A decorative border of stylized leaves and vines surrounds the central text. The leaves are in two colors: solid black and a stippled grey. The vines are thin and winding.

Helping Hands, Helping Lives

Scarborough Housing Help Centre

2008 Annual General Meeting

and

Volunteer Appreciation Event

Monday June 22, 2009

Hosted At

7 Star Thai Cuisine/Embers Banquet Hall

781 Warden Avenue

Thank you for your support

**Annual General Meeting
781 Warden Avenue
Monday June 22, 2009**

Table of Contents

The attachments provided in this package are arranged as follows:

1. Evening Agenda
2. Minutes from the 2007 AGM held on June 4, 2008
3. Nominating Committee Report- Biographies of Board Nominees
4. Annual report for 2008
5. Audited financial statements for 2008

Annual General Meeting
781 Warden Avenue
Wednesday June 22nd, 2009

AGENDA

1. Call to Order
2. Appointment of the Minute Taker
3. Approval of the Agenda
4. Approval of the Minutes from the previous AGM (June 4, 2008)
5. Approval of the Audited Financial Statements for 2008
6. Appointment for the Auditor for 2009
7. Adoption of new bylaws by the corporation
8. Report from the Nominating Committee and Election of New Directors
9. Report from the Chair, Board of Directors
10. Report from the Executive Director
11. Volunteer Recognition

Minutes of the 2007 Annual General Meeting

781 Warden Avenue

Date: June 4, 2008

Wednesday
6:00- 8:00 PM

1. **Introduction/Welcome:** Terry Harris, Chair, Board of Directors called meeting to order. Meeting started at 6:33 pm
2. **Request for Minute Taker:** Chris Brown be appointed minute taker for the meeting- Moved by Jeff Ellis, seconded by Godfrey Edwards. All in favour. Motion passed
3. **Approval of the Agenda** The agenda be adopted as circulated. Moved by Allan Ali, seconded by John Harty. All in favour- Motion passed.
4. **Approval for minutes of the Annual General Meeting of June 28th 2007:** Minutes be accepted as circulated- moved by Paula Rankin, seconded by Godfrey Edwards. All in favour, motion passed. .
5. **Approval of Audited Financial Statements for 2007 and appointment of the 2008 auditor:** Motion for approval of the Audited Financial Statements and appointment for the 2008 auditor. John Harty, the Treasurer briefly spoke about the highlights of the audited financial statements and requested for motions to approve the audited financial statements . Jeff Ellis moved and Allan Ali seconded the motion. All in favour. Motion passed
6. **Approval for McGovern, Hurley, and Cunningham LLP as auditor for 2008:** Motion to have McGovern, Hurley, Cunningham, LLP approved as auditor for 2008. Paula Rankin moved and Allan Ali seconded. All in favour. Motion passed.
7. **Nominating Committee Report and Election of the Board of Directors:** Terry Harris read aloud the slate of nominees for the 2008 board of directors-(nominees stood up as their name were called.) Terry Harris asked for any nominations from the floor. Terry Harris again asked are there any nominations from the floor John Harty moved that the proposed slate of directors be elected . Paula Rankin seconded the motion. All in favour- motion passes.
8. **Report from the Chair:** Terry Harris read 2007 report.
9. **Report from Executive Director:** Terry Harris introduced the Executive Director, S. Gopikrishna to give final report. Gopi read his report and thanked all the funders, staff and volunteers for helping SHHC fulfill its mandate. Azar Farahani, Funder, complimented the agency on its work.
10. **Presentations of awards to volunteers and others:** Marsha Smith and Fatemeh Soltanidji presented awards to volunteers.
11. **Termination of the meeting:** Terry Harris requested motion to terminate the 2007-08 Annual General Meeting. Godfrey Edwards moved and Jeff Ellis seconded the motion. Motion passed and the meeting was terminated.

Meeting Terminated

Meeting Terminated

SCARBOROUGH HOUSING HELP CENTRE AGM-WEDNESDAY JUNE 22, 2009



The Nominating Committee is pleased to nominate the following individuals as Directors of the Scarborough Housing Help Centre Board of Directors for 2009

- ❖ Allan Ali
- ❖ Godfrey Edwards
- ❖ Terry Harris
- ❖ John Harty
- ❖ Thanusha Rajeswaran
- ❖ Luanne Rayvals
- ❖ Korrie Silver
- ❖ Jason Yi

Eight members are presented for nomination and election to the Board. The background information on these nominees is as follows:

Allan Ali: Allan has a genuine interest in people, in both professionally and personally and has experiences some of the many services offered within the community and SHHC. He has volunteered with Cedar Sinai Centre and West Hill Community Services. This has enabled him to refine and use his skills and abilities to assist individuals and families in solving their various life challenges. Allan has been serving on the Board since 2002.

Godfrey Edwards: Godfrey's interests include strategic analysis, policy development, relationship and business management. His experience with the Management Board and Cabinet Office with the Ontario Government and his work with the Public Services Commission of Canada and Institute of Public Administration of Canada provide him with special insights into governance, public financial decision-making and operational policy development and analysis.

Terry Harris: Terry is currently the Program Coordinator for the Canadian Red Cross Scarborough Drop-In Centre. His past experience in the financial sector allows him to bring a strong business management approach to Board decision making and his experience as a team leader and coach helps ensure that the policy and planning work the Board undertakes is effectively managed. Terry joined the Board in 2003, and has served in the capacity of Board Chair since the summer of 2005.

John Harty: John's background and experience as a Chartered accountant ensures that the financial policy, budget development processes and oversight of the Centre is well managed on behalf of the Board. He brings extensive experience of community involvement and non-profit Board management activity, most recently through his involvement with Justice for Children and

Scarborough Housing Help Centre



Annual Report 2008

Report from the Chair of the Board

The Scarborough Housing Help Centre was born in 1985, an offspring conceived through a joint venture between Catholic Cross Cultural Services and Agincourt Community Services Association, and created to address a growing need for housing services for newcomer refugees. Over time, the proud parents guided the young fledgling through its formative years, so that as we welcomed in the new millennium, it had grown to the point that it was ready to leave the parental nest and fly on its own. Accordingly, SHHC was incorporated as an independent organization in 2001 and was granted charitable status in 2003.

In the years since, our agency has continued to mature, and 2008 proved to be a watershed year in our evolution. Throughout the first half of the year, the Board of Directors, with strong support from our Executive Director S. Gopikrishna, examined the organization thoroughly to identify opportunities which would enable us improve our capacity to govern, as well as empower the Centre's management and staff to maximize their contribution to our agency.

From these deliberations came the realization that our agency had indeed matured enough to allow the Board to alter its governance model, therefore enabling it to move somewhat away from the operational decision-making standards of a Management Board, and focussing more on the strategic prioritizing and policy development of a Policy Board. Simply put, the Board would spend more time ensuring, among other things, that the agency was adhering to the guiding principles of our Mission, Vision and Values, and less time managing the daily, weekly or monthly operations of the Centre. This benefits our clients, funders and community because of an increased clarity in distinction of roles, responsibilities, vision and accountability for the Centre's Board, Management and staff.

The decision to modify our method of governing began a domino effect of changes for the tools we had used in our work. To guide us down the road to change, we engaged a consultant to develop a Board Member training manual to ensure we were adequately educated in our new roles. We also concluded that, through the passage of time and our growth, our original Bylaws, which had simply been copied from one of our parent agencies, had lost their relevancy and no longer reflected the realities of our business and our newly modified governance model. With this in mind, we engaged the services of a legal firm to draft a new set of Bylaws, which we will ratify this evening. In mid-November, the Board and staff gathered for a weekend retreat to begin the process of evaluating and redefining our Mission, Vision and Values, an exercise to reflect what we have become and what we want to be in the future. We are pleased to report that, aside from some minor tinkering, these projects are now complete and we have the tools to guide us through the next several years.

I must offer my great appreciation to the many contributors to our accomplishments of the past year: The City of Toronto for funding not only our core programs, but some of our capacity building projects as well; the United Way of Greater Toronto for allowing us to feed hungry people; the consultants we engaged for the projects, Ruth Armstrong, Vicki Bayles, Joanne Doyle, Holly Nimmons and Bill Pashby for their expertise, guidance and patience; the dedication of outgoing



Board members Paula Rankin and Jeff Ellis; and our wonderful volunteers who help us out every day.

In closing, my most sincere thanks goes to the Board of Directors, Gopi and the staff for successfully rising to the many challenges put to them over the past twelve months. Your individual and collective contributions and your commitment to our agency will ensure that SHHC will continue to be a valuable asset to Scarborough in the coming years.

Terry Harris
Chairman
Board of Directors
June 22nd, 2009



Message From the Executive Director

Respected Guests, Community Members, Funders and Volunteers,

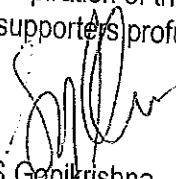
Welcome to the Annual General Meeting of Scarborough Housing Help Centre (SHHC) for the year 2008- a very satisfying year that witnessed organizational growth through creation of internal and external capacity – new bylaws were enacted, existing practices were codified, policies were created and new organizational directions developed.

To understand the importance of these developments, one needs to briefly examine the parameters defining the agency's work and its history. Incorporated as recently as 2001, SHHC is the City's only stand alone housing help agency and is the exclusive provider of housing services in a very diverse and challenging community. Scarborough's linguistic and cultural wealth contrasts with its poverty where community resources are concerned- the need to provide to sustain the organization and facilitate the survival of clients amidst the paucity of resources restricted agency planning to no more than the immediate and impeding- survival focused tunnel vision substituted for long term vision

Given the above, SHHC has achieved a critical and crucial success when it rose above the dreariness of daily routines and reflect on a long term vision, mission and values- the board and staff have emerged stronger with a sense of solidarity and a shared vision through the exercise. The creation of a policy focused board and new governance policies are major milestones in assisting the agency to evolve onto the next level. To maximize service impacts on clients, SHHC decided to adopt a one stop holistic service model centred on housing - a broadening of the hitherto service perspective exclusively focus on housing. The organization also resolved to accept invitations from unserved communities outside Scarborough and provide service where appropriate.

SHHC's core programs continue to be the life-line of housing in Scarborough- The Housing Help, Rent Bank, Winter Warmth and Emergency Energy Fund programs enrich the quality of client life individually and collectively. The Streets to Homes program provides housing retention support to clients with recent histories of homelessness by making them become self-sufficient- increased staffing in 2008 has allowed us to make a real difference to more clients than before. The Hot Breakfast Program is one of Scarborough's few drop ins for the homelessness in the winter months on a Monday morning. Our community outreach program continues to have a cascading impact by disseminating information among elderly people and newcomers isolated by multiple barriers. The quantitative and qualitative success of the programs attest to the ability and dedication of our staff

No part of this wonderful and rewarding journey would have been possible without the help and inspiration of the funders, community and volunteers. We take this opportunity to thank all our supporters profusely and renew our request for continued support.


S. Gopikrishna
Executive Director

Program Highlights



In the year 2008, Scarborough Housing Help Centre's staff provided information and support to many clients, homeless or at risk of homelessness through a variety of programs and projects. A brief description of our programs and projects appears below

Housing Help

Scarborough Housing Help Centre is one of the seven "Housing Help Centres" funded by the City of Toronto to assist potential tenants in accessing and retaining habitable housing. SHHC's counselors assist individuals in their search for affordable housing, provide housing transition support and mediate between landlords and tenants when the latter are at risk of eviction. In order to achieve the above objectives, SHHC provides specific services such as follow-up consultations to ensure housing stabilization, budgeting assistance and liaisons with income providers. Despite the volume and complexity of cases, we are proud of:

- Assist landlords and tenants in connecting to each other
 - Securing market rent housing for clients with no credit history
 - Assisting landlords and tenants in the development of stable, long term relationships
- This program served 829 clients in 2008.

Rent Bank

The objective of the Rent Bank program is to help tenants in arrears retain their housing through accessing an interest-free loan for up to two months' rent. This program targets clients whose tenancy is deemed to be generally sustainable on the basis of income. Program staff assists eligible clients in accessing loans, negotiate repayment plans and provide eviction prevention advice and follow-up. The notable successes of this program are:

- Processing one of the highest loads in accessing loans in 2008
- Preparing clients for hearings before the Landlord-Tenant Board (formally called the Tribunal)

- Resolving complex cases such as helping clients regain housing after evictions by a sheriff

SHHC works closely with Neighbourhood Information Post, the central coordinating agency for the Rent Bank program, to offer this program in Scarborough. The program served 258 clients in 2008.

Utilities Arrears Case Management

The goal of this program is to assist low income clients with arrears on their Enbridge/Hydro accounts with access to a grant to prevent utility disconnection. Clients are screened for eligibility by program staffs that assist the clients in obtaining a grant to pay-off arrears as well as liaise with the utility company to prevent disconnection. SHHC's offering this program has had a significant community impact, exemplified by:

- Processing the maximum number of successful applications of all housing help centres in the city
- Assisting home-owners and tenants live comfortably with continued access to heating and water

The Emergency Energy Fund and Winter Warmth components served close to 250 clients in 2008.

Streets-to-Homes

Streets-to-Homes concentrates on stabilizing clients recently housed after protracted bouts of homelessness and being on the streets. Clients from this group need constant support and assistance in retaining housing and redeveloping life skills to become self-dependent. Being one of

very few agencies in Scarborough to offer this program we are proud to have:

- Preserved the tenancy of most clients on case load.
- Empowered 21 clients to "graduate" from the program by becoming self-sufficient
- Obtained extra funding for a worker enabling us to work with up to 40 clients

Tuesday Drop-Ins

Every Tuesday from 9 AM – 11 AM, SHHC offers a drop-in program where clients can obtain housing counseling without booking an appointment. Many clients in this program are interested in accessing affordable housing with special reference to Toronto Community Housing. SHHC staff members also use this opportunity to disseminate information about alternative housing options and raise awareness about other community resources in Scarborough. SHHC is proud to have:

- Provided advice to close to 1000 clients not with standing the complexity of individual cases
- Advocated on behalf of victims of Violence Against Women (VAW) to secure priority housing
- Provided referrals to other community agencies

Hot Breakfast Program

Funding from the United Way of Greater Toronto has allowed us to extend the scope of our Drop In services to a second day of the week through offering the Hot Breakfast program.

SHHC staff members provide a hot breakfast on every Monday between January and May of every year to people who are homeless or at risk of becoming homeless. Besides accessing a hot, healthy and high quality meal, clients are allowed an opportunity to develop social networks, interact with staff and obtain referrals to other services in

Scarborough. The Hot Breakfast Program is one of a handful of drop-in program open on Mondays. The program has had a deep impact, including:

- Serving 600 breakfasts with the total number of clients attending our breakfasts equal to twice our anticipated demand
- Acting as a conduit for homeless clients to learn about housing resources in Scarborough

Landlord Outreach

SHHC works with landlords to help them make their rental units compatible with City requirements for second suites, and connect them with potential tenants accessing our services. This program has allowed us to:

- Develop relationships with new landlords
- Help negotiate leases and rental fees sensitive to the needs of both parties
- Negotiate disputes successfully and amicably

We recruited 63 new landlords in 2008.

Workshop/ Outreach Program

SHHC has been funded to build knowledge capacity around housing among seniors isolated by cultural and linguistic barriers. This project disseminated information about market rent housing, tenants' rights and access to affordable housing through workshops conducted in English and Chinese. SHHC looks forward to continuing the program in Chinese and offering the same in South Asian languages. This program :

- Outreached 250 members to disseminate information about housing options
- Disseminated information among 100 seniors.

We conducted a total of 15 workshops

Acknowledgements

We at the Scarborough Housing Help Centre wish to offer our sincere thanks to our funders, board members, volunteers, and staff for the continued support for the year 2008. Your contributions have allowed us to continue helping the people of Scarborough to maintain their housing and lead more secure lives. Without your efforts, Scarborough Housing Help Centre would be only a shadow of what it currently is.

Board of Directors

Allan Ali
Vaijyanthi Chari
Godfrey Edwards
Jeff Ellis

John Harty
Terry Harris
Paula Rankin
Korrie Silver

Funders

City of Toronto- Housing and Homelessness Division
City of Toronto- Social Services Division
Homeless Partnership Initiative
United Way of Greater Toronto
HRSDC- Canada Summer Jobs
Service Canada- New Horizons for Seniors

Staff

Kristina Aizenberg
Shelley Brannen
Chris Brown
Mary Francis
S.Gopikrishna
Lerin Jones
Terhi Lehtonen
John Noel

Karan Sethi
Marsha Smith
Fatemeh Soltanidji
Ruffaro Ushe
Cindy Wu
Rong Wu

Volunteers

Lovely Chowdhury
Leonard Collins
Emily Domboka
Nadine Fairclough
Suneetha Irlapati

Margarit Karagyozyan
Ramona Sansait
Roopali Singla
Nancy Qi



SCARBOROUGH HOUSING HELP CENTRE

FINANCIAL STATEMENT

DECEMBER 31, 2008



SCARBOROUGH HOUSING HELP CENTRE

FINANCIAL STATEMENT

DECEMBER 31, 2008

INDEX	PAGES
Auditor's Report	1
Statement of Financial Position	2
Statement of Operations and Changes in Net Assets - Operating Funds	3
Statement of Operations and Changes in Net Assets- Reserve Fund	4
Statement of Cash Flows	5
Notes to the Financial Statements	6-8



AUDITORS' REPORT

To the Members of
Scarborough Housing Help Centre

We have audited the financial position of Scarborough Housing Help Centre ("SHHC") as at December 31, 2008 and the statements of operations and changes in net assets for the year then ended. These financial statements are the responsibility of SHHC'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 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 organization derives revenue from donations, 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 organization and we were not able to determine whether any adjustments might be necessary to donations, excess of revenues over expenses, current assets and net assets.

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 contributions referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of SHHC as at December 31, 2008 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

McGOVERN, HURLEY, CUNNINGHAM, LLP

**Chartered Accountants
Licensed Chartered Accountants**

TORONTO, Canada
May 11, 2009

2005 Sheppard Avenue East, Suite 300, Toronto, Ontario, Canada, M2J 5B4
Telephone: (416) 496-1234 – Fax: (416) 496-0125 – E-Mail: info@mhc-ca.com – Website: www.mhc-ca.com

SCARBOROUGH HOUSING HELP CENTRE
STATEMENT OF FINANCIAL POSITION
 AS AT DECEMBER 31, 2008

	2008 \$	2007 \$
ASSETS		
CURRENT		
Cash	110,747	105,662
Accounts receivable and prepaid expenses	<u>9,075</u>	<u>6,255</u>
	<u>119,822</u>	<u>111,917</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	12,431	18,320
Deferred revenue (Note 4)	<u>4,322</u>	<u>-</u>
	<u>16,753</u>	<u>18,320</u>
NET ASSETS		
OPERATING FUND	3,069	3,597
RESERVE FUND	<u>100,000</u>	<u>90,000</u>
	<u>103,069</u>	<u>93,597</u>
	<u>119,822</u>	<u>111,917</u>
COMMITMENTS (Note 6)		

APPROVED ON BEHALF OF THE BOARD:

Signed "TERRY HARRIS", Director

Signed "JOHN HARTY", Director

See accompanying notes to the financial statements

SCARBOROUGH HOUSING HELP CENTRE
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
OPERATING FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	2008 \$	2007 \$
REVENUE		
City of Toronto (Note 5)	450,745	368,177
Federal	28,150	18,000
United Way	16,000	9,000
Community donations	12,774	9,867
Bank interest	4,338	4,543
Miscellaneous	<u>6,627</u>	<u>475</u>
	<u>518,634</u>	<u>410,062</u>
EXPENSES		
Salaries and benefits	358,461	271,423
Other	51,944	52,287
Building occupancy	45,614	42,650
Office expenses	23,698	22,444
Building capacity	17,618	-
Accounting and auditing	8,617	6,244
Printing and publicity	<u>3,210</u>	<u>1,920</u>
	<u>509,162</u>	<u>396,968</u>
EXCESS OF REVENUES OVER EXPENSES for the year	9,472	13,094
NET ASSETS (DEFICIENCY) , beginning of the year	<u>3,597</u>	<u>(9,497)</u>
	13,069	3,597
TRANSFER TO RESERVE FUND	<u>10,000</u>	<u>-</u>
NET ASSETS , end of the year	<u><u>3,069</u></u>	<u><u>3,597</u></u>

See accompanying notes to the financial statements

SCARBOROUGH HOUSING HELP CENTRE
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
RESERVE FUND
FOR THE YEAR ENDED DECEMBER 31, 2008

Page 4

	2008 \$	2007 \$
NET ASSETS, beginning of the year	90,000	90,000
TRANSFER FROM OPERATING FUND	<u>10,000</u>	<u>-</u>
NET ASSETS, end of the year	<u>100,000</u>	<u>90,000</u>

See accompanying notes to the financial statements

SCARBOROUGH HOUSING HELP CENTRE
STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED DECEMBER 31, 2008

	2008 \$	2007 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess of revenues over expenses for the year	9,472	13,094
Changes in non-cash working capital:		
(Increase) decrease in accounts receivable and prepaid expenses	(2,820)	1,852
(Decrease) increase in accounts payable and accrued liabilities	(5,889)	4,316
Increase (decrease) in deferred revenue	<u>4,322</u>	<u>(11,000)</u>
Increase in cash	5,085	8,262
Cash, beginning of the year	<u>105,662</u>	<u>97,400</u>
Cash, end of the year	<u><u>110,747</u></u>	<u><u>105,662</u></u>

See accompanying notes to the financial statements

1. PURPOSE OF SHHC

The purpose of Scarborough Housing Help Centre ("SHHC") is to provide a housing referral service of available, affordable housing to those who are homeless or at risk of becoming homeless. SHHC assists homeless persons obtain temporary, emergency shelter or secure permanent accommodations, and assists those at risk of becoming homeless maintain current housing or secure alternate housing.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and their basis of application is consistent with that of the previous year. Outlined below are those policies considered particularly significant.

Fund Accounting:

Revenues and expense related to program delivery and administrative activities are reported in the operating fund.

The Reserve fund is internally established to ensure the continuation of SHHC and is estimated to be equal to minimum operating expenditures for three months.

Revenue Recognition:

SHHC follows the deferral method of accounting for contributions. Contributions externally restricted are recognized as revenue in the year in which the related expenses are recognized. Unrestricted contributions are recorded as revenue when received.

Contributed Services:

Voluntary services are contributed to assist SHHC in carrying out its activities. The fair value of these contributed services cannot be reasonably estimated and have not been recognized in these financial statements.

Office Equipment:

The cost of office equipment is expensed when incurred. During 2008, approximately \$19,600 (2007 - \$10,400) of office equipment purchases were made and expensed.

Income Taxes:

SHHC is a non-profit entity under the Income Tax Act (Canada) and, as such, is exempt from income taxes under section 149 (1)(f).

Use of Estimates:

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires the board of Directors to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the related reported amounts of revenue and expense during the report period. Actual results could differ from those estimates. The Board of Directors believes that the estimates are reasonable.

Continued...

3. FUTURE ACCOUNTING POLICIES

In November 2008, the Canadian Institute of Chartered Accountants ("CICA") issued amendments to Section 1540, Cash flow statement, Section 1751, Interim financial statements, Section 4400, Financial statement presentation by not-for-profit organization, Section 4430, Capital assets held by not-for-profit organization, Section 4460, Disclosure of related party transactions by not-for-profit organization and issued Section 4470, Disclosure of allocated expenses by not-for-profit organization. The new standards will be applicable to interim and annual financial statements relating to fiscal years beginning on or after January 1, 2009. Accordingly, SHHC will adopt the new standards as at January 1, 2009.

Sections 1540 and 1751 have been amended to include not-for-profit organizations within their scope. Section 4400 has been amended in order to eliminate the requirement to treat net assets invested in capital assets as a separate component of net assets and, instead, permit a not-for-profit organization to present such an amount as a category of internally restricted net assets when it chooses to do so. It also clarifies that revenues and expenses must be recognized and presented on a gross basis when a not-for profit organization is acting as a principal in transactions. Section 4430 has been amended to specify that smaller organizations that capitalize their capital assets shall capitalize all classes of capital assets, amortize and write down those assets in accordance with relevant Handbook Sections. Section 4460 has been amended to make the language in Section 4460 consistent with related party transactions, Section 3840. Section 4470 establishes disclosure standards for a not-for-profit organization that classifies its expenses by function and allocates its expenses to a number of functions to which the expenses relate. SHHC is currently assessing the impact that the adoption of these new standards will have on its financial statements.

4. DEFERRED REVENUE

Deferred revenue represents unspent resources externally restricted for the use in the following projects:

	<u>2008</u>	<u>2007</u>
	\$	\$
Streets to Homes	<u>4,322</u>	<u>-</u>

5. REVENUE

Housing Help	268,754	245,477
Rent Bank	50,000	50,000
Streets to Homes	116,940	52,000
Other projects	<u>15,051</u>	<u>20,700</u>
	<u>450,745</u>	<u>368,177</u>

6. LEASE COMMITMENTS

SHHC is committed to minimum rental under a lease for its premises which expires in 2011. Minimum rental commitments remaining under this lease approximate the following:

2010	\$	42,000
2011		42,000
2012		<u>8,000</u>
	\$	<u>92,000</u>

SHHC is committed to minimum rental under a photocopier lease which expires in 2013. Minimum rental commitments remaining under this lease approximate the following:

2009	\$	4,000
2010		4,000
2011		4,000
2012		4,000
2013		<u>1,000</u>
	\$	<u>17,000</u>

7. FINANCIAL INSTRUMENTS

Fair Value:

Canadian generally accepted accounting principles require that SHHC disclose information about the fair value of its financial assets and liabilities. Fair value estimates are made at the balance sheet date, based on relevant market information and information about the financial instrument. These estimates are subjective in nature and involve uncertainties in significant matters of judgement and therefore cannot be determined with precision. Changes in assumptions could significantly affect these estimates.

The carrying amounts for account receivable and accounts payable on the balance sheet approximate fair value because of the limited term of these instruments.

Classification:

SHHC has classified financial instruments included in accounts receivable as loans and receivables and accounts payable as other financial liabilities.

Capital Management:

Capital at SHHC is comprised of net assets. In order to maintain the capital structure, SHHC requires additional funding. SHHC's objectives when managing capital are to safeguard its ability to continue to provide services as described in Note 1. SHHC is not subject to any externally imposed capital requirements.