

THE TORONTO COMMANDERY HOSPICE INC.
(a not-for-profit corporation registered in Ontario)
Financial Statements
Year Ended December 31, 2014

THE TORONTO COMMANDERY HOSPICE INC.

(a not-for-profit corporation registered in Ontario)

Index to Financial Statements

Year Ended December 31, 2014

	Page
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Revenues and Expenditures	4
Statement of Changes in Net Assets	5
Statement of Cash Flow	6
Notes to Financial Statements	7 - 8

INDEPENDENT AUDITOR'S REPORT

To the Members of The Toronto Commandery Hospice Inc. (a not-for-profit corporation registered in Ontario)

We have audited the accompanying financial statements of The Toronto Commandery Hospice Inc., (a not-for-profit corporation registered in Ontario), which comprise the statement of financial position as at December 31, 2014 and the statements of revenues and expenditures, changes in net assets and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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.

(continues)

1110 Sheppard Avenue East
Suite 408
Toronto, Ontario, Canada
M2K 2W2

Tel: (416) 229-2221
Fax: (416) 229-2234
E-Mail: tavana@tavana.ca
www.tavana.ca

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 management, as well as evaluating the overall presentation of the financial statements.

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

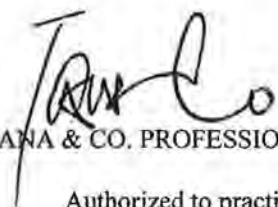
Basis for Qualified Opinion

In common with many charitable organizations, the company derives revenue from (donations and fund raising) 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 company and we were not able to determine whether any adjustments might be necessary to contributions, excess of revenues over expenses, current assets and net assets.

Qualified Opinion

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 contributions referred to in the preceding paragraph, the financial statements present fairly, in all material respects, the financial position of The Toronto Commandery Hospice Inc., (a not-for-profit corporation registered in Ontario), as at December 31, 2014 and the results of its operations and its cash flow for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Toronto, Ontario
June 26, 2015


TAVANA & CO. PROFESSIONAL CORPORATION
Authorized to practise public accounting by
the Chartered Professional Accountants of Ontario

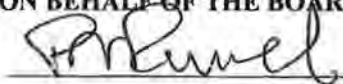
THE TORONTO COMMANDERY HOSPICE INC.
(a not-for-profit corporation registered in Ontario)

Statement of Financial Position

December 31, 2014

	<i>December 31</i> 2014	<i>December 31</i> 2013
ASSETS		
CURRENT		
Cash	\$ 160,332	\$ 47,286
Term deposits	700,000	500,000
Harmonized sales tax recoverable	1,190	857
	861,522	548,143
LAND UNDER DEVELOPMENT	2,035,029	14,786
	\$ 2,896,551	\$ 562,929
LIABILITIES AND NET ASSETS		
CURRENT		
Accrued liabilities	\$ 10,534	\$ 3,542
Due to related parties	5,039	5,039
	15,573	8,581
NET ASSETS		
General fund	2,880,978	554,348
	\$ 2,896,551	\$ 562,929

ON BEHALF OF THE BOARD

 _____ *Director*

_____ *Director*

See accompanying notes to the financial statements

THE TORONTO COMMANDERY HOSPICE INC.

(a not-for-profit corporation registered in Ontario)

Statement of Revenues and Expenditures

Year Ended December 31, 2014

	2014	2013
REVENUES		
Eligible amount of tax receipted gifts	\$ 2,027,194	\$ 52,484
Amounts from other charities and foundations	333,316	100
Rental	10,587	-
Interest	9,489	648
Non-tax receipted gifts	-	775
	<u>2,380,586</u>	<u>54,007</u>
EXPENSES		
Consulting fees	33,070	5,323
Advertising and promotion	8,800	447
Professional fees	4,049	3,282
Office	4,248	1,201
Interest and bank charges	2,155	271
Insurance	1,634	1,072
Memberships	-	200
	<u>53,956</u>	<u>11,796</u>
EXCESS OF REVENUES OVER EXPENSES	<u>\$ 2,326,630</u>	<u>\$ 42,211</u>

See accompanying notes to the financial statements

THE TORONTO COMMANDERY HOSPICE INC.
(a not-for-profit corporation registered in Ontario)

Statement of Changes in Net Assets

Year Ended December 31, 2014

	General Fund	Restricted Fund	2014	2013
NET ASSETS - BEGINNING OF YEAR	\$ 554,348	\$ -	\$ 554,348	\$ 512,137
Excess of revenues over expenses	2,326,630	-	2,326,630	42,211
NET ASSETS - END OF YEAR	\$ 2,880,978	\$ -	\$ 2,880,978	\$ 554,348

THE TORONTO COMMANDERY HOSPICE INC.
(a not-for-profit corporation registered in Ontario)

Statement of Cash Flow

Year Ended December 31, 2014

	2014	2013
OPERATING ACTIVITIES		
Excess of revenues over expenses	\$ 2,326,630	\$ 42,211
Item not affecting cash:		
In-kind donation	<u>(2,000,000)</u>	-
	<u>326,630</u>	<u>42,211</u>
Changes in non-cash working capital:		
Accounts receivable	2	-
Accrued liabilities	6,990	(5,574)
Harmonized sales tax payable	<u>(333)</u>	<u>2,394</u>
	<u>6,659</u>	<u>(3,180)</u>
Cash flow from operating activities	<u>333,289</u>	<u>39,031</u>
INVESTING ACTIVITY		
Development	<u>(20,243)</u>	-
INCREASE IN CASH FLOW	313,046	39,031
Cash - beginning of year	<u>547,286</u>	<u>508,255</u>
CASH - END OF YEAR	\$ 860,332	\$ 547,286
CASH CONSISTS OF:		
Cash	\$ 160,332	\$ 47,286
Term deposits	<u>700,000</u>	<u>500,000</u>
	<u>\$ 860,332</u>	<u>\$ 547,286</u>

See accompanying notes to the financial statements

THE TORONTO COMMANDERY HOSPICE INC.
(a not-for-profit corporation registered in Ontario)

Notes to Financial Statements
Year Ended December 31, 2014

1. DESCRIPTION OF OPERATIONS

The Toronto Commandery Hospice Inc (Organization) was incorporated on May 25, 2006. The Organization was inactive until it was registered as a charitable organization under the Income Tax Act on January 1, 2007. The purpose of the Organization is to provide palliative and hospice care through establishing and operating a community hospice in north Toronto area.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPPO)

Revenue Recognition

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 be reasonably estimated collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Contributed services

The activities of the Organization were carried out by volunteers without compensation in the current fiscal year. The value of such service is not recognized in the financial statements.

Accounting estimates

The preparation of financial statements in conformity with Accounting Standards for Not-for-Profit Organization requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from those estimates.

Financial instruments policy

Investments are recorded at fair value at each financial position date and any change in fair value is recognized in investment income in the current year. All other financial instruments are reported at amortized cost and tested for impairment at each reporting date. When use of the effective interest method does not result in any material difference in valuation, financial assets and financial liabilities are reported at cost.

3. FINANCIAL INSTRUMENTS

It is management's opinion that in light of the straightforward nature of the organization's operations, and the policies to manage risk that are in place, organization's exposure to credit, currency, interest, liquidity, market, and other price risks arising from these financial instruments is immaterial. Accordingly, the supplemental disclosure that would otherwise be required has not been provided.
