



**Pride Committee Ottawa-Hull Inc.**  
**Financial Statements**  
For the year ended September 30, 2006

---

**Contents**

<b>Auditors' Report</b>	2
<b>Financial Statements</b>	
Balance Sheet	3
Statement of Deficit	4
Statement of Revenues and Expenditures	5
Statement of Changes in Cash Resources	6
Summary of Significant Accounting Policies	7 - 8



**ALEXANDRIA**  
55 Anik  
Alexandria ON  
K0C 1A0  
Tel: (613) 525-1585  
Fax: (613) 525-1436

**ALFRED**  
497 St-Philippe  
Alfred ON  
K0B 1A0  
Tel: (613) 679-1332  
Fax: (613) 679-1801

**CORNWALL**  
113 Second E  
Cornwall ON  
K6H 1Y5  
Tel: (613) 932-8691  
Fax: (613) 932-7591

**EMBRUN**  
991 Ch. Limoges Rd  
Embrun ON  
K0A 1W0  
Tel: (613) 443-5201  
Fax: (613) 443-2538

**OTTAWA**  
2460 Lancaster Road  
Suite 102  
Ottawa ON  
K1B 4S5  
Tel: (613) 739-8221  
Fax: (613) 739-1517

**ROCKLAND**  
5 - 2784 Laurier  
Rockland ON  
K4K 1A2  
Tel: (613) 446-6451  
Fax: (613) 446-7117

---

## Auditors' Report

---

**To the Members of  
Pride Committee Ottawa-Hull Inc.  
Ottawa, Ontario**

We have audited the balance sheet of Pride Committee Ottawa-Hull Inc. as at September 30, 2006 and the statement of revenues and expenditures, deficit and changes in cash resources for the year then ended. These financial statements are the responsibility of the organization's management. 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 the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In common with many non-profit organizations, it is not practical for the organization to establish sufficient control over its revenues, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Association and we were not able to determine whether any adjustments might be necessary to these revenues, excess of revenue over expenditures, assets and net assets.

We have not audited the balances of the association as at September 30, 2005. Since these balances enter in the determination of the results of operations and cash flows, we were not able to determine whether adjustments might be necessary to revenues, expenditures, excess of revenues over expenditures, assets, liabilities and general reserve. Comparative figures have not been disclosed in the financial statements. In these respects, the financial statements are not, in our opinion, in accordance with Canadian generally accepted accounting principles.

Due to the lack of documentation, we were unable to obtain sufficient evidence supporting the closing figures of the accounts payable. Accordingly, we were not able to determine whether any adjustments might be necessary to accounts payable, expenditures and excess of revenues over expenditures.

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 revenues and opening balances referred to in the preceding paragraphs, the failure to disclose comparative figures described in the preceding paragraph and the completeness and accuracy of the accounts payable referred to in the precedent paragraph, these financial statements present fairly, in all material respects, the financial position of the organization as at September 30, 2006 and the results of its operations and the changes in its financial position for the year then ended in accordance with Canadian generally accepted accounting principles.

*BDO Dunwoody LLP*

Chartered Accountants, Licensed Public Accountants

Embrun (Ontario)

March 31, 2007

*BDO Dunwoody s.r.l. est une société à responsabilité limitée constituée en Ontario  
BDO Dunwoody LLP is a Limited Liability Partnership registered in Ontario*



---

**Pride Committee Ottawa-Hull Inc.  
Balance Sheet**

September 30

2006

---

**Assets**

**Current**

Cash	\$ 4,793
Prepaid expenses	<u>1,600</u>
	<b>\$ 6,393</b>

---

**Liabilities and Deficit**

**Current**

Accounts payable and accrued liabilities	\$ 71,456
--	-----------

**Long-term debt** - City of Ottawa, unsecured, interest free, scheduled to be repaid over a period of seven to ten years, starting in 2007

50,075

121,531

**Deficit**

(115,138)

**\$ 6,393**

---

On behalf of the board:

\_\_\_\_\_ Director

\_\_\_\_\_ Director



---

**Pride Committee Ottawa-Hull Inc.  
Statement of Deficit**

**For the year ended September 30**

**2006**

<b>Balance</b> beginning of the year	\$ (126,939)
<b>Add:</b> Excess of revenues over expenditures	<u>11,801</u>
<b>Balance</b> end of the year	<u>\$ (115,138)</u>



---

**Pride Committee Ottawa-Hull Inc.**  
**Statement of Revenues and Expenditures**

**For the year ended September 30**

**2006**

**Revenues**

Fundraising activities	\$ 20,913
Membership fees and donations	5,080
Others	745
Festival income	21,192
Sponsorships	58,600
	<hr/>
	106,530

**Expenditures**

Advertising and promotion	10,204
Fundraising activities expenses	6,196
Graphic design	4,000
Hall rental	5,000
Interest and bank charges	346
Office	929
Festival expenditure	64,604
Telephone	446
Travel	154
Web hosting expense	2,850
	<hr/>
	94,729

**Excess of revenues over expenditures**

**\$ 11,801**

---



---

**Pride Committee Ottawa-Hull Inc.**  
**Statement of Changes in Cash Resources**

<b>For the year ended September 30</b>	<b>2006</b>
<b>Cash flows from operating activities</b>	
Cash receipts from customers	\$ 106,530
Cash paid to suppliers and employees	<u>(103,523)</u>
<b>Increase in cash and cash equivalents during the year</b>	<b>3,007</b>
<b>Cash and cash equivalents, beginning of the year</b>	<u>1,786</u>
<b>Cash and cash equivalents, end of the year</b>	<b>\$ 4,793</b>
<b>Represented by:</b>	
Cash	<u>\$ 4,793</u>

---

## Pride Committee Ottawa-Hull Inc. Summary of Significant Accounting Policies

September 30, 2006

---

**Nature of Business**

The committee is a non-profit organization incorporated without share capital under the laws of Ontario. The committee is dedicated to working with its residents, members and clients to provide the highest quality of care and services possible to meet their needs.

The committee is dependent upon the commitment and contribution of community volunteers in all aspects of its operation, including the board of directors and its committees.

The committee is a registered charity and, as such, is exempt from income tax and may issue income tax receipts to donors.

**Basis of Accounting**

These financial statements were prepared using the accrual basis of accounting. The accrual basis recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipts of goods or services and the creation of a legal obligation to pay.

**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.

**Financial Instruments**

The organization's financial instruments consist of cash and accounts payable. 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. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.

**Donated Materials and Services**

Donated materials and services are recorded as an income and expense item at fair market value when fair market value can be reasonably estimated.

Volunteers contribute about 500 hours per year to assist the organization in carrying out its service delivery activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

**Pride Committee Ottawa-Hull Inc.  
Summary of Significant Accounting Policies**

**September 30, 2006**

---

**Cash and Cash  
Equivalents**

Cash and cash equivalents consist of cash on hand and bank balances.

**Going Concern**

These financial statements have been prepared on a going concern basis which contemplates the realization of assets and the payment of liabilities in the ordinary course of business. Should the company be unable to continue as a going concern, it may be unable to realize the carrying value of its assets and to meet its liabilities as they become due.