

Variety Club of Ontario - Tent 28

Financial Statements

(unaudited - see Notice to Reader)

For the Year Ended September 30, 2018



NOTICE TO READER

On the basis of information provided by management, we have compiled the statement of financial position of Variety Club of Ontario - Tent 28 as at September 30, 2018 and the statement of operations and changes in net assets for the year then ended.

We have not performed an audit or review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

RSM Canada LLP

Chartered Professional Accountants
Licensed Public Accountants
December 17, 2018
Toronto, Ontario

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING

Variety Club of Ontario - Tent 28

Statement of Financial Position

As at September 30, 2018

(unaudited - see Notice to Reader)

	2018	2017
Current asset		
Cash	\$ 71	\$ 113
Due from related party (Note 2)	-	2,030
	\$ 71	\$ 2,143

Current liabilities

Accounts payable and accrued liabilities	\$ -	\$ 2,141
Due to related party (Note 2)	48	-
	48	2,141

Net surplus (deficiency)

Unrestricted	23	2
	\$ 71	\$ 2,143

Guarantee (Note 4)

Approved by the Board _____
Chair

Treasurer

Variety Club of Ontario - Tent 28
Statement of Operations and Changes in Net Assets
Year Ended September 30, 2018
(unaudited - see Notice to Reader)

	2018	2017
Revenue		
Funding from Variety - The Children's Charity (Ontario) (Note 2)	\$ -	\$ 6,200
Expenses		
Other expense (recovery)	(21)	2,080
Excess of revenue over expenses	21	4,120
Unrestricted net surplus (deficiency), beginning of year	2	(4,118)
Unrestricted net surplus (deficiency), end of year	\$ 23	\$ 2

Variety Club of Ontario - Tent 28

Notes to Financial Statements

September 30, 2018

(unaudited - see Notice to Reader)

1. NATURE OF ORGANIZATION

Variety Club of Ontario - Tent 28 (the "Organization") is incorporated under the laws of Ontario without share capital. It is a not-for-profit organization and is exempt from income taxes, provided certain requirements are met.

Variety - The Children's Charity (Ontario) (the "Charity") controls the Organization by virtue of a common Board of Directors.

2. DUE TO RELATED PARTY AND RELATED PARTY TRANSACTIONS.

Contributions provided by the Charity for the year ended September 30, 2018 were \$Nil (2017 - \$6,200).

These transactions are in normal course of operations and are measured at the exchange amount of consideration established and agreed to by the related parties.

3. CAPITAL ASSET OWNERSHIP

Specific capital assets including land and building at 3701 Danforth Avenue are nominally owned by the Organization. The Organization has no beneficial interest in the properties.

Given the intent for the beneficial ownership to rest with the Charity, the capital assets are recorded in the Charity.

4. GUARANTEE

The Charity has an established facility agreement at year end. At September 30, 2018 the loan balance is \$1,247,722 (2017 - \$1,359,995). There is also an outstanding letter of credit in the amount of \$35,000 (2017 - \$35,000). During the year, a revolving line of credit was added to the facility agreement. At September 30, 2018, there is no balance outstanding on this line of credit. The facility is secured by the assets held by the Charity, and guaranteed by the Organization and Variety Village, which is also controlled by the Charity by virtue of a common Board of Directors, and through the Charity's control direction of resources.