

**LEADERSHIP SASKATOON INC.**  
**Financial Statements**  
**Year Ended June 30, 2011**  
*(Unaudited)*

**LEADERSHIP SASKATOON INC.**  
**Index to Financial Statements**  
**Year Ended June 30, 2011**  
*(Unaudited)*

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# groenwold

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## REVIEW ENGAGEMENT REPORT

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To the Members of Leadership Saskatoon Inc.

I have reviewed the statement of financial position of Leadership Saskatoon Inc. as at June 30, 2011 and the statements of revenues and expenditures, changes in net assets and cash flow for the year then ended. My review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to me by the organization.

A review does not constitute an audit and consequently I do not express an audit opinion on these financial statements.

Based on my review, nothing has come to my attention that causes me to believe that these financial statements are not, in all material respects, in accordance with Canadian generally accepted accounting principles.

Saskatoon, Saskatchewan

September 30, 2011

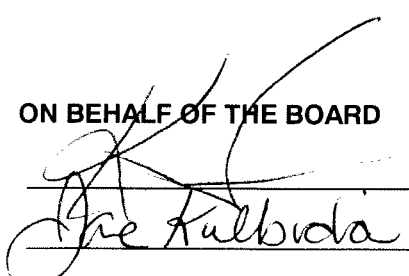


CHARTERED ACCOUNTANT

**LEADERSHIP SASKATOON INC.**  
**Statement of Financial Position**  
**June 30, 2011**  
*(Unaudited)*

	2011	2010
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 24,745	\$ 28,087
Term deposits	42,523	33,997
Accounts receivable	18,569	5,229
Prepaid expenses	2,700	2,500
	<b>\$ 88,537</b>	<b>\$ 69,813</b>
 <b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT</b>		
Deferred income <i>(Note 3)</i>	\$ 44,200	\$ 19,950
 <b>NET ASSETS</b>		
General fund	44,337	49,863
	<b>\$ 88,537</b>	<b>\$ 69,813</b>

**ON BEHALF OF THE BOARD**

  
 \_\_\_\_\_ Director  
 \_\_\_\_\_ Director

See notes to financial statements

**LEADERSHIP SASKATOON INC.**  
**Statement of Revenues and Expenditures**  
**Year Ended June 30, 2011**  
*(Unaudited)*

	2011	2010 <i>(Restated)</i>
<b>REVENUES</b>		
Conference sponsorship	\$ -	\$ 3,500
Donations	42,329	33,073
Founding member contributions	8,200	7,550
Sponsorship	34,800	28,700
Tuition	82,600	82,600
	<b>167,929</b>	<b>155,423</b>
<b>EXPENSES</b>		
Accounting fees	4,128	4,033
Advertising and promotion	34,150	27,692
Alumni events	2,301	-
Bursaries and awards	15,336	7,600
Fundraising materials	142	31
Meetings and conferences	30	83
Office expenses <i>(Schedule 1)</i>	6,611	6,352
Professional development	40	340
Program delivery costs <i>(Schedule 2)</i>	25,128	22,806
Recruitment and volunteer support	437	365
Rent	4,065	4,145
Salaries and wages	27,930	27,778
Sub-contracts	53,900	50,613
	<b>174,198</b>	<b>151,838</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES FROM OPERATIONS</b>	<b>(6,269)</b>	<b>3,585</b>
<b>OTHER INCOME</b>	<b>743</b>	<b>504</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES</b>	<b>\$ (5,526)</b>	<b>\$ 4,089</b>

See notes to financial statements

**LEADERSHIP SASKATOON INC.**  
**Statement of Changes in Net Assets**  
**Year Ended June 30, 2011**  
*(Unaudited)*

	<b>2011</b>	2010
<b>NET ASSETS - BEGINNING OF YEAR</b>	<b>\$ 49,863</b>	\$ 45,773
Excess (deficiency) of revenues over expenses	<u>(5,526)</u>	<u>4,089</u>
<b>NET ASSETS - END OF YEAR</b>	<b><u>\$ 44,337</u></b>	<b><u>\$ 49,862</u></b>

See notes to financial statements

**LEADERSHIP SASKATOON INC.**  
**Statement of Cash Flow**  
**Year Ended June 30, 2011**  
*(Unaudited)*

	2011	2010
<b>OPERATING ACTIVITIES</b>		
Excess (deficiency) of revenues over expenses	\$ (5,526)	\$ 4,089
Changes in non-cash working capital:		
Accounts receivable	(13,340)	(3,427)
Accounts payable	-	(482)
Deferred income	24,250	8,150
Prepaid expenses	(200)	(500)
	<u>10,710</u>	<u>3,741</u>
<b>INCREASE IN CASH FLOW</b>	<b>5,184</b>	<b>7,830</b>
Cash - beginning of year	<u>62,084</u>	<u>54,253</u>
<b>CASH - END OF YEAR</b>	<b>\$ 67,268</b>	<b>\$ 62,083</b>
<b>CASH CONSISTS OF:</b>		
Cash	\$ 24,745	\$ 28,087
Term deposits	<u>42,523</u>	<u>33,997</u>
	<b>\$ 67,268</b>	<b>\$ 62,084</b>

See notes to financial statements

**LEADERSHIP SASKATOON INC.**  
**Notes to Financial Statements**  
**Year Ended June 30, 2011**  
*(Unaudited)*

1. DESCRIPTION OF ORGANIZATION

Leadership Saskatoon Inc. is a local organization operating programs aimed at educating and training the future leaders of Saskatoon. Leadership Saskatoon Inc. was incorporated on December 18, 2002 under the Saskatchewan Non-Profit Corporations Act, 1995 and is a registered charity under the Income Tax Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenue recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Property, plant and equipment

Property, plant and equipment are expensed when acquired as the organization has less than \$500,000 in average annual revenue.

Donated gifts and services

The organization benefits from the donation of goods and services from individuals, corporations and other organizations. Accounting recognition is given to the value of the goods or services donated to the organization where a fair market value can be reasonably estimated.

3. DEFERRED INCOME

	2011	2010
Beginning balance	\$ 19,950	\$ 11,800
Less amount recognized as revenue in the year	(19,950)	(11,800)
Add amount received related to the following year	44,200	19,950
Ending balance	\$ 44,200	\$ 19,950

**LEADERSHIP SASKATOON INC.**  
**Notes to Financial Statements**  
**Year Ended June 30, 2011**  
*(Unaudited)*

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4. CHANGE IN ACCOUNTING POLICY

During 2011, the organization changed its accounting policy for the treatment of donated gifts and services and now gives accounting recognition to the value of donated goods and services where a fair market value can be reasonably estimated. Management judges that this policy provides more relevant information because it results in a more complete representation of the costs associated with its operations. This change in accounting policy has been accounted for retrospectively, and the comparative statements for 2010 have been restated. The impact of the application of the change in accounting policy has resulted in the following increases in Revenues and Expenditures:

Included in the statement of Revenues and Expenditures are the following donated goods and services:

	<b>2011</b>	<b>2010</b>
<b>Revenues</b>		
Donations	<b>\$ 38,227</b>	<b>\$ 29,205</b>
<b>Expenditures</b>		
Accounting fees	<b>\$ 2,500</b>	<b>\$ 2,500</b>
Advertising and promotion	<b>32,500</b>	<b>25,000</b>
Program delivery costs - Challenge days	<b>3,227</b>	<b>1,000</b>
Office expenses - Insurance	<b>-</b>	<b>720</b>
	<b>\$ 38,227</b>	<b>\$ 29,220</b>

The effect of the change on Net Assets is \$NIL.

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**LEADERSHIP SASKATOON INC.**

**Office Expenses**  
*(Schedule 1)*

**Year Ended June 30, 2011**

*(Unaudited)*

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	2011	2010
GST	\$ 2,107	\$ 1,876
Insurance	783	720
Interest and bank charges	10	-
Legal fees	10	10
Office equipment	485	25
Office supplies	687	1,133
Postage and courier	455	156
Telephone	1,256	1,274
Travel and parking	4	8
Website development and maintenance	814	1,150
	<hr/>	<hr/>
	<b>\$ 6,611</b>	<b>\$ 6,352</b>

See notes to financial statements

**LEADERSHIP SASKATOON INC.**

**Program Delivery Costs  
(Schedule 2)**

**Year Ended June 30, 2011**

*(Unaudited)*

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	<b>2011</b>	2010
Challenge days	<b>\$ 10,234</b>	\$ 8,547
Fireside chats	<b>227</b>	428
Graduation	<b>806</b>	1,046
Mentorship meet and greet	<b>660</b>	1,612
Opening retreat	<b>7,744</b>	7,835
Orientation	<b>246</b>	239
Program materials	<b>5,211</b>	3,099
	<b>\$ 25,128</b>	\$ 22,806

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See notes to financial statements