
Ruth & Naomi's Mission

Financial Statements

December 31, 2012

(Unaudited - See Notice to Reader)

WAYNE P. MAKOWECKY
CHARTERED ACCOUNTANT
(an Incorporated Professional)

Wayne Makowecky, B.Comm., CA.

SUITE 209
45480 LUCKAKUCK WAY
CHILLIWACK, B.C.
V2R 2X5

NOTICE TO READER

On the basis of information provided by management, I have compiled the balance sheet of **Ruth & Naomi's Mission** as at December 31, 2012 and the statements of income and net assets for the year then ended. I have not performed an audit or a review engagement in respect of these financial statements and, accordingly, I express no assurance thereon. Readers are cautioned that these financial statements may not be appropriate for their purposes.



CHARTERED ACCOUNTANT

Chilliwack, B.C.
May 20, 2013

Ruth & Naomi's Mission

Statement of Income and Net Assets

Year Ended December 31, 2012

(Unaudited - See Notice to Reader)

	2012	2011
Income		
Revenue (Note 3)	\$1,109,136	\$ 536,553
Expenses		
Accounting and legal	15,158	6,263
Administration and consulting fees	32,692	4,575
Advertising and promotion	3,840	1,951
Amortization	44,514	20,368
Automotive	3,728	4,108
Bank charges	1,688	3,067
Conferences and travel	6,774	--
Dues, fees and membership	2,027	--
Environment taxes and fees	7,740	12,960
Fund raising activities	10,284	3,720
Insurance	6,446	4,206
Interest on long-term debt	19,323	4,545
Janitorial and cleaning	4,797	859
Kitchen supplies	40,188	44,059
Maintenance and repairs	8,367	3,977
Office supplies	10,584	2,792
Program/curriculum costs	3,640	--
Rent	9,000	--
Security	856	--
Small furniture	15,824	--
Supplies	3,747	9,873
Telephone and utilities	27,225	16,064
Wages and benefits	232,267	109,463
WCB	1,763	--
	512,472	252,850
Net Income from Operations before Other Income	596,664	283,703
Other Income		
Gain (Loss) on disposal of property	--	(240,825)
Net Income from Operations	596,664	42,878
Net Assets, Beginning of Year	686,128	643,250
Net Assets, End of Year	\$1,282,792	\$ 686,128

Ruth & Naomi's Mission

Balance Sheet

December 31, 2012

(Unaudited - See Notice to Reader)


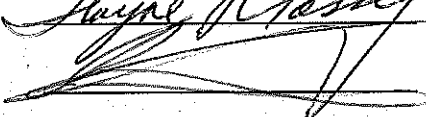
ASSETS

	2012	2011
Current Assets		
Cash	\$ 275,132	\$ 358,346
Advances receivable	1,245	1,245
Term deposit (Security for credit card)	5,512	5,478
HST/GST rebate receivable	16,482	35,246
	<u>298,371</u>	<u>400,315</u>
Property and Equipment (Note 2)	1,251,363	1,166,559
	<u>\$1,549,734</u>	<u>\$1,566,874</u>

LIABILITIES AND NET ASSETS

Current Liabilities		
Accounts payable	\$ 25,845	\$ 245,765
Current portion of mortgage payable	8,468	12,525
	<u>34,313</u>	<u>258,290</u>
Mortgage Payable	232,629	622,456
	<u>266,942</u>	<u>880,746</u>
Net Assets	1,282,792	686,128
	<u>\$1,549,734</u>	<u>\$1,566,874</u>

Approved by the Directors:

 Chairman
 Treasurer

Ruth & Naomi's Mission

Notes to the Financial Statements

December 31, 2012

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1. Accounting Policies

The company has adopted the following accounting policies:

a) Property and Equipment

Property and equipment have been recorded at cost to the society. It is the policy of the society to provide for the amortization of property and equipment over their estimated useful lives, using the following rate and methods:

Building	4% declining balance
Computer	55% declining balance
Equipment	20% declining balance
Furniture	20% declining balance
Signage	20% declining balance

In the year of acquisition, one-half the normal rates of amortization are applied.

2. Property and Equipment

Description	2012			2011
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Land	\$ 473,280	\$ --	\$ 473,280	\$ 461,010
Building	730,778	40,205	690,573	639,738
Computer	1,690	465	1,225	--
Equipment	85,533	21,446	64,087	64,463
Furniture	22,378	2,238	20,140	--
Signage	2,586	528	2,058	1,348
	<u>\$1,316,245</u>	<u>\$ 64,882</u>	<u>\$1,251,363</u>	<u>\$1,166,559</u>

3. Source of Revenues

	2012	2011
B.C. Housing Authority	\$ 200,000	\$ --
Donations and fundraisers	515,561	536,365
Provincial funding	387,000	--
Interest income	123	188
Residential room and board	6,452	--
	<u>\$1,109,136</u>	<u>\$ 536,553</u>

Ruth & Naomi's Mission

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4. Step Up Program

The following statement of income and expenditures is for the period April 1, 2012 to December 31, 2012 pertaining to the step up program. The figures have been extracted from those reported on the income statement for disclosure purposes for the B.C. Housing Authority.

Income	
BC Housing Funding	\$ 200,000
	<u> </u>
Expenditures	
Administration	506
Asset purchase	1,860
Automotive mileage	2,498
Curriculum	3,128
Conferences and meetings	3,069
Consulting fees (65% of actual)	18,886
Environment levy taxes	3,870
Food and grocery purchases	6,433
Housekeeping	1,203
Medical benefits	707
Mortgage payments	10,494
Office and computer	6,440
Program supplies	512
Repairs and maintenance	668
Small furniture	4,812
Utilities, water & sewer	6,109
Wages and benefits	129,504
	<u> </u>
	200,699
	<u> </u>
Net Surplus (Deficit), End of Year	\$ (699)