

FAMILY MEDIATION CANADA

**AUDITORS' REPORT AND
FINANCIAL STATEMENTS**

MARCH 31, 2009

FAMILY MEDIATION CANADA

MARCH 31, 2009

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AUDITORS' REPORT

To the Members of Family Mediation Canada

We have audited the statement of financial position of Family Mediation Canada as at March 31, 2009 and the statements of changes in net assets, operations, and cash flows for the year then ended. These financial statements are the responsibility of 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 similar organizations, Family Mediation Canada derives revenue from dues and fees, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of revenue from these sources 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 revenue, excess of revenue over expenses, or net assets.

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 revenue referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the organization as at March 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.

Simon McWhinnie Riediger & Meredith LLP

**Kitchener, Ontario
August 11, 2009**

**Chartered Accountants
Licensed Public Accountants**

FAMILY MEDIATION CANADA
STATEMENT OF FINANCIAL POSITION
MARCH 31, 2009

	<u>2009</u>	<u>2008</u>
ASSETS		
Current assets		
Cash	\$ 87,311	\$ 80,684
Accounts receivable	984	6,054
Prepaid expenses	<u>638</u>	<u>324</u>
	<u>88,933</u>	<u>87,062</u>
Equipment		
Office furniture and equipment	5,115	5,115
Computer equipment	<u>10,245</u>	<u>7,499</u>
	15,360	12,614
Less accumulated amortization	<u>12,392</u>	<u>11,347</u>
	<u>2,968</u>	<u>1,267</u>
	<u>\$ 91,901</u>	<u>\$ 88,329</u>
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	\$ 9,649	\$ 9,300
Unearned revenue	<u>500</u>	<u>0</u>
	<u>10,149</u>	<u>9,300</u>
NET ASSETS		
Net assets at end of the year	<u>81,752</u>	<u>79,029</u>
	<u>\$ 91,901</u>	<u>\$ 88,329</u>

Commitment (note 4)

Approved by the Board:

_____ Director

_____ Director

FAMILY MEDIATION CANADA

STATEMENT OF CHANGES IN NET ASSETS

YEAR ENDED MARCH 31, 2009

	<u>2009</u>	<u>2008</u>
Net assets at beginning of the year	\$ 79,029	\$ 57,121
Excess of revenue over expenses	<u>2,723</u>	<u>21,908</u>
Net assets at end of the year	<u>\$ 81,752</u>	<u>\$ 79,029</u>

FAMILY MEDIATION CANADA

STATEMENT OF OPERATIONS

YEAR ENDED MARCH 31, 2009

	<u>General</u>	<u>Conference</u>	<u>Certification and Standards</u>	<u>2009 Totals</u>	<u>2008 Totals</u>
Revenue					
Membership dues and certification fees	\$ 57,506	\$ 0	\$ 20,483	\$ 77,989	\$ 83,823
Investment and other income	<u>5,064</u>	<u>0</u>	<u>0</u>	<u>5,064</u>	<u>6,639</u>
	<u>62,570</u>	<u>0</u>	<u>20,483</u>	<u>83,053</u>	<u>90,462</u>
Expenses					
Administrative staff costs	34,427	0	0	34,427	28,553
Scholarships and bursaries	3,993	0	0	3,993	1,000
Donations	0	0	0	0	5,050
Consulting and outside contracting	0	0	3,650	3,650	5,023
Office	25,781	0	0	25,781	20,345
Insurance	1,540	0	0	1,540	1,581
Telephone	1,063	0	0	1,063	958
Strategic and membership development	0	0	0	0	265
Conference and seminar	3,717	0	0	3,717	0
Publications and newsletter	0	0	0	0	199
Amortization of equipment	1,045	0	0	1,045	342
Professional fees	3,244	0	0	3,244	3,678
Interest and bank charges	<u>1,870</u>	<u>0</u>	<u>0</u>	<u>1,870</u>	<u>1,560</u>
	<u>76,680</u>	<u>0</u>	<u>3,650</u>	<u>80,330</u>	<u>68,554</u>
Excess of revenue over expenses (expenses over revenue)	<u>\$ (14,110)</u>	<u>\$ 0</u>	<u>\$ 16,833</u>	<u>\$ 2,723</u>	<u>\$ 21,908</u>

FAMILY MEDIATION CANADA

STATEMENT OF CASH FLOWS

YEAR ENDED MARCH 31, 2009

	<u>2009</u>	<u>2008</u>
Cash flows from operating activities		
Excess of revenue over expenses	\$ 2,723	\$ 21,908
Items not involving cash		
Amortization of equipment	1,045	342
Decrease (increase) in:		
Accounts receivable	5,070	(613)
Prepaid expenses	(314)	0
Increase (decrease) in:		
Accounts payable and accrued liabilities	349	(3,012)
Unearned revenue	500	0
	<u>9,373</u>	<u>18,625</u>
Cash flows from investing activities		
Additions to equipment	<u>(2,746)</u>	<u>(331)</u>
Increase in cash position	6,627	18,294
Cash position at beginning of the year	<u>80,684</u>	<u>62,390</u>
Cash position at end of the year	<u>\$ 87,311</u>	<u>\$ 80,684</u>

FAMILY MEDIATION CANADA
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2009

1. PURPOSE

Family Mediation Canada is a national not for profit organization the purpose of which is to promote mediation and other forms of non-adversarial resolution for family conflict.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Revenue recognition

Revenue from membership dues and certification fees is recognized on a cash basis.

(b) Operating results

In addition to the general operations of the organization, two other operational areas are separated on the statement of operations. Certification and Standards operations include dues and fees received and expenses related to the certification of counsellors in the national family mediator certification program. Conference operations include fees and interest received, and expenses related to the National Conference which is attended by professionals working in the family mediation field.

(c) Equipment

Equipment is stated at cost and amortization is recorded on the declining balance basis at the following annual rates:

Office furniture and equipment	20%
Computer equipment	30%

One-half of the normal amortization is charged to operations in the year of acquisition.

3. FINANCIAL INSTRUMENTS

The fair values for financial instruments included on the statement of financial position approximate carrying values due to their short-term nature.

4. COMMITMENT

The organization is committed to make equipment lease payments of \$560 per month until June of 2011.