

**SCARBOROUGH CAMPUS
COMMUNITY RADIO INCORPORATED
UNIVERSITY OF TORONTO
(FUSION RADIO)**

REPORT AND FINANCIAL STATEMENTS

APRIL 30, 2008

Susan M. Geller C.A., C.B.V.
CHARTERED ACCOUNTANT

**SCARBOROUGH CAMPUS COMMUNITY RADIO INCORPORATED
UNIVERSITY OF TORONTO
(FUSION RADIO)**

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APRIL 30, 2008

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Susan M. Geller C.A., C.B.V.
CHARTERED ACCOUNTANT

Susan M. Geller C.A., C.B.V.

CHARTERED ACCOUNTANT

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AUDITOR'S REPORT

To the Members of
SCARBOROUGH CAMPUS COMMUNITY RADIO INCORPORATED
UNIVERSITY OF TORONTO

I have examined the statement of financial position of **Scarborough Campus Community Radio Incorporated, University of Toronto** as at April 30, 2008 and the statements of revenue and expenses and cash flows for the year then ended. These financial statements are the responsibility of the Radio Station's management. My responsibility is to express an opinion on these financial statements based on my audit.

Except as explained in the following paragraph, 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 including the C.F.O., as well as evaluating the overall financial statement presentation.

The radio station derives certain revenues from specific activities, the completeness of which is not susceptible of satisfactory audit verification. Typically, non-profit organizations operate with limited segregation of duties and are managed with a system of control procedures that is dependent on minimal resources. Accordingly, my verification of these revenues and expenses was limited to the amounts recorded in the records of the organization and I was not able to determine whether any adjustments might be necessary to revenues, excess of revenues over expenses, current assets and fund balances.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of the revenue and expenses referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the organization as at April 30, 2008 and the results of its operations and the changes in its fund balances and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.


Chartered Accountant

Toronto, Ontario
December 11, 2008.

**SCARBOROUGH CAMPUS COMMUNITY RADIO INCORPORATED
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STATEMENT OF FINANCIAL POSITION

As at April 30, 2008

	2008	2007
	\$	\$
ASSETS		
Current Assets		
Cash	30,535	32,373
Accounts receivable	3,963	0
	34,498	32,373
Equipment - (Note 3)	58,191	42,406
	92,689	74,779

LIABILITIES AND FUND BALANCES

Current Liabilities		
Accounts payable and deposits	9,359	6,911
Fund Balances		
Capital assets	58,191	42,406
General	25,139	25,462
	82,625	67,868
	92,689	74,779

Approved on Behalf of the Board of Directors:

See accompanying notes.

**SCARBOROUGH CAMPUS COMMUNITY RADIO INCORPORATED
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STATEMENT OF REVENUES AND EXPENSES

For the year ended April 30, 2008

	2008	2007
	\$	\$
Revenues		
Student Fees	63,799	36,112
Other income	14,949	13,802
	78,748	49,914
Expenses		
Honorarium and remuneration	7,102	5,773
Office supplies, meetings and elections	4,848	2,264
Professional, memberships and subscription	13,532	3,377
Promotions	20,235	10,404
Communications	612	680
Amortization	12,964	10,746
Repairs	692	2,363
Website	1,750	300
Bank charges	84	213
Printing and production	1,467	6,914
	63,286	43,034
Excess of Revenues Over Expenses	15,462	6,880
Allocation to (from) Equipment Fund	(15,785)	4,380
General Fund at beginning of year	25,462	14,202
General Fund at end of year	25,139	25,462

See accompanying notes.

**SCARBOROUGH CAMPUS COMMUNITY RADIO INCORPORATED
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STATEMENT OF CASH FLOWS

For the year ended April 30, 2008

	2008	2007
	\$	\$
Net Inflow (Outflow) of Cash Related to the Following Activities		
Operating		
Excess of revenues over expenses	15,462	6,880
Amortization of equipment	12,964	10,746
	28,426	17,626
Net change in non-cash working capital	(1,515)	3,973
	26,911	21,599
Investing		
Acquisition of equipment	(28,749)	(6,366)
Net Increase (Decrease) in Cash	(1,838)	15,233
Cash - Beginning	32,373	17,140
Cash - Ending	30,535	32,373

See accompanying notes.

**SCARBOROUGH CAMPUS COMMUNITY RADIO INCORPORATED
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NOTES TO FINANCIAL STATEMENTS

April 30, 2008

NOTE 1. Purpose of the Organization

Scarborough Campus Community Radio Incorporated, University of Toronto is a not for profit organization operating a radio station for the purposes of providing an outlet for the students of the University of Toronto at the Scarborough campus to promote student issues and raise the profile of the college throughout the community.

NOTE 2. Significant Accounting Policies

The accounting policies of the Radio Station conforms with the accounting policies generally accepted in Canada. The significant policies are:-

Fund Accounting

The organization follows the restricted fund method of accounting for revenues and contributions.

Equipment

Capital assets are recorded at cost. Amortization is provided for at 20% and 30% per year on a declining balance basis for radio equipment and computer equipment

Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires the organization to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 3. Equipment

Equipment is made up of the following:-

	Cost	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	
			<u>2008</u>	<u>2007</u>
Radio equipment	\$ 62,542	\$ 32,652	\$ 29,890	\$ 32,791
Office equipment	8,782	1,674	7,108	3,985
Computer equipment	<u>33,866</u>	<u>12,673</u>	<u>21,193</u>	<u>5,630</u>
	<u>\$105,190</u>	<u>\$ 46,999</u>	<u>\$ 58,191</u>	<u>\$ 42,406</u>

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NOTES TO FINANCIAL STATEMENTS

April 30, 2008

NOTE 4. **Financial instruments and Risk Management**

Financial instruments recognized in the balance sheet include accounts payable.

The fair value of the company's financial assets and liabilities is estimated based on the amount at which these items could be exchanged in a transaction between knowledgeable and willing parties.

The fair value of working capital items is assumed to approximate its historical carrying cost amount due to their short-term nature.

NOTE 5. **Other Matters**

The organization currently is not covered by an insurance policy.