

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.

Financial Statements

March 31, 2020

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Aboriginal Women's Association of P.E.I. Inc.

Opinion

We have audited the financial statements of Aboriginal Women's Association of P.E.I. Inc. (the organization), which comprise the statement of financial position as at March 31, 2020, and the statements of changes in net assets, operations 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 organization as at March 31, 2020, 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.

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 organization 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.

Other Matter

The financial statements for the year ended March 31, 2019 were prepared by another practitioner and are unaudited.

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 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.

In preparing the financial statements, management is responsible for assessing the organization'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 organization or to cease operations, or has no realistic alternative but to do so.

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

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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.

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 organization'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 organization'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 organization 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.

MRSB Chartered Professional Accountants Inc.

RSB CHARTERED PROFESSIONAL ACCOUNTANTS INC.

Charlottetown, PE

November 12, 2022

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.

Statement of Financial Position

March 31, 2020

	2020	2019
ASSETS		
Current		
Cash	\$ 226,251	\$ 208,904
Accounts receivable	25,000	-
	<u>251,251</u>	<u>208,904</u>
Property and equipment (Note 4)	5,070	510
	<u>\$ 256,321</u>	<u>\$ 209,414</u>
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 12,069	\$ 18,073
Government remittance payable	4,642	2,948
Deferred revenue (Note 5)	215,097	47,222
	<u>231,808</u>	<u>68,243</u>
NET ASSETS		
Unrestricted net assets (Statement 4)	<u>24,513</u>	<u>141,171</u>
	<u>\$ 256,321</u>	<u>\$ 209,414</u>

On behalf of the Board

_____ Director

_____ Director

Notes 1 - 9 are an integral part of these financial statements

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.
Statement of Changes in Net Assets
Year Ended March 31, 2020

	<u>2020</u>	<u>2019</u>
Unrestricted net assets - beginning of year	\$ 141,171	\$ 74,534
Excess (deficiency) of revenues over expenditures (Statement 5)	<u>(116,658)</u>	<u>66,637</u>
Unrestricted net assets - end of year	<u>\$ 24,513</u>	<u>\$ 141,171</u>

Notes 1 - 9 are an integral part of these financial statements

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.**Statement of Operations
Year Ended March 31, 2020**

	2020	2019
Revenues		
Aboriginal Skills and Employment Training Strategy (Schedule 1)	\$ 76,720	\$ 122,945
Building Capacity (Schedule 2)	76,193	-
Core (Schedule 3)	69,751	95,807
Navigator (Schedule 4)	46,654	38,653
Fetal Alcohol Spectrum Disorder (Schedule 5)	39,267	35,339
Women Leading Women (Schedule 6)	36,530	-
Honoring the Lives of Our Sisters (Schedule 7)	23,610	-
Native Women's Association of Canada (Schedule 8)	4,407	96,896
Department of Justice "Balance" (Schedule 9)	-	18,455
	373,132	408,095
Expenditures		
Aboriginal Skills and Employment Training Strategy (Schedule 1)	76,720	129,120
Building Capacity (Schedule 2)	76,193	-
Core (Schedule 3)	60,950	61,789
Navigator (Schedule 4)	46,654	38,653
Fetal Alcohol Spectrum Disorder (Schedule 5)	39,267	35,415
Women Leading Women (Schedule 6)	36,530	-
Honoring the Lives of Our Sisters (Schedule 7)	23,610	-
Native Women's Association of Canada (Schedule 8)	129,866	51,386
Department of Justice "Balance" (Schedule 9)	-	25,095
	489,790	341,458
Excess (deficiency) of revenues over expenditures	\$ (116,658)	\$ 66,637

Notes 1 - 9 are an integral part of these financial statements

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.**Statement of Cash Flows
Year Ended March 31, 2020**

	2020	2019
Cash flows from operating activities		
Excess (deficiency) of revenues over expenditures	\$ (116,658)	\$ 66,637
Items not affecting cash:		
Amortization of property and equipment	1,941	388
Gain on disposal of assets and deferred capital contributions	-	(36)
	<u>(114,717)</u>	<u>66,989</u>
Changes in non-cash working capital:		
Accounts receivable	(25,000)	13,343
Inventory	-	360
Accounts payable and accrued liabilities	(6,002)	2,561
Government remittances payable	1,694	188
Deferred revenue	167,875	34,794
	<u>138,567</u>	<u>51,246</u>
	<u>23,850</u>	<u>118,235</u>
Cash flows from investing activity		
Purchase of property and equipment	(6,503)	-
Increase in cash	17,347	118,235
Cash - beginning of year	208,904	90,669
Cash - end of year	\$ 226,251	\$ 208,904

Notes 1 - 9 are an integral part of these financial statements

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.

Notes to Financial Statements

Year Ended March 31, 2020

1. PURPOSE OF THE ORGANIZATION

Aboriginal Women's Association of P.E.I. Inc. (the "organization") was incorporated under Part II of the Prince Edward Island Business Corporations Act on March 12, 1986 as a not-for-profit entity. Incorporating in the manner exempts the organization from income taxes providing ongoing compliance requirements are met. The objective and purpose of the organization is to promote holistic healing and maintenance of health and well being of aboriginal women.

2. BASIS OF PRESENTATION

The financial statements were prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO).

3. SIGNIFICANT ACCOUNTING POLICIES

Cash

Cash is comprised of cash in banks.

Accounts receivable

Accounts receivable arise from government funding. An allowance for bad debts has been calculated through discussions with management, assessment of the other circumstances influencing the collectibility of amounts, and using historical loss experience. Amounts deemed uncollectible are written off and deducted from the carrying value of the receivable. Amounts subsequently recovered from accounts previously written off are credited to the allowance account in the period of recovery.

Property and equipment

Property and equipment is stated at cost less accumulated amortization and is amortized over its estimated useful life on a declining balance basis at the following rates:

Computer hardware	55%
Furniture and fixtures	20%

One-half of the annual rate is recorded in the year of acquisition; no amortization is recorded in the year of disposal.

Impairment of long lived assets

The organization 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.

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ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.

Notes to Financial Statements

Year Ended March 31, 2020

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

Government assistance

Government grants are recorded when there is a reasonable assurance that the organization had complied with and will continue to comply with, all the necessary conditions to obtain the grants. Government assistance for current expenses is recorded as revenue.

During the year, the organization received \$428,503 (2019 - \$332,209) from the Government of Canada and \$40,380 (2019 - \$60,900) from the Province of PEI for project and operational funding.

Revenue recognition

Revenues are recognized when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

The organization follows the deferral method of accounting for revenues. Restricted contributions are recognized as revenue in the year in which the related expenditures 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.

Financial instruments

The organization initially measures its financial assets and financial liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The organization subsequently measures all of its financial assets and financial liabilities at cost or 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 of these financial instruments are recognized in excess of revenue over expenditures.

Financial assets measured at amortized cost on a straight-line basis include cash and accounts receivable.

Financial liabilities measured at amortized cost on a straight-line basis include accounts payable and accrued liabilities.

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.

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ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.

Notes to Financial Statements

Year Ended March 31, 2020

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement uncertainty

When preparing financial statements according to Canadian ASNPO, management makes estimates and assumptions relating to:

- reported amounts of revenues and expenditures
- reported amounts of assets and liabilities
- disclosure of contingent assets and liabilities.

Estimates are based on a number of factors including historical experience, current events and actions that the organization may undertake in the future, and other assumptions that management believes are reasonable under the circumstances. By their nature, these estimates are subject to measurement uncertainty and actual results could differ. In particular, estimates are used in accounting for certain items such as revenues, allowance for doubtful accounts, useful lives of capital assets, asset impairments, legal and tax contingencies.

4. PROPERTY AND EQUIPMENT

	Cost	Accumulated amortization	2020 Net book value	2019 Net book value
Computer hardware	\$ 7,221	\$ 2,442	\$ 4,779	\$ 146
Furniture and fixtures	2,895	2,604	291	364
	<u>\$ 10,116</u>	<u>\$ 5,046</u>	<u>\$ 5,070</u>	<u>\$ 510</u>

5. DEFERRED REVENUE

	2020	2019
Honoring the Lives of Our Sisters	\$ 93,764	\$ -
Building Capacity	87,056	-
Women Leading Women	24,750	35,900
Navigator	9,527	11,322
	<u>\$ 215,097</u>	<u>\$ 47,222</u>

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.

Notes to Financial Statements

Year Ended March 31, 2020

6. FINANCIAL INSTRUMENTS

The organization's financial instruments consist of cash, accounts receivable and accounts payable and accrued liabilities.

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 March 31, 2020.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The organization is exposed to credit risk from customers. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The organization has a significant number of customers which minimizes concentration of credit risk.

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 customers 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.

7. ECONOMIC DEPENDENCE

The organization funds its operations with program grants provided by various government agencies. The organization's ability to continue to administer its programs and discharge its liabilities is dependent on receipt of these grants.

8. 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.

The overall effect of these events on the organization and its operations is too uncertain to be estimated at this time. The impacts will be accounted for when they are known and may be assessed.

9. COMPARATIVE FIGURES

The prior year comparative figures were reviewed by another firm of public accountants. Some of the comparative figures have been reclassified to conform to the current year's presentation.

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.
Aboriginal Skills and Employment Training Strategy
(Schedule 1)
Year Ended March 31, 2020

	2020	2019
Revenues		
Government funding	\$ 76,720	\$ 122,945
Expenditures		
Administration fee	242	17,789
Child care	5,268	5,836
Client wages	6,449	57,672
Living allowances	10,450	-
Operational	1,428	-
Training	1,729	-
Travel	4,004	-
Wages and wage levies	47,150	47,823
	76,720	129,120
Excess (deficiency) of revenues over expenditures	\$ -	\$ (6,175)

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.

**Building Capacity
(Schedule 2)**

Year Ended March 31, 2020

	2020	2019
Revenues		
Government funding	<u>\$ 76,193</u>	<u>\$ -</u>
Expenditures		
Administration fee	12,699	-
Facilities	1,035	-
Honorariums	2,852	-
Supplies	4,807	-
Travel	2,763	-
Wages and wage levies	<u>52,037</u>	<u>-</u>
	<u>76,193</u>	<u>-</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.

Core

(Schedule 3)

Year Ended March 31, 2020

	2020	2019
Revenues		
Workshop	\$ 30,043	\$ 23,859
Administration fees	24,708	34,526
Government funding	15,000	37,422
	<u>69,751</u>	<u>95,807</u>
Expenditures		
Amortization of property and equipment	1,941	388
Dues and fees	100	70
Insurance	1,807	871
Interest and bank charges	1,528	1,057
Meetings	833	5,053
Office	1,159	839
Professional fees	6,425	6,640
Rent	4,800	4,800
Supplies	4,388	8,031
Telephone	3,894	3,321
Travel	4,004	1,578
Wages and wage levies	13,259	25,499
Workshops	16,812	3,642
	<u>60,950</u>	<u>61,789</u>
Excess of revenues over expenditures	<u>\$ 8,801</u>	<u>\$ 34,018</u>

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.

Navigator
(Schedule 4)

Year Ended March 31, 2020

	2020	2019
Revenues		
Government funding	\$ 46,654	\$ 38,653
Expenditures		
Administration fee	6,470	3,513
Office	197	1,700
Supplies	11,207	891
Travel	3,408	2,485
Wages and wage levies	25,372	30,064
	<u>46,654</u>	<u>38,653</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.

**Fetal Alcohol Spectrum Disorder
(Schedule 5)**

Year Ended March 31, 2020

	2020	2019
Revenues		
Government funding	<u>\$ 39,267</u>	<u>\$ 35,339</u>
Expenditures		
Administration fee	5,297	3,534
Co-ordinator	24,000	20,520
Facilitators	1,748	3,790
Supplies	3,160	1,502
Travel	<u>5,062</u>	<u>6,069</u>
	<u>39,267</u>	<u>35,415</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ (76)</u>

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.

**Women Leading Women
(Schedule 6)**

Year Ended March 31, 2020

	2020	2019
Revenues		
Government funding	<u>\$ 36,530</u>	<u>\$ -</u>
Expenditures		
Meetings and workshops	6,052	-
Supplies	4,657	-
Travel	3,223	-
Wages and wage levies	<u>22,598</u>	<u>-</u>
	<u>36,530</u>	<u>-</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.

**Honoring the Lives of Our Sisters
(Schedule 7)**

Year Ended March 31, 2020

	2020	2019
Revenues		
Government funding	\$ 23,610	\$ -
Expenditures		
Facilities	605	-
Honorariums	899	-
Supplies	2,360	-
Travel	1,679	-
Wages and wage levies	18,067	-
	<u>23,610</u>	<u>-</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.

**Native Women's Association of Canada
(Schedule 8)**

Year Ended March 31, 2020

	2020	2019
Revenues		
Government funding	<u>\$ 4,407</u>	<u>\$ 96,896</u>
Expenditures		
Administration fee	-	9,690
Marketing	4,314	-
Meetings and workshops	12,333	5,023
Office	1,024	1,160
Professional fees	12,090	15,997
Supplies	8,796	10,879
Travel	13,492	4,389
Wages and wage levies	<u>77,817</u>	<u>4,248</u>
	<u>129,866</u>	<u>51,386</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (125,459)</u>	<u>\$ 45,510</u>

ABORIGINAL WOMEN'S ASSOCIATION OF P.E.I. INC.

**Department of Justice "Balance"
(Schedule 9)**

Year Ended March 31, 2020

	2020	2019
Revenues		
Government funding	\$ -	\$ 18,455
Expenditures		
Miscellaneous	-	3,800
Professional fees	-	2,600
Supplies and travel	-	8,503
Wages and wage levies	-	10,192
	-	25,095
Excess (deficiency) of revenues over expenditures	\$ -	\$ (6,640)