



Big Brothers and Big Sisters

Serving Calgary, Airdrie, Cochrane, High River and surrounding areas

Impacting the lives of young people and volunteers through the power of mentoring.

Financial Statements of

BIG BROTHERS AND BIG SISTERS OF CALGARY AND AREA

Year ended April 30, 2009

5960 Centre Street SE, Calgary, AB T2H 0C1
T: 403-777-3535 F: 403-777-3532
www.bbbscalgary.com

Registered Charity #14015 1259 RR0001



Big Brothers and Big Sisters

Serving Calgary, Airdrie, Cochrane, High River and surrounding areas

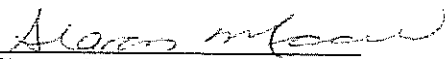
Impacting the lives of young people and volunteers through the power of mentoring

TO THE MEMBERS OF BIG BROTHERS AND BIG SISTERS OF CALGARY AND AREA

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian generally accepted accounting principles and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting policies and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Board of Directors and Finance Committee are composed entirely of Directors and external individuals who are neither management nor employees of the Society. The Board is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial information included in the annual financial statements. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and discussing relevant matters with management and external auditors. The Board is also responsible for recommending the appointment of the Society's external auditors.


Sharon Moore, Executive Director

Aug 18/09
Date



KPMG LLP
Chartered Accountants
2700 205 – 5th Avenue SW
Calgary AB T2P 4B9

Telephone (403) 691-8000
Telefax (403) 691-8008
Internet www.kpmg.ca

AUDITORS' REPORT TO THE MEMBERS

We have audited the balance sheet of Big Brothers and Big Sisters of Calgary and Area as at April 30, 2009 and the statement of excess (deficiency) of revenue over expenses and net assets by program and statement of cash flows for the year then ended. These financial statements are the responsibility of the Society's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, 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 common with many not for profit organizations, the Society derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Society and we were not able to determine whether any adjustments might be necessary to revenues, excess of revenues over expenses, assets and net assets.

In our opinion, except for the effects of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves with respect to the completeness of the donation revenues, as described in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Society as at April 30, 2009 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

The financial statements as at April 30, 2008 and for the year then ended were audited by another auditor who expressed an opinion with reservation on those financial statements in their report dated June 16, 2008.

KPMG LLP

Chartered Accountants
Calgary, Canada
June 29, 2009

BIG BROTHERS AND BIG SISTERS SOCIETY OF CALGARY AND AREA

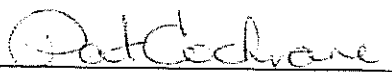
Balance Sheet

April 30, 2009

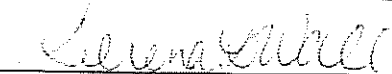
	2009	2008
Assets		
Current assets:		
Cash (note 5)	\$ 168,881	\$ 9,011
Restricted cash (note 5)	203,662	43,214
Short term investments (note 6)	443,040	583,302
Account receivable	419,722	480,174
Prepaid expenses	59,051	18,073
	1,294,356	1,133,774
Property and equipment (note 7)	66,896	82,415
	\$ 1,361,252	\$ 1,216,189
Liabilities and Net Assets		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 157,488	\$ 89,648
Deferred revenue	329,861	208,281
	487,349	297,929
Deferred asset contribution (note 8)	34,419	68,838
	521,768	366,767
Net assets:		
Big Brothers and Big Sisters fund	168,263	209,329
Restricted fund (note 5, 6)	626,567	548,502
Invested in property and equipment	24,519	13,577
Trust fund	20,135	20,136
Building fund	-	57,878
	839,484	849,422
Lease commitments (note 12)		
	\$ 1,361,252	\$ 1,216,189

See accompanying notes to financial statements.

Approved by:



Patricia Cochrane, President



Serena Wall, Treasurer

BIG BROTHERS AND BIG SISTERS SOCIETY OF CALGARY AND AREA

Statement of Excess (Deficiency) of Revenue Over Expenses and Net Assets by Program

Year ended April 30, 2009

	Big Brothers/Big Sisters	In-School Mentoring	Between Clean-erations	Teen Mentoring	Recreation Mentoring	mPower	Club based Mentoring	High River Satellite	Airrie Satellite	Cochrane Satellite	Restricted Fund	Invested in property/equipment	Trust Fund	Building Fund	2009 Total	2008 Total
REVENUE:																
Computations and foundations individuals	\$ 34,897	\$ 47,157	\$ 19,500	\$ 24,167	\$ 68,876	\$ 65,591	\$ -	\$ -	\$ 52,375	\$ 44,027	\$ -	\$ -	\$ -	\$ -	\$ 356,580	\$ 251,352
Grants	38,044	11,143	-	26,358	17,156	48,464	-	-	-	-	-	-	-	-	141,167	76,264
Calgary Progress Clubs	214,178	98,229	145,346	151,940	95,134	190,642	109,005	14,850	19,111	4,000	-	-	160	-	1,047,695	398,579
Fundraising events (note 9)	138,923	53,886	13,193	19,281	10,283	-	-	8,173	-	-	199,562	-	-	-	443,401	462,077
Interest income	110,215	50,624	-	139,454	1,503	-	-	-	-	-	85,763	-	-	-	411,579	597,793
Gifts in kind (note 10)	3,987	-	-	-	-	-	-	-	-	-	11,405	-	876	913	17,181	32,649
Unification revenue (note 4)	52,173	-	-	-	-	201,891	-	-	-	-	-	34,419	-	-	86,594	139,157
TOTAL REVENUE	597,449	261,139	170,939	381,190	192,954	506,589	109,005	23,023	71,786	48,027	300,790	34,419	1,036	913	2,706,268	1,957,891
EXPENSES:																
Fundraising events (note 9)	29,330	-	-	77,852	-	-	-	-	-	-	2,090	-	-	-	109,432	105,213
Fund development	33,656	14,854	9,065	16,592	9,066	18,106	6,763	1,131	3,366	2,263	-	-	-	-	115,287	139,886
Program delivery	397,492	243,188	179,067	260,519	189,558	253,632	92,291	19,403	60,927	40,788	280,265	23,477	-	-	2,040,609	1,570,538
Program support	81,315	32,333	19,897	37,308	19,097	32,959	5,946	2,489	7,463	4,576	-	-	-	-	248,583	137,544
Scholarships and awards	-	-	-	-	-	-	-	-	-	-	-	-	-	-	418	-
Unification expenses (note 4)	-	-	-	-	-	201,891	-	-	-	-	-	-	418	-	201,691	-
TOTAL EXPENSES	541,863	290,355	200,039	412,771	188,519	506,588	109,005	23,023	71,786	48,027	282,355	23,477	418	913	2,716,226	1,954,209
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	55,586	(29,216)	(30,000)	(31,581)	(5,565)	-	-	-	-	-	18,395	10,942	618	913	(9,958)	3,582
NET ASSETS, BEGINNING OF YEAR	209,329															
INTERFUND TRANSFERS	(96,622)	29,216	30,000	(31,581)	3,565									57,878	849,422	845,840
NET ASSETS, END OF YEAR	\$ 168,263	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 626,567	\$ 24,519	\$ 20,135	\$ -	\$ 839,484	\$ 849,422

See accompanying notes to financial statements

BIG BROTHERS AND BIG SISTERS SOCIETY OF CALGARY AND AREA

Statement of Cash Flows

Year ended April 30, 2009

	2009	2008
Cash provided by (used in):		
Operations:		
Cash received from donors	\$ 2,252,482	\$ 1,631,493
Cash received from AMFY transfer of assets (Note 4)	474,862	-
Cash received from investments	151,596	-
Cash paid to suppliers	(915,471)	(768,349)
Cash paid to employees	(1,641,040)	(1,176,515)
Interest income	17,181	32,649
	<u>339,610</u>	<u>(280,722)</u>
Investments:		
Investments	(11,334)	(17,866)
Property and equipment	(7,958)	-
	<u>(19,292)</u>	<u>(17,866)</u>
Increase (decrease) in cash	320,318	(298,588)
Cash, beginning of year	52,225	350,813
Cash, end of year (note 5)	<u>\$ 372,543</u>	<u>\$ 52,225</u>

See accompanying notes to financial statements.

BIG BROTHERS AND BIG SISTERS SOCIETY OF CALGARY AND AREA

Notes to Financial Statements

Year ended April 30, 2009

1. Nature of operations:

Big Brothers and Big Sisters Society of Calgary and Area (the "Society" or "BBBS") is a non-profit organization incorporated under the Societies Act of Alberta. The Society's mandate is to enrich the lives of children, youth and their families through mentoring.

The Society categorizes its programs under two headings: Community-Based and Site-Based programs.

i. Community-Based (Big Brother / Big Sister, Couples for Kids & Recreation Mentoring):

In the community-based programs, caring adults are matched with children and youth in the community and spend one-on-one time together each week. The volunteer and young person share fun activities together in their community.

ii. Site-Based (In-School Mentoring, Between Generations, mPower, Club based Mentoring, High River Satellite, Airdrie Satellite, Cochrane Satellite and Teen Mentoring):

In the site-based programs volunteer mentors of all ages are matched to school aged children and youth for one hour a week. The volunteer and young person meet on-site in schools to talk and share fun activities together.

iii. Other services:

- Matched and Waitlist Events for children, volunteers and families including COPS FOR KIDS, a program in partnership with the Calgary Police Service.
- Child Safety Training for mentors and families helping the young person, the volunteer and the parent and/or guardian to identify and respond to unsafe situations.

(a) Restricted fund:

Restricted funds consist of unspent funds from the casino and home lottery bank accounts. The balance of these funds is restricted by the Alberta Gaming and Liquor Commission.

(b) Building fund:

The Society started a building campaign in 2000 with the goal of raising sufficient funds to purchase a building. Big Brothers and Big Sisters Board of Directors have currently committed \$50,000, plus accumulated interest, with the intention to transfer the funds to the Canadian Progress Club Foundation once a building is ready for purchase. In January, 2009 the balance was transferred to the general operating account. It is internally restricted by the Society.

(c) Trust fund:

Trust funds are maintained to provide annual scholarships and awards out of earnings of the funds.

BIG BROTHERS AND BIG SISTERS SOCIETY OF CALGARY AND AREA

Notes to Financial Statements, page 2

Year ended April 30, 2009

2. Summary of significant accounting policies:

(a) Cash:

Cash include balances with banks and investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

(b) Short term investments:

Short term investments are classified as held for trading. They consist of guarantee investment certificates ("GIC's") and a principal protected note which is traded in the public markets. Short term investments are recorded at fair value, with changes to fair value recorded as investment income or loss.

(c) Property and equipment:

Property and equipment is stated at cost less accumulated amortization. Property and equipment is amortized over their estimated useful lives at the following rates and methods:

Assets	Methods	Rate
Furniture, computer and office equipment	declining balance method	20%
Computer software	declining balance method	50%
Display equipment	declining balance method	20%
Leasehold improvements	straight-line method	5 year

(d) Deferred asset contribution:

Revenue from funders used specifically for purchase of property and equipment is recorded as a deferred asset contribution and amortized at the same rate as the related asset, in order to recognize revenue at the same time as the amortization expense.

(e) Revenue:

The Society uses the restricted fund method to record the receipt and use of resources that are subject to restrictions.

Revenue from fundraising activities, including pledges, is recognized only when the contribution is received.

The Big Brothers and Big Sisters fund accounts for the Society's program delivery and administrative activities. This fund reports unrestricted resources and restricted operating grants and contributions that are not reported in a separate restricted fund.

Project expenditures are rarely directly incurred by program. Expenditures are allocated to programs based on the number of participants served. Unrestricted resources are then allocated to offset expenditures which are not fully funded by restricted revenues.

BIG BROTHERS AND BIG SISTERS SOCIETY OF CALGARY AND AREA

Notes to Financial Statements, page 3

Year ended April 30, 2009

2. Summary of significant accounting policies (continued):

Deferred revenue represents funds received for specific projects for which no corresponding restricted fund is presented. Deferred revenue is recognized as revenue when the related expenses are incurred.

(f) Gifts in-kind:

Donated ("in-kind") goods which otherwise would be paid for by the Society and are recorded at fair market value, when determinable, with the corresponding "in-kind" expense recorded at an equal amount.

(g) Contributed services:

Volunteers contribute services to assist the Society in carrying out its service delivery activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

(h) Financial instruments, held for trading:

The Society has classified the following financial assets and liabilities as held for trading: unrestricted cash, restricted cash, short term investments, accounts receivable and accounts payable and accrued liabilities. Transactions to purchase or sell these items are recorded on the trade date, and transaction costs are immediately recognized in the statement of operations. Held for trading financial instruments are subsequently measured at their fair value, without any deduction for transactions costs incurred on sale or other disposal. Gains and losses arising from changes in fair value are recognized immediately in the statement of operations. The fair value of unrestricted cash, restricted cash, short term investments, accounts receivable and accounts payable and accrued liabilities approximates their carrying value due to their short term nature. The Society does not have any significant foreign exchange or interest rate risk. Credit risk is discussed in Note 11.

(i) Use of estimates:

The preparation of the financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and revenue and expenses during the reporting period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of property and equipment.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the periods in which they become known.

BIG BROTHERS AND BIG SISTERS SOCIETY OF CALGARY AND AREA

Notes to Financial Statements, page 4

Year ended April 30, 2009

2. Summary of significant accounting policies (continued):

(j) Income taxes:

The Society is registered as a charitable society under the Income Tax Act (the "Act") and, as such, is exempt from filing an income tax return and is able to issue donation receipts for income tax purposes. In order to maintain its status as a registered charity under the Act, the Society must meet the certain requirements within the Act. In the opinion of management, these requirements have been met.

3. Changes in significant accounting policies:

Financial instruments:

The Society has elected to follow CICA Handbook section 3861 – "financial instruments – disclosure and presentation", instead of sections 3862 – "financial instruments – disclosures" and 3863 – "financial instruments – presentation".

4. Merger with Alberta Mentoring Foundation for Youth:

On July 21, 2008, the Society merged with Alberta Mentoring Foundation for Youth ("AMFY"). As a result of the merger, the following net assets were acquired:

Assets	
Cash	\$ 474,862
Property and equipment	7,958
Accounts payable and accrued liabilities	(41,160)
Net Assets	\$ 441,660

Included in accounts payable and accrued liabilities are restricted liabilities which are comprised of the Martha Kott Scholarship fund of \$500, the Petro Canada Scholarships of \$5,000, the Restricted Untapped Revenue of \$8,573 and the BBBS Unification Revenue of \$9,734.

Various funders contributed funds to be used in the unification of The Society and AMFY. These funds amounted to \$212,289 of which \$201,891 was spent to date. The remaining balance of \$10,398 is expected to be used next year.

BIG BROTHERS AND BIG SISTERS SOCIETY OF CALGARY AND AREA

Notes to Financial Statements, page 5

Year ended April 30, 2009

5. Cash:

	2009	2008
Unrestricted funds - general operating account	\$ 168,881	\$ 9,011
Internally restricted funds:		
Building	58,805	-
Matured Dundee Investment	89,100	-
Cash held by investment company	4,537	-
Total internally restricted funds	152,442	-
Externally restricted funds:		
Casino account	43,832	35,916
BBBS Partner Lottery account	7,388	7,298
Total externally restricted funds	51,220	43,214
Total restricted funds (note 6)	203,662	43,214
Total cash and cash equivalents	\$ 372,543	\$ 52,225

(a) Internally restricted revenue funds:

Restricted revenue contributions are reported and accumulated separately from resources that are available for the general use of the operations of the Society.

During the year, two restricted funds were transferred into the general operating account, the Building Fund and a Short term Investment which matured in May 25, 2008. These are to be held as internally restricted funds. Even though the funds held in short term investments are unrestricted they are subject to reserve tests established from time to time by the Board of Directors.

The Building Fund was originally restricted for the specific intention of transferring the funds to the Canadian Progress Club Foundation once a building is ready for purchase. However, due to the economic conditions, if these funds are required for deficit purposes, with the Board's approval, the funds would be used for general operating purposes.

(b) Externally restricted revenue funds:

Net receipts from casino and gaming activities, lottery and related investment income may only be used for certain expenditures authorized by the Alberta Gaming and Liquor Commission.

BIG BROTHERS AND BIG SISTERS SOCIETY OF CALGARY AND AREA

Notes to Financial Statements, page 6

Year ended April 30, 2009

6. Short term investments:

	2009	2008
Internally restricted funds - reserve funds	\$ 422,905	\$ 505,288
Restricted funds:		
Trust fund	20,135	20,136
Building fund	-	57,878
Total restricted funds	20,135	78,014
Total short term investments	\$ 443,040	\$ 583,302

Internally restricted revenue funds:

These balances are unrestricted balances and are subject to reserve tests established from time to time by the Board of Directors.

Internally restricted reserves have been set up to comply with the Society's bylaws. The reserves can be used for general operating or program expenditures when approved by the Board of Directors.

In January, 2009 the Building fund was transferred to the general operating account, with the intent that, if required, these funds would be used for general operating purposes, with the Board's approval.

Short term investments are carried at fair value and include: \$381,632 in GIC's and \$61,408 in a principal protected note.

The restricted fund is comprised of internally restricted funds of \$422,905 and cash restricted funds of \$203,662.

7. Property and equipment:

	2009		2008	
	Cost	Accumulated amortization	Net book value	Net book value
Furniture, computer and office equipment	\$ 166,859	\$ 106,205	\$ 60,654	\$ 70,671
Computer software	11,293	11,257	36	73
Display equipment	5,645	4,657	988	1,235
Leasehold improvements	26,089	20,871	5,218	10,436
Total property and equipment	\$ 209,886	\$ 142,990	\$ 66,896	\$ 82,415

BIG BROTHERS AND BIG SISTERS SOCIETY OF CALGARY AND AREA

Notes to Financial Statements, page 7

Year ended April 30, 2009

8. Deferred asset contribution:

	2009	2008
Funds received to purchase property and equipment	\$ 172,094	\$ 172,094
Accumulated amortization	(137,675)	(103,256)
Total deferred asset contribution	\$ 34,419	\$ 68,838

9. Fundraising events:

	2009	2008
Revenue:		
BBBS Casino	\$ 79,783	\$ 106,287
BBBS Partner Lottery	6,770	183,513
National Bank of Canada Golf Tournament	90,840	90,622
Henry Burriss All Star Weekend	149,867	135,976
Miscellaneous third party fundraising events	39,995	40,373
Big Sound	2,510	-
Alberta Treasury Management Charity Classic	41,814	41,022
	411,579	597,793
Expenses:		
BBBS Casino	2,041	3,013
BBBS Partner Lottery	745	-
National Bank of Canada Golf Tournament	29,162	24,916
Henry Burriss All Star Weekend	77,207	78,284
Big Sound	277	-
	109,432	106,213
Net fundraising events	\$ 302,147	\$ 491,580

10. Gifts in-kind:

	2009	2008
Gifts in-kind revenue	\$ 52,175	\$ 104,738
Invested in property and equipment	34,419	34,419
Total Gifts in-kind	\$ 86,594	\$ 139,157

BIG BROTHERS AND BIG SISTERS SOCIETY OF CALGARY AND AREA

Notes to Financial Statements, page 8

Year ended April 30, 2009

"Gifts in-kind revenue" represents donated tickets to various sporting and cultural events for volunteers and families which are used within the fiscal year. "Invested in property and equipment" refers to revenue recognized on deferred asset contribution that has a useful life of greater than one year.

11. Financial instruments:

Credit risk and economic dependence:

Of the Society's accounts receivable, 93% (2008 - 82%) is from one main donor group and the Alberta Government (including Alberta's Liquor Commission). The positive historical payment record of the group minimizes the risk of non-payment. As this main group provides 18% (2008 - 24%) of the Society's donation revenue, the loss of this revenue would have a major impact on the Society's ability to maintain current levels of operation.

12. Lease commitments:

The Society has a lease for office premises that expires on July 31, 2010. Future minimum lease payments for upcoming fiscal periods are as follows:

2010	\$	66,000
2011		16,500
