

Variety Club of Ontario - Tent 28

Financial Statements

(unaudited - see Notice to Reader)

For the Year Ended September 30, 2019



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, 2019 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 18, 2019
Toronto, Ontario

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Variety Club of Ontario - Tent 28
Statement of Financial Position
As at September 30, 2019
(unaudited - see Notice to Reader)

	2019	2018
Current asset		
Cash	\$ 131	\$ 71
Current liabilities		
Due to related party (Note 2)	\$ 150	\$ 48
Net surplus (deficiency)		
Unrestricted	(19)	23
	\$ 131	\$ 71

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, 2019
(unaudited - see Notice to Reader)

	2019	2018
Expenses		
Other expense (recovery)	\$ 42	\$ (21)
Excess (deficiency) of revenue over expenses	(42)	21
Unrestricted net surplus, beginning of year	23	2
Unrestricted net surplus (deficiency), end of year	\$ (19)	\$ 23

Variety Club of Ontario - Tent 28
Notes to Financial Statements
September 30, 2019
(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.

Amounts due to related party are unsecured and non-interest bearing with no fixed terms of repayment.

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, 2019 the loan balance is \$1,130,483 (2018 - \$1,247,722). There are also two outstanding letters of credit in the amounts of \$35,000 (2018 - \$35,000) and \$60,000 (2018 - \$NIL). The \$60,000 letter of credit expired on November 29, 2019 and was not renewed. There is a revolving line of credit with a credit limit of \$350,000 included in the facility agreement. At September 30, 2019, 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.