

ST. AIDAN'S HOUSE SOCIETY
Financial Statements
Year Ended March 31, 2015

ST. AIDAN'S HOUSE SOCIETY
Index to Financial Statements
Year Ended March 31, 2015

	Page
INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENTS	
Statement of Financial Position	2
Statement of Revenues and Expenditures	3
Statement of Changes in Net Assets	4
Statement of Cash Flows	5
Notes to Financial Statements	6 - 8
Rental Account (<i>Schedule 1</i>)	9
Foster Care Program (<i>Schedule 2</i>)	10
MAC Project (<i>Schedule 3</i>)	11

Shoemaker, Viney & Friesen

CHARTERED ACCOUNTANTS

John S. Shoemaker Professional Corporation

Tina J. Viney Professional Corporation

Timothy J. Friesen Professional Corporation

INDEPENDENT AUDITOR'S REPORT

To the Members of St. Aidan's House Society

We have audited the accompanying financial statements of St. Aidan's House Society, which comprise the statement of financial position as at March 31, 2015 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 generally accepted accounting principles, 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.

Auditor's Responsibility

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of St. Aidan's House Society as at March 31, 2015 and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for nonprofit organizations.

Westlock, Alberta
October 9, 2015



CHARTERED ACCOUNTANTS

ST. AIDAN'S HOUSE SOCIETY
Statement of Financial Position
March 31, 2015

	2015	2014
ASSETS		
CURRENT		
Cash	\$ 244,560	\$ 175,947
Canada Savings Bond	9,761	9,761
Accounts receivable	-	16,579
Goods and services tax recoverable	1,883	998
Prepaid expenses	-	2,287
	<u>256,204</u>	<u>205,572</u>
PROPERTY AND EQUIPMENT <i>(Note 4)</i>	<u>197,694</u>	<u>203,960</u>
	<u>\$ 453,898</u>	<u>\$ 409,532</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 9,400	\$ 19,012
Employee deductions payable	-	1,447
	<u>9,400</u>	<u>20,459</u>
NET ASSETS		
Unrestricted net assets	235,883	174,192
Investment in property, plant and equipment	197,695	203,961
All Saints Parish contribution <i>(Note 7)</i>	10,920	10,920
	<u>444,498</u>	<u>389,073</u>
	<u>\$ 453,898</u>	<u>\$ 409,532</u>

ON BEHALF OF THE BOARD

_____ Director

_____ Director

ST. AIDAN'S HOUSE SOCIETY
Statement of Revenues and Expenditures
Year Ended March 31, 2015

	2015	2014
REVENUE		
Foster Care Program <i>(Schedule 2)</i>	\$ 486,491	\$ 496,268
MAC Project <i>(Schedule 3)</i>	110,303	-
Rental Account <i>(Schedule 1)</i>	81,200	60,332
	<u>677,994</u>	<u>556,600</u>
EXPENSES		
Foster Care Program <i>(Schedule 2)</i>	492,887	492,791
MAC Project <i>(Schedule 3)</i>	83,911	-
Rental Account <i>(Schedule 1)</i>	45,771	56,548
	<u>622,569</u>	<u>549,339</u>
EXCESS OF REVENUE OVER EXPENSES FROM OPERATIONS	55,425	7,261
OTHER INCOME (EXPENSES)	-	(5,000)
EXCESS OF REVENUE OVER EXPENSES	<u>\$ 55,425</u>	<u>\$ 2,261</u>

ST. AIDAN'S HOUSE SOCIETY
Statement of Changes in Net Assets
Year Ended March 31, 2015

	Unrestricted Net Assets	Investment in Property, plant and equipment	All Saints Parish Contribution	2015	2014
NET ASSETS - BEGINNING OF YEAR	\$ 174,192	\$ 203,961	\$ 10,920	\$ 389,073	\$ 386,812
Excess of revenue over expenses	55,425	-	-	55,425	2,261
Amortization on property, plant and equipment	6,266	(6,266)	-	-	-
NET ASSETS - END OF YEAR	\$ 235,883	\$ 197,695	\$ 10,920	\$ 444,498	\$ 389,073

ST. AIDAN'S HOUSE SOCIETY
Statement of Cash Flows
Year Ended March 31, 2015

	2015	2014
OPERATING ACTIVITIES		
Excess of revenue over expenses	\$ 55,425	\$ 2,261
Item not affecting cash:		
Amortization of property, plant and equipment	6,266	6,904
	<u>61,691</u>	<u>9,165</u>
Changes in non-cash working capital:		
Accounts receivable	16,579	9,900
GST payable (recoverable)	(885)	(617)
Prepaid expenses	2,287	(2,287)
Accounts payable	(9,612)	9,612
Employee deductions payable	(1,447)	710
	<u>6,922</u>	<u>17,318</u>
INCREASE IN CASH FLOW	68,613	26,483
CASH - BEGINNING OF YEAR	<u>175,947</u>	<u>149,464</u>
CASH - END OF YEAR	\$ 244,560	\$ 175,947

ST. AIDAN'S HOUSE SOCIETY
Notes to Financial Statements
March 31, 2015

1. PURPOSE OF THE SOCIETY

St. Aidan's House Society (the "Society") is incorporated under the Alberta Societies Act as a not-for-profit organization. The Society operates a foster care program within the Regional Municipality of Wood Buffalo. The Society is exempt from income taxes under section 149(1)(f) of the Income Tax Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for nonprofit organizations (ASNPO).

Cash equivalents

Highly liquid investments with maturities of one year or less at date of purchase are considered to be cash equivalents.

Income taxes

The organization is registered as a charitable society under the Income Tax Act (the "Act") and as such is exempt from income taxes and is able to issue donation receipts for income tax purposes. In order to maintain its status as a registered charity under the Act, a society must meet certain requirements within the Act. In the opinion of management, these requirements have been met.

Revenue recognition

The Society follows the deferral method of accounting for contributions. Unrestricted contributions are recognized as revenue when received or receivable. Contributions that are restricted for a specific purpose are deferred and recognized as revenue when the related expenses are incurred.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for nonprofit 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.

Financial instruments policy

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.

(continues)

ST. AIDAN'S HOUSE SOCIETY
Notes to Financial Statements
March 31, 2015

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

Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated amortization. Property, plant and equipment are amortized over their estimated useful lives at the following rates and methods:

Buildings	2%	declining balance method
Paving	8%	declining balance method
Equipment	20%	declining balance method
Computer equipment	30%	declining balance method

3. FINANCIAL INSTRUMENTS

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Society manages exposure through its normal operating and financing activities. The Society is exposed to interest rate risk primarily through its floating interest rate bank indebtedness and credit facilities.

Commodity risk

The Society is exposed to fluctuations in commodity prices for natural gas, crude oil and natural gas liquids. Commodity prices are affected by many factors including supply, demand and the Canadian to U.S. dollar exchange rate. The Society had no financial hedges or price commodity contracts in place at year end.

4. PROPERTY AND EQUIPMENT

	Cost	Accumulated amortization	2015 Net book value	2014 Net book value
Buildings	\$ 314,851	\$ 131,418	\$ 183,433	\$ 187,176
Paving	11,670	4,877	6,793	7,384
Equipment	43,973	36,866	7,107	8,884
Computer equipment	18,435	18,074	361	516
	<u>\$ 388,929</u>	<u>\$ 191,235</u>	<u>\$ 197,694</u>	<u>\$ 203,960</u>

5. ECONOMIC DEPENDENCE

The Society is economically dependent on the provincial government to provide funding for its operation. The Society would be unable to operate in this capacity if this funding was discontinued.

ST. AIDAN'S HOUSE SOCIETY
Notes to Financial Statements
March 31, 2015

6. CONTINGENT LIABILITY

The Society has been allowed to retain surpluses by agreement with the Province of Alberta. The repayment of these surpluses is uncertain as to maturity and amount. Currently, there is no requirement to repay these surpluses.

7. ALL SAINTS PARISH CONTRIBUTION

The Parish had made a contribution towards the cost of the Annex. It is not currently subject to repayment terms.

ST. AIDAN'S HOUSE SOCIETY
Rental Account
Year Ended March 31, 2015

(Schedule 1)

	2015	2014
Rental Income	\$ 81,200	\$ 60,332
Expenses		
Administrative services	6,660	7,299
Amortization	6,266	6,904
Child care maintenance contributions	3,086	2,046
Consulting expenses - Society	3,935	9,383
Employee benefits - capital account	10,750	10,000
Foster appreciation - capital account	1,340	905
Group home bookkeeping	7,000	7,000
Group home insurance	4,292	4,535
Interest on foster care	90	76
Office supplies - capital account	2,287	4,725
Repairs and maintenance	-	3,553
Utilities	65	122
	45,771	56,548
INCOME FROM RENTAL	\$ 35,429	\$ 3,784

ST. AIDAN'S HOUSE SOCIETY
Foster Care Program
Year Ended March 31, 2015

(Schedule 2)

	2015	2014
REVENUE		
Alberta Government Funding	\$ 310,798	\$ 290,188
Contract Income - OBSD	144,493	174,880
C.O.L.A. Funding	31,200	31,200
	<u>486,491</u>	<u>496,268</u>
EXPENSES		
Advertising	1,279	1,680
Association fees	3,953	1,750
Bookkeeping	3,500	3,500
Education and workshops	1,494	1,512
Employee training	4,417	4,576
Foster parent appreciation	1,876	1,227
Foster parent per diem	110,674	124,086
Foster parent recruitment	2,333	2,531
Foster child care maintenance	6,606	7,861
Insurance	2,595	2,595
Interest and bank charges	248	701
OBSD (Outcome Based Service Delivery)	41,842	38,811
Office supplies and postage	3,022	2,936
Other shared support	3,469	-
Professional fees	9,500	10,204
Program expenses	7,026	7,543
Rent	10,200	10,200
Staff travel and accomodations	4,868	5,109
Telephone	5,468	6,067
Training - foster parent courses	2,318	2,580
Wages	196,802	186,562
Wage benefits	30,397	32,210
Wages - COLA	31,200	31,200
Wages - relief	7,800	7,350
	<u>492,887</u>	<u>492,791</u>
INCOME (LOSS) FROM OPERATIONS	<u>\$ (6,396)</u>	<u>\$ 3,477</u>

ST. AIDAN'S HOUSE SOCIETY
MAC Project
Year Ended March 31, 2015

(Schedule 3)

	2015	2014
REVENUE		
Other	\$ 47,370	\$ -
NAABA	37,933	-
RMWB	25,000	-
	<u>110,303</u>	<u>-</u>
EXPENSES		
Advertising	296	-
Hosting	252	-
Insurance	2,609	-
Office supplies	254	-
Program	235	-
Rent	6,000	-
Staff travel	397	-
Supplies	5,699	-
Wages	62,924	-
Website expenses	5,245	-
	<u>83,911</u>	<u>-</u>
INCOME (LOSS) FROM OPERATIONS	<u>\$ 26,392</u>	<u>\$ -</u>