

**DOWNTOWN LEGAL SERVICES**

**(A Student Legal Aid Services Society)**

**FINANCIAL STATEMENTS**

**YEAR ENDED MARCH 31, 2010**

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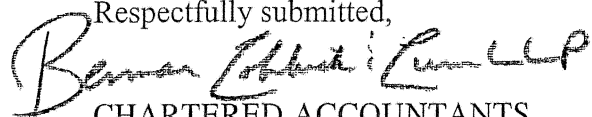
**AUDITORS' REPORT**

We have audited the statement of financial position of Downtown Legal Services as at March 31, 2010 and the statements of changes in net assets, operations and cash flows for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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 our opinion these financial statements present fairly, in all material respects, the financial position of the organization as at March 31, 2010 and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Toronto, Ontario.  
June 17, 2010.

Respectfully submitted,  
  
CHARTERED ACCOUNTANTS.  
Licensed Public Accountants.

**DOWNTOWN LEGAL SERVICES**

(A Student Legal Aid Services Society)

**STATEMENT OF FINANCIAL POSITION**

**MARCH 31, 2010**

	2010	2009
<b>ASSETS</b>		
Current		
Cash	\$ 329,536	\$ 190,353
Temporary investments - G.I.C.	31,200	101,614
Accounts receivable	27,151	29,079
Prepaid expenses and sundry assets	<u>20,889</u>	<u>39,715</u>
	408,776	360,761
Capital - at cost less accumulated amortization (note 3)	10,895	14,083
Cash held in trust for clients	1,147	1,909
Less - balance owing to clients	<u>1,147</u>	<u>1,909</u>
	-	-
	<u>\$ 419,671</u>	<u>\$ 374,844</u>
<b>LIABILITIES</b>		
Current		
Accounts payable and accrued liabilities	\$ 76,863	\$ 23,402
Current portion of loan payable	<u>-</u>	<u>4,309</u>
	76,863	27,711
Loan payable	-	1,077
Capital contribution from funders	<u>7,637</u>	<u>9,546</u>
	<u>84,500</u>	<u>38,334</u>
<b>NET ASSETS</b>		
Net assets invested in capital	3,258	4,537
Net assets internally restricted for general purposes	331,551	331,551
Unrestricted net assets	<u>362</u>	<u>422</u>
	<u>335,171</u>	<u>336,510</u>
	<u>\$ 419,671</u>	<u>\$ 374,844</u>

Approved on behalf of the Board:

\_\_\_\_\_ Director

\_\_\_\_\_ Director

The accompanying notes form an integral  
part of these financial statements.

**DOWNTOWN LEGAL SERVICES**

**(A Student Legal Aid Services Society)**

**STATEMENT OF CHANGES IN NET ASSETS**

**YEAR ENDED MARCH 31, 2010**

	Invested in capital assets	Restricted for general purposes	Unrestricted	2010 Total	2009 Total
<b>BALANCE</b> - Beginning of year	\$ 4,537	\$ 331,551	\$ 422	\$ 336,510	\$ 293,500
- Excess (deficiency) of revenues over expenses	<u>(1,279)</u>	<u>          </u>	<u>(60)</u>	<u>(1,339)</u>	<u>43,010</u>
<b>BALANCE</b> - End of year	\$ <u>3,258</u>	\$ <u>331,551</u>	\$ <u>362</u>	\$ <u>335,171</u>	\$ <u>336,510</u>

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part of these financial statements.

**DOWNTOWN LEGAL SERVICES**

**(A Student Legal Aid Services Society)**

**STATEMENT OF CHANGES IN NET ASSETS**

**YEAR ENDED MARCH 31, 2010**

	Invested in capital assets	Restricted for general purposes	Unrestricted	2010 Total	2009 Total
<b>BALANCE</b> - Beginning of year	\$ 4,537	\$ 331,551	\$ 422	\$ 336,510	\$ 293,500
- Excess (deficiency) of revenues over expenses	<u>(1,279)</u>	<u>          </u>	<u>(60)</u>	<u>(1,339)</u>	<u>43,010</u>
<b>BALANCE</b> - End of year	\$ <u>3,258</u>	\$ <u>331,551</u>	\$ <u>362</u>	\$ <u>335,171</u>	\$ <u>336,510</u>

The accompanying notes form an integral  
part of these financial statements.

**DOWNTOWN LEGAL SERVICES**  
**(A Student Legal Aid Services Society)**  
**STATEMENT OF OPERATIONS**  
**YEAR ENDED MARCH 31, 2010**

	2010	2009
<b>REVENUES</b>		
Legal Aid Ontario	\$ 505,229	\$ 505,479
Students' Administrative Council	116,948	123,441
University of Toronto - Community Legal Clinic	120,000	120,000
Graduate Students' Union	39,129	37,922
Law Foundation of Ontario	32,000	-
Scarborough Campus Students' Union	7,881	9,816
Fees Income/Affidavits etc.	1,869	2,018
Administrative Recovery	1,574	1,437
Interest	1,279	954
Client Disbursements Recovery	807	95
Donations	<u>-</u>	<u>40</u>
	<b><u>826,716</u></b>	<b><u>801,202</u></b>
<b>EXPENSES</b>		
Personnel	718,488	669,212
Other professional services	38,825	15,113
Supplies	23,397	26,819
Transport/communications	19,514	20,025
Legal disbursements	13,889	18,019
Accommodation/equipment	<u>13,941</u>	<u>9,004</u>
	<b><u>828,054</u></b>	<b><u>758,192</u></b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES</b>	<b>\$ <u>(1,338)</u></b>	<b>\$ <u>43,010</u></b>

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part of these financial statements.

**DOWNTOWN LEGAL SERVICES**  
**(A Student Legal Aid Services Society)**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED MARCH 31, 2010**

	2010	2009
Cash and cash equivalents provided by (used in):		
Operating activities:		
Excess (deficiency) of revenues over expenses	\$ <u>(1,338)</u>	\$ <u>43,010</u>
Adjustments for:		
Amortization	<u>1,279</u>	<u>1,797</u>
Changes in non-cash working capital:		
Decrease in accounts receivable	1,928	29,355
(Increase) decrease in temporary investments	70,414	(69,884)
Increase (decrease) in prepaid expenses and sundry assets	18,826	(15,111)
Increase (decrease) in accounts payable and accrued liabilities	<u>53,460</u>	<u>(29,317)</u>
	<u>144,628</u>	<u>(84,957)</u>
Cash flow from operating activities:	<u>144,569</u>	<u>(40,150)</u>
Cash flow from financing activities:		
Decrease in loan payable	<u>(5,386)</u>	<u>(4,310)</u>
Net increase (decrease) in cash and cash equivalents	139,183	(44,460)
<b>CASH AND CASH EQUIVALENTS - Beginning of year</b>	<u>190,353</u>	<u>234,813</u>
<b>CASH AND CASH EQUIVALENTS - End of year</b>	<u>\$ 329,536</u>	<u>\$ 190,353</u>

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