

ACCESS COMMUNITY CAPITAL FUND
(FORMERLY ACCESS RIVERDALE)

FINANCIAL STATEMENTS

MARCH 31, 2009



David Burkes, B. Com, C.A.



AUDITOR'S REPORT

To the Members of
Access Community Capital Fund (formerly Access Riverdale)

I have audited the statement of financial position of Access Community Capital Fund (formerly Access Riverdale) as at March 31, 2009 and the statement of Operations and Net Assets for the year then ended. These financial statements are the responsibility of the organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 my opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at March 31, 2009, and the results of its operations, for the year then ended in accordance with Canadian generally accepted accounting principles.

Richmond Hill, Ontario
July 22, 2009

Chartered Accountant
Licensed Public Accountant

ACCESS COMMUNITY CAPITAL FUND
(FORMERLY ACCESS RIVERDALE)

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2009

	<u>ASSETS</u>	<u>2009</u>	<u>2008</u>
<u>CURRENT</u>			
Cash and Short-term Investments (Note 2)		\$ <u>218,128</u>	\$ <u>227,361</u>
 <u>LIABILITIES AND NET ASSETS</u>			
<u>CURRENT</u>			
Accounts Payable and Accrued Charges		\$ 7,337	\$ 8,742
Refundable Deposits		<u>-</u>	<u>2,980</u>
		7,337	11,722
<u>LOANS PAYABLE</u> (Note 4)		<u>166,962</u>	<u>162,305</u>
		174,299	174,027
<u>NET ASSETS</u>		<u>43,829</u>	<u>53,334</u>
		\$ <u>218,128</u>	\$ <u>227,361</u>

APPROVED BY THE BOARD:

_____ Director

_____ Director

(see accompanying notes)



David Burkes, B. Com, C.A.

ACCESS COMMUNITY CAPITAL FUND
(FORMERLY ACCESS RIVERDALE)

STATEMENT OF OPERATIONS AND NET ASSETS

FOR THE YEAR ENDED MARCH 31, 2009

	<u>2009</u>	<u>2008</u>
<u>REVENUE</u>		
Donations	\$ 1,185	\$ 2,540
Guarantee and Loan Administration Fees	1,450	1,075
Interest Income	5,198	8,356
Other	<u>1,410</u>	<u>1,680</u>
	<u>9,243</u>	<u>13,651</u>
<u>EXPENSES</u>		
Program Costs	1,107	188
Interest Expense	1,588	1,906
Professional Fees	2,203	1,869
Insurance	1,663	1,663
Office and General	860	407
Defaulted Loans (Note 3)	9,327	10,469
Honorarium	<u>2,000</u>	<u>2,000</u>
	<u>18,748</u>	<u>18,502</u>
<u>EXCESS (DEFICIENCY) OF</u>		
<u>REVENUES OVER EXPENSES</u>	(9,505)	(4,851)
<u>PROCEEDS FROM PREDECESSOR COMPANY</u>	-	5,060
<u>NET ASSETS, Beginning of the Year</u>	<u>53,334</u>	<u>53,125</u>
<u>NET ASSETS, End of the Year</u>	<u>\$ 43,829</u>	<u>\$ 53,334</u>

(see accompanying notes)



ACCESS COMMUNITY CAPITAL FUND
(FORMERLY ACCESS RIVERDALE)

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2009

1. PURPOSE OF ORGANIZATION:

Access Community Capital Fund (formerly Access Riverdale) (Access) is a not-for-profit community based organization whose aim is to improve access to small business loans for viable, emerging small enterprises in Toronto by guaranteeing loans. The company is incorporated as a Federal Corporation without share capital.

2. CASH AND SHORT-TERM INVESTMENTS:

The market value of the cash and investments as at March 31, 2009 was \$218,128 (2008 - \$227,361). Details are as follows:

	<u>2009</u>	<u>2008</u>
Cash	\$ 61,555	\$ 227,284
G.I.C.'s	156,496	-
Alterna Savings Shares	<u>77</u>	<u>77</u>
	<u>\$ 218,128</u>	<u>\$ 227,361</u>

The GIC 's bear interest between 2.65% and 4.10%, and are due between January 2010 and October 2011

3. ALLOWANCE FOR NON-COLLECTABLE LOANS:

Access has created a program reserve fund (Fund) of not less than 20% of the initial principal amount of the business loans guaranteed by Access.

As part of the agreement in establishing the Fund, Access has agreed to guarantee all loans processed through the Fund if the loan is in excess of 60 days past due. It is agreed that the Credit Union is guaranteed repayment by Access only to the extent of the funds in the Fund. The total loans outstanding as at March 31, 2009 was \$17,285.

As at March 31, 2009 a specific reserve for non-collectable loans of \$3,250 (2008 - \$3,000), included in Accounts Payable and Accrued Charges, has been established.

The continuity of the Reserve for non-collectable loans is as follows:

Reserve Balance, Beginning of the Year	\$ 3,000
Increase in 2009 Reserve	<u>250</u>
	<u>\$ 3,250</u>

The continuity of Defaulted Loan expense of 2009 is as follows:

Loans written off	\$ 9,227
Increase in 2009 Reserve	250
Recovery of prior bad debt	<u>(150)</u>
	<u>\$ 9,327</u>

ACCESS COMMUNITY CAPITAL FUND (FORMERLY ACCESS RIVERDALE)

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2009

4. LOANS PAYABLE:

The loans payable are for a fixed period and are repayable together with accrued interest as follows:

	<u>2009</u>	<u>2008</u>
- Due within 2 to 3 years	\$ 22,800	\$ 68,683
- Due within one year	<u>144,162</u>	<u>93,622</u>
	<u>\$ 166,962</u>	<u>\$ 162,305</u>

Interest on the loans payable is between zero and 3%.

5. CONTRIBUTED SERVICES:

Because of the difficulty of determining the fair value of services provided by volunteers, contributed services are not recognized in the financial statements.

6. USE OF ESTIMATES:

The preparation of 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 at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

7. STATEMENT OF CASH FLOWS:

A statement of cash flows has not been prepared as it would not provide any additional information that is not already available.

8. FINANCIAL INSTRUMENTS:

Fair value estimates are made at the balance sheet date, based on relevant market information and information about the financial instrument. These estimates are subjective in nature and involve uncertainties in significant matters of judgement and therefore cannot be determined with precision. Changes in assumptions could significantly affect these estimates.

The carrying amounts for cash, accounts payable and accrued liabilities on the statement of financial position approximate fair value because of the limited term of these instruments.