

BIG BROTHERS BIG SISTERS OF FREDERICTON AND OROMOCTO, INC.
Financial Statements
Year Ended April 30, 2022

BIG BROTHERS BIG SISTERS OF FREDERICTON AND OROMOCTO, INC.
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Year Ended April 30, 2022

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INDEPENDENT PRACTITIONER'S 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. (the organization) that comprise the statement of financial position as at April 30, 2022, and the statements of operations, 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

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review 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 review, 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, 2022, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.

Fredericton, New Brunswick
May 30, 2022

Daye Kelly & Associates
CHARTERED PROFESSIONAL ACCOUNTANTS

BIG BROTHERS BIG SISTERS OF FREDERICTON AND OROMOCTO, INC.

Statement of Operations

Year Ended April 30, 2022

	Budget 2022	Total 2022	Total 2021
REVENUES			
Designated donations - Mayflower	\$ -	\$ 57,900	\$ 15,600
Tiny Home Fundraiser	31,200	31,851	-
United Way	29,030	27,524	32,346
Department of Social Development	16,100	16,100	16,100
Student Employment Grant	-	14,977	-
Fredericton Community Foundation Grant	11,000	11,000	-
Special Events	10,000	9,221	3,253
Donations and miscellaneous	11,000	6,384	8,308
ECSF - Building Capacity	6,023	6,023	11,977
Other Foundations and Grants	14,000	5,000	-
NB Children's Foundation Grant	-	5,000	-
RDC Community Investment	-	4,955	5,000
Mayflower recognition	24,000	1,000	-
Bowl for Kids' Sake	-	-	21,834
ECSF - Staying Connected	-	-	5,000
Other designated donations	-	-	203
Corporate donations	10,000	-	-
	<u>162,353</u>	<u>196,935</u>	<u>119,621</u>
EXPENSES			
Salaries and benefits	114,700	120,299	94,307
Insurance	11,000	9,818	8,612
Rent	7,660	8,030	6,600
Building Capacity Project	6,023	6,023	11,977
Office supplies and postage	4,500	5,119	5,929
NB Children's Foundation	-	5,003	-
RDC Community Investment	-	4,646	5,222
Professional fees	3,000	3,407	2,677
Association dues	3,000	3,981	2,881
Telephone	3,000	3,164	2,550
Conferences, meetings, travel and parking	4,270	2,066	2,862
Public relations and advertising	2,000	849	1,008
Assistance to Littles	3,000	727	1,547
Bank charges	200	308	296
Other designated donations	-	-	203
Staying Connected	-	-	5,000
	<u>162,353</u>	<u>173,440</u>	<u>151,671</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES FROM OPERATIONS	-	23,495	(32,050)
OTHER INCOME			
Government Subsidy (CEWS)	-	5,563	39,078
EXCESS OF REVENUES OVER EXPENSES	\$ -	\$ 29,058	\$ 7,028

See notes to financial statements

BIG BROTHERS BIG SISTERS OF FREDERICTON AND OROMOCTO, INC.
Statement of Changes in Net Assets
Year Ended April 30, 2022

	2022	2021
NET ASSETS - BEGINNING OF YEAR	\$ 40,384	\$ 33,356
Excess of revenues over expenses	<u>29,058</u>	<u>7,028</u>
NET ASSETS - END OF YEAR	\$ 69,442	\$ 40,384

BIG BROTHERS BIG SISTERS OF FREDERICTON AND OROMOCTO, INC.
Statement of Financial Position
April 30, 2022

	2022	2021
ASSETS		
CURRENT		
Cash	\$ 70,698	\$ 102,009
Accounts receivable	3,009	7,229
Harmonized sales tax recoverable	804	1,397
Prepaid expenses	10,103	8,748
	\$ 84,614	\$ 119,383
LIABILITIES		
CURRENT		
Accounts payable and accruals	\$ 2,500	\$ 2,000
Deferred revenue (Note 4)	12,672	76,999
	15,172	78,999
NET ASSETS	69,442	40,384
	\$ 84,614	\$ 119,383

LEASE COMMITMENTS (Note 5)

ON BEHALF OF THE BOARD

 _____ *President*

 _____ *Vice President*

BIG BROTHERS BIG SISTERS OF FREDERICTON AND OROMOCTO, INC.
Statement of Cash Flows
Year Ended April 30, 2022

	2022	2021
OPERATING ACTIVITIES		
Excess of revenues over expenses	\$ 29,058	\$ 7,028
Changes in non-cash working capital:		
Accounts receivable	4,220	1,777
Accounts payable and accruals	500	499
Deferred income	(64,327)	47,273
Prepaid expenses	(1,355)	(1,519)
Harmonized sales tax payable	593	1,276
	<u>(60,369)</u>	<u>49,306</u>
INCREASE (DECREASE) IN CASH FLOW	(31,311)	56,334
Cash - beginning of year	<u>102,009</u>	<u>45,675</u>
CASH - END OF YEAR	\$ 70,698	\$ 102,009

BIG BROTHERS BIG SISTERS OF FREDERICTON AND OROMOCTO, INC.

Notes to Financial Statements

Year Ended April 30, 2022

1. PURPOSE OF THE ORGANIZATION

BIG BROTHERS BIG SISTERS OF FREDERICTON AND OROMOCTO, INC. (the "organization") is a not-for-profit organization of New Brunswick. As a registered charity the organization is exempt from the payment of income tax under Subsection 149(1) of the Income Tax Act.

The organization operates to provide life changing mentoring experiences.

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) and, in management's opinion, with consideration of materiality and within the framework of the following accounting policies:

Cash and cash equivalents

Cash includes cash and cash equivalents. Cash equivalents are investments in treasury bills and are valued at cost plus accrued interest. The carrying amounts approximate fair value because they have maturities at the date of purchase of less than ninety days.

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 \$3,764 (2021 - \$4,421).

Financial instruments

Initial and subsequent measurement

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

The organization subsequently measures all its financial assets and financial liabilities at cost or amortized cost, except for investments that are quoted in an active market, which are measured at fair value. Changes in the fair value of these financial instruments are recognized in income in the period incurred.

Leases

Leases are classified as either capital or operating leases. At the time the organization enters into a capital lease, an asset is recorded with its related long-term obligation to reflect the acquisition and financing. Rental payments under operating leases are expensed as incurred.

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.

(continues)

BIG BROTHERS BIG SISTERS OF FREDERICTON AND OROMOCTO, INC.

Notes to Financial Statements

Year Ended April 30, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

Comparative figures

Certain comparative amounts have been reclassified to conform to the current year's presentation.

3. FINANCIAL INSTRUMENTS

The organization 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 organization's risk exposure and concentration as of April 30, 2022.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The organization is exposed to this risk mainly in respect of its receipt of funds from its funders and other related sources and accounts payable.

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

4. 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>2022</u>	<u>2021</u>
Matchmaker	\$ -	\$ 33,900
Tiny Home	-	37,076
ECSF - Building Capacity	-	6,023
Bowl for Kids Sake	<u>12,672</u>	<u>-</u>
	<u>\$ 12,672</u>	<u>\$ 76,999</u>

5. LEASE COMMITMENTS

The organization has a lease with respect to its premises. The terms of the lease ends October 31, 2023. Future minimum lease payments as at year end are as follows:

2023	\$ 7,260
2024	<u>3,630</u>
	<u>\$ 10,890</u>

6. COVID-19 PANDEMIC

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.

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 organization's operations as at the date of these financial statements.
