

AUDITOR'S REPORT

**TO THE MEMBERS OF
HOSPICE TORONTO**

I have audited the statement of financial position of Hospice Toronto, as at March 31, 2008 and the statement of revenues and expenditures and changes in net assets and of cash flows for the year then ended. These financial statements are the responsibility of the organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I have conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 presentation of the financial information.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the organization at March 31, 2008 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

Toronto, Ontario
June 9, 2008



CHARTERED ACCOUNTANT
LICENSED PUBLIC ACCOUNTANT

HOSPICE TORONTO
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2008

	<u>Invested in Capital Assets</u>	<u>Invested in Unrestricted Net Assets</u>	<u>Total 2008</u>	<u>Total 2007</u>
Balance, beginning of year - Note 10	\$ 69,156	\$ 401,783	\$ 470,939	390,409
Assets Transferred During Fiscal Year	20,191	(20,191)	-	-
Excess of (Expenditures over Revenue) Revenue over Expenditures	<u>(17,869)</u>	<u>(87,733)</u>	<u>(105,602)</u>	<u>80,530</u>
Balance end of year	<u>\$ 71,478</u>	<u>\$ 293,859</u>	<u>\$ 365,337</u>	<u>\$ 470,939</u>

The accompanying notes form an integral part of these financial statements. See Auditor's Report dated June 9, 2008.

**HOSPICE TORONTO
NOTES TO THE FINANCIAL STATEMENTS
AS AT MARCH 31, 2008**

1. STATUTES OF INCORPORATION AND NATURE OF ACTIVITIES

Hospice Toronto is a non-profit organization incorporated under the Registered Charities Act of Ontario and enhances the quality of life for persons with a terminal illness, their families and their friends.

2. ACCOUNTING POLICIES

(a) Accrual Accounting:

Revenue is recorded when earned or when the organization is entitled to receive grant funds and expenses are recorded when incurred.

(b) Capital Assets:

In accordance with generally accepted accounting principles, non-profit organizations with revenues greater than \$500,000 are to capitalize major capital assets.

During the past two years, extensive leasehold improvements were made to prepare additional office space which was occupied in March 2007. The organization is amortizing these costs over five years, commencing April 2007.

There were no major capital assets in prior years.

(c) Donated Services:

Much of the work of Hospice Toronto is dependent on voluntary services. Since these services are not normally purchased by the Hospice, and because of the difficulty of determining their value, such donated services are not recognized in these financial statements.

3. DONATIONS AND FUNDRAISING EVENTS

Donations included in revenue are cash donations from corporations, foundations and individuals. Donation receipts issued total \$201,447 which includes amounts under fundraising events as well as donations in kind (see note 4).

4. DONATIONS IN KIND

During the year, Hospice Toronto received contributions towards its silent auction and other fundraising events. Charitable donation receipts were issued for the fair market value of these gifts, totaling \$9,954 (\$20,503 in 2007).

It is the organization's policy not to record these donations in kind as revenue, or as expense.

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