mississauga@witheyaddison.com
Website: <http://www.witheyaddison.com>

INDEPENDENT AUDITORS' REPORT

To the Members of The Community Foundation of Mississauga

We have audited the accompanying financial statements of The Community Foundation of Mississauga, which comprise the statements of financial position as at December 31, 2012, December 31, 2011 and January 1, 2011, and the statements of capital fund, endowment fund, infrastructure fund, long-term flow through fund, special projects reserve fund, operations and operating fund, and cash flows for the years ended December 31, 2012 and December 31, 2011, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Foundation's 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 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 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 the Foundation, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our audit opinion.



WITHEY ADDISON LLP
CHARTERED ACCOUNTANTS
TAX CONSULTANTS
MANAGEMENT CONSULTANTS

28 - 3105 Unity Drive
Mississauga, Ontario
L5L 4L3

Tel: 289-290-0142 Fax: 289-290-0149
E-mail: mississauga@witheyaddison.com
Website: <http://www.witheyaddison.com>

INDEPENDENT AUDITORS' REPORT
(continued)

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of The Community Foundation of Mississauga as at December 31, 2012, December 31, 2011 and January 1, 2011 and the results of its operations and its cash flows for the years ended December 31, 2012 and December 31, 2011, in accordance with Canadian accounting standards for not-for-profit organizations.

WITHEY ADDISON LLP

Withey Addison LLP

Mississauga, Canada
March 27, 2013

Chartered Accountants
Licensed Public Accountants

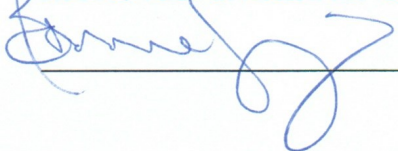
THE COMMUNITY FOUNDATION OF MISSISSAUGA
STATEMENTS OF FINANCIAL POSITION

| DECEMBER 31, | 2012 | 2011 | JANUARY 1, 2011 |
|------------------------------|----------------------|----------------------|----------------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ 518,853 | \$ 535,038 | \$ 193,635 |
| Accounts receivable - note 2 | 61,673 | 103,910 | 55,879 |
| Prepaid expenses | 14,143 | 3,193 | 6,268 |
| Investments - note 3 | 17,155,426 | 15,804,043 | 16,370,433 |
| Fixed assets - note 4 | 57,095 | 2,927 | 4,036 |
| | \$ 17,807,190 | \$ 16,449,111 | \$ 16,630,251 |

| | | | |
|---|----------------|----------------|----------------|
| LIABILITIES | | | |
| Accounts payable and accrued liabilities - note 5 | \$ 31,708 | \$ 32,614 | \$ 10,888 |
| Deferred revenue - note 6 | 18,000 | - | 2,000 |
| Funds held for others - note 7 | 187,476 | 168,266 | 169,941 |
| | 237,184 | 200,880 | 182,829 |

| | | | |
|-------------------------------|----------------------|----------------------|----------------------|
| NET ASSETS | | | |
| RESTRICTED FUNDS | | | |
| Capital fund | 75,095 | 2,927 | 4,036 |
| Endowment fund | 16,405,022 | 15,113,583 | 16,227,923 |
| Infrastructure fund | 14,848 | - | 30,600 |
| Long-term flow through fund | 813,096 | 887,368 | 2,900 |
| UNRESTRICTED FUNDS | | | |
| Special projects reserve fund | - | - | 10,000 |
| Operating fund | 261,945 | 244,353 | 171,963 |
| | 17,570,006 | 16,248,231 | 16,447,422 |
| | \$ 17,807,190 | \$ 16,449,111 | \$ 16,630,251 |

APPROVED ON BEHALF OF THE BOARD:



Director



Director

THE COMMUNITY FOUNDATION OF MISSISSAUGA
STATEMENT OF CAPITAL FUND

| FOR THE YEARS ENDED DECEMBER 31, | 2012 | 2011 |
|---|------------------|-----------------|
| REVENUE | | |
| Grants | \$ 72,421 | \$ - |
| EXPENSES | | |
| Depreciation | 2,589 | 1,109 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES | 69,832 | (1,109) |
| TRANSFER FROM OPERATING FUND | 2,336 | - |
| CAPITAL FUND - beginning | 2,927 | 4,036 |
| CAPITAL FUND | \$ 75,095 | \$ 2,927 |

THE COMMUNITY FOUNDATION OF MISSISSAUGA
STATEMENT OF ENDOWMENT FUND

| FOR THE YEARS ENDED DECEMBER 31, | 2012 | 2011 |
|---|----------------------|----------------------|
| REVENUE | | |
| Donations | \$ 70,388 | \$ 139,280 |
| Investment income (loss) | 1,864,890 | (14,226) |
| | 1,935,278 | 125,054 |
| EXPENSES | | |
| Grants | 466,293 | 1,070,467 |
| Investment management fees | 177,546 | 168,927 |
| | 643,839 | 1,239,394 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES | 1,291,439 | (1,114,340) |
| ENDOWMENT FUND - beginning | 15,113,583 | 16,227,923 |
| ENDOWMENT FUND | \$ 16,405,022 | \$ 15,113,583 |

See accompanying notes to the financial statements

THE COMMUNITY FOUNDATION OF MISSISSAUGA
STATEMENT OF INFRASTRUCTURE FUND

| FOR THE YEARS ENDED DECEMBER 31, | 2012 | 2011 |
|---|------------------|-----------------|
| REVENUE | | |
| Grants | \$ 26,879 | \$ 30,000 |
| EXPENSES | | |
| Administration - other | 5,252 | 6,395 |
| Salaries and benefits | 7,500 | 54,205 |
| | 12,752 | 60,600 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES | 14,127 | (30,600) |
| INFRASTRUCTURE FUND - beginning | - | 30,600 |
| TRANSFER FROM OPERATING FUND | 721 | - |
| INFRASTRUCTURE FUND | \$ 14,848 | \$ - |

See accompanying notes to the financial statements

THE COMMUNITY FOUNDATION OF MISSISSAUGA
STATEMENT OF LONG-TERM FLOW THROUGH FUND

| FOR THE YEARS ENDED DECEMBER 31, | 2012 | 2011 |
|---|-------------------|-------------------|
| REVENUE | | |
| Donations, Flow Through | \$ 38,500 | \$ 1,017,082 |
| Investment income (loss) | 91,914 | (21,147) |
| | 130,414 | 995,935 |
| EXPENSES | | |
| Grants | 165,035 | 77,780 |
| Investment management fees | 39,651 | 33,687 |
| | 204,686 | 111,467 |
| (DEFICIENCY) EXCESS OF REVENUE OVER EXPENSES | (74,272) | 884,468 |
| LONG-TERM FLOW THROUGH FUND - beginning | 887,368 | 2,900 |
| LONG-TERM FLOW THROUGH FUND | \$ 813,096 | \$ 887,368 |

THE COMMUNITY FOUNDATION OF MISSISSAUGA
STATEMENT OF SPECIAL PROJECTS RESERVE FUND

| FOR THE YEARS ENDED DECEMBER 31, | 2012 | 2011 |
|--|-------------|------------------|
| SPECIAL PROJECTS RESERVE FUND - beginning | \$ - | \$ 10,000 |
| TRANSFER (TO) OPERATING FUND | - | (10,000) |
| SPECIAL PROJECTS RESERVE FUND | \$ - | \$ - |

See accompanying notes to the financial statements

THE COMMUNITY FOUNDATION OF MISSISSAUGA
STATEMENT OF OPERATIONS AND OPERATING FUND

| FOR THE YEARS ENDED DECEMBER 31, | 2012 | 2011 |
|---|-------------------|-------------------|
| REVENUE | | |
| Donations | \$ 72,953 | \$ 76,496 |
| Grants | 18,964 | 29,409 |
| Investment income | 4,823 | 6,763 |
| Management fees | 220,055 | 205,281 |
| Special events income | 71,595 | 53,270 |
| | 388,390 | 371,219 |
| EXPENSES | | |
| Administration | 246,217 | 181,723 |
| Fund development | 23,877 | 36,049 |
| Investment management fees | 62,461 | 59,679 |
| Special events | 35,186 | 32,510 |
| | 367,741 | 309,961 |
| EXCESS OF REVENUE OVER EXPENSES BEFORE OTHER INCOME (EXPENSES) | 20,649 | 61,258 |
| OTHER INCOME (EXPENSES) | | |
| Vital Signs program revenue | - | 60,000 |
| Vital Signs program expenses | - | (58,868) |
| | - | 1,132 |
| EXCESS OF REVENUE OVER EXPENSES | 20,649 | 62,390 |
| OPERATING FUND - beginning | 244,353 | 171,963 |
| TRANSFER FROM SPECIAL PROJECTS RESERVE FUND | - | 10,000 |
| TRANSFER (TO) CAPITAL FUND | (2,336) | - |
| TRANSFER (TO) INFRASTRUCTURE FUND | (721) | - |
| OPERATING FUND | \$ 261,945 | \$ 244,353 |

See accompanying notes to the financial statements

THE COMMUNITY FOUNDATION OF MISSISSAUGA
STATEMENT OF CASH FLOWS

| FOR THE YEARS ENDED DECEMBER 31, | 2012 | 2011 |
|--|--------------------|-------------------|
| CASH PROVIDED FROM (USED FOR) | | |
| OPERATIONS | | |
| Excess (deficiency) of revenue over expenses - all funds | \$ 1,321,775 | \$ (199,191) |
| Charges to income not requiring cash payments | | |
| Depreciation | 2,589 | 1,109 |
| Changes in non-cash working capital | | |
| Accounts receivable | 42,237 | (48,031) |
| Prepaid expenses | (10,950) | 3,075 |
| Accounts payable and accrued liabilities | (906) | 21,726 |
| Deferred revenue | 18,000 | (2,000) |
| Funds held for others | 19,210 | (1,675) |
| | 1,391,955 | (224,987) |
| FINANCING AND INVESTING ACTIVITIES | | |
| Net change in investments | (1,351,383) | 566,390 |
| Purchase of fixed assets | (56,757) | - |
| | (1,408,140) | 566,390 |
| NET (DECREASE) INCREASE IN CASH | (16,185) | 341,403 |
| CASH - beginning | 535,038 | 193,635 |
| CASH | \$ 518,853 | \$ 535,038 |

See accompanying notes to the financial statements

THE COMMUNITY FOUNDATION OF MISSISSAUGA

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2012

PURPOSE OF THE ORGANIZATION

The purpose of The Community Foundation of Mississauga is to create sustainable support for community needs in Mississauga. The Foundation provides cost effective, flexible options for donors to build their philanthropic legacy, makes grants that support the broadest range of programs and services for people in Mississauga and works to convene community resources in sharing knowledge and addressing community needs.

The Community Foundation of Mississauga is incorporated without share capital under the Canada Corporations Act and, as such, is exempt from income taxes and able to issue donation receipts for income tax purposes. The Registered Charitable Number is 892395112 RR0001.

1. SUMMARY OF 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) Cash and cash equivalents

The Foundation's policy is to disclose bank balances and GIC's under cash and cash equivalents.

c) Fund accounting

The Foundation follows the restricted fund method of accounting for contributions. The specific purpose of each fund is explained below:

Funds Held for Others

Funds held for others represent community agency funds on deposit with the Community Foundation of Mississauga for investment purposes. Investment income is allocated to the funds on a proportionate basis and the agencies are charged a cost recovery fee by the Foundation. The community agency funds can be withdrawn by the agencies with reasonable notice periods as defined in the investment agreement.

Capital Fund

The Community Foundation of Mississauga established a capital fund. Transfers to the capital fund from the operating fund are for the purpose of acquisition of capital assets.

THE COMMUNITY FOUNDATION OF MISSISSAUGA

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

c) Fund accounting - continued

Endowment Fund

Donations are allocated to the various funds which have been established by the Foundation. Allocations among the funds are determined on the basis of the donors' instructions. Amounts placed in the endowment fund are considered to be permanent in nature, pursuant to restrictions established at the time that donations are received, and generally only the investment income earned from the investment of such funds is disbursed to charitable organizations. Amounts are disbursed to qualified donee organizations that meet the criteria related to the purpose for which the endowment fund was established.

Infrastructure Fund

The infrastructure fund was created from externally restricted grants from the Ontario Trillium Foundation. The resources are to be used to enhance the capacity of the Foundation.

Long-Term Flow Through Fund

Flow through funds are gifts to the Foundation that are generally expected to be held for a term from not less than one year and not more than ten years. The capital and investment income from the funds will be granted to qualified donees in accordance with the terms of the fund agreement.

Operating Fund

The operating fund reports the general revenues and expenses from the Foundation's operations. The use of the Operating Fund is at the discretion of the Foundation's Board.

d) Investments

Investments are valued at fair market value. Investment income includes interest and dividends received during the year, realized and unrealized capital gains, net of capital losses. Investment income is allocated to the pool of endowment and funds held for others.

THE COMMUNITY FOUNDATION OF MISSISSAUGA

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

e) Fixed assets

Purchased assets are recorded at cost. Contributed assets are recorded at fair market value at the date of contribution.

Depreciation is calculated based on the estimated useful life of the assets on straight line basis as follows -

| | | |
|------------------------|---|----------------------|
| Computer hardware | - | 5 year straight line |
| Computer software | - | 5 year straight line |
| Furniture and fixtures | - | 5 year straight line |

In the year of acquisition of an asset, the above rates are reduced by 50%.

Fixed assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to be estimated undiscounted future cash flows expected to be generated by the assets. If the carrying amount of an assets exceeds its estimated future cash flows, an impairment charge is recognized by the amount by which the carrying amount of the asset exceeds the fair value of the asset.

f) Revenue recognition

Unrestricted fund additions and contributions are recognized as revenue when received in the applicable unrestricted fund. Restricted contributions are recognized as revenue in the applicable restricted fund. Investment income and management fees are recognized as earned.

g) Use of estimates

The preparation of the Foundation's financial statements in conformity with Canadian accounting standards for not-for-profit organizations 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. These estimates are reviewed periodically, and as adjustments become necessary, they are reported in operations in the period in which they become known. Actual results in the future may differ from those estimates made.

THE COMMUNITY FOUNDATION OF MISSISSAUGA

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

h) Contributed services

The Board of Directors and other volunteers contribute services to the Foundation in carrying out its operating activities. Because of the difficulty in determining the fair value of these contributed services, they are not recognized in the financial statements.

i) Financial instruments

The Foundation initially measures its financial assets and financial liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument.

The Foundation 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 the applicable fund in the period incurred.

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

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

Financial assets measured at fair value include investments.

2. ACCOUNTS RECEIVABLE

| | 2012 | 2011 |
|--|------------------|-------------------|
| Accounts receivable from Investment Managers | \$ 46,377 | \$ 84,510 |
| Pledges and donations receivable | 3,500 | 4,000 |
| Sales tax recoverable | 11,796 | 15,400 |
| | \$ 61,673 | \$ 103,910 |

3. INVESTMENTS

The funds within the Community Foundation of Mississauga Pool as well as the funds managed by Personal Investment Advisors are subject to the Investment Management Policy of the Foundation. The asset mix of the Community Foundation of Mississauga Investment Pool is as follows:

THE COMMUNITY FOUNDATION OF MISSISSAUGA
NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2012

3. INVESTMENTS - continued

| | 2012 | % | 2011 | % |
|--|----------------------|--------------|----------------------|--------------|
| Community Foundation of Mississauga Pooled Funds | | | | |
| Cash & cash equivalents | \$ 727,633 | 9.0 | \$ 206,508 | 2.8 |
| Fixed Income | 1,051,026 | 13.0 | 2,684,601 | 36.4 |
| Canadian Equities | 2,021,203 | 25.0 | 1,954,449 | 26.5 |
| US and Global Equities and other | 4,284,950 | 53.0 | 2,529,720 | 34.3 |
| | 8,084,812 | 100.0 | 7,375,278 | 100.0 |
| Investments managed by Personal Investment Advisors | | | | |
| | 9,070,614 | | 8,428,765 | |
| | \$ 17,155,426 | | \$ 15,804,043 | |

4. FIXED ASSETS

| | Cost | Accumulated Depreciation | 2012 | 2011 |
|--------------------------|-----------|--------------------------|-----------|----------|
| Tangible assets | | | | |
| Computer hardware | \$ 6,062 | \$ 3,388 | \$ 2,674 | \$ 2,114 |
| Furniture and fixtures | 2,800 | 2,800 | - | 813 |
| | 8,862 | 6,188 | 2,674 | 2,927 |
| Intangible assets | | | | |
| Computer software | 54,421 | - | 54,421 | - |
| | \$ 63,283 | \$ 6,188 | \$ 57,095 | \$ 2,927 |

THE COMMUNITY FOUNDATION OF MISSISSAUGA
NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2012

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

| | 2012 | 2011 |
|--|-----------|-----------|
| Trade payables and accrued liabilities | \$ 25,729 | \$ 28,276 |
| Withholding taxes payable | 5,979 | 4,338 |
| | \$ 31,708 | \$ 32,614 |

6. DEFERRED REVENUE

| | 2012 | 2011 |
|--------------------------|-----------|------|
| 2013 Partnership Program | \$ 18,000 | \$ - |

2013 Partnership Program sponsorships are deferred until the related sponsorship benefits are provided.

7. FUNDS HELD FOR OTHERS

| | 2012 | 2011 |
|---|------------|------------|
| REVENUE | | |
| Additions | \$ 1,200 | \$ 1,500 |
| Investment income (loss) | 20,735 | (509) |
| | 21,935 | 991 |
| EXPENSES | | |
| Investment management fees | 2,725 | 2,666 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES | 19,210 | (1,675) |
| FUNDS HELD FOR OTHERS - beginning | 168,266 | 169,941 |
| FUNDS HELD FOR OTHERS | \$ 187,476 | \$ 168,266 |

THE COMMUNITY FOUNDATION OF MISSISSAUGA

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2012

8. TRILLIUM FOUNDATION GRANT

During the year a grant was received from the Ontario Trillium Foundation ("OTF") in the amount of \$99,300 to implement a donor, grants and financial management database that will enhance accountability to donors and the broader community as well as increase efficiency and accuracy of administrative activities. The total amount of the grant is \$170,000 which is being received over a 3 year period. The grant funds may only be spent for the items and activities described in the agreement. Any unspent funds must be returned to OTF, unless prior written approval has been given for use of such funds to be spent on other items or activities that are consistent with the grant's purpose.

9. RELATED PARTY TRANSACTIONS

No remuneration was paid to Directors or Officers during the year.

10. FINANCIAL INSTRUMENTS

The Foundation is subject to credit risk, foreign currency risk, interest rate risk, and market risk with respect to its investment portfolio. To manage these risks, the Foundation has established through its policies, a target mix of investments types designed to achieve the optimal return within risk tolerances.

11. MAJOR COMMITMENTS

The Foundation is committed to annual lease payments for its office space. The future minimum payments are as follows:

| | |
|------|----------|
| 2013 | \$ 4,556 |
|------|----------|

THE COMMUNITY FOUNDATION OF MISSISSAUGA
NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2012

12. EXPENSE ALLOCATIONS OF FUNDRAISING COSTS

Canadian accounting standards for not-for-profit organizations requires disclosure of allocated expenses, disclosure of an entity's policy on the allocation of fundraising and general support expenses, the nature of expenses being allocated, the basis on which such allocations have been made, and the amounts that have been allocated.

Fundraising expenses allocated on the Registered Charity Information Return amounts to \$17,593 (2011 - \$16,255). There are no fundraising expenses that have been allocated to Administration or Fund Development. No salary or overhead costs have been allocated to fundraising.

13. CHANGE IN ACCOUNTING POLICY

During the year, the Foundation changed its fund accounting policy for the treatment of contributions to the restricted fund method from the deferral method. The Foundation believes this change in policy is preferable because it results in a more transparent treatment of externally restricted contributions. There was no change to the statement of financial position as at December 31, 2011. The effect of adopting the policy retrospectively to the statements of financial position as at January 1, 2011 is as follows:

| | Previously reported | Restated |
|---------------------------|---------------------|--------------|
| Assets | \$16,630,251 | \$16,630,251 |
| Liabilities | | |
| Deferred revenue | \$ 32,600 | \$ 2,000 |
| Other liabilities | 180,829 | 180,829 |
| | 213,429 | 182,829 |
| <u>Net assets</u> | | |
| <u>Restricted funds</u> | | |
| Infrastructure fund | - | 30,600 |
| All other funds | 16,234,859 | 16,234,859 |
| <u>Unrestricted funds</u> | | |
| All funds | 181,963 | 181,963 |
| | 16,416,822 | 16,447,422 |
| | \$16,630,251 | \$16,630,251 |

THE COMMUNITY FOUNDATION OF MISSISSAUGA
NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2012

13. CHANGE IN ACCOUNTING POLICY - continued

The effect of adopting the policy retrospectively to the statements of operations and operating fund and infrastructure fund for the years ended December 31, 2011 is as follows:

| | <u>Statement of operations and operating fund</u> | | <u>Statement of infrastructure fund</u> | |
|---|---|------------|---|-----------|
| | 2011 | Restated | 2011 | Restated |
| REVNUE | | | | |
| Grants | \$ 90,009 | \$ 29,409 | \$ - | \$ 30,000 |
| All other revenues | 341,810 | 341,810 | - | - |
| | 431,819 | 371,219 | - | 30,000 |
| EXPENSES | | | | |
| Administration | 242,323 | 181,723 | - | 6,395 |
| Salaries and benefits | - | - | - | 54,205 |
| All other expenses | 128,238 | 128,238 | - | - |
| | 370,561 | 309,961 | - | 60,600 |
| Other income and expenses - net | 1,132 | 1,132 | - | - |
| Excess (deficiency) of revenue over expenses | 62,390 | 62,390 | - | (30,600) |
| Fund balance - beginning | 171,963 | 171,963 | - | 30,600 |
| Transfers | 10,000 | 10,000 | - | - |
| | \$ 244,353 | \$ 244,353 | \$ - | \$ - |

14. CHANGE IN ACCOUNTING ESTIMATE

During the year the Foundation changed the method of depreciation from declining balance method to the straight line method. The result of this change is an increase of \$879 in depreciation expense in the current year. This retroactive change in an accounting estimate has not changed any of the prior years reported balances.

THE COMMUNITY FOUNDATION OF MISSISSAUGA

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2012

15. ADOPTION OF ACCOUNTING STANDARDS FOR NOT-FOR-PROFIT ORGANIZATIONS

Effective January 1, 2012, the Foundation adopted the requirements of the Canadian Institute of Chartered Accountants (CICA) Handbook - Accounting, electing to adopt the new accounting framework: Canadian accounting standards for not-for-profit organizations (ASNPO). These are the Foundation's first financial statements prepared in accordance with ASNPO and the transitional provisions of Section 1501, First-Time Adoption have been applied. Section 1501 requires retrospective application of the accounting standards with certain elective exemptions and limited retrospective exceptions. The accounting policies set out in the significant accounting policy note have been applied in preparing the financial statements for the year ended December 31, 2012, the comparative information for the year ended December 31, 2011 and the opening ASNPO statements of financial position of the capital fund, endowment fund, infrastructure fund, long-term flow through fund, and special projects reserve fund at January 1, 2011 (the Foundation's date of transition).

The Foundation issued financial statements for the year ended December 31, 2011 using generally accepted accounting principles prescribed by *CICA Handbook - Accounting* Part V. The adoption of ASNPO had no impact on the previously reported assets, liabilities and net assets of the Foundation, and accordingly; no adjustments have been recorded in the comparative statements of financial position of the capital fund, endowment fund, infrastructure fund, long-term flow through fund, and special projects reserve fund, and the statements of operations and operating fund and cash flows. Certain of the Foundation's disclosures included in these financial statements reflect the new disclosure requirements of ASNPO.