

ROCK SOLID FOUNDATION

FINANCIAL STATEMENTS

MARCH 31, 2009



AUDITOR'S REPORT

To the Members of the Rock Solid Foundation:

We have audited the statement of financial position of Rock Solid Foundation as at March 31, 2009 and the statements of operations, Members' Equity and cash flows for the year then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we 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 common with many charitable organizations, the Foundation derives part of its revenue from donations and fundraising, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Foundation, and we were not able to determine whether any adjustments might be necessary to donation receipts, total receipts, net revenue for the year, current assets or fund balances.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the revenues referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 2009 and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

The comparative figures shown have not been audited.



Chartered Accountants

Victoria, British Columbia
August 5, 2009

ROCK SOLID FOUNDATION
Statement of Financial Position
March 31, 2009

	2009	2008 (unaudited)
ASSETS		
Current assets		
Cash and guaranteed investment certificate	\$ 60,896	\$ 51,265
Accounts receivable	2,968	7,573
Prepaid expenses	340	340
	64,204	59,178
Property and equipment (note 3)	5,425	7,671
	\$ 69,629	\$ 66,849

LIABILITIES AND MEMBERS' EQUITY

Current liabilities		
Accounts payable and accrued liabilities	\$ 8,448	\$ 27,380
Members' equity		
Unrestricted	55,756	31,798
Invested in capital assets	5,425	7,671
	61,181	39,469
	\$ 69,629	\$ 66,849

Approved by the Directors

(see accompanying notes)



ROCK SOLID FOUNDATION**Statement of Operations****Year ended March 31, 2009**

	2009	2008 (unaudited)
Receipts		
Fundraising activities	\$ 100,000	\$ 101,628
Grants and donations	95,269	84,003
Memberships	8,900	2,910
Interest income	621	631
	204,790	189,172
Disbursements		
WITS program expenses	120,113	99,312
Wages, benefits, and subcontracts	40,955	44,942
Fundraising expenses	550	9,714
Accounting and legal	8,216	5,780
Office	4,412	4,908
Telephone	4,160	3,198
Insurance	1,000	1,000
Travel	753	797
Repairs and maintenance	347	279
Bank charges and interest	326	184
Amortization	2,246	2,374
	183,078	172,488
Net revenue for the year	\$ 21,712	\$ 16,684

(see accompanying notes)



ROCK SOLID FOUNDATION
Statement of Members' Equity
Year ended March 31, 2009

	Unrestricted	Invested in Capital Assets	Total 2009	Total 2008 (unaudited)
Balance, beginning of year	\$ 31,798	\$ 7,671	\$ 39,469	\$ 22,785
Net revenue for the year	23,958	(2,246)	21,712	16,684
Balance, end of year	\$ 55,756	\$ 5,425	\$ 61,181	\$ 39,469

(see accompanying notes)



ROCK SOLID FOUNDATION**Statement of Cash Flows****Year ended March 31, 2009**

	2009	2008 (unaudited)
Cash provided by (used in)		
Operating activities		
Cash receipts from customers	\$ 208,774	\$ 189,843
Cash paid to suppliers and employees	(195,502)	(172,345)
Investment and other income	621	631
	<u>13,893</u>	<u>18,129</u>
Investing activities		
Purchase of capital assets	-	(1,188)
Increase in cash during the year	13,893	16,941
Cash and cash equivalents, beginning of year	51,265	34,324
Cash and cash equivalents, end of year	\$ 65,158	\$ 51,265

(see accompanying notes)



ROCK SOLID FOUNDATION
Notes to the Financial Statements
March 31, 2009

1. Purpose of the Foundation

The Rock Solid Foundation was incorporated under the British Columbia Society Act on May 6, 1998.

The Rock Solid Foundation was established to promote an atmosphere of non-violence in society through innovative programs and initiatives. A particular emphasis is placed on youth with targeted specific programs in the community. The Rock Solid Foundation is incorporated under the British Columbia Society Act as a non-profit organization and is a registered charitable organization under the Income Tax Act.

2. Summary of Significant Accounting Policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles.

A summary of significant accounting policies is presented below to assist the reader in evaluating the company's financial statements:

(a) Revenue recognition

The Foundation follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which 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.

(b) Property and equipment and amortization

Property and equipment are recorded at cost and are being amortized over their estimated useful lives using the declining balance method at the following rates:

Furniture and equipment	-	20%
Computer hardware	-	30%, 45%, and 55%
Computer software	-	50%

(c) Measurement uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management 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 period. Actual results could differ from these estimates.



ROCK SOLID FOUNDATION
Notes to the Financial Statements
March 31, 2009

2. Summary of Significant Accounting Policies (cont'd)

(d) Contributed services

Volunteers and other organizations have contributed significant time and resources to assist the Foundation in carrying out its programs and activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

3. Property and equipment

	Cost	Accumulated Amortization	Net Book Value	
			2009	2008
Furniture and equipment	\$ 10,425	\$ 7,375	\$ 3,050	\$ 666
Computer hardware	5,978	3,603	2,375	5,978
Computer software	1,027	1,027	-	1,027
	\$ 17,430	\$ 12,005	\$ 5,425	\$ 7,671

4. Financial instruments

The Foundation's financial instruments consist of cash, guaranteed investment certificate, accounts receivable, and accounts payable. It is Board of Director's opinion that the Foundation is not exposed to significant interest, currency, or credit risks arising from these financial instruments. Fair value of these financial instruments approximates cost due to their near term to maturity.

5. Comparative figures

Certain comparative figures have been reclassified to conform to the method of presentation adopted in the current year.

