

EASTSIDE FAMILY PLACE SOCIETY

Financial Statements

Year Ended March 31, 2022

(Unaudited)

EASTSIDE FAMILY PLACE SOCEITY

Index to Financial Statements

Year Ended March 31, 2022

(Unaudited)

	Page
REVIEW ENGAGEMENT 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 Flow	5
Schedules to Financial Statements	6-7
Notes to Financial Statements	8-13

REVIEW ENGAGEMENT REPORT

To the Members of Eastside Family Place Society

We have reviewed the accompanying financial statements of Eastside Family Place Society as at March 31, 2022 and the statements of revenues and expenditures, changes in net assets and cash flow 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, 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 audited 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 Eastside Family Place Society as at March 31, 2022, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for profit organizations.

Vancouver, British Columbia
June 21, 2022

HARBOURSIDE CPA LLP

HARBOURSIDE CPA LLP
Chartered Professional Accountants

EASTSIDE FAMILY PLACE SOCIETY
Statement of Financial Position
As at March 31, 2022
(Unaudited)

	2022	2021
ASSETS		
CURRENT		
Cash	\$ 161,225	\$ 109,238
Restricted cash – gaming <i>(Note 3)</i>	83,162	83,162
Restricted cash – project fund <i>(Note 3)</i>	1,759	1,476
Accounts receivable	-	944
Prepaid expenses	1,752	1,752
	247,898	196,572
Restricted cash – building fund <i>(Note 3)</i>	85,648	85,000
Capital assets <i>(Note 4)</i>	11,411	14,711
	\$ 344,957	\$ 296,283
LIABILITIES AND NET ASSETS		
CURRENT		
Accrued liabilities	\$ 4,500	\$ 4,500
Deferred revenue <i>(Note 5)</i>	114,313	79,131
Deferred revenue – gaming <i>(Note 5)</i>	83,162	83,162
	201,975	166,793
CAPITAL PLAN GRANTS <i>(Note 6)</i>	-	1,429
	201,975	168,222
NET ASSETS		
Restricted project fund	1,759	1,476
Restricted building fund	85,648	85,000
Unrestricted	55,575	41,585
	142,982	128,061
	\$ 344,957	\$ 296,283

ON BEHALF OF THE BOARD

_____ *Director*

EASTSIDE FAMILY PLACE SOCIETY
Statement of Revenue and Expenditures
For the Year Ended March 31, 2022
(Unaudited)

	2022	2021
REVENUE		
Grants <i>(Note 7)</i>	\$ 250,688	\$ 233,585
Capital Plan Grants <i>(Schedule 1)</i>	1,429	1,520
Community Gaming Grant <i>(Schedule 2)</i>	100,000	100,000
Donations and Fundraising	80,233	66,877
Federal Wage Subsidy	-	8,496
Fees	3,880	2,763
Membership	3,433	1,230
Other Income	-	1,297
Interest	94	1,354
	439,757	417,122
EXPENSES		
Operating Expenses		
Accounting	8,170	12,885
Building	20,291	20,565
Depreciation	3,300	3,411
Direct program expenses	37,929	24,486
Insurance	5,481	4,621
Miscellaneous	203	386
Office	6,307	5,918
Wages and benefits	336,914	333,587
	418,595	405,859
OTHER INCOME OR EXPENSES		
Project fund expenses	6,241	4,689
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	\$ 14,921	\$ 6,574

The accompanying notes are an integral part of these unaudited financial statements

EASTSIDE FAMILY PLACE SOCIETY
Statement of Changes in Net Assets
For the Year Ended March 31, 2022
(Unaudited)

	Restricted Building Fund	Restricted Project Fund	Unrestricted	Total
NET ASSETS – March 31, 2020	\$ 115,322	\$ 6,165	\$ -	\$ 121,487
Excess of revenue over expenses	-	(4,689)	11,263	6,574
Transfer of funds	(30,322)	-	30,322	-
NET ASSETS – March 31, 2021	\$ 85,000	\$ 1,476	\$ 41,585	\$ 128,061
Excess of revenue over expenses	-	(6,241)	21,162	14,921
Transfer of funds	648	6,524	(7,172)	-
NET ASSETS – March 31, 2022	\$ 85,648	\$ 1,759	\$ 55,575	\$ 142,982

The accompanying notes are an integral part of these unaudited financial statements

EASTSIDE FAMILY PLACE SOCIETY
Statement of Cash Flow
For the Year Ended March 31, 2022
(Unaudited)

	2022	2021
OPERATING ACTIVITIES		
Excess (Deficiency) of revenue over expenses	\$ 14,921	\$ 6,574
Item not affecting cash:		
Depreciation of equipment	3,300	3,411
Changes in non-cash working capital:		
Accounts receivable	944	3,533
Prepaid expenses	-	1,056
Accounts payable	-	(4,004)
Capital plan grants	(1,429)	(1,520)
Deferred revenue	35,182	(27,315)
Cash flow used by operating activities	<u>52,918</u>	<u>(18,265)</u>
INCREASE (DECREASE) IN CASH	52,918	(18,265)
Cash - beginning of year	278,876	297,141
CASH - END OF YEAR	\$ 331,794	\$ 278,876
Cash consists of:		
Cash	\$ 161,225	\$ 109,238
Restricted cash – gaming	83,162	83,162
Restricted cash – project	1,759	1,476
Restricted cash – building	85,648	85,000
	<u>\$ 331,794</u>	<u>\$ 278,876</u>

EASTSIDE FAMILY PLACE SOCIETY
Schedules to Financial Statements
As at March 31, 2022
(Unaudited)

Schedule 1: STATEMENT OF OPERATIONS FOR CAPITAL PLAN GRANTS

	2022	2021
REVENUE		
Capital Plan Grants	<u>\$ 1,429</u>	<u>\$ 1,520</u>
EXPENSES		
Amortization	<u>1,429</u>	<u>1,520</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	<u>\$ -</u>	<u>\$ -</u>

EASTSIDE FAMILY PLACE SOCIETY
Schedules to Financial Statements
As at March 31, 2022
(Unaudited)

Schedule 2: STATEMENT OF OPERATIONS FOR GAMING FUND

	2022	2021
REVENUE		
Community Gaming Grant	\$ 100,000	\$ 100,000
EXPENSES		
Program Wages	100,000	100,000
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	\$ -	\$ -

1. PURPOSE OF THE ORGANIZATION

Eastside Family Place Society (the "Society") is a not-for-profit incorporated provincially under the Business Corporations Act of British Columbia.

The Organization operates to foster a community of connection, well-being and support for children, families and caregivers in East Vancouver.

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).

Cash and cash equivalents

Cash consists of cash held at major financial institutions and is subject to insignificant risk of changes in value.

Capital Assets

Capital assets are stated at cost or deemed cost less accumulated amortization. Capital assets are amortized over its estimated useful life on a declining balance basis at the following rates and methods:

Equipment	20%	Declining Balance Method
Leasehold improvements	5-20 Years	Straight Line Method

The Organization regularly reviews its capital assets to eliminate obsolete items.

Capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

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

Net Assets

- a) Net assets invested in equipment represents the Organization's net investment in equipment which is comprised of the unamortized amount of equipment purchased with restricted funds.
- b) Internally restricted net assets are funds which have been designated for a specific purpose by the Organization's Board of Directors.
- c) Unrestricted net assets comprise the excess of revenue over expenses accumulated by the Organization each year, net of transfers, and are available for general purposes.

Revenue recognition

Eastside Family Place follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses 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. Endowment contributions are recognized as direct increases in net assets.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Goods and Services Tax

Contributed 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.

Measurement uncertainty

The preparation of financial statements in conformity with ASNFPO 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.

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

Volunteers

The Organization benefits greatly from donated services in the form of volunteer work for various activities. These donated services are not recorded in the financial record of the Organization because of the difficulty of measurement.

Use of estimates

The preparation of financial statements in conformity with ASNFPO requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying disclosures. Although these estimates are based on management's knowledge of current events and actions the Organization may undertake in the future, actual results may differ from the 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.

3. RESTRICTED FUNDS

Externally Restricted Funds - Gaming Fund:

As at March 31, 2022 the Organization has gaming grant funds of \$83,162 (2021 - \$83,162), which have been externally restricted.

Internally Restricted Funds – Project Fund:

The Board of Directors made a decision to keep a total of \$8,000 for special project fund. As at March 31, 2022 the Organization has an internally restricted project fund of \$1,759 (2021-\$1,476) for the purpose of supporting costs related to projects under taken from time to time.

EASTSIDE FAMILY PLACE SOCIETY
Notes to Financial Statements
For the Year Ended March 31, 2022
(Unaudited)

3. RESTRICTED FUNDS (continued...)

Internally Restricted Funds – Building Fund:

As at March 31, 2022 the Organization has an internally restricted building fund of \$85,648 (2021 - \$85,000), which was approved by the Board of Directors on March 25, 2021 for the purpose of supporting the new premises (Britannia Renewal Project). The funds will be used for moving expenses and capital costs related to the new premises.

4. CAPITAL ASSETS

			2022	2021
	Cost	Accumulated amortization	Net book value	Net book value
Leasehold Improvements	\$ 98,475	\$ 87,064	\$ 11,411	\$ 14,711
Furniture and Fixtures	18,431	18,431	-	-
	<u>\$ 116,906</u>	<u>\$ 105,495</u>	<u>\$ 11,411</u>	<u>\$ 14,711</u>

5. DEFERRED INCOME

	2022	2021
Grants	\$ 68,130	\$ 48,710
Donations	46,183	30,421
Deferred Revenue – Gaming (1)	83,162	83,162
	<u>\$ 197,475</u>	<u>\$ 162,293</u>

(1) Funds received from BC Community Gaming relate to a multi-year project and are restricted to project activities. These funds are recognized as revenue based on the matching principle.

EASTSIDE FAMILY PLACE SOCIETY
Notes to Financial Statements
For the Year Ended March 31, 2022
(Unaudited)

6. CAPITAL PLAN GRANTS

			2022	2021
	Cost	Accumulated amortization	Net book value	Net book value
Vancouver Fund Grant – Leasehold	\$ 25,000	\$ 25,000	\$ -	\$ 1,250
City Grant - Dishwasher	1,348	1,348	-	179
	<u>\$ 26,348</u>	<u>\$ 26,348</u>	<u>\$ -</u>	<u>\$ 1,429</u>

7. GRANTS

	2022	2021
Provincial	\$ 139,515	\$ 126,838
Federal	15,260	10,824
Municipal	95,913	95,923
	<u>\$ 250,688</u>	<u>\$ 233,585</u>

8. 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 Organization's risk exposure and concentration as of March 31, 2022.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Society is exposed to the credit risk mainly in respect of the guaranteed investment certificates. The Society believes that the credit risk associated with these guaranteed investment certificates is low, since they are held with a major financial institution.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Society manages this risk by ensuring that it has sufficient cash on hand to settle its current financial liabilities. As at March 31, 2022, the Society had cash on hand of \$161,225 to settle its accounts payable of \$4,500.

8. INCOME TAX

The Society is registered as a not-for-profit organization under section 149 of the Income Tax Act. Accordingly, the Society is not subject to income tax on its excess of revenue over expenses.