

Professional Strength • Personal Service • Practical Solutions

## **MICHAEL CUCCIONE FOUNDATION**

*A Private Foundation*

### **FINANCIAL STATEMENTS**

December 31, 2005

  
GALLOWAY  
BOTTESELLE  
& COMPANY

*Associated with*

Porter Hétu  
*International*

*Professional Services Group*

---

## INDEX TO FINANCIAL STATEMENTS

---

	<b>Page</b>
<b>Review Engagement Report</b>	1
<b>Financial Statements</b>	
Statement of Operations and Changes in Net Assets	2
Statement of Financial Position	3
Statement of Cash Flows	4
Notes to Financial Statements	5





**GALLOWAY  
BOTTESELLE  
& COMPANY**

*Associated with*

**Porter Hétu  
International**

*Professional Services Group*

B.M. Galloway \*

E.A. Botteselle \*

B.R. Blamey \*

D.P. Van Gruen \*

R.E. Biedka

K. Kleinhempel

\* Professional Corporation

---

## REVIEW ENGAGEMENT REPORT

---

To the members of **Michael Cuccione Foundation**

We have reviewed the statement of financial position of Michael Cuccione Foundation as at December 31, 2005 and the statements of operations and changes in net assets and cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the Foundation.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.

In common with many non-profit organizations, the Foundation derives most of its revenue from fundraising and donations, the completeness of which is not susceptible to satisfactory review verification. Accordingly, our verification of this revenue 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 this revenue, excess of revenue over expenses, assets or net assets.

Based on our review, except for the effect of adjustments, if any, we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the revenue referred to in the preceding paragraph, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian generally accepted accounting principles.

*Galloway Botteselle & Company*

Certified General Accountants

Vancouver, BC  
May 26, 2006

Maple Place

Professional Centre

300-2000 West 12th Avenue

Vancouver, B.C. V6J 2G2

Tel: 604-736-6581

Fax: 604-736-0152

Email: support@gbco.ca

www.porterhetu.com

**MICHAEL CUCCIONE FOUNDATION**  
**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**  
For the Year Ended December 31, 2005

*Unaudited - See Review Engagement Report*

	2005	2004
<b>Revenues</b>		
Fundraising dinners	\$ 183,852	124,212
Fundraising events	130,111	103,010
Donations	32,034	31,879
Interest	7,117	8,484
Foreign currency exchange gain (loss)	<u>(1,836)</u>	<u>(5,328)</u>
	<u>351,278</u>	<u>262,257</u>
<b>Expenses</b>		
Advertising and promotion	3,707	3,598
Amortization	1,162	1,071
Bank charges and interest	1,573	1,859
Fundraising dinners	37,772	38,857
Fundraising events	34,258	27,856
Office	4,344	3,035
Professional services	1,605	1,878
Telephone	4,083	1,517
Travel	1,296	1,711
Wages and benefits	<u>27,530</u>	<u>4,448</u>
	<u>117,330</u>	<u>85,830</u>
<b>Excess of Revenues over Expenses</b>	<u>233,948</u>	<u>176,427</u>
<b>Net Assets, Beginning of Year</b>	<u>503,203</u>	<u>479,776</u>
	<u>737,151</u>	<u>656,203</u>
<b>Donations</b>	<u>239,000</u>	<u>153,000</u>
<b>Net Assets, End of Year</b>	<u>\$ 498,151</u>	<u>503,203</u>

*See Accompanying Notes*



# MICHAEL CUCCIONE FOUNDATION

## STATEMENT OF FINANCIAL POSITION

As at December 31, 2005

*Unaudited - See Review Engagement Report*

	2005	2004
<b>ASSETS</b>		
<b>Current</b>		
Cash and short-term investments	\$ 476,071	480,897
Accounts receivable (Note 3)	18,223	20,263
Prepaid expenses	1,975	1,855
	<u>496,269</u>	<u>503,015</u>
<b>Equipment (Note 4)</b>	<b>3,688</b>	<b>4,849</b>
	<u>\$ 499,957</u>	<u>507,864</u>
<b>LIABILITIES</b>		
<b>Current</b>		
Accounts payable and accrued liabilities (Note 5)	\$ 1,806	4,661
<b>NET ASSETS</b>	<b>498,151</b>	<b>503,203</b>
	<u>\$ 499,957</u>	<u>507,864</u>

*See Accompanying Notes*

**Approved on Behalf of the Board:**

\_\_\_\_\_  
*Michael Cuccione, Sr., President*

\_\_\_\_\_  
*John Audia, Vice President*



# MICHAEL CUCCIONE FOUNDATION

## STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2005

*Unaudited - See Review Engagement Report*

	2005	2004
<b>CASH FLOWS FROM:</b>		
<b>Operating Activities</b>		
Excess of revenues over expenses	\$ 233,948	176,427
Amortization	1,162	1,071
Accounts receivable	2,178	(11,002)
Prepaid expenses	(120)	1,852
Accounts payable and accrued liabilities	(2,994)	2,333
	<b>234,174</b>	<b>170,681</b>
<b>Financing Activities</b>		
Donations	(239,000)	(153,000)
	<b>(239,000)</b>	<b>(153,000)</b>
<b>Investing Activities</b>		
Acquisition of equipment	-	(2,256)
	-	(2,256)
<b>Net Increase/Decrease in Cash</b>	<b>(4,826)</b>	<b>15,425</b>
<b>Cash, Beginning of Year</b>	<b>480,897</b>	<b>465,472</b>
<b>Cash, End of Year</b>	<b>\$ 476,071</b>	<b>480,897</b>

*See Accompanying Notes*



# MICHAEL CUCCIONE FOUNDATION

## NOTES TO FINANCIAL STATEMENTS

December 31, 2005

*Unaudited - See Review Engagement Report*

---

### Note 1 Purpose of the Organization

---

Michael Cuccione Foundation is incorporated under the Societies Act of British Columbia as a not-for-profit organization and is a registered charity under the Income Tax Act.

The Foundation was formed to raise funds through bequests, gifts, donations and various fundraising activities and to expend or administer these funds for cancer research and for the use of children's hospitals located in Canada. In addition, it is also the purpose of the Foundation to raise cancer awareness in the community, to provide emotional support to cancer patients and their families, and to promote the foregoing purposes throughout Canada.

---

### Note 2 Accounting Policies

---

#### Revenue Recognition

The Foundation follows the deferral method of accounting for contributions. Investment income is recorded based on the accrual method.

---

### Note 3 Accounts Receivable

---

	<u>2005</u>	<u>2004</u>
Accrued interest	\$ 2,660	4,163
Fundraising	15,425	16,100
Government agencies	<u>138</u>	<u>-</u>
	<u>\$ 18,223</u>	<u>20,263</u>

---

### Note 4 Equipment

---

	<u>2005</u>	<u>2004</u>
Equipment	\$ 7,348	7,348
Accumulated amortization	<u>3,660</u>	<u>2,499</u>
Net book value	<u>\$ 3,688</u>	<u>4,849</u>

#### Amortization

Equipment is recorded at cost. Amortization is provided for using the following annual rates and methods:

Equipment	20%	Declining balance
-----------	-----	-------------------



# MICHAEL CUCCIONE FOUNDATION

## NOTES TO FINANCIAL STATEMENTS

December 31, 2005

*Unaudited - See Review Engagement Report*

---

### Note 5      Accounts Payable and Accrued Liabilities

---

	<u>2005</u>	<u>2004</u>
Accounts payable	\$     380	2,416
Accrued liabilities	1,000	1,000
Government agencies	<u>426</u>	<u>1,245</u>
	<u>\$ 1,806</u>	<u>4,661</u>

