

# ANNUAL REPORT

2005 • 2006



Comptables  
agrés  
du Québec

**Fondation**

Dear Madam;  
Dear Sir;

It is with great pride that the Foundation of Quebec Chartered Accountants carries out its mission to contribute to the advancement of education in the various fields of expertise of the profession and to promote academic excellence. Our financial results are improving year after year. This is very encouraging given market needs and the growing demand for chartered accountants, which cannot be met at the current pace of recruitment.

The recent campaign to raise funds among members during the annual fee period generated close to \$80,000, bringing total donations for the fiscal year ended March 31, 2006 to over \$140,000. It is also important to mention the resounding success of the Foundation's third golf tournament held at the prestigious Fairmont Manoir Richelieu Golf Club in the magnificent La Malbaie region in September 2005. This event, which was sold out several months in advance, raised over \$38,000. The next fundraising event will take place on Thursday, October 12, 2006, at Ogilvy. We hope to see many of you at the first fashion show exclusively featuring women CAs.

Thanks to the remarkable generosity of numerous CAs and the financial support of many partners, the Foundation has been able to grant over \$95,000 in scholarships to CEGEP and university students aspiring to the CA profession. It should be noted that the increase in financial resources and, as a result, in the number of scholarships, was made possible by the professional work of dedicated staff members and the cooperation of the many volunteers on the scholarship committees. In this regard, the participation of the regional groups should also be mentioned.

Confident in the future and the next generation, the Foundation of Quebec Chartered Accountants optimistically maintains its objective of granting \$100,000 in annual scholarships in the coming fiscal years.

On behalf of all the scholarship recipients supported by the Foundation of Quebec Chartered Accountants, we would like to extend our sincere thanks to all the generous donors, partners and collaborators.

## **A WORD FROM THE CHAIR**



A handwritten signature in dark ink that reads "Gérard Caron FCA". The signature is fluid and cursive, with the letters "G" and "C" being particularly prominent.

**Gérard Caron, FCA**  
Chair of the Board  
Foundation of Quebec Chartered  
Accountants

## **Chair**

**G rard Caron, FCA**

## **Vice-chair**

**Ron Calderoni, CA**

*Samson B clair/Deloitte & Touche, S.E.N.C.R.L.*

## **Secretary-treasurer**

**Daniel McMahon, FCA**

*Ordre des comptables agr es du Qu bec*

## **Directors**

**Fran ois Auger, CA**

*Osler, Hoskin & Harcourt s.r.l.*

**Michel Bergeron, CA**

*Ernst & Young s.r.l. / S.E.N.C.R.L. / LLP*

## **Guest Directors**

**Yvon Couturier, CA**

*KPMG s.r.l. / S.E.N.C.R.L.*

**Philip Friedman, FCA, CA•IFA**

*Nexia Friedman, comptables agr es*

*Soci t  en nom collectif*

**Pierre Gauvreau, FCA**

**Morton Katz, FCA**

*Levi Katz, CA SENCRL*

**Serge Mallette, CA**

*Hydro-Qu bec*

**Marc-St phane Penn e, CA**

*PricewaterhouseCoopers s.r.l.*

**Roxanne Rinfret-Awad, CA**

*Harel Drouin – PKF, S.E.N.C.R.L./LLP*

**Steven Terry Tabac, CA**

*Richler & Tabac SENC*



**BOARD OF  
DIRECTORS**

**To the Members of  
Foundation of Quebec Chartered Accountants**

*Montreal, Quebec*

We have audited the statement of financial position of the "Foundation of Quebec Chartered Accountants" as at March 31, 2006 and the statements of operations, changes in net assets 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.

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 our opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 2006 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

*Morin Cadieux Matteau Normand*

Morin Cadieux Matteau Normand  
COMPTABLES AGRÉÉS, S.E.N.C.

Trois-Rivières, Québec

May 11, 2006

**FINANCIAL  
STATEMENTS**

**March 31, 2006**

**Auditor's Report**

# FOR THE YEAR ENDED

March 31, 2006

## Statements of operations

	2006 \$	2005 \$
<b>REVENUE</b>		
Donations	143,361	108,849
Activity – golf	72,942	47,490
Activity – theater	–	42,020
	<u>216,303</u>	<u>198,359</u>
<b>EXPENSES</b>		
Organizing cost – golf	34,224	34,206
Organizing – theater	–	13,992
Salary and fringe benefits	18,798	18,607
Supplies and miscellaneous expenses	3,941	2,889
Fees	4,343	4,334
Administrative expenses	989	3,365
Bank charges	272	150
Amortization of capital assets	770	1,100
	<u>63,337</u>	<u>78,643</u>
<b>EXCESS OF REVENUES OVER EXPENSES BEFORE SCHOLARSHIPS AND OTHER REVENUES</b>	<u>152,966</u>	<u>119,716</u>
<b>SCHOLARSHIPS</b>	<u>93,900</u>	<u>89,900</u>
<b>EXCESS OF REVENUES OVER EXPENSES BEFORE OTHER REVENUES</b>	<u>59,066</u>	<u>29,816</u>
<b>OTHER REVENUES</b>		
Interest – Investments	<u>3,878</u>	<u>1,954</u>
<b>EXCESS OF REVENUES OVER EXPENSES</b>	<u>62,944</u>	<u>31,770</u>

The notes are an integral part of the financial statements.

# FOR THE YEAR ENDED

March 31, 2006

## Statements of changes in net assets

	Invested in capital assets \$	Unrestricted \$	2006 Total \$	2005 Total \$
<b>BALANCE, BEGINNING OF YEAR</b>	2,565	141,743	144,308	112,538
Add (Deduct):				
<b>EXCESS OF REVENUES OVER EXPENSES (OF EXPENSES OVER REVENUES)</b>	(770)	63,714	62,944	31,770
<b>BALANCE, END OF YEAR</b>	<u>1,795</u>	<u>205,457</u>	<u>207,252</u>	<u>144,308</u>

The notes are an integral part of the financial statements.

**STATEMENT  
OF FINANCIAL  
POSITION**  
*March 31, 2006*

	<b>2006</b>	<b>2005</b>
	<b>\$</b>	<b>\$</b>
<b>ASSETS CURENT</b>		
Cash (Note 3)	258,417	41,112
Short term investments (Note 4)	–	110,379
Account receivable (Note 5)	4,252	4,838
	<u>262,669</u>	<u>156,329</u>
<b>CAPITAL ASSETS</b> (Note 6)	1,795	2,565
	<u>264,464</u>	<u>158,894</u>
<b>LIABILITIES CURRENT</b>		
Accounts payable	6,674	9,000
Related agency, interest-free	50,038	5,586
Deferred revenues	500	–
	<u>57,212</u>	<u>14,586</u>
<b>NET ASSETS</b>		
Invested in capital assets	1,795	2,565
Unrestricted	<u>205,457</u>	<u>141,743</u>
	<u>207,252</u>	<u>144,308</u>
	<u>264,464</u>	<u>158,894</u>

The notes are an integral part of the financial statements.

**NOTES TO  
FINANCIAL  
STATEMENTS**  
*March 31, 2006*

**1. OBJECTIVES OF THE FOUNDATION**

The Foundation was incorporated on December 27, 2001 under Part III of the Quebec Companies Act. Its objective is to contribute to the advancement of education in the various fields of expertise of the CA profession and to promote academic excellence.

**2. SIGNIFICANT ACCOUNTING POLICIES**

***REVENUE RECOGNITION***

The Foundation follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the 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. Endowment contributions are recognized as direct increases in net assets.

***SHORT TERM INVESTMENTS***

Short term investments are carried at cost.

***CAPITAL ASSETS***

Capital assets are carried at cost. The amortization of capital assets is calculated on a declining balance basis at a rate of 30%.

***INCOME TAXES***

The Foundation is not subject to income taxes.

***ACCOUNTING ESTIMATES***

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the statement of financial position as well as disclosure of the amounts of revenues and expenses for the year. These estimates are reviewed periodically and, if adjustments are necessary, they are reported in the year-end results of the year in which they become known.

### 3. CASH

	2006 \$	2005 \$
Cash	85,985	41,112
Business investment savings account, 3%	172,432	—
	<u>258,417</u>	<u>41,112</u>

### 4. SHORT TERM INVESTMENTS

	2006 \$	2005 \$
Guaranteed investment certificate, 1.65%, matured	—	60,000
Guaranteed investment certificate, 1.50%, matured	—	20,000
Guaranteed investment certificate, 1.50%, matured	—	30,379
	<u>258,417</u>	<u>110,379</u>

### 5. ACCOUNT RECEIVABLE

	2006 \$	2005 \$
Sales taxes	4,252	4,358
Others	—	480
	<u>4,252</u>	<u>4,838</u>

### 6. CAPITAL ASSETS

	Cost \$	2006 Accumulated amortization \$	Net value \$	2005 Net value \$
Software	5,900	4,105	1,795	2,565

## **7. FINANCIAL INSTRUMENTS**

### *INTEREST-RATE RISK*

The Foundation's exposure to interest-rate risk is limited. Low variations in net interest rates would not have a significant impact on the excess of revenues over expenses, net receipts or the Foundation's financial situation.

### *FAIR VALUE OF FINANCIAL INSTRUMENTS*

Cash, short term investments, accounts receivable and accounts payable are all short term financial instruments and, therefore, their book value approximates their fair value.

## **8. ECONOMIC DEPENDENCE**

The Foundation receives free space and administrative support from the Ordre des comptables agréés du Québec. Because it is difficult to determine the fair value of these services, they are not reflected in the financial statements.

## **9. NON-MONETARY TRANSACTIONS**

For the year ended March 31, 2006, the Foundation received promotional items, advertising and other sponsorships. These transactions are recorded at fair market value, that is \$11 830 (\$18 695 in 2005) as revenues under "Activity – golf" and an equivalent amount as increased expenses under "Organizing costs – golf".

## **10. CASH FLOWS**

The statement of cash flows is not presented because it does not provide any additional information that would help understand the cash movements during the year.

**Our donors BENEFACTOR  
(\$5,000 to \$14,999)**

Renaud, Richard, CA

**Our donors GOUVERNOR  
(\$1,000 to \$4,999)**

Beaulieu, Louis-Marie, FCA  
Beauséjour, Michel, FCA  
Benoît, Germain, CA  
Breton, Guy, FCA  
Brochu, Pierre, FCA  
Calderoni, Ron, CA  
Cherry, James, FCA  
Friedman, Philip, FCA, CA•IFA  
Fruchter, Mortimer S., CA  
Gauvin, Claude, FCA

Hébert, Michel, CA  
Levesque, Jacques, FCA  
Malette, Serge, CA  
McMahon, Daniel, FCA  
Paris, Alain, FCA  
PSB, CA – SENC  
Ruby Stein Wagner, SENC, CA  
Saucier, Guylaine, FCA  
Seccareccia, Pierre, FCA  
Simard, Patrice, FCA



**DONORS**

**Our donors  
(\$200 to \$999)**

Aldersebaes, Joanne, CA  
Auger, François, CA  
Baker, Albert, FCA  
Bayouk, Michel, CA  
Bélanger, Réal, CA  
Belhumeur, Pierre, CA  
Bergeron, Pierre, CA  
Blanchard, Luc, CA  
Blondin, Jean, CA  
Boily, Dominique, CA  
Boivin, Denis, FCA  
Boucher, Sylvain, CA  
Brodeur, Pierre G., CA  
Bujold, Jean Marie, FCA  
Caron, Gérard, FCA  
Castonguay, Jean-Martin, CA  
Chalifoux, Gérard, CA  
Charest, Claude, CA  
Chatelain, Rhéal J.C., FCA  
Chouinard, Lucie Evelyne, CA  
Côté, Alain, CA  
Cote, Normand, CA  
Couture, Réal, CA  
Couturier, Yvon, CA  
Cyr, Daniel, CA

Daoust, Marcel, FCA  
De Rose, Sylvio, FCA  
Delisle, René, CA  
Delucilla, Umberto, CA  
Desgagnés, Pascale, CA  
Doyon, Michel, CA  
Drolet, Stéphan, FCA, CA•IFA  
Duff, James Alistair, FCA  
Duguay, Jean-Paul, FCA  
Dupuis, Yvon, CA  
Farley, Louis, CA  
Faucher, Jean-Guy, CA  
Fortier, Jean, CA  
Foster, James Eric, CA  
Friedman, Robert Harry, FCA  
Gibeau, André, CA  
Gingras, Gilles, CA  
Girard, Claude, CA  
Hébert, Charles, CA  
Hotte, Georges Henri, FCA  
Hurtubise, André, FCA  
Jaskolka, Norman, FCA  
Joanis, Alain, CA  
Katz, Morton Aaron, FCA  
Labelle, Marcel, CA  
Lacroix, Hugues, CA  
Lafontaine, Yvon, FCA  
Laidley, David Howard, FCA

Laplante, Claire, CA  
Lapointe, Gilles, CA  
Laramée, Danielle, CA  
Lavallée, Guy, CA  
Leblanc, François, CA  
Leduc, Ronald, CA  
Legendre, Gérard, FCA  
Lepage, André, CA, CA•IFA  
Leroux, Monique, FCA  
Létourneau, Richard, CA  
Levitsky, Mortimer Sydney, FCA  
Leznoff, Joseph, CA  
Lines, Donald Peter, CA  
Martel, Marc-Edouard, FCA  
Messier, Diane, CA  
Monarque, Sylvain, CA  
Monet, Vincent, CA  
Morcel, Raymond, FCA  
Morin, Suzanne, FCA  
Niding, Daniel, CA  
Orvoine, Alain, CA  
Pankert, John, CA  
Papineau, Johanne, CA  
Patte, Richard, CA  
Pattee, Richard, CA  
Pepin, Daniel, CA  
Poulin, Jean-Robert, CA  
Provencher, Léo, FCA

Sacomani, Alfred, CA  
Simioni, Robert, CA  
Singer, Ronald, FCA  
Spadorcia, Teresa, CA  
Sureau, Réal, FCA  
Tabac, Steven Terry, CA  
Théroux, Michel, FCA  
Toledano, Daniel, CA  
Truchon, Roland, FCA  
Trudel, Sylvain, CA  
Turcotte, Gilles, CA  
Vasseur, Jean-Pierre, CA  
Wilson, Richard, CA  
Zacchia, Tommaso, CA

## *Our 2005 • 2006 Recipients*

*The Foundation of Quebec Chartered Accountants has established scholarship programs for various student clienteles. The purpose of these programs is to encourage students to continue on the path towards the CA designation and to enhance their knowledge of accounting and the business world.*

*During 2005-2006, a \$10,000 research grant was awarded to a young CA to complete his Ph.D. in accounting. Five scholarships of \$2,500 each were also awarded to students registered in a Master's program (excluding the Professional Education Program of the Ordre des CA). Fifty-five university scholarships ranging from \$450 to \$2,200 were presented to students who have begun or will soon begin the Professional Education Program of the Ordre des CA. Finally, around thirty college students each received a merit scholarship of between \$300 and \$1,000.*

*Congratulations to all our recipients!*

### **Doctoral study financial aid program**

(Scholarship awarded every other years – 2nd instalment)

#### **Louis-Philippe Sirois, CA**

PhD Accounting, *Sauder School of Business –  
University of British Columbia*  
(Career development leave – HEC Montréal)

### **Graduate scholarship program – Master's (Excluding the PEP)**

#### **Bertrand Lemieux, CA**

Master's Degree in Taxation  
*Université de Sherbrooke*

#### **Jason Manel, CA**

MBA  
*HEC Montréal*

#### **Nancy Michaud, CA**

MBA  
*Université Laval*

#### **Rachel Papirakis, CA**

Master's Degree in Professional Accounting  
*Université du Québec à Montréal*

#### **Daniel Tremblay, CA**

Master's Degree in Professional Accounting  
*Université du Québec à Montréal*

## **Graduate scholarship program – PEP**

Vanessa Barter – *Université de Sherbrooke*  
Claudine Bossé – *Université de Sherbrooke*  
Geneviève Buteau-D'eer – *Université du Québec à Chicoutimi*  
Pierre-Luc Cardinal – *HEC Montréal*  
Louise Chassé – *HEC Montréal*  
Annie Demers – *Université Laval*  
Martin Dubuc – *Université du Québec à Trois-Rivières*  
Catherine Fortin – *Université McGill*  
Jean-François Fortin – *Université de Sherbrooke*  
Sébastien Garant – *HEC Montréal*  
Christian Gemme – *Université de Sherbrooke*  
Jolyann Gill-Richard – *Université du Québec à Montréal*  
Marianne Giroux – *HEC Montréal*  
Marie-Claude Harrisson – *Université du Québec à Rimouski*  
Nathalie Hivert – *Université de Sherbrooke*  
Tin Yan Ho – *École de gestion John Molson, Université Concordia*  
Anne-Marie Hubert – *HEC Montréal*  
Claudia Lapointe – *Université Laval*  
Sylvie Laroche – *Université du Québec en Outaouais*  
Sylvie Lavoie – *Université du Québec à Rimouski*  
Lise Leblanc – *Université du Québec à Rimouski, campus de Lévis*  
Sylvie Ménard – *Université de Sherbrooke*  
Sandra Paoliello – *Université McGill*  
Claudie Paré – *Université du Québec en Abitibi-Témiscamingue*  
Luc Poirier – *Université du Québec à Rimouski*  
Marlène Poirier – *Université du Québec à Rimouski*  
Simon Poirier – *Université du Québec à Chicoutimi*  
Maminirina Rasamoely – *Université du Québec à Trois-Rivières*  
Pascale Richard – *Université du Québec à Rimouski*  
Sébastien Rodrigue – *Université de Sherbrooke*  
Marsha Saatsaz – *École de gestion John Molson, Université Concordia*  
Julie Santucci – *Université du Québec à Montréal*  
Philippe St-Pierre – *Université du Québec à Trois-Rivières*  
Isabelle Thériault – *Université du Québec à Rimouski*  
Manon Tremblay – *Université du Québec à Chicoutimi*

## **Undergraduate scholarship program**

Marco Champagne – *Université du Québec à Trois-Rivières*  
Andréane Clermont – *Université du Québec à Rimouski*  
Annie-Claude Courchesne – *HEC Montréal*  
Claudine Couture – *Université du Québec en Outaouais*  
Joanie Cyr – *Université du Québec en Abitibi-Témiscamingue*  
Mikoua Davidson – *Université du Québec à Montréal*  
Pierre-Olivier Desrosiers – *Université du Québec à Trois-Rivières*  
Jonathan Dumont-Veillette – *Université du Québec à Trois-Rivières*  
Joanie Gélinas – *Université du Québec à Trois-Rivières*  
Virginie Labbé – *Université du Québec à Trois-Rivières*  
Kevin Labrecque – *HEC Montréal*  
Kevin Lachance – *Université du Québec à Rimouski, campus de Lévis*

Amélie Langlois – Université du Québec en Outaouais  
Alexandre Lemieux-Hudon – Université de Sherbrooke  
Geneviève Lessard – Université du Québec en Abitibi-Témiscamingue  
Valentina Levina – Université McGill  
Mylène Ménard – Université Laval  
Sylvain Nadeau – Université du Québec à Rimouski  
Cindy Poliquin – Université Laval  
Charles Zane – École de gestion John Molson, Université Concordia

### **CEGEP scholarship program**

Amenda Bhalla – Collège John Abbott  
Audrey Bistodeau – Cégep de Trois-Rivières  
Pascale Boivin – Cégep de Ste-Foy  
Christine Bouchard – Cégep de La Pocatière  
François Bourbeau – Cégep de Drummondville  
France Boutin – Cégep Lévis-Lauzon  
Marie-Pier Champagne – Cégep de Ste-Foy  
Lisa-Marie Gilbert – Cégep de Thetford Mines  
Maxime Hamelin – Cégep de Shawinigan  
Nancy G. Hurteau – Cégep Sorel-Tracy  
Kathleen Isabelle-Mercier – Cégep de La Pocatière  
Jasmine Kastner – Collège John Abbott  
Guillaume Lanoie – Cégep de St-Hyacinthe  
Guillaume Lapierre – Cégep Sept-Îles  
Stéphanie Lemaire – Cégep de Granby Haute-Yamaska  
Bruno Lépine – Cégep de Ste-Foy  
Christelle Maheux – Cégep de Thetford Mines  
Charlène Paradis-Giroux – Cégep de La Pocatière  
Marc-André Perreault – Cégep de Thetford Mines  
Johanie Plante – Cégep de Victoriaville  
Mélanie Poulin – Cégep de Thetford Mines  
Maxime Rajotte – Cégep Sorel-Tracy  
Marcel Talbot – Cité collégiale  
Lynn Théberge – Collège Mérici  
Cortney Zacarias – Collège John Abbott

*The Foundation also awarded scholarship funds to the following institutions to highlight the social commitment and excellence of certain students whose names have not yet been released:*

Cégep de Chicoutimi  
Cégep de Jonquière  
Cégep de Rimouski  
Cégep de Rivière-du-Loup  
Cégep St-Jean-sur-Richelieu