

Financial statements of

The Halton Learning Foundation

August 31, 2008

The Halton Learning Foundation

August 31, 2008

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Auditors' report

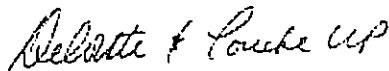
To the Directors of
The Halton Learning Foundation

We have audited the balance sheet of The Halton Learning Foundation as at August 31, 2008 and the statements of revenue and expenses and fund balances and of cash flows for the year then ended. These financial statements are the responsibility of the Foundation'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 charitable organizations, the Foundation derives revenue from donations, 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 Foundation and we were not able to determine whether any adjustments might be necessary to donation revenue, excess of revenue over expenses, assets and fund balances.

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 donations referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Foundation as at August 31, 2008 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.



Chartered Accountants
Licensed Public Accountants

October 8, 2008

The Halton Learning Foundation

Statement of revenue and expenses and fund balances
year ended August 31, 2008

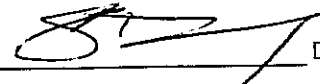
				2008	2007
	General Fund	Capital Fund	Restricted Fund	Total	Total
	\$	\$	\$	\$	\$
Revenue					
Donations	171,440	-	490,005	661,445	521,834
Registrations, fees and admissions	7,000	-	152,510	159,510	93,030
Fundraising	-	-	18,971	18,971	13,876
Investment income	3,341	-	16,460	19,801	14,753
	181,781	-	677,946	859,727	643,493
Expenses					
Fund HDSB equipment, events/programs	-	-	390,435	390,435	178,727
Management fees, salaries and benefits	173,750	-	-	173,750	163,958
Event supplies	-	-	70,693	70,693	47,879
Scholarships, awards and partnerships	100	-	17,400	17,500	30,461
Advertising	2,167	-	-	2,167	4,730
Printing	3,743	-	1,066	4,809	3,727
Professional fees	3,588	-	-	3,588	3,605
Computer maintenance and software	2,434	-	-	2,434	2,788
Rent	-	-	-	-	2,100
Office supplies	6,574	-	-	6,574	1,763
Professional development	3,843	-	-	3,843	1,689
Contractual services	-	-	-	-	1,391
Food catering - events	1,500	-	-	1,500	-
Amortization	-	1,348	-	1,348	1,322
Travel	2,153	-	-	2,153	1,039
Insurance	2,222	-	-	2,222	876
Memberships	985	-	-	985	638
Meetings	2,574	-	-	2,574	589
Telephone	977	-	-	977	578
Postage and courier	70	-	-	70	358
	206,680	1,348	479,594	687,622	448,218
Excess of (expenses over revenue) revenue over expenses	(24,899)	(1,348)	198,352	172,105	195,275
Fund balance, beginning of year	82,057	2,035	332,946	417,038	221,763
Transfer (to) from other funds	(2,281)	1,622	659	-	-
Fund balance, end of year	54,877	2,309	531,957	589,143	417,038

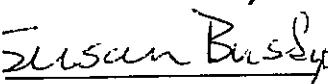
The Halton Learning Foundation

Balance sheet
as at August 31, 2008

				2008	2007
	General Fund	Capital Fund	Restricted Fund	Total	Total
	\$	\$	\$	\$	\$
Assets					
Current					
Due from Halton District School Board	49,477	-	531,957	581,434	411,203
Goods and services tax receivable	7,970	-	-	7,970	4,467
Prepaid expenses	6,106	-	-	6,106	8,159
	63,553	-	531,957	595,510	423,829
Capital assets (Note 4)	-	2,309	-	2,309	2,035
	63,553	2,309	531,957	597,819	425,864
Liabilities					
Current					
Accounts payable and accrued liabilities	8,676	-	-	8,676	8,826
	8,676	-	-	8,676	8,826
Fund balances					
Invested in capital assets	-	2,309	-	2,309	2,035
Restricted (Note 7)	-	-	531,957	531,957	332,946
Unrestricted	54,877	-	-	54,877	82,057
	54,877	2,309	531,957	589,143	417,038
	63,553	2,309	531,957	597,819	425,864

Approved by the Board

 Director

 Director

The Halton Learning Foundation

Statement of cash flows

year ended August 31, 2008

	2008	2007
	\$	\$
Net inflow (outflow) of cash related to the following activities:		
Operating		
Excess of revenue over expenses	172,105	195,275
Item not affecting cash - amortization	1,348	1,322
	<u>173,453</u>	<u>196,597</u>
Changes in non-cash operating working capital items (Note 6)	<u>(171,831)</u>	<u>(194,415)</u>
	1,622	2,182
Investing		
Purchase of capital assets	<u>(1,622)</u>	<u>(2,182)</u>
Net cash inflow	-	-
Cash and cash equivalents, beginning of year	-	-
Cash and cash equivalents, end of year	<u>-</u>	<u>-</u>

The Halton Learning Foundation

Notes to the financial statements

August 31, 2008

1. Nature of operations

The Halton Learning Foundation (the "Foundation") was set up to raise revenue to be directed to the support of the Halton District School Board students and schools. The Foundation is incorporated by Letters Patent as a corporation without share capital under the laws of Ontario. The Foundation obtained status as a Registered Charity effective September 1, 2004.

2. Changes in significant account policies

Financial instruments

On September 1, 2007 the Foundation adopted the Canadian Institute of Chartered Accountants' ("CICA's") standards on recognition and measurement and presentation of financial instruments for not-for-profit organizations. The standards are titled S.3855 - Financial Instruments Recognition and Measurement, S.3861 - Financial Instruments Disclosure and Presentation, and S.3865. - Hedges. In addition, S.4400 - Financial Statement Presentation by Not-for-profit Organizations was amended.

In accordance with these standards, the Foundation has classified each of its financial instruments into accounting categories effective September 1, 2007. The category for an item determines its subsequent accounting under the standards. Effective September 1, 2007, the Foundation has classified all its financial instruments as follows:

- Cash as "held-for-trading". Held-for-trading items are carried at fair value, with changes in their fair value recognized in the Statement of revenue and expenses in the current period.
- Goods and service tax receivable as "loans and receivables". "Loans and receivables" are carried at amortized cost, using the effective interest method, net of any impairment.
- Accounts payable as "other liabilities". "Other liabilities" are carried at amortized cost, using the effective interest method.

As required, the standards have been applied in accordance with their transition provision which requires retrospective application without restatement of the comparative amounts.

As a result of adopting the standards as at September 1, 2007, the carrying values of all the Foundation's financial instruments have remained the same as the carrying value recorded as at August 31, 2007.

The Foundation selected September 1, 2002 as its transition date for accounting for embedded derivatives. Based on a review of the Foundation's financial instruments as at September 1, 2007, there were no embedded derivatives at that date that were required to be accounted for separately as derivatives.

3. Accounting policies

Basis of financial statements

The Foundation follows accounting principles generally accepted in Canada in preparing its financial statements. The significant accounting policies used are as follows:

(a) Fund accounting

The Foundation follows the restricted fund method for accounting for contributions.

The revenue and expenses related to the collection of unrestricted donations and fund raising activities are reported in the General Fund. The Restricted Fund reports amounts for which the use is restricted internally or externally by the donors.

The Halton Learning Foundation

Notes to the financial statements

August 31, 2008

3. Accounting policies (continued)

(b) Basis of accounting

Revenue and expenses are recorded on the accrual basis except for fund raising events which are recorded as received. Donations are recorded as received. Restricted contributions are recognized as revenue in the appropriate restricted fund. Unrestricted contributions are recognized as revenue in the General Fund.

(c) Capital assets

Capital assets are recorded at amortized cost. Amortization is recorded on a straight-line basis over the estimated useful lives of the related assets:

Computers	3 years
Furniture and fixtures	5 years

(d) Deferred revenue

Revenues specifically intended for future periods are initially deferred and taken into revenue as expenses are incurred.

4. Capital assets

	Cost	Accumulated Amortization	Net Book Value	
			2008	2007
	\$	\$	\$	\$
Computers	4,803	2,957	1,846	1,608
Furniture and fixtures	2,937	2,474	463	427
	7,740	5,431	2,309	2,035

5. Due from Halton District School Board

The following transactions took place between the Foundation and the Halton District School Board:

	2008	2007
	\$	\$
Funding of salary and benefits of Foundation staff (included in Donations on Statement of revenue and expenses)	162,050	163,958
Funding of partnerships (included in Donations on Statement of revenue and expenses)	-	14,461
Funding of equipment, events and programs (included in expenses on Statement of revenue and expenses)	(390,435)	(178,727)

The Halton Learning Foundation

Notes to the financial statements

August 31, 2008

5. Due from Halton District School Board

In addition, the following transactions took place between the Foundation and the Fast Track Community Centre for Skills, Development and Training:

	2008	2007
	\$	\$
Rent	-	2,100

The above transactions are measured at their exchange amounts, which are the amounts agreed upon by the parties.

6. Changes in non-cash operating working capital items

	2008	2007
	\$	\$
Due from Halton District School Board	(170,231)	(171,739)
Goods and services tax receivable	(3,503)	(1,289)
Prepaid expenses	2,053	(2,986)
Accounts payable and accrued liabilities	(150)	221
Deferred revenue	-	(18,622)
	<u>(171,831)</u>	<u>(194,415)</u>

7. Restricted fund

Restricted Funds represent Funds raised to support Halton District School Board initiatives and student scholarships and awards. Fund balances at August 31, 2008 represent principal plus accumulated interest less expense.

	2008	2007
	\$	\$
Board initiatives		
Arts and music	33,879	47,844
Physical education	52,462	13,768
Technological education	4,719	6,117
Environmental education	75,665	57,173
Eliminating barriers	247,525	86,217
Scholarships and awards		
Burlington Community Foundation - Nelson Allen	2,031	-
Design 4 Scholarship	1,464	1,916
Foundation Scholarship	59,078	65,427
Pepsi Scholarship	17,887	17,099
Tyler Cooper Athletic Award	37,247	37,385
	<u>531,957</u>	<u>332,946</u>

8. Contractual obligations

The Foundation has contractual commitments for a hall rental for 2009 of \$12,373. The hall rental commitment for 2008 was \$10,670 and is recorded in event supplies.