

**TAMARACK REHAB INC.  
T/A TAMARACK RECOVERY CENTRE**

**FINANCIAL STATEMENTS**

**March 31, 2015**

**TAMARACK REHAB INC.  
T/A TAMARACK RECOVERY CENTRE  
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For the Year Ended March 31, 2015**

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**AUDITORS' REPORT**, dated April 21, 2015

**FINANCIAL STATEMENTS**

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## INDEPENDENT AUDITORS' REPORT

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To the Board Members of  
**TAMARACK REHAB INC.**  
**T/A TAMARACK RECOVERY CENTRE**

We have audited the accompanying financial statements of Tamarack Rehab Inc. T/A Tamarack Recovery Centre, which comprise the statements of financial position as at March 31, 2015 statements of revenues and expenses, changes in net assets for the year ended March 31, 2015, and a summary of significant accounting policies and other explanatory information.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditors' Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards for not-for-profit organizations. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Basis for Qualified Opinion*

In common with many charitable organizations, the organization derives revenues from donations and fundraising activities, 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 organization and we were not able to determine whether any adjustments might be necessary to revenues, excess of revenues over expenses and net assets.

### *Qualified Opinion*

In our opinion, except for the effect of adjustments, if any which might have been determined to be necessary had we been able to determine the completeness of the donations and fundraising activities referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position for the agency as at March 31, 2015, and the results of its operation and changes in its financial position for the year then ended in accordance with the accounting policies described in Note 3 to the Financial Statements.

*Thornton & Co.*

**CERTIFIED GENERAL ACCOUNTANTS**


**Winnipeg, Manitoba**  
April 21, 2015


*Thornton & Co.*

**TAMARACK REHAB INC.  
T/A TAMARACK RECOVERY CENTRE  
STATEMENT OF FINANCIAL POSITION  
As at March 31, 2015**

	2015	2014
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 102,006	\$ 43,037
Accounts receivable	29,590	8,213
Due from government agencies	1,650	1,331
Prepaid expenses	<u>3,991</u>	<u>5,289</u>
	<b>137,237</b>	<b>57,870</b>
<b>CAPITAL – (Note 4)</b>	<u>188,818</u>	<u>188,107</u>
	<u><b>\$ 326,055</b></u>	<u><b>\$ 245,977</b></u>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accruals	6,790	8,605
Deferred revenue	<u>22,750</u>	<u>0</u>
	<b>29,540</b>	<b>8,605</b>
<b>NET ASSETS</b>		
<b>INVESTED IN CAPITAL ASSETS</b>	<b>188,818</b>	<b>188,107</b>
<b>UNRESTRICTED NET ASSETS</b>	<u>107,697</u>	<u>49,265</u>
	<u><b>296,515</b></u>	<u><b>237,372</b></u>
	<u><b>\$ 326,055</b></u>	<u><b>\$ 245,977</b></u>

**APPROVED ON BEHALF OF THE BOARD:**

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

The accompanying notes are an integral part of these financial statements.

**TAMARACK REHAB INC.  
T/A TAMARACK RECOVERY CENTRE  
STATEMENT OF REVENUES AND EXPENSES  
OPERATING  
For the Year Ended March 31, 2015**

	2015 Actual	2015 Budget	2014 Actual
<b>REVENUES</b>			
Federal government	\$ 93,253	\$ 75,000	\$ 76,064
Donations	7,303	3,000	4,024
Manitoba Health	328,100	328,100	328,100
Other grants	21,158	0	19,776
Other income	545	0	14,788
Outpatient services	22,473	24,500	16,800
Social services	10,092	17,840	20,231
Self-referrals	142,000	123,000	115,500
Fundraising	13,435	19,000	19,026
	<u>638,359</u>	<u>590,440</u>	614,309
<b>EXPENSES – per schedule</b>			
Administration	51,716	49,983	44,914
Facilities	80,288	65,280	90,663
Program	15,600	17,529	17,702
Staff costs	441,421	451,386	414,930
	<u>589,025</u>	<u>584,178</u>	568,209
<b>EXCESS REVENUES OVER EXPENSES</b>	<u>\$ 49,334</u>	<u>\$ 6,262</u>	<u>\$ 46,100</u>

The accompanying notes are an integral part of these financial statements

**TAMARACK REHAB INC.  
T/A TAMARACK RECOVERY CENTRE  
STATEMENT OF CHANGES IN NET ASSETS  
For the Year Ended March 31, 2015**

	<b>Invested Capital Assets</b>	<b>Unrestricted</b>	<b>2015 Total</b>	<b>2014 Total</b>
Balance – beginning of year	\$ 188,107	\$ 49,265	\$ 237,372	\$ 186,479
Prior period adjustments – accounts receivable	0	(600)	(600)	(210)
Invested in Capital Assets	10,409	0	10,409	5,003
Excess revenues over expenses	(9,698)	59,032	49,334	46,100
	<b>\$ 188,818</b>	<b>\$ 107,697</b>	<b>\$ 296,515</b>	<b>\$ 237,372</b>

The accompanying notes are an integral part of these financial statements.

**TAMARACK REHAB INC.**  
**T/A TAMARACK RECOVERY CENTRE**  
**NOTES TO FINANCIAL STATEMENTS**  
**As at March 31, 2015**

**1. BASIS OF PRESENTATION**

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO). Canadian accounting standards for not-for-profit organizations are part of Canadian GAAP.

**2. PURPOSE OF THE ORGANIZATION**

Tamarack Recovery Centre is a residential treatment facility for individuals with chemical and alcohol dependencies and other drug abuse problems, which facilitates independent living and lifestyle change. Tamarack Recovery Centre is incorporated under the Manitoba Corporations Act as a non-profit organization and is a registered charity under the *Income Tax Act (Canada)*.

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles, and reflect the following policies:

**Revenue recognition**

Tamarack Recovery Centre follows the deferral method of accounting for contributions and grants. Grants and donations are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Donations or grants, which are designated for capital asset acquisitions, are recognized as capital funds revenues.

**Capital Assets**

Capital assets are stated at cost less accumulated amortization and are amortized using the declining balance method over their estimated useful lives as follows:

Building	4%
Computer equipment	33%
Computer software	50%
Equipment	10%
Furniture and fixtures	10%
Office equipment	20%

**4. CAPITAL ASSETS**

	Cost	Accumulated Amortization	Net 2015	Net 2014
Appliances	\$ 21,109	\$ 15,656	\$ 5,453	\$ 6,059
Building	165,232	43,394	121,838	120,840
Computer equipment	31,660	27,607	4,053	6,050
Computer software	1,957	1,877	80	161
Equipment	23,096	20,785	2,311	2,889
Furniture and fixtures	30,641	18,394	12,247	13,608
Vehicles	0	0	0	0
	<b>273,695</b>	<b>127,713</b>	<b>145,982</b>	<b>149,607</b>
Land	42,836	0	42,836	38,500
	<b>\$ 316,531</b>	<b>\$ 127,713</b>	<b>\$ 188,818</b>	<b>\$ 188,107</b>

**TAMARACK REHAB INC.  
T/A TAMARACK RECOVERY CENTRE  
NOTES TO FINANCIAL STATEMENTS  
As at March 31, 2015**

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**5. ECONOMIC DEPENDENCE**

The operations of Tamarack Rehab Inc. T/A Tamarack Recovery Centre are economically dependent on the ongoing financial support of Manitoba Health, contracts and per diems.

**6. PUBLIC SECTOR COMPENSATION DISCLOSURE**

Based on our audit, two employees received aggregate compensation in excess of \$50,000.



**TAMARACK REHAB INC.**  
**T/ATAMARACK RECOVERY CENTRE**  
**SCHEDULE OF EXPENSES**  
**For the Year Ended March 31, 2015**

	2015 Actual	2015 Budget	2014 Total
<b>Administration</b>			
Advertising and promotion	\$ 9,367	\$ 10,600	\$ 486
Bank charges	2,497	2,609	2,544
Furniture and equipment	11,264	9,022	11,860
Insurance	13,932	12,500	11,442
Miscellaneous	916	1,200	1,926
Office	10,342	10,652	13,508
Professional fees	3,398	3,400	3,148
	<u>51,716</u>	<u>49,983</u>	<u>44,914</u>
<b>Facilities</b>			
Amortization	9,698	0	11,083
Building repairs	6,074	0	0
Food	32,139	32,000	30,953
House effects	502	1,000	1,342
Janitorial supplies	3,160	3,000	3,761
Property tax	3,157	3,000	2,775
Repairs and maintenance	10,989	7,500	6,353
Research and development	209	5,000	20,749
Telephone	4,536	4,180	4,186
Utilities	9,824	9,600	9,461
	<u>80,288</u>	<u>65,280</u>	<u>90,663</u>
<b>Program</b>			
Fundraising	4,275	6,000	6,979
Professional fees	3,780	5,629	5,611
Program supplies	4,057	3,500	3,364
Staff development	3,380	2,000	1,566
Travel	79	300	112
Vehicle	29	100	70
	<u>15,600</u>	<u>17,529</u>	<u>17,702</u>
<b>Staff Costs</b>			
Salaries and benefits	438,759	449,336	412,373
Workers compensation	2,662	2,050	2,557
	<u>441,421</u>	<u>451,386</u>	<u>414,930</u>
	<u>\$ 589,025</u>	<u>\$ 584,178</u>	<u>\$ 568,209</u>