
GENERATION TO GENERATION SOCIETY

FINANCIAL STATEMENTS

Unaudited

DECEMBER 31, 2009

GENERATION TO GENERATION SOCIETY

DECEMBER 31, 2009

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L. Soligo & Associates Ltd.

CHARTERED ACCOUNTANTS

REVIEW ENGAGEMENT REPORT

To the Directors of
Generation to Generation Society

We have reviewed the statement of financial position of Generation to Generation Society as at December 31, 2009 and the statements of operations and changes in fund balances and cash flows for the year then ended. Our review was made in accordance with generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the society.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements. In common with many charitable organizations, Generation to Generation Society derives revenue from donations, the completeness of which is not susceptible of satisfactory review verification. Accordingly, our verification of these revenues 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 donations, excess of expenditure over revenue, current assets and net assets.

Except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to complete our review of the donation revenue as described in the preceding paragraph, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with generally accepted accounting principles.

Trail, B.C.
February 9, 2010



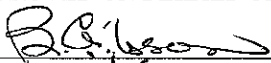

CHARTERED ACCOUNTANTS

GENERATION TO GENERATION SOCIETY

STATEMENT OF FINANCIAL POSITION
Unaudited
AS AT DECEMBER 31, 2009

	Operating Fund	Capital Asset Fund	Building Fund	2009 Total	2008 Total
CURRENT ASSETS					
Cash	\$ 33,346	\$ -	\$ -	\$ 33,346	\$ 42,284
Accounts receivable	1,116	-	-	1,116	1,928
Due to/from other funds	3,190	-	(3,190)	-	-
	37,652	-	(3,190)	34,462	44,212
CAPITAL ASSETS					
Building	-	-	177,585	177,585	174,398
Furniture and fixtures	-	21,616	23,486	45,102	42,124
	-	21,616	201,071	222,687	216,522
Less: Accumulated amortization (Notes 1(b) and 3)	-	18,261	44,890	63,151	49,914
	-	3,355	156,181	159,536	166,608
	\$ 37,652	\$ 3,355	\$ 152,991	\$ 193,998	\$ 210,820
CURRENT LIABILITIES					
Accounts payable and accrued liabilities (Note 5)	\$ 5,519	\$ -	\$ 472	\$ 5,991	\$ 4,386
Prepaid rent	-	-	1,050	1,050	1,050
Deferred operating grant (Note 4)	20,000	-	-	20,000	20,000
	25,519	-	1,522	27,041	25,436
FUND BALANCES					
Invested in capital assets	-	3,355	156,181	159,536	166,608
Unrestricted	12,133	-	(4,712)	7,421	18,776
	12,133	3,355	151,469	166,957	185,384
	\$ 37,652	\$ 3,355	\$ 152,991	\$ 193,998	\$ 210,820

APPROVED ON BEHALF OF THE BOARD:

 Director
 Director

GENERATION TO GENERATION SOCIETY

STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES

Unaudited

FOR THE YEAR ENDED DECEMBER 31, 2009

	Operating Fund	Capital Asset Fund	Building Fund	Total 2009	Total 2008
REVENUE					
Donations in kind	\$ 6,315	\$ -	\$ -	\$ 6,315	\$ 7,418
Donations-Sanctuary operations	68,286	-	-	68,286	89,063
Fund raising	6,943	-	-	6,943	3,962
In memorium donations	720	-	-	720	1,215
Interest	21	-	-	21	12
Memberships	139	-	-	139	112
Ministry of Families	389	-	-	389	-
Province of B.C.	20,000	-	-	20,000	20,000
Rental income	-	-	21,695	21,695	21,890
	102,813	-	21,695	124,508	143,672
EXPENSES					
Accounting	1,538	-	-	1,538	1,538
Advertising	708	-	-	708	886
Amortization	-	1,438	11,799	13,237	13,049
Bank charges	764	-	-	764	789
Building maintenance	-	-	5,596	5,596	5,255
Dues and fees	115	-	-	115	75
Employee benefits	7,303	-	-	7,303	6,944
Food	13,179	-	-	13,179	12,380
Fundraising	843	-	-	843	1,152
Insurance	1,493	-	-	1,493	1,493
Kitchen supplies	585	-	-	585	698
Miscellaneous	919	-	-	919	610
Office	1,078	-	-	1,078	1,061
Program costs	5,406	-	-	5,406	5,053
Property taxes	-	-	2,296	2,296	2,311
Salaries	69,649	-	-	69,649	65,000
Sanctuary building maintenance	4,371	-	-	4,371	3,621
Sanctuary telephone and utilities	4,401	-	-	4,401	3,714
Utilities	-	-	9,119	9,119	10,511
Work Safe B.C.	335	-	-	335	456
	112,687	1,438	28,810	142,935	136,596
(Deficiency) Excess of revenue over expenses	(9,874)	(1,438)	(7,115)	(18,427)	7,076
Fund balances, beginning of year	22,368	4,432	158,584	185,384	178,308
Interfund transfers (Note 6):					
Capital assets purchased	(361)	361	-	-	-
Fund balances, end of year	\$ 12,133	\$ 3,355	\$ 151,469	\$ 166,957	\$ 185,384

GENERATION TO GENERATION SOCIETY

STATEMENT OF CASH FLOWS
Unaudited
DECEMBER 31, 2009

	Operating Fund	Capital Asset Fund	Building Fund	2009	2008
Sources of Cash					
Donations-Sanctuary operations	\$ 68,286	\$ -	\$ -	\$ 68,286	\$ 89,063
Ministry of Families	389	-	-	389	-
Donations-in memorium	720	-	-	720	1,215
Fund raising	6,943	-	-	6,943	3,962
Memberships	139	-	-	139	112
Interest	21	-	-	21	12
Rental income	-	-	21,695	21,695	22,240
Province of B.C.	20,000	-	-	20,000	20,000
	96,498	-	21,695	118,193	136,604
Uses of Cash					
Administrative expenses	105,324	-	15,642	120,966	118,045
Capital assets purchased	-	361	5,804	6,165	898
	105,324	361	21,446	127,131	118,943
	(8,826)	(361)	249	(8,938)	17,661
Interfund Transfers	(112)	361	(249)	-	-
(Decrease) Increase in Cash	(8,938)	-	-	(8,938)	17,661
Cash, beginning of year	42,284	-	-	42,284	24,623
Cash, end of year	\$ 33,346	\$ -	\$ -	\$ 33,346	\$ 42,284

GENERATION TO GENERATION SOCIETY

NOTES TO THE FINANCIAL STATEMENTS

Undaudited
DECEMBER 31, 2009

1 PURPOSE OF THE ORGANIZATION

Generation to Generation Society is an organization which serves as a drop-in centre for children and operates and maintains apartments and hospital accommodation suites. It is incorporated under the Canada Corporations Act as a not-for-profit organization and is a registered charity under Section 149(1) of the Income Tax Act.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Fund Accounting

The Society uses the restricted fund method of accounting for contributions.

The Operating Fund accounts for the organization's program delivery and administrative activities. This fund reports unrestricted resources and restricted operating grants.

The Capital Asset Fund reports the assets, liabilities, revenue and expenses related to the Society's capital assets excluding those reported in the Building Fund.

The Building Fund reports the assets, liabilities, revenue and expenses related to the purchase and operation of the premises located at 1705 Bay Avenue, Trail, B.C. also known as Sanctuary House.

(b) Capital Assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair market value at the date of contribution. Amortization is provided on a 30% per year diminishing balance basis for Sanctuary furniture and fixtures while Sanctuary House furniture and fixtures are amortized on the straight-line basis over five years. The building is amortized on the straight-line basis over twenty-five years. Amortization is reported in the Capital Asset Fund and Building Fund.

(c) Revenue Recognition

Restricted contributions related to general operations are recognized as revenue of the Operating Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund.

Unrestricted contributions are recognized as revenue of the Operating Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

(d) Contributed Services

Volunteers contribute many hours per year to assist the Generation to Generation Society in carrying out its service activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements. Donated goods are recognized in the fund to which they relate and are recorded at their estimated fair market value at the time of the donation.

GENERATION TO GENERATION SOCIETY

NOTES TO THE FINANCIAL STATEMENTS

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DECEMBER 31, 2009

3. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net 2009	Net 2008
Building-Sanctuary House	\$ 177,585	\$ 27,939	\$ 149,646	\$ 153,558
Furniture and fixtures-Sanctuary	21,616	18,261	3,355	4,432
Furniture and fixtures-Sanctuary House	23,486	16,951	6,535	8,618
	\$ 222,687	\$ 63,151	\$ 159,536	\$ 166,608

4. DEFERRED OPERATING GRANT

The deferred operating grant reported in the Operating Fund represents funds received in the current period that are related to the subsequent period. Changes in the deferred operating grant are as follows:

	2009	2008
Balance, beginning of year	\$ 20,000	\$ 20,000
Less: amounts recognized as revenue in the year	(20,000)	(20,000)
Plus: amounts received during the year	20,000	20,000
Balance, end of year	\$ 20,000	\$ 20,000

5. RELATED PARTY TRANSACTIONS

Included in accounts payable is \$698 (2008 - \$1,216) owing to directors of the organization. These transactions are in the normal course of business and measured at the exchange value being the amount of consideration agreed to by the related parties.

6. INTERFUND TRANSFERS

The organization's management carried out the following interfund transfer during the year:

- transfer from the Operating Fund to the Capital Asset Fund for the purpose of purchasing capital assets: \$361 (2008 - \$898).

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7. FINANCIAL INSTRUMENTS

The carrying value of cash, accounts receivable, accounts payable and accrued liabilities, and deferred revenue reflected on the balance sheet approximate their respective fair value.

8. CREDIT RISK

The company is exposed to a credit risk by its customers and suppliers. However, because of the large number of customers and different suppliers, credit risk concentration is reduced.

9. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to correspond with presentation adopted in the current year.