

STOP ABUSE IN FAMILIES (SAIF) SOCIETY
Financial Statements
Year Ended December 31, 2020

Draft for discussion purposes only

STOP ABUSE IN FAMILIES (SAIF) SOCIETY
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Year Ended December 31, 2020

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of STOP ABUSE IN FAMILIES (SAIF) SOCIETY

I have reviewed the accompanying financial statements of STOP ABUSE IN FAMILIES (SAIF) SOCIETY (the Society) that comprise the statement of financial position as at December 31, 2020, and the statements of revenues and expenditures, changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Practitioner's Responsibility

My responsibility is to express a conclusion on the accompanying financial statements based on my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, I do not express an audit opinion on these financial statements.

Basis for Qualified Conclusion

In common with many not-for-profit organizations, the Society derives revenue from fundraising activities and donations, the completeness of which is not susceptible to me obtaining evidence I considered necessary for the purpose of the review. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in the records of the Society. Therefore, I was not able to determine whether any adjustments might be necessary to fundraising revenue, excess of revenues over expenses, and cash flows from operations for the year ended December 31, 2020, current assets and net assets as at December 31, 2020.

(continues)

Independent Practitioner's Review Engagement Report to the Members of STOP ABUSE IN FAMILIES (SAIF) SOCIETY (*continued*)

Qualified Conclusion

Based on my review, except for the possible effects of the matter described in the *Basis for Qualified Conclusion* paragraph, nothing has come to my attention that causes me to believe that the financial statements do not present fairly, in all material respects, the financial position of STOP ABUSE IN FAMILIES (SAIF) SOCIETY as at December 31, 2020, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

St. Albert, Alberta
May 12, 2021

Ken Macrae Professional Corporation
CHARTERED PROFESSIONAL ACCOUNTANT

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STOP ABUSE IN FAMILIES (SAIF) SOCIETY
Statement of Financial Position
As at December 31, 2020

	2020	2019
ASSETS		
CURRENT		
Cash	\$ 519,094	\$ 140,417
Short term investments (Note 3)	81,400	25,883
Accounts receivable	210	2,421
Goods and services tax recoverable	1,398	1,225
Prepaid expenses	3,392	2,506
	<u>605,494</u>	<u>172,452</u>
LONG TERM INVESTMENTS (Note 4)	71,074	51,256
RESTRICTED CASH (Note 5)	14,857	3,920
CAPITAL ASSETS (Note 6)	29,427	7,362
LEASE DEPOSIT	1,943	2,934
	<u>\$ 722,795</u>	<u>\$ 237,924</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 9,539	\$ 2,392
Wages payable	1,359	1,190
Unexpended gaming funds (Note 7)	14,857	3,902
Deferred revenue (Note 8)	329,673	32,289
	<u>355,428</u>	<u>39,773</u>
LONG TERM DEBT (Note 9)	30,000	-
	<u>385,428</u>	<u>39,773</u>
NET ASSETS		
Unrestricted net assets	307,940	190,789
Investment in capital assets	29,427	7,362
	<u>337,367</u>	<u>198,151</u>
	<u>\$ 722,795</u>	<u>\$ 237,924</u>

ON BEHALF OF THE BOARD

_____ Director

_____ Director

STOP ABUSE IN FAMILIES (SAIF) SOCIETY
Statement of Revenues and Expenditures
For the Year Ended December 31, 2020

	2020	2019
REVENUES		
Donations and honorariums	\$ 177,827	\$ 142,249
FCSS funding - City of St. Albert - base	63,310	69,255
CFSA Edmonton and area	49,026	37,225
City of St. Albert	36,000	46,592
Canadian Women's Foundation	25,000	-
Government of Alberta	23,106	-
Edmonton Community Foundation	15,000	8,300
Federal New Horizons Grant	14,091	56,260
FCSS - Family and Community	14,050	-
Casino and bingo revenue (Note 7)	12,273	26,992
United Way - Elder Abuse	10,000	-
FCSS funding - Sturgeon County	9,909	30,000
St. Albert Community Foundation	7,226	-
Fundraising - auction, golf and other	1,740	53,699
Membership and Intake Admission fees	400	925
Edmonton Realtors Foundation	-	2,500
	458,958	473,997
EXPENSES		
Salaries, wages and benefits	254,384	269,323
Premises lease	33,286	37,579
Program supplies and materials	19,927	4,033
Office operating and supplies	16,256	4,178
Public relations	12,852	14,451
Accounting and legal fees	10,346	10,501
Office moving expenses	5,840	-
Insurance	5,297	7,592
Telephone and internet	3,855	2,322
Memberships, subscriptions and licenses	3,381	4,769
Fundraising - auction, golf and other	3,194	19,064
Bank charges and fees	549	1,164
Travel	459	765
Training	350	-
Elder Abuse program	-	2,578
	369,976	378,319
EXCESS OF REVENUES OVER EXPENSES FROM OPERATIONS	88,982	95,678
OTHER INCOME		
Canadian government assistance (Note 10)	58,764	-
Interest income	1,869	1,625
Miscellaneous income	154	25
	60,787	1,650
EXCESS OF REVENUES OVER EXPENSES	\$ 149,769	\$ 97,328

STOP ABUSE IN FAMILIES (SAIF) SOCIETY
Statement of Changes in Net Assets
For the Year Ended December 31, 2020

	Unrestricted Net Assets	Investment in Capital Assets	2020	2019
NET ASSETS - BEGINNING OF YEAR	\$ 190,789	\$ 7,362	\$ 198,151	\$ 102,664
Excess of revenue over expenses	149,769	-	149,769	97,328
Purchase of capital assets	(32,618)	32,618	-	-
Amortization of capital assets	-	(10,553)	(10,553)	(1,841)
NET ASSETS - END OF YEAR	\$ 307,940	\$ 29,427	\$ 337,367	\$ 198,151

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STOP ABUSE IN FAMILIES (SAIF) SOCIETY
Statement of Cash Flows
For the Year Ended December 31, 2020

	2020	2019
OPERATING ACTIVITIES		
Funding receipts	\$ 758,725	\$ 482,966
Cash paid to suppliers and employees	(362,555)	(377,909)
Interest received	1,869	1,624
Purchase of short term investments	(55,517)	-
Goods and services tax	(173)	(44)
Government assistance	58,764	-
	<u>401,113</u>	<u>106,637</u>
Cash flow from operating activities		
INVESTING ACTIVITIES		
Purchase of capital assets	(32,618)	-
Purchase of long term investments	(19,818)	(818)
	<u>(52,436)</u>	<u>(818)</u>
Cash flow used by investing activities		
FINANCING ACTIVITY		
Proceeds from CEBA loan	30,000	-
	<u>30,000</u>	<u>-</u>
INCREASE IN CASH FLOW	378,677	105,819
Cash - beginning of year	<u>140,417</u>	<u>34,598</u>
CASH - END OF YEAR	\$ 519,094	\$ 140,417
CASH CONSISTS OF:		
Cash	<u>\$ 519,094</u>	<u>\$ 140,417</u>

STOP ABUSE IN FAMILIES (SAIF) SOCIETY
Notes to Financial Statements
For the Year Ended December 31, 2020

1. PURPOSE OF THE SOCIETY

STOP ABUSE IN FAMILIES (SAIF) SOCIETY (the "Society") is incorporated under the Societies Act of Alberta as a not-for-profit organization and is a registered charity under the Income Tax Act. The mission statement of the Society is to promote healthy, respectful relationships through education, support and advocacy. The vision is that society will one day be abuse free. That each individual shall live without fear of physical, sexual, emotional, verbal, financial or spiritual abuse.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Cash

Cash includes bank accounts and petty cash. Investments in term deposits are shown separately as short or long term investments, based on their maturity date.

Equipment

Equipment is stated at cost or deemed cost less accumulated amortization and is amortized over its estimated useful life on a declining balance basis at the following rates and methods:

Office furniture and equipment	20%	declining balance method
Computer equipment	30%	declining balance method
Leasehold improvements	20%	declining balance method

The Society regularly reviews its equipment to eliminate obsolete items.

Equipment acquisitions are not amortized until placed into use.

Revenue recognition

STOP ABUSE IN FAMILIES (SAIF) SOCIETY 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.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Seminar fees are recognized as revenue when the seminars are held.

Deferred contributions

Deferred contributions relating to equipment are amortized over the life of the asset to which they were received.

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STOP ABUSE IN FAMILIES (SAIF) SOCIETY
Notes to Financial Statements
For the Year Ended December 31, 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Contributed services

The operations of the organization depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

When the Society issues financial instruments that include both a debt and equity component, the entire proceeds are allocated to the debt component, and the equity component is assigned a measurement amount of \$nil.

When financial instruments that include both a debt and an equity component are issued, the proceeds are allocated firstly to the component for which the fair value is more readily determinable, and the residual is allocated to the other component.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

3. SHORT TERM INVESTMENTS

Short term investments consist of term deposits with fixed interest rates and maturity dates within the next twelve months.

4. LONG TERM INVESTMENTS

Long term investments consist of term deposits with fixed interest rates and maturity dates more than twelve months from the year end.

5. RESTRICTED CASH

The Society maintains separate bank accounts for restricted funds received from casino and bingo activities as per the requirements of the AGLC. As of December 31, 2020, \$14,857 (2019: \$3,902) of casino and bingo funds were restricted; to be spent on authorized programs as per their approved gaming license.

STOP ABUSE IN FAMILIES (SAIF) SOCIETY
Notes to Financial Statements
For the Year Ended December 31, 2020

6. CAPITAL ASSETS

	Cost	Accumulated amortization	2020 Net book value	2019 Net book value
Office furniture and equipment	\$ 112,430	\$ 104,916	\$ 7,514	\$ 7,362
Computer equipment	25,573	7,672	17,901	-
Leasehold improvements	5,015	1,003	4,012	-
	\$ 143,018	\$ 113,591	\$ 29,427	\$ 7,362

7. UNEXPENDED GAMING FUNDS

Unexpended gaming funds include the portion of funds received from casino and bingo activities for the purpose of carrying on programs by the society as approved by the AGLC.

	2020	2019
Unexpended gaming funds at the beginning of year	\$ 3,902	\$ 20,994
Gaming funds received	23,228	9,900
Amount spent and recognized to revenue	(12,273)	(26,992)
Unexpended gaming funds at end of year	\$ 14,857	\$ 3,902

8. DEFERRED REVENUE

Deferred revenue represents unspent restricted contributions or funding received in advance of the actual funding period. The deferred revenue balance is made up of the following:

	2020	2019
2021/22 Operating Expense	\$ 94,460	\$ -
Community Foundation	88,076	-
City of St. Albert	75,000	-
FCSS/Youth	38,091	6,000
New Directions	20,589	12,990
Elder Abuse	12,134	76
Emergency Funding	1,323	1,323
Childrens Program	-	700
Moving Expense	-	11,200
	\$ 329,673	\$ 32,289

STOP ABUSE IN FAMILIES (SAIF) SOCIETY
Notes to Financial Statements
For the Year Ended December 31, 2020

9. LONG TERM DEBT

	2020	2019
Servus Credit Union (Canada Emergency Business Account) loan bearing interest at 0% per annum, repayable on maturity. The loan matures on December 31, 2022.	\$ 30,000	\$ -
Less amounts payable within one year	-	-
	\$ 30,000	\$ -

Principal repayment terms are approximately:

2022	\$ 30,000
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10. CANADIAN GOVERNMENT ASSISTANCE

The COVID-19 pandemic has brought about various programs to assist with the payment of wages, rent and general overhead. The Society has accessed a few programs and received \$48,763.62 in direct reimbursement of expenses and another \$10,000 from the forgivable portion of the \$40,000 Canada Emergency Business Account (CEBA) loan. The loan is non-interest bearing with no repayment required until December 31, 2022. Repayment of any portion of the loan on or before December 31, 2022, will result in loan forgiveness of 25% of the amount paid, to a maximum forgiveness of \$10,000. The forgivable portion of the loan has been recognized as revenue this year, as per the requirements of the lender.

Should the Society choose to carry a balance beyond December 31, 2022, the remaining principal owed will be renewed with a 5% per annum interest rate and an amended maturity date.

11. CAPITAL MANAGEMENT

Capital management is the stewardship of the Society's net assets which is mainly comprised of cash, term deposits and capital assets. As of December 31, 2020, the society's net assets are \$337,367 (2019; \$198,151). The society's objectives when managing capital are to maintain financial strength, to protect its ability to meet ongoing obligations and to continue as a going concern. The Society believes they have met their capital objectives for the year ended December 31, 2020.

12. FINANCIAL INSTRUMENTS

The Society is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Society's risk exposure and concentration as of December 31, 2020.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Society is exposed to this risk mainly in respect of its receipt of government funding and donations.

STOP ABUSE IN FAMILIES (SAIF) SOCIETY
Notes to Financial Statements
For the Year Ended December 31, 2020

13. SUBSEQUENT EVENTS

In March 2020, the World Health Organization declared a global pandemic due to the novel coronavirus (COVID-19). The situation is constantly evolving, and the measures put in place are having multiple impacts on local, provincial, national and global economies.

As at May 12, 2021, the Society is aware of changes in its operations as a result of the COVID-19 crisis, including how they deliver their programs.

Management is uncertain of the effects of these changes on its financial statements and believes that any disturbance may be temporary; however, there is uncertainty about the length and potential impact of the disturbance.

As a result, we are unable to estimate the potential impact on the Society's operations as at the date of these financial statements.

14. COMPARATIVE FIGURES

The financial statements have been restated where necessary to conform with the presentation adopted for the current year .

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