
THE HAZEL MCCALLION CHARITABLE FUND
FINANCIAL STATEMENTS
DECEMBER 31, 2009



WITHEY ADDISON LLP
CHARTERED ACCOUNTANTS
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AUDITORS' REPORT

To The Board of Directors of the The Hazel McCallion Charitable Fund

We have audited the statement of financial position of the The Hazel McCallion Charitable Fund as at December 31, 2009, the statement of receipts and disbursements and the statement of cash flows for the year then ended. These financial statements are the responsibility of the Fund's Board of Directors. 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 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 revenue from sponsorships, 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 sponsorship revenues, excess of receipts over disbursements, assets and surplus.

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 sponsorships referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2009, and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

WITHEY ADDISON LLP

Withey Addison LLP

Mississauga, Canada
July 20, 2010

Chartered Accountants
Licensed Public Accountants

THE HAZEL MCCALLION CHARITABLE FUND
STATEMENT OF FINANCIAL POSITION

DECEMBER 31,	2009	2008
ASSETS		
CURRENT		
Cash	\$ 149,129	\$ 154,282
Accounts receivable - note 3	10,632	45,606
	<hr/>	<hr/>
	\$ 159,761	\$ 199,888

LIABILITIES AND SURPLUS		
CURRENT		
Accounts payable and accrued liabilities	\$ 3,013	\$ 11,497
SURPLUS	<hr/>	<hr/>
	156,748	188,391
	<hr/>	<hr/>
	\$ 159,761	\$ 199,888

APPROVED ON BEHALF OF THE BOARD:

Director

Director

See accompanying notes to financial statements

THE HAZEL MCCALLION CHARITABLE FUND
STATEMENT OF RECEIPTS AND DISBURSEMENTS

FOR THE YEAR ENDED DECEMBER 31,	2009	2008
RECEIPTS		
Golf tournament - schedule 1	\$ 100,685	\$ 114,058
DISBURSEMENTS		
Bank charges	\$ 614	\$ 25
Donations	89,387	54,838
General administration	525	32
Golf tournament - schedule 1	38,440	38,401
Professional fees	3,362	1,844
	\$ 132,328	\$ 95,140
(DEFICIT) EXCESS OF RECEIPTS OVER DISBURSEMENTS	\$ (31,643)	\$ 18,918
SURPLUS - BEGINNING	188,391	169,473
SURPLUS	\$ 156,748	\$ 188,391

See accompanying notes to financial statements

THE HAZEL MCCALLION CHARITABLE FUND
REPORT ON HAZEL MCCALLION GOLF TOURNAMENT
SCHEDULE OF RECEIPTS AND DISBURSEMENTS

FOR THE YEAR ENDED DECEMBER 31,	2009	2008
RECEIPTS		
Golf and dinner	\$ 49,500	\$ 50,540
Dinner only	1,200	3,450
Auction	8,535	8,660
Hole sponsors	5,400	3,750
Sponsorships	36,050	47,658
	\$ 100,685	\$ 114,058
DISBURSEMENTS		
Green fees and carts	\$ 13,925	\$ 22,062
Photography	-	2,757
Promotion	9,921	1,902
Supplies	14,594	11,680
	\$ 38,440	\$ 38,401
SURPLUS FROM GOLF TOURNAMENT	\$ 62,245	\$ 75,657

See accompanying notes to financial statements

THE HAZEL MCCALLION CHARITABLE FUND
STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31,	2009	2008
CASH FROM OPERATING ACTIVITIES:		
(Deficit) excess of receipts over disbursements	\$ (31,643)	\$ 18,918
Net change in non-cash working capital:		
Accounts receivable	34,974	1,849
Accounts payable	(8,484)	9,549
NET (DECREASE) INCREASE IN CASH	\$ (5,153)	\$ 30,316
CASH - beginning of year	154,282	123,966
CASH - end of year	\$ 149,129	\$ 154,282
 SUPPLEMENTAL CASH FLOW INFORMATION		
Interest paid during the year	\$ 614	\$ 25

See accompanying notes to financial statements

THE HAZEL MCCALLION CHARITABLE FUND
NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

1. PURPOSE OF THE ORGANIZATION

The Hazel McCallion Charitable Fund is a local charity that contributes to worthwhile organizations within the community of Mississauga. The Fund is incorporated under the Business Corporations Act of Ontario as a not-for-profit Organization and is a registered charity under the Income Tax Act and as such is exempt from income tax.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Organization have been prepared by management in accordance with accounting principles that are considered appropriate for the organization within the reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) New accounting standards adopted during the year

Capital disclosures

The Accounting Standards Board issued new accounting standard, Handbook Section 1535 Capital Disclosures, which establishes standards for disclosure of an entity's objectives, policies and processes for managing capital, quantitative data about what is considered capital and whether an entity has complied with any capital requirements and consequences of non-compliance with such capital requirements. The Organization applied the new accounting standard at the beginning of its current fiscal year and its implementation did not have an impact on the results of operations or financial position.

b) General

The preparation of the Organization's financial statements in conformity with Canadian generally accepted accounting principles 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 HAZEL MCCALLION CHARITABLE FUND
NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

c) Revenue recognition

Revenues and expenses are recorded on the accrual basis, whereby they are reflected in the accounts in the period in which they have been earned and incurred respectively, whether or not such transactions have been finally settled by the receipt or payment of money.

Golf and dinner, dinner only, and hole sponsors are recognized as income upon receipt of fees. Auction and sponsorship income are recognized as income at the time they are received.

d) Financial instruments

The Organization classifies its financial instruments into one of the following categories based on the purpose for which the asset was acquired or liability incurred. The Organization's accounting policy for each category is as follows:

i) **Assets held-for-trading** - financial instruments, classified as held-for-trading are reported at fair value at each statement of financial position date, and any change in fair value is recognized in (deficit) excess of receipts over disbursements in the period during which the change occurs. Transaction costs are expensed when incurred. In these financial statements, cash, accounts receivable and accounts payable and accrued liabilities have been classified as held-for-trading.

ii) **Assets held-to-maturity** - financial instruments classified as held-to-maturity are financial assets with fixed or determinable payments and fixed maturities that the Board of Directors has a positive intention and ability to hold to maturity. These assets are initially recorded at fair value and subsequently carried at amortized cost, using the effective interest rate method. Transaction costs are included in the amount initially recognized.

iii) **Assets available-for-sale** - financial instruments classified as available-for-sale are reported at fair value at each statement of financial position date, and any change in fair value is recognized in net assets in the period in which the change occurs. All transactions related to investments are recorded on a settlement date basis.

THE HAZEL MCCALLION CHARITABLE FUND
NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

d) Financial instruments - continued

iv) **Loans and receivables and financial liabilities held for purposes other than for trading** - financial instruments classified as loans and receivables and financial liabilities held for purposes other than for trading are carried at amortized cost using the effective interest rate method. Transaction costs are expensed when incurred.

e) Donated services

The Board of Directors and others contribute volunteer services to the Organization in carrying out its operating activities. The Living Arts Centre provides administrative support, accounting services and office space to the Organization. Because of the difficulty in determining the fair value of these contributed services and office space, they are not recognized in the financial statements.

f) Income taxes

Under the provisions of the Income Tax Act, the Organization is classified as a registered charity as defined in Section 149 of the Income Tax Act and is exempt from income tax. The Organization has also met their disbursement quota with respect to charitable status for the year.

g) Cash and cash equivalents

The Organization's policy is to disclose bank balances under cash and cash equivalents including bank overdrafts with balances that fluctuate frequently from being positive to overdrawn and temporary investments with a maturity period of three months or less from the date of acquisition.

THE HAZEL MCCALLION CHARITABLE FUND
NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

3. ACCOUNTS RECEIVABLE

	2009	2008
Accounts receivable	\$ 9,775	\$ 44,690
GST receivable	857	916
	\$ 10,632	\$ 45,606

All of the amounts included in the accounts receivable have normal credit terms. There is no allowance made for doubtful accounts as bad debts are written off before the end of each fiscal year on an account by account basis. The Organization is of the opinion that it is not exposed to any significant interest or credit risk associated with these financial instruments.

4. REMUNERATION OF DIRECTORS AND OFFICERS

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

5. FINANCIAL INSTRUMENTS

The fair value of cash, accounts receivable and accounts payable and accrued liabilities approximates their fair value due to their short-term maturities.

The Board of Directors is of the opinion that the Organization is not exposed to any significant interest or credit risk arising from these financial instruments.

As at December 31, 2009, the Organization's bank account was at the Royal Bank of Canada and was currently in excess of federally insured limits. The Board of Directors is of the opinion that the Organization is not exposed to any significant interest or credit risk arising from this financial instrument being solely at the Royal Bank of Canada.

6. CONTRIBUTED GOODS

During the year, various goods were donated to the Organization totaling \$3,250 (2008 - \$ nil). These items were recorded in the books and records at their fair market value.

THE HAZEL MCCALLION CHARITABLE FUND
NOTES TO THE FINANCIAL STATEMENTS

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7. RELATED PARTY TRANSACTIONS

During the year, the Organization entered into a transaction with The Living Arts Centre in Mississauga who has a common board member. The amount charged was \$3,000 in 2009 (2008 - \$1,610) and these amounts relate to ticket costs purchased for an event at the Living Arts Centre and given away to families of the Canadian forces serving overseas .

During the year the Organization paid green fee and dinner costs to the City of Mississauga for use of its golf course. The amount charged was \$22,700 in 2009 (2008 - \$26,055)

These transactions were carried out in the normal course of operations and were recorded at the exchange value. These values correspond to the consideration agreed upon by the parties.

8. CAPITAL DISCLOSURES

For its own purposes, the Organization defines capital as the total of surplus.

The Organization's capital is calculated as follows:

	2009	2008
Surplus	\$ 156,748	\$ 188,391

The Organization's objectives when managing capital are to hold sufficient surplus to enable it to withstand negative unexpected financial events, in order to maintain stability in the financial structure. The Organization seeks to minimize the exposure to financial leverage and variable rate financial obligations and to maintain sufficient liquidity to enable it to meet its obligations as they come due.

The Organization is required to meet externally imposed requirements on capital by the Federal government regarding tax receipted donation income it receives. The Organization is not in contravention of any of it's obligations regarding the donation disbursement quota with the Federal government.

THE HAZEL MCCALLION CHARITABLE FUND
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9. FUTURE CHANGES TO SIGNIFICANT ACCOUNTING POLICIES

a) The Accounting Standards Board has announced that all Canadian reporting entities, subject to certain exceptions which include not-for-profit organizations, will adopt International Financial Reporting Standards ("IFRS") as Canadian generally accepted accounting principles for years beginning on or after January 1, 2011. The Organization, at its option, may adopt IFRS if it so chooses. The impact of the transition to IFRS on the Organization's financial statements has yet to be determined with respect to these new standards.

b) The CICA has released the following new Handbook standards which are applicable to the Organization effective years commencing after April 1, 2009:

i) Section 4400, "Financial Statement Presentation", has been amended to permit not-for-profit organizations to present net assets invested in capital assets as a category of internally restricted net assets and clarification of presentation of revenues and expenses on a gross basis when the entity is acting as a principal in a transaction.

ii) Section 4460, "Disclosure of Related Party Transactions", has been amended to align the definition of related parties to CICA section 3840, Related Party Transactions.

iii) Section 4470, "Disclosure of Allocated Expenses", establishes disclosure standards for a not-for-profit organization that classifies its expenses by function and allocates its expenses to a number of functions to which the expenses relate.

The Organization has not yet assessed the impact of these new standards on its financial statements.