

**BIG BROTHERS BIG SISTERS OF
FREDERICTON AND OROMOCTO, INC.**

Financial Statements

April 30, 2020

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FREDERICTON AND OROMOCTO, INC.**

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CONTENTS

Independent Practitioners' Review Engagement Report	1
Financial Statements	
Statement of Financial Position	2
Statement of Changes in Net Assets	3
Statement of Operations	4
Statement of Cash Flow	5
Notes to Financial Statements	6

INDEPENDENT PRACTITIONERS' REVIEW ENGAGEMENT REPORT

**To the Board of Directors of
BIG BROTHERS BIG SISTERS OF
FREDERICTON AND OROMOCTO, INC.**

We have reviewed the accompanying financial statements of BIG BROTHERS BIG SISTERS OF FREDERICTON AND OROMOCTO, INC. that comprise the statement of financial position as at April 30, 2020 and 2019, and the statements of changes in net assets, operations and cash flows for the years 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, 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.

Practitioners' Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our reviews. We conducted our reviews in accordance with Canadian generally accepted standards for review engagements, which require us 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, we do not express an audit opinion on these financial statements.

Conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of BIG BROTHERS BIG SISTERS OF FREDERICTON AND OROMOCTO, INC. as at April 30, 2020 and 2019, and the results of its operations and its cash flows for the years then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Daye Kelly & Associates

CHARTERED PROFESSIONAL ACCOUNTANTS

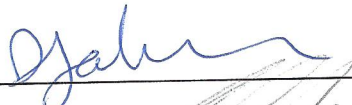
Fredericton, New Brunswick
September 1, 2020

**BIG BROTHERS BIG SISTERS OF
FREDERICTON AND OROMOCTO, INC.**

Statement of Financial Position

April 30	2020	2019
ASSETS		
CURRENT		
Cash	\$ 45,675	\$ 82,947
Accounts receivable (Note 2)	11,679	5,429
Prepaid expenses	<u>7,229</u>	<u>5,740</u>
	\$ 64,583	\$ 94,116
LIABILITIES		
CURRENT		
Accounts payable and accruals	\$ 1,499	\$ 1,500
Deferred revenue (Note 3)	<u>29,726</u>	<u>51,896</u>
	31,225	53,396
NET ASSETS	<u>33,358</u>	<u>40,720</u>
	\$ 64,583	\$ 94,116

ON BEHALF OF THE BOARD



President



Vice President

**DKA DAYE KELLY
& Associates**
Chartered Professional Accountants

**BIG BROTHERS BIG SISTERS OF
FREDERICTON AND OROMOCTO, INC.**

Statement of Changes in Net Assets

For the Years Ended April 30	2020	2019
BALANCE - BEGINNING OF YEAR	\$ 40,720	\$ 40,114
EXCESS OF REVENUES OVER EXPENSES (EXPENSES OVER REVENUES)	<u>(7,362)</u>	<u>606</u>
BALANCE - END OF YEAR	\$ 33,358	\$ 40,720

**BIG BROTHERS BIG SISTERS OF
FREDERICTON AND OROMOCTO, INC.**

Statement of Operations

For the Years Ended April 30	2020	2020	2019
	Budget	Actual	Actual
REVENUES			
Bowl for Kids' Sake	32,996	\$ 33,666	\$ 33,284
United Way	36,492	36,441	42,842
Department of Social Development	16,100	16,100	16,100
Special events	5,000	5,273	3,231
Designated donations - Matchmaker	18,900	19,200	4,800
Other designated donations	-	2,650	-
Employment grants	-	-	3,944
Canada Emergency Wage Subsidy	-	6,458	-
Donations and miscellaneous	10,000	3,379	9,880
	<u>119,488</u>	<u>123,167</u>	<u>114,081</u>
EXPENSES			
Salaries and benefits	96,980	95,892	84,572
Assistance to Littles	1,500	1,392	964
Conferences, meetings, travel and parking	6,500	3,102	1,657
Association dues	3,000	1,721	3,057
Rent	6,600	6,600	6,600
Office supplies and postage	4,715	4,193	3,557
Telephone	3,000	2,547	2,906
Insurance	8,000	8,482	7,896
Public relations and advertising	2,500	1,795	140
Professional fees	2,000	2,069	2,032
Bank charges	100	106	94
Other designated donations	-	2,630	-
	<u>134,895</u>	<u>130,529</u>	<u>113,475</u>
EXCESS OF REVENUES OVER EXPENSES			
(EXPENSES OVER REVENUES)	(15,407)	\$ (7,362)	\$ 606

**BIG BROTHERS BIG SISTERS OF
FREDERICTON AND OROMOCTO, INC.**

Statement of Cash Flow

For the Years Ended April 30	2020	2019
OPERATING ACTIVITIES		
Excess of revenues over expenses (expenses over revenues)	\$ (7,362)	\$ 606
Changes in cash relating to operations		
Accounts receivable	(6,250)	8,066
Prepaid expenses	(1,489)	(1,099)
Accounts payable and accruals	(1)	(617)
Deferred revenue	<u>(22,170)</u>	<u>19,980</u>
INCREASE (DECREASE) IN CASH	(37,272)	26,936
CASH - BEGINNING OF YEAR	<u>82,947</u>	<u>56,011</u>
CASH - END OF YEAR	<u>\$ 45,675</u>	<u>\$ 82,947</u>

**BIG BROTHERS BIG SISTERS OF
FREDERICTON AND OROMOCTO, INC.**

Notes to Financial Statements

April 30, 2020

Big Brothers Big Sisters of Fredericton and Oromocto, Inc. is incorporated under the New Brunswick Companies Act as a not-for-profit organization and is exempt from income tax under paragraph 149(1)(l) of the Income Tax Act.

1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations applied on a basis consistent with that of the preceding year. Outlined below are those policies considered particularly significant.

Cash and Cash Equivalents

For Statement of Cash Flow purposes, the Organization's policy is to disclose bank balances under cash.

Capital Assets

In accordance with accepted practice for small not-for-profit organizations, acquisitions of furniture and equipment are expensed at the time of purchase. The amount expensed for the current year was \$0 (2019 - \$0).

Revenue Recognition

The Organization follows the deferral method of accounting for contributions. Contributions are recognized as revenues in the year in which related expenses are incurred. Donations are recognized when received.

Financial Instruments

The Organization's financial instruments recognized on the statement of financial position consist of cash, accounts receivable, and accounts payable and accruals.

a) Measurement of Financial Instruments

The Organization initially measures its financial assets and liabilities at fair value.

The Organization subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in net income.

**BIG BROTHERS BIG SISTERS OF
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Notes to Financial Statements

April 30, 2020

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

b) Credit Risk

The Organization is exposed to credit risk resulting from the possibility that parties may default on their financial obligations, or if there is a concentration of transactions carried out with the same party or if there is a concentration of financial obligations which have similar economic characteristics such that they could be similarly affected by changes in economic conditions. The Organization does not hold directly any collateral as security for financial obligations.

c) Liquidity Risk

Liquidity risk is the risk that the Organization will not be able to meet a demand for cash or fund its obligations as they come due. Liquidity risk also includes the risk of the Organization not being able to liquidate assets in a timely manner at a reasonable price.

The Organization meets its liquidity requirements by preparing and monitoring forecasts of cash flows from operations.

d) Market Risk

Market risk refers to the risk that the fair value of financial instruments will fluctuate because of changes in market prices whether those changes are caused by factors specific to the individual instrument or its issue or factors affecting all instruments traded in the market.

Use of Estimates

Financial statements prepared in accordance with Canadian accounting standards for not-for-profit organizations require management to make estimates and assumptions that affect the reported amount of assets and liabilities as well as reported amounts of revenue and expenses during the period. These estimates are reviewed periodically and adjustments are made, as appropriate, in the statement of operations in the year they become known.

2. ACCOUNTS RECEIVABLE

	<u>2020</u>	<u>2019</u>
Trade receivables	\$ 2,548	\$ 3,812
HST receivable	2,673	1,617
Wage subsidies	<u>6,458</u>	<u>-</u>
	<u>\$ 11,679</u>	<u>\$ 5,429</u>

**BIG BROTHERS BIG SISTERS OF
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Notes to Financial Statements

April 30, 2020

3. DEFERRED REVENUE

The Organization receives funds in the current fiscal year which are to be used for expenditures in the following year as follows:

	<u>2020</u>	<u>2019</u>
Bowl for Kids' Sake	\$ 10,226	\$ 32,996
Matchmaker	<u>19,500</u>	<u>18,900</u>
	<u>\$ 29,726</u>	<u>\$ 51,896</u>

4. COVID-19 PANDEMIC

In March 2020, a worldwide pandemic was declared by the World Health Organization. The pandemic has had a significant impact on the organization as a result of being unable to carry out its primary fundraising event (Bowl for Kids' Sake) in April 2020. The current year statement of operations is not affected by this cancellation as the policy of the organization is to defer all funds raised in the event to the following year's revenue.
