

ST. AIDAN'S HOUSE SOCIETY
Financial Statements
Year Ended March 31, 2023

ST. AIDAN'S HOUSE SOCIETY
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Year Ended March 31, 2023

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INDEPENDENT AUDITOR'S REPORT

To the Members of St. Aidan's House Society

Opinion

We have audited the financial statements of St. Aidan's House Society (the Society), which comprise the statement of financial position as at March 31, 2023, and the statements of revenues and expenditures, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Society as at March 31, 2023, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO)

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Society in accordance with ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with 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.

In preparing the financial statements, management is responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Society's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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Independent Auditor's Report to the Members of St. Aidan's House Society (*continued*)

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Society's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

The engagement partner on the audit resulting in this independent auditor's report is Kendra Stasiuk, CPA CA.

Westlock, Alberta
August 17, 2023

Friesen Viney Stasiuk
FRIESEN VINEY STASIUK
CHARTERED PROFESSIONAL ACCOUNTANTS

ST. AIDAN'S HOUSE SOCIETY

St. Aidan's House Society

Statement of Financial Position

March 31, 2023

	MAC Fund 2023	Seniors Fund 2023	Rental Fund 2023	General Fund 2023	Total 2023	Total 2022
ASSETS						
CURRENT						
Cash	\$ 303,710	\$ 361,373	\$ 30,560	\$ -	\$ 695,643	\$ 739,280
Accounts receivable	-	-	-	12,901	12,901	13,975
Goods and services tax recoverable	580	1,827	200	-	2,607	3,443
Prepaid expenses	-	6,291	-	-	6,291	3,056
	304,290	369,491	30,760	12,901	717,442	759,754
LONG TERM INVESTMENTS	-	-	-	-	-	11,063
PROPERTY, PLANT AND EQUIPMENT (Note 5)	-	4,907	123,166	-	128,073	129,720
	\$ 304,290	\$ 374,398	\$ 153,926	\$ 12,901	\$ 845,515	\$ 900,537
LIABILITIES AND NET ASSETS						
CURRENT						
Accounts payable	\$ 1,000	\$ 12,000	\$ 1,950	\$ -	\$ 14,950	\$ 14,001
Employee deductions payable	4,007	18,487	-	-	22,494	15,667
Deposits received	-	-	1,000	-	1,000	1,000
Callable debt due in one year (Note 6)	-	-	-	40,000	40,000	-
	5,007	30,487	2,950	40,000	78,444	30,668
Callable debt due thereafter (Note 6)	-	-	-	-	-	40,000
	5,007	30,487	2,950	40,000	78,444	70,668
NET ASSETS						
Externally restricted	299,283	343,911	-	-	643,194	610,842
Internally restricted	-	-	150,976	-	150,976	164,027
Unrestricted	-	-	-	(27,099)	(27,099)	55,000
	299,283	343,911	150,976	(27,099)	767,071	829,869
	\$ 304,290	\$ 374,398	\$ 153,926	\$ 12,901	\$ 845,515	\$ 900,537

CONTINGENT LIABILITIES (Note 8)

LEASE COMMITMENTS (Note 9)

ON BEHALF OF THE BOARD

Director

Director

ST. AIDAN'S HOUSE SOCIETY
Statement of Revenues and Expenditures
Year Ended March 31, 2023

	2023	2022
REVENUE		
Seniors Program (<i>Schedule 1</i>)	\$ 658,656	\$ 609,135
MAC Project (<i>Schedule 2</i>)	163,114	18,025
Rental (<i>Schedule 3</i>)	18,007	21,150
Donations	12,901	-
Interest income	411	-
Government subsidies	-	20,000
Endowment (<i>Schedule 4</i>)	-	1,093
	<u>853,089</u>	<u>669,403</u>
EXPENSES		
Seniors Program (<i>Schedule 1</i>)	687,261	628,822
MAC Project (<i>Schedule 2</i>)	187,145	160,122
Rental (<i>Schedule 3</i>)	26,217	21,861
Donations	11,474	-
Endowment (<i>Schedule 4</i>)	-	30
	<u>912,097</u>	<u>810,835</u>
DEFICIENCY OF REVENUE OVER EXPENSES	<u>\$ (59,008)</u>	<u>\$ (141,432)</u>

Statement of Changes in Net Assets
Year Ended March 31, 2023

	MAC Fund	Seniors Fund	Rental Fund	General Fund	Endowment Fund	2023	2022
NET ASSETS - BEGINNING OF YEAR	\$ 290,475	\$ 310,367	\$ 162,964	\$ 55,000	\$ 11,063	\$ 829,869	\$ 1,006,685
Deficiency of revenue over expenses	(24,031)	(28,605)	(8,210)	1,838	-	(59,008)	(141,432)
Approved interfund transfers (Note 4)	32,839	62,149	12	(83,937)	(11,063)	-	-
Prior period adjustment (Note 10)	-	-	(3,790)	-	-	(3,790)	(35,384)
NET ASSETS - END OF YEAR	\$ 299,283	\$ 343,911	\$ 150,976	\$ (27,099)	\$ -	\$ 767,071	\$ 829,869

ST. AIDAN'S HOUSE SOCIETY
Statement of Cash Flows
Year Ended March 31, 2023

	2023	2022
OPERATING ACTIVITIES		
Deficiency Of Revenue Over Expenses	\$ (59,008)	\$ (141,432)
Item not affecting cash:		
Amortization of property, plant and equipment	3,351	3,213
	<u>(55,657)</u>	<u>(138,219)</u>
Changes in non-cash working capital:		
Accounts receivable	1,076	(7,516)
Goods and services tax recoverable	837	1,767
Prepaid expenses	(3,235)	(3,056)
Accounts payable	950	-
Employee deductions payable	6,829	498
	<u>6,457</u>	<u>(8,307)</u>
Cash flow from operating activities	<u>(49,200)</u>	<u>(146,526)</u>
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(5,494)	-
Long term Investments	11,063	(11,063)
Cash flow from (used by) investing activities	<u>5,569</u>	<u>(11,063)</u>
FINANCING ACTIVITY		
Proceeds from callable debt financing	-	40,000
Cash flow from financing activity	<u>-</u>	<u>40,000</u>
DECREASE IN CASH FLOW	(43,631)	(117,589)
CASH - BEGINNING OF YEAR	739,280	856,869
CASH - END OF YEAR	\$ 695,649	\$ 739,280

ST. AIDAN'S HOUSE SOCIETY
Notes to Financial Statements
Year Ended March 31, 2023

1. PURPOSE OF THE SOCIETY

St. Aidan's House Society (the "Society") is a charitable organization incorporated provincially under the Companies Act of Alberta. As a registered charity the Society is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

The Society operates to provide support services to seniors within the Regional Municipality of Wood Buffalo. The Society also maintains the not-for-profit community calendar.

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 (ASNFPO).

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.

Contributed services

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

Donated goods

Donated goods are recorded at their fair market value at the time of the donation. During the year no goods were donated (2022 - \$0)

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.

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ST. AIDAN'S HOUSE SOCIETY
Notes to Financial Statements
Year Ended March 31, 2023

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

Fund accounting

The MAC Fund accounts for the organization's activities to maintain the community calendar and provide support for community events. Restricted contributions for this purpose are reported in this fund.

The Seniors Fund accounts for the organization's activities to provide support for seniors. Restricted contributions for this purpose are reported in this fund.

The Rental Fund accounts for the organization's rental property. The unamortized cost of capital assets are reported in this fund.

The General Fund accounts for general operations. Unrestricted contributions, such as donations and fundraising, and restricted contributions to be used for operations are reported in this fund.

Recognition of Contributions

St. Aidan's House Society follows the restricted fund method whereby externally restricted contributions are recognized in the fund corresponding to the purpose for which they were contributed. Restricted contributions for which no corresponding restricted fund is presented must be recognized in the General Fund using the deferral method. Unrestricted contributions are recognized as revenues in the General Fund.

Cash and cash equivalents

Cash consists of cash in bank accounts.

Goods and Services Tax

Input tax credits paid on materials and services are recoverable at 50% as a rebate. The unrecoverable portion is recorded as an expense with the rebate treated as a receivable.

Property, plant and equipment

Property, plant and equipment is stated at cost or deemed cost less accumulated amortization. Property, plant and equipment is amortized over its estimated useful life 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

Impairment of Long Lived Assets

The Society tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

ST. AIDAN'S HOUSE SOCIETY
Notes to Financial Statements
Year Ended March 31, 2023

3. 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 March 31, 2023.

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 funds from its funders and accounts payable.

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 callable debt.

Unless otherwise noted, it is management's opinion that the Society is not exposed to significant other price risks arising from these financial instruments.

4. INTERFUND TRANSFERS AND INTERNAL RESTRICTIONS

Internally restricted amounts are not available for any other purpose without approval from the Board of Directors. Externally restricted amounts are not available for any other purpose without approval from the contributor. During the current fiscal year, the following interfund transfers were made:

1. transfer from General Fund to Senior Fund: \$62,149 (2022 - \$6,460)
2. transfer from General Fund to MAC Fund: \$32,839 (2022 - \$68,558)
3. transfer from General Fund to Rental Fund: \$12 (2022 - (\$864))
4. transfer from Endowment Fund to General Fund: (\$11,063) (2022 - \$10,000)

5. PROPERTY, PLANT AND EQUIPMENT

	Cost	Accumulated amortization	2023 Net book value	2022 Net book value
Buildings	\$ 201,541	\$ 79,466	\$ 122,075	\$ 124,566
Paving	-	-	-	3,790
Equipment	17,721	12,361	5,360	1,364
Computer equipment	751	113	638	-
	<u>\$ 220,013</u>	<u>\$ 91,940</u>	<u>\$ 128,073</u>	<u>\$ 129,720</u>

ST. AIDAN'S HOUSE SOCIETY
Notes to Financial Statements
Year Ended March 31, 2023

6. CALLABLE DEBT

Canada Emergency Business Account loan bearing no interest. The loan matures on December 31, 2023 and payment is due in full at that time. If payment is not made by December 31, 2023, interest only payments at 5% are due on a monthly basis with full repayment required December 31, 2025.

Principal due in one year

	2023	2022
	\$ 40,000	\$ 40,000
	(40,000)	-
	\$ -	\$ 40,000

7. ECONOMIC DEPENDENCE

The Society is economically dependent on United Way and the Regional Municipality of Wood Buffalo to provide funding for its operations. The Society would be unable to operate in this capacity if this funding was discontinued.

8. CONTINGENT LIABILITIES

The Society is required to repay any funding surplus at year end back to United Way. Rather than physically returning funding, United Way reduces the next quarter's advance accordingly.

The Society has access to an American Express Mastercard with a credit limit of \$9,000.

9. LEASE COMMITMENTS

The Society has a long term lease with respect to its premises. The lease contains renewal options and provides for payment of utilities, property taxes, and maintenance costs. The Society is required to pay a monthly rent to The United Way of Fort McMurray of \$3,077.94 plus GST.

The Society has a long term lease with respect to its storage facility. The Society is required to pay a monthly rent to Sentinal Storage of \$299 plus GST.

10. PRIOR PERIOD ADJUSTMENT

Property, plant and equipment in the prior year were overstated by \$11,670 and accumulated amortization was overstated by \$7,880, due to paving not being removed with the building annex. This asset has been removed from property, plant and equipment in 2023 and as a result, net assets in the Rental Fund have decreased by \$3,790 in the current year.

ST. AIDAN'S HOUSE SOCIETY**Seniors Program****(Schedule 1)****Year Ended March 31, 2023**

	2023	2022
REVENUE		
Regional Municipality of Wood Buffalo	\$ 257,498	\$ 100,000
United Way	227,714	227,460
Fundraising and donations	97,861	80,409
Other Contract Income	50,000	61,101
Red Cross	25,583	51,165
Wood Buffalo Community Foundation	-	64,000
Northern Horizon for Seniors	-	25,000
	658,656	609,135
EXPENSES		
Advertising	4,310	2,354
Amortization	587	-
Association and licensing fees	800	508
Bank charges	7	54
Hosting	7,317	5,659
Liability insurance	10,706	10,194
Materials	4,154	4,938
Office supplies	6,181	5,260
Professional and bookkeeping fees	15,200	13,589
Program evaluation	5,399	2,649
Project expenses	15,542	48,742
Rent	34,848	32,203
Shared services	16,663	11,271
Staff training	6,193	2,419
Staff travel	5,286	2,771
Subcontractors	-	5,000
Telephone	4,397	5,862
Volunteer expenses	1,886	560
Wage benefits	42,634	32,658
Wages	501,837	440,021
Website development	3,314	2,110
	687,261	628,822
DEFICIENCY OF REVENUE OVER EXPENSES	\$ (28,605)	\$ (19,687)

ST. AIDAN'S HOUSE SOCIETY
MAC Project
Year Ended March 31, 2023

(Schedule 2)

	2023	2022
REVENUE		
Regional Municipality of Wood Buffalo	\$ 145,000	\$ -
Social procurement	18,114	17,300
Fund raising	-	725
	<u>163,114</u>	<u>18,025</u>
EXPENSES		
Advertising	497	341
Bank charges	7	54
Insurance	1,819	358
Materials	-	616
Office supplies	1,419	1,710
Professional fees	9,050	8,318
Rent	5,690	5,538
Shared services	-	2,292
Social procurement	12,065	16,914
Staff training	-	192
Staff travel	951	975
Subcontractors	24,000	6,000
Telephone	1,374	1,313
Wages	101,691	99,921
Wage benefits	10,583	10,998
Website expenses	17,999	4,582
	<u>187,145</u>	<u>160,122</u>
DEFICIENCY OF REVENUE OVER EXPENSES	<u>\$ (24,031)</u>	<u>\$ (142,097)</u>

ST. AIDAN'S HOUSE SOCIETY**Rental****(Schedule 3)****Year Ended March 31, 2023**

	2023	2022
REVENUE		
Rental	\$ 18,007	\$ 21,150
EXPENSES		
Amortization	2,764	3,213
Bank charges	285	113
Board expenses	-	-
Employee benefits	12,750	12,500
Professional fees	2,341	1,318
Rent	3,984	3,436
Repairs and maintenance	2,093	925
Sponsorship	2,000	356
	26,217	21,861
DEFICIENCY OF REVENUE OVER EXPENSES	\$ (8,210)	\$ (711)

ST. AIDAN'S HOUSE SOCIETY
Endowment
Year Ended March 31, 2023

(Schedule 4)

	2023	2022
REVENUES		
Interest income	\$ -	\$ 1,093
EXPENSES		
Interest and bank charges	-	30
INCOME FROM OPERATIONS	\$ -	\$ 1,063