
PACIFIC AIDS NETWORK SOCIETY

FINANCIAL STATEMENTS

March 31 2010

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mahmoud virani inc
chartered accountant

AUDITOR'S REPORT

To the members of Pacific AIDS Network Society

I have audited the statement of financial position of Pacific AIDS Network Society 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 Society'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. These 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 Society as at March 31 2010 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

The comparative figures have been audited by another firm of Chartered Accountants.

mahmoud virani inc
chartered accountant
Vancouver

September 14 2010

PACIFIC AIDS NETWORK SOCIETY
STATEMENT OF FINANCIAL POSITION

March 31		2010	2009
	notes	\$	\$
Assets			
Current			
Cash		27,894	8,302
Investments		10,691	10,000
Accounts receivable		25,555	138,452
GST recoverable		3,984	4,565
Prepaid expenses		954	41,869
		<u>69,078</u>	<u>203,188</u>
Liabilities			
Current			
Accounts payable & accruals		7,005	115,282
Deferred revenue	5	11,555	-
		<u>18,560</u>	<u>115,282</u>
Net assets			
Unrestricted		50,518	87,906
		<u>69,078</u>	<u>203,188</u>

Approved by the Board

_____ Director

_____ Director

PACIFIC AIDS NETWORK SOCIETY
STATEMENT OF OPERATIONS

For the year ended March 31		2010	2009
	notes	\$	\$
Revenue			
Contributions	4	221,980	214,000
Fundraising		23,359	24,270
Other		757	172
		246,096	238,442
Expenses			
Human resources		138,564	89,339
Fall HIV forum & AGM		288	43,605
Spring skills building		82,169	73,964
Positive Leadership Institute		38,708	-
Materials		5,877	3,190
Rent & utilities		5,647	7,153
Evaluation		8,400	5,775
Administration		3,831	2,176
Board meetings		-	1,780
Regional meetings		-	13,664
		283,484	240,646
Excess/(deficiency) of revenue over expenses		(37,388)	(2,204)

PACIFIC AIDS NETWORK SOCIETY
STATEMENT OF CHANGES IN NET ASSETS

For the year ended March 31

	<u>Total</u>
	\$
2010	
Balance beginning of year	87,906
Excess/(deficiency) of revenue over expenses	(37,388)
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Balance end of year	50,518
	<hr/>
2009	
Balance beginning of year	90,110
Excess/(deficiency) of revenue over expenses	(2,204)
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Balance end of year	87,906
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PACIFIC AIDS NETWORK SOCIETY
STATEMENT OF CASH FLOWS

For the year ended March 31	2010	2009
	\$	\$
Cash provided by operating activities		
Excess/(deficiency) of revenue over expenses	(37,388)	(2,204)
Non-cash working capital items		
Investments	(691)	(10,000)
Accounts receivable	40,915	(128,452)
GST recoverable	581	2,609
Prepaid expenses	112,897	(41,869)
Accounts payable & accruals	(108,277)	90,787
Deferred revenue	11,555	-
	<u>19,592</u>	<u>(89,129)</u>
<hr/>		
Increase/(decrease) in cash during the year	19,592	(89,129)
Cash beginning of year	8,302	97,431
Cash end of year	<u>27,894</u>	<u>8,302</u>

PACIFIC AIDS NETWORK SOCIETY**NOTES TO THE FINANCIAL STATEMENTS**

March 31 2010

1. Society operations

The Pacific AIDS Network Society was incorporated on July 18 2003 under the Society Act of British Columbia. The primary purpose of the Society is to provide a network for communication, education, mutual support, collective advocacy and action for HIV related issues throughout British Columbia.

2. Accounting policies**Use of estimates**

In conformity with Canadian generally accepted accounting principles, management is required to make estimates and assumptions that could 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 revenues and expenses during the year. Actual results could differ from those reported.

Revenue recognition

The Society 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.

Capital assets

Computer equipment is depreciated over 3 years on a straight line basis.

Financial instruments

The Society has adopted the recommendations of Section 3855 of the Canadian Institute of Chartered Accountant's (CICA) Handbook regarding financial instruments. The Society's financial instruments consist of cash, investments, accounts receivable, accounts payable and accrued liabilities. The Society has elected to value its investments at fair value on a "held for trading" basis, which requires that any change in the fair value be included in income or expense as it occurs. These instruments are recorded at their fair value. Transactions to purchase or sell these items are recorded on the settlement date, and transaction costs are immediately recognized in income or expense. Net gains and losses arising from changes in fair value are recognized immediately in income or expense.

Receivables and liabilities are non-interest bearing and stated at carrying values which approximate fair value due to the short term to maturity.

PACIFIC AIDS NETWORK SOCIETY
NOTES TO THE FINANCIAL STATEMENTS

March 31 2010

It is management's opinion that the Society is not exposed to significant interest or credit risks from these financial instruments.

The Society has adopted the disclosure requirements of the CICA Handbook Section 3861 available to not-for-profit organizations in place of Sections 3862 and 3863.

Economic dependence

The Society is economically dependent on the funding from the Federal and Provincial Government for its ongoing operations.

3. Change in accounting policies

Current year changes

The Society has adopted Section 1535 "Capital Disclosures" of the CICA Handbook, which requires the Society to disclose both qualitative and quantitative information about the objectives, policies and processes for managing capital. It also includes disclosures regarding what the Society regards as capital, and whether the Society has complied with any external requirements. The impact of this new accounting standard on the Society's financial statements has been addressed in Note 7.

4. Contributions

The contributions are made up as follows:

	<u>2010</u>	<u>2009</u>
Public Health Agency of Canada	\$ 139,980	170,000
Provincial Health Services Authority	82,000	44,000
	<u>\$ 221,980</u>	<u>214,000</u>