

Society of Saint-Vincent-de-Paul National Council of Canada
Société de Saint-Vincent-de-Paul Conseil National du Canada
Financial Statements
For the year ended March 31, 2011
(Unaudited)

Contents

Review Engagement Report	2
Financial Statements	
Balance Sheet	3
Statement of Operations and Fund Balance	4
Statement of Cash Flows	5
Summary of Significant Accounting Policies	6 - 7
Notes to Financial Statements	8 - 9
Schedule A	10



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Review Engagement Report

To the directors of
Society of Saint-Vincent-de-Paul National Council of Canada

We have reviewed the balance sheet of Society of Saint-Vincent-de-Paul National Council of Canada as at March 31, 2011 and the statements of operations and fund balance and of cash flows. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the society.

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 generally accepted accounting principles.

BDO Canada LLP

Chartered Accountants, Licensed Public Accountants

Ottawa, Ontario
May 20, 2011

Society of Saint-Vincent-de-Paul National Council of Canada
Société de Saint-Vincent-de-Paul Conseil National du Canada
Balance sheet
(Unaudited)

March 31	2011			2010	
	General fund	Externally restricted fund	Total	Total	
Current assets					
Cash	\$ 25,873	\$ 119,815	\$ 145,688	\$ 94,278	
Temporary investment (Note 2)	28,889	175,000	203,889	204,281	
Accounts receivable	6,644	-	6,644	11,458	
Inventory	24,395	-	24,395	15,781	
Prepaid expenses	5,001	-	5,001	1,408	
	<u>90,802</u>	<u>294,815</u>	<u>385,617</u>	<u>327,206</u>	
Property and Equipment (Note 3)	<u>341,804</u>	<u>-</u>	<u>341,804</u>	<u>356,168</u>	
	<u>\$ 432,606</u>	<u>\$ 294,815</u>	<u>\$ 727,421</u>	<u>\$ 683,374</u>	
Current liabilities					
Accounts payable and accrued liabilities	\$ 15,089	\$ -	\$ 15,089	\$ 4,738	
Term loan (Note 4)	239,655	-	239,655	245,658	
Deferred revenues	-	294,815	294,815	237,497	
	<u>254,744</u>	<u>294,815</u>	<u>549,559</u>	<u>487,893</u>	
Fund balance	<u>177,862</u>	<u>-</u>	<u>177,862</u>	<u>195,481</u>	
	<u>\$ 432,606</u>	<u>\$ 294,815</u>	<u>\$ 727,421</u>	<u>\$ 683,374</u>	

On behalf of the board:

_____ Director

_____ Director

Society of Saint-Vincent-de-Paul National Council of Canada
Société de Saint-Vincent-de-Paul Conseil National du Canada
Statement of Operations and Fund Balance
(Unaudited)

For the year ended March 31	2011		2010	
	General fund	Externally restricted fund	Total	Total
Revenues				
Revenues (Schedule A)	\$ 228,140	\$ 90,796	\$ 318,936	\$ 291,496
Expenses				
Contribution to the International	40,000	-	40,000	42,000
General Council	11,090	-	11,090	8,791
Bank charges and interest on term loan	34,479	-	34,479	34,312
General and administrative (Schedule A)	-	23,223	23,223	5,802
International Emergency Fund	-	98	98	21
National Emergency Fund	94,373	-	94,373	103,768
Promotion of development and expansion (Schedule A)	12,507	-	12,507	25,580
Premises occupancy costs (Schedule A)	38,946	-	38,946	39,795
Salaries and benefits	-	67,475	67,475	54,210
Twinning	14,364	-	14,364	15,733
Amortization				
	245,759	90,796	336,555	330,012
Deficiency of revenues over expenses	(17,619)	-	(17,619)	(38,516)
Fund balance, beginning of the year	195,481	-	195,481	233,997
Fund balance, end of the year	\$ 177,862	\$ -	\$ 177,862	\$ 195,481

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

Society of Saint-Vincent-de-Paul National Council of Canada
Société de Saint-Vincent-de-Paul Conseil National du Canada
Statement of Cash Flows

<u>For the year ended March 31</u>	<u>2011</u>	<u>2010</u>
Cash flows from operating activities		
Cash receipts from councils, donors and customers	\$ 316,036	\$ 296,333
Cash paid to suppliers employees and twinning recipients	<u>(259,015)</u>	<u>(288,824)</u>
	<u>57,021</u>	<u>7,509</u>
Cash flows from investing activities		
Acquisition of property and equipment	-	(363,447)
Investments	<u>392</u>	<u>100,307</u>
	<u>392</u>	<u>(263,140)</u>
Cash flows from financing activities		
Proceeds (Repayment) from long-term debt	<u>(6,003)</u>	<u>245,658</u>
Change in cash during the year	<u>51,410</u>	<u>(9,973)</u>
Cash, beginning of the year	<u>94,278</u>	<u>104,251</u>
Cash, end of the year	<u>\$ 145,688</u>	<u>\$ 94,278</u>
Other relevant information		
Interest received	\$ 4,296	\$ 7,236
Interest paid	<u>\$ 11,090</u>	<u>\$ 8,791</u>

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

Society of Saint-Vincent-de-Paul National Council of Canada
Société de Saint-Vincent-de-Paul Conseil National du Canada
Summary of Significant Accounting Policies
(Unaudited)

March 31, 2011

Nature of business	The Council, constituted under part II of the Canadian Law on Corporations, is registered as a charitable organisation and as such is exempt from income taxes. The council supports national and international activities of the councils and conferences of the Society of Saint-Vincent-de-Paul in order to help the deprived people.						
Revenue recognition	<p>The organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can reasonably be estimated and collection is reasonably assured.</p> <p>Rental income is recognized when earned, sales are recognized when the product is delivered to the customer, and magazine revenue is recognized when the magazine is issued.</p>						
Contributed services	The fair value of the contributed services is not disclosed in the financial statements because it is not readily obtainable.						
Property and Equipment	<p>Property and equipment are recorded at cost. Amortization is based on the estimated useful life of the asset as follows:</p> <table><tr><td>Building</td><td>5% diminishing balance basis</td></tr><tr><td>Furniture & Equipment</td><td>20% diminishing balance basis</td></tr><tr><td>Computer equipment</td><td>45% diminishing balance basis</td></tr></table>	Building	5% diminishing balance basis	Furniture & Equipment	20% diminishing balance basis	Computer equipment	45% diminishing balance basis
Building	5% diminishing balance basis						
Furniture & Equipment	20% diminishing balance basis						
Computer equipment	45% diminishing balance basis						
Fund accounting	The general fund accounts for contributions and expenditures of the general operation of the Council. The externally restricted fund accounts for restricted amounts related to the National and International activities of the Council.						
Use of Estimates	The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of 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 management's best estimates as additional information becomes available in the future. Areas of significant estimates include accounts payable and accrued liabilities.						

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

**Society of Saint-Vincent-de-Paul National Council of Canada
Société de Saint-Vincent-de-Paul Conseil National du Canada
Summary of Significant Accounting Policies (continued)
(Unaudited)**

March 31, 2011

Inventory Inventory is stated at the lower of cost and net realizable value. The cost is determined on the first-in, first-out basis. Expense for the year amounted to \$ 13,332 (2010; \$ 13,829).

Financial Instruments

Available-for-sale

Cash, temporary investment and accounts receivables have been classified as available-for-sale. They are initially recognized at fair value. At each subsequent balance sheet date, they are held at fair value with gains and losses arising from changes in fair value being recognized in the Statement of Change in Fund balance in the period where the variations occurred, when they have a quoted market price in an active market. Transaction costs, if applicable, are netted against the amount initially recognized.

Other financial liabilities

Other financial liabilities include of term loan, accounts payable and accrued liabilities. These liabilities are initially recognized at fair value and subsequently carried at amortized cost using the effective interest rate method. Transactions costs, if applicable, are netted against the amount initially recognized.

**New Accounting
Pronouncements**

Not-for-Profit Organizations (NPO) Standards

In December 2010, the Accounting Standards Board (AcSB) issued new standards for not-for-profit organizations. For non-government (private sector) NPOs, they have a choice of International Financial Reporting Standards or Accounting Standards for NPOs, which are essentially the Accounting Standards for Private Enterprises with the current 4400 series of NPO specific standards added with some minor changes. The Board requires NPOs to adopt their standards for year ends beginning on or after January 1, 2012; early adoption is allowed. Until the date of transition to the new standards, all NPOs will continue to follow the current CICA Handbook - Accounting Part V - Pre-Changeover Standards.

Society of Saint-Vincent-de-Paul National Council of Canada
Société de Saint-Vincent-de-Paul Conseil National du Canada
Notes to Financial Statements
(Unaudited)

March 31, 2011

1. Financial Instruments

The organization's financial instruments consist of cash, temporary investment, accounts receivable, term loan, and accounts payable and accrued liabilities. Unless otherwise noted, it is management's opinion that the organization is not exposed to significant interest, currency or credit risks arising from these financial instruments. All transactions related to the financial instruments are recorded on a settlement-date basis. The fair values of cash, accounts receivable and accounts payable and accrued liabilities approximate their carrying values, unless otherwise noted, due to the short-term maturity of these instruments.

2. Temporary Investments

Temporary investments include guaranteed investment certificates maturing in January 2012, May 2012 and December 2012 with respective interest rates of 0.50%, 2.60% and 1.45%. The fair value of the temporary investments approximates the book value due to the low rate of interest.

3. Property and Equipment

	2011		2010	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Land	\$ 100,000	\$ -	\$ 100,000	\$ -
Building	261,785	25,524	261,785	13,089
Computer equipment	23,807	20,765	23,807	19,461
Furniture & fixture	11,587	9,086	11,587	8,461
	\$ 397,179	\$ 55,375	\$ 397,179	\$ 41,011
Net book value		\$ 341,804		\$ 356,168

Society of Saint-Vincent-de-Paul National Council of Canada
Société de Saint-Vincent-de-Paul Conseil National du Canada
Notes to Financial Statements
(Unaudited)

March 31, 2011

4. Term Loan	2011	2010
Caisse Populaire		
Loan, 4.15%, due June 2014, payable by monthly instalments of \$ 1,340.39, principal and interest, secured by the land and building.	\$ 239,655	\$ 245,658

The principal payments for the next five years amount to: 2012, \$ 6,257; 2013, \$ 6,522; 2014, \$ 6,798; 2015, \$ 7,085, 2016, \$ 7,384. These payments have been calculated under the assumption that the repayment plan will be successfully renewed, based on the present payment terms and interest rates.

5. Economic Dependency

In 2011, 56% (2010, 63%) of the revenue were contributions from the councils. Should this funding not be continued or it can't be replaced, then the organization would not be able to continue its operation at the current level.

6. Capital Management

The organization considers its capital to be the balance retained in fund balance, which is generally the difference between its assets and its liabilities as reported on its statement of financial position. The organization receives contributions from the councils.

The organization objectives when managing capital are to safeguard the organization ability to continue as a going concern so that it can continue to provide delivery of its service.

Management maintains its capital by ensuring that an annual operating budget is developed and approved by the Board of Directors, based on known or estimated sources of funding available each year. This budget is shared with all management to ensure that the capital of the organization is maintained.

Society of Saint-Vincent-de-Paul National Council of Canada
Société de Saint-Vincent-de-Paul Conseil National du Canada
Schedule A

March 31	2011	2010
Revenues		
General fund		
Contributions from the councils	\$ 166,745	\$ 183,465
Contribution - AGM	686	-
Contribution - Travel	10,000	-
Contribution - Debt reduction	12,000	12,000
Voluntary Contributions	1,026	2,996
Corporate donations	850	2,150
Rule book	1,440	1,585
Rental Income	10,995	7,450
Black bag collection	1,062	808
Magazine Vincenpaul-Canada	3,515	4,275
Interest income	4,297	7,236
Sale of goods	15,524	9,498
	<u>228,140</u>	<u>231,463</u>
Expenses		
Promotion of development and expansion		
Purchases of pamphlets, bulletins and translation	38,287	41,483
Meeting expenses	30,620	22,970
Travelling expenses	25,466	39,315
	<u>94,373</u>	<u>103,768</u>
Premises occupancy costs		
Insurance	2,712	3,096
Property taxes	-	2,275
Electricity	4,623	2,566
Maintenance and repairs	4,174	16,959
Water & sewer	404	234
Cable TV	594	450
	<u>12,507</u>	<u>25,580</u>
General and administration		
National committees	11,521	8,233
Professional fees	3,566	2,572
Rent	-	1,614
Stationary and office expenses	11,866	11,486
Telecommunication	7,100	9,395
Insurance	426	1,012
	<u>\$ 34,479</u>	<u>\$ 34,312</u>