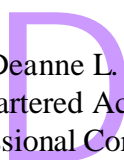


**Technical Training Group (Stratford & Area)**

**Auditor's Report and  
Financial Statements**

**March 31, 2008**

 Deanne L. Metzloff  
Chartered Accountant  
Professional Corporation

**Technical Training Group (Stratford & Area)**  
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**March 31, 2008**

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**DEANNE L. METZLOFF  
CHARTERED ACCOUNTANT  
PROFESSIONAL CORPORATION**

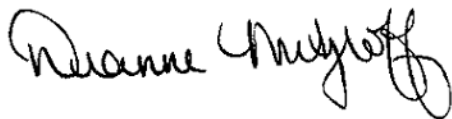
**Auditor's Report**

To the Board of Directors and Members of  
Technical Training Group (Stratford & Area)

I have audited the statement of financial position of the Technical Training Group (Stratford & Area) as at March 31, 2008 and the statement of operations and changes in fund balances for the year then ended. These financial statements are the responsibility of the Organization's Board of Directors. 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, 2008 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.



Deanne L. Metzloff, Chartered Accountant, Professional Corporation  
Authorized to practise public accounting by The Institute of Chartered Accountants of Ontario

Atwood, Canada  
June 4, 2008

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**Technical Training Group (Stratford & Area)**  
**Statement of Operations and Changes in Fund Balances**  
**For the Period Ended March 31, 2008**

	<b>General</b>	<b>STIP Site 1</b>	<b>STIP Site 2</b>	<b>STIP Site 3</b>	<b>Welding Skills Upgrade</b>	<b>FunTech</b>	<b>Total</b>
<b>Revenue</b>							
MTCU grants	\$ 79,344	\$ -	\$ -	\$ -	\$ 13,500	\$ -	\$ 92,844
STIP - grants	-	131,639	25,118	36,841	-	-	193,598
STIP - self funded portion	-	43,880	8,372	12,268	-	-	64,520
Funtech revenue	-	-	-	-	-	5,347	5,347
Tuition revenue	11,925	-	-	-	-	-	11,925
Books and supplies revenue	4,950	-	-	-	350	-	5,300
Interest and other revenue	<u>6,873</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>489</u>	<u>7,362</u>
	<u>103,092</u>	<u>175,519</u>	<u>33,490</u>	<u>49,109</u>	<u>13,850</u>	<u>5,836</u>	<u>380,896</u>
<b>Expenditures</b>							
Administrative	10,670	-	-	-	1,350	-	12,020
Advertising and promotions	826	-	-	-	-	-	826
Bookkeeping fees	540	570	-	-	-	-	1,110
Capital purchases (note 3)	-	173,443	33,490	47,846	-	-	254,779
Consulting and professional fees	7,283	974	-	-	-	-	8,257
Curriculum development	1,280	-	-	-	-	-	1,280
Instructor fees	23,476	-	-	-	8,316	3,750	35,542
Insurance	2,200	-	-	-	-	-	2,200
Licences, permits and dues	364	-	-	-	170	-	534
Meeting expenses	672	-	-	-	-	-	672
Office supplies and expenses	1,521	-	-	-	-	-	1,521
Other expenses	130	-	-	-	-	-	130
Printed materials	7,567	-	-	-	160	-	7,727
Rent	15,869	-	-	-	2,700	-	18,569
Supplies, materials and tools	13,551	518	-	-	26	1,590	15,685
Telephone	1,546	-	-	-	-	-	1,546
Travel	<u>1,133</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,133</u>
	<u>88,628</u>	<u>175,505</u>	<u>33,490</u>	<u>47,846</u>	<u>12,722</u>	<u>5,340</u>	<u>363,531</u>
<b>Excess of Revenue over Expenditures</b>	14,464	14	-	1,263	1,128	496	17,365
<b>Fund Transfers (note 4)</b>	<u>22,276</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,200</u>	<u>33,476</u>
<b>Closing Fund Balances</b>	<u>\$ 36,740</u>	<u>\$ 14</u>	<u>\$ -</u>	<u>\$ 1,263</u>	<u>\$ 1,128</u>	<u>\$ 11,696</u>	<u>\$ 50,841</u>

**Technical Training Group (Stratford & Area)**  
**Statement of Financial Position**  
**As at March 31, 2008**

**Assets**

**Current Assets**

Cash	\$ 3,708
High interest account (note 5)	74,332
Accounts receivable	55,767
Prepaid expenses	<u>280</u>

**Total Assets** **\$ 134,087**

**Liabilities and Fund Balances**

**Current Liabilities**

Accounts payable \$ 83,246

**Total Liabilities** 83,246

**Fund Balances**

General	36,740
STIP Site 1	14
STIP Site 3	1,263
Welding Skills Upgrade	1,128
FunTech	<u>11,696</u>

**Total Fund Balances** 50,841

**Total Liabilities and Fund Balances** **\$ 134,087**

**Approved by the Board of Directors:**

\_\_\_\_\_  
Director

\_\_\_\_\_  
Director

**Technical Training Group (Stratford & Area)**  
**Notes to the Financial Statements**  
**March 31, 2008**

**1. Purpose of the Organization**

The Technical Training Group (Stratford & Area) was incorporated by letters patent under the Ontario Corporations Act on April 5, 2007 as a not-for-profit organization. The purpose of the Organization is to facilitate the delivery of local market-driven training to Stratford and area businesses.

**2. Summary of Significant Accounting Policies**

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

**(a) Accrual Basis of Accounting**

Revenues and expenditures are recognized and recorded using the accrual method whereby revenues are recorded when earned and expenditures are recorded when incurred except as otherwise described.

**(b) Fund Accounting**

The Organization follows the restricted fund method of accounting for contributions using the following funds:

**General Fund**

This fund accounts for the Organization's core welding program and other activities not funded from other sources.

**Externally Restricted Funds**

The **Skills Training Infrastructure Program (STIP) Site 1, 2 and 3 Funds** account for funding received from the Ministry of Training, Colleges and Universities (MTCU) and the related expenditures associated with providing training programs at Stratford Northwestern Secondary School (Site 1), Stratford Creative and Technical Training Community Centre - Factory 163 (Site 2) and St. Michael Catholic Secondary School (Site 3).

The **FunTech Fund** accounts for funding and expenditures relating to the FunTech program, a self-funded "hands on" exploration program, provided with the purpose of broadening the horizons of youth.

The **Welding Skills Upgrade Fund** accounts for funding received from the MTCU and the related expenditures associated with providing custom welding skills training for clients referred to the Organization from the Employment Ontario Training Network.

**(c) Contributed Services**

The work of the Technical Training Group (Stratford & Area) is dependent on the voluntary services of its members and other volunteers. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

**(d) Capital Assets**

Capital assets are expensed in the year of acquisition.

**Technical Training Group (Stratford & Area)**  
**Notes to the Financial Statements**  
**March 31, 2008**

**2. Summary of Significant Accounting Policies (continued)**

**(e) Use of Estimates**

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires that the Board of Directors 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 expenditures during the reporting period. Actual results could differ from the Board's best estimates as additional information becomes available in the future.

**(f) Statement of Cash Flows**

A statement of cash flows has not been provided as management believes that no additional useful information would be presented therein.

**3. Capital Assets**

During the year, the Organization purchased educational software and equipment totaling \$254,779 which is included in the Capital purchases on the Statement of Operations and Fund Balances.

**4. Fund Transfers**

The funds transferred in to the Organization represent the closing fund balances held by the Organization prior to incorporation.

**5. High-interest account**

The balance in the high-interest account is currently earning interest at a rate of 2.25%.

**6. Financial Instruments**

The fair value of cash, accounts receivable, prepaid expenses, long-term investments and accounts payable is approximately equal to their carrying value due to their short-term maturity date.

Unless otherwise noted, it is the Board of Directors' opinion that the Organization is not exposed to significant interest rate, currency or credit risks arising from its financial instruments.