

Provincial Association of Transition Houses and Services of Saskatchewan Inc.

Audited Financial Statements

For the year ending March 31, 2020

Provincial Association of Transition Houses and Services of Saskatchewan Inc.

For the Year Ended March 31, 2020

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Independent Auditors' Report

To the Board of Directors
Provincial Association of Transition Houses and Services of Saskatchewan Inc.

Opinion

We have audited the accompanying financial statements of Provincial Association of Transition Houses and Services of Saskatchewan Inc., which comprise the statement of financial position as at March 31, 2020, and the statements of operations, net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, these financial statements present fairly, in all material respects, the financial position of Provincial Association of Transition Houses and Services of Saskatchewan Inc., as at March 31, 2020, and its financial performance and its cash flows for the year then in accordance with Canadian Accounting Standards for Not-for-Profit Organizations.

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.

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.

A further description of the auditor's responsibilities:

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

Independent Auditors' Report

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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Priority Accountants CPA

Priority Accounting Services CPA Prof. Corp.
Chartered Professional Accountants

Regina, SK
June 30, 2020

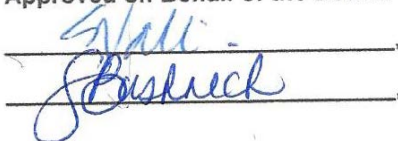
Provincial Association of Transition Houses and Services of Saskatchewan Inc.

Statement of Financial Position

As At March 31, 2020

	2020	2019
Assets		
Current Assets		
Cash	109,508	83,850
Accounts receivable, net of allowances (Note 3)	2,494	1,164
Term investments (Note 5)	32,730	27,388
Prepaid expenses	2,018	1,617
Total Current Assets	146,750	114,019
Property, plant and equipment, net of accumulated amortization (Note 4)	6,466	8,249
Pension fund (Note 2f)	-	11,065
Total Assets	153,216	133,333
Liabilities and Net Assets		
Current Liabilities		
Accounts payable and accrued liabilities (Note 6)	6,036	9,741
Deferred income/revenue (Note 7)	45,238	54,426
Total Current Liabilities	51,274	64,167
Net Assets		
Net Assets	101,942	69,166
Total Liabilities and Net Assets	153,216	133,333

Approved on Behalf of the Board:



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

Provincial Association of Transition Houses and Services of Saskatchewan Inc.

Statement of Operations

For the Year Ended March 31, 2020

	2020	2019
Revenue		
Grants (Schedule 1)	233,934	296,084
Membership fees	11,275	11,050
Conference	1,000	28,113
Donations Income	7,271	3,931
Training Income	45,735	3,929
International Women's Day	1,930	1,035
Other income	3,740	3,996
Interest income	2,061	1,495
Total revenue	306,946	349,633
Operating expenses		
Amortization of tangible assets	1,783	1,453
Computer-related expenses	4,822	166
Conference expenses	420	31,111
Donations	101	-
Employee benefits	15,600	8,755
Insurance	1,619	2,440
Interest and bank charges	1,179	76
Meetings and conventions	28,458	11,644
Memberships and licenses	1,566	615
Office expenses	1,577	1,660
Participant incentives	3,300	9,330
Professional fees	4,011	3,781
Program materials	(242)	11,988
Promotion and other	1,552	1,462
Rental	24,410	23,791
Salaries and wages	115,622	121,211
Sub-contracts and honorarium fees	47,806	79,506
Travel expenses	15,897	24,072
Utilities	4,689	5,230
Total operating expenses	274,170	338,291
Excess of revenue over expenses	32,776	11,342

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

Provincial Association of Transition Houses and Services of Saskatchewan Inc.

Statement of Net Assets

For the Year Ended March 31, 2020

	2020	2019
Net Assets- Unrestricted, beginning balance	56,488	42,706
Net Assets-Restricted, beginning balance	12,678	15,117
Total Net Assets, beginning balance	69,166	57,823
Excess of revenue over expenses to unrestricted funds	32,333	13,782
Excess of revenue over expenses to internally restricted funds	443	(2,439)
Excess of revenue over expenses	32,776	11,343
Net Assets	101,942	69,166

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

Provincial Association of Transition Houses and Services of Saskatchewan Inc.

Statement of Cash Flows

For the Year Ended March 31, 2020

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES:		
Excess of revenue over expenses	32,776	9,226
Depreciation, depletion and amortization	1,783	1,453
Accounts receivable	-	500
GST Receivable	(1,330)	1,483
Interest receivable	-	37
Employee benefits and share-based compensation	11,065	(5,379)
Accounts payable	(3,705)	1,420
Deferred income/revenue	(9,188)	(16,062)
Source deductions	(235)	(3,507)
Increase (decrease) in receivables	(400)	435
TOTAL CASH FLOWS FROM OPERATING ACTIVITIES	30,766	(10,394)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Payments to acquire property, plant, and equipment	-	(6,590)
Investment purchased	-	(330)
Proceeds from sale and maturity of marketable securities	4,892	-
NET CASH USED BY INVESTING ACTIVITIES	4,892	(6,920)
CASH FLOWS FROM FINANCING ACTIVITIES:		
OTHER ACTIVITIES:		
Net cash increase (decreases) in cash and cash equivalents	35,658	(17,314)
Cash and cash equivalents at beginning of period	83,850	101,164
Cash and cash equivalents at end of period	119,508	83,850
Cash and cash equivalents consist of the following:		
Cash	109,508	83,850

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

Provincial Association of Transition Houses and Services of Saskatchewan Inc. of Saskatchewan Inc.

Notes to the Financial Statements

For the Year Ended March 31, 2020

1 Nature of Association

Provincial Association of Transition Houses and Services of Saskatchewan Inc. (the association) was incorporated in 1984 under the *The Non-Profit Corporation Act, 1995*. The association's active members are shelters, satellites, and second stage houses. The Board of Directors/ Executive Directors of their designate of the active member. The mission of the association is to create a society free of violence against women and their children.

2 Significant Accounting Policies

These financial statements are prepared using Canadian Accounting Standards for not-for-profit organizations.

a Cash and cash equivalents

Cash and cash equivalents include chequing and savings bank accounts, and petty cash. These are valued at cost which approximates market value.

b Property, plant and equipment

Property, plant and equipment is carried at cost. Grants intended to finance capital assets acquisition are netted against the cost of the assets. Depreciation is calculated using the declining balance method over estimated useful lives with the following rates:

- Computer and office equipment	: 30%
- Furniture and equipment:	: 20%
- Computer software	: 50%

c Income taxes

Provincial Association of Transition Houses and Services of Saskatchewan Inc. is exempt from paying corporate taxes under the section 149(1)(l) of *The Canadian Income Tax Act* as a not-for-profit organization .

d Financial instruments

i Fair values not materially different from book values

Financial instruments are recorded at fair value on initial recognition and are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Association has elected to carry its guaranteed investment certificates at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

The association has determined that the estimated fair value of the financial assets and liabilities do not differ considerably from their book value.

Provincial Association of Transition Houses and Services of Saskatchewan Inc. of Saskatchewan Inc.

Notes to the Financial Statements

For the Year Ended March 31, 2020

2 Significant Accounting Policies continued

d Financial instruments continued

ii Impairment

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Association determines if there is a significant adverse change in the expected amount of timing of future cash flows from the financial asset.

If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Association expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

iii Not subject to interest, currency or credit risk

Unless otherwise noted, it is management's opinion that the association is not exposed to significant interest rate, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values.

iv No significant risk due to short-term maturity

The association is not exposed to significant interest rate risk due to the short-term maturity of its monetary assets and current liabilities.

e Revenue recognition

The association 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.

Membership fees are recorded in revenue over the period to which the membership relates. Interest income is earned over the maturity of the investment.

f Employee benefit plans

The association has entered into a defined contribution pension plan, managed by Great West Life Insurance (GWL). As at March 31, 2020, two employees qualified to be enrolled. There are number of requirements created by the association for entitlement to pension benefit plan to its employees. Company's portion of contribution as at year end was \$ 5,030.

Provincial Association of Transition Houses and Services of Saskatchewan Inc. of Saskatchewan Inc.

Notes to the Financial Statements

For the Year Ended March 31, 2020

2 Significant Accounting Policies continued

g Use of estimates

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and may have impact on future periods.

h Economic dependence

The association currently receives significant revenues in grants. As a result, the association is dependent upon the continuance of these grants to maintain operations at their current level.

3 Receivables

Accounts receivable consist of the following:

	2020	2019
GST receivable	2,449	1,119
Interest receivable	45	45
Total	2,494	1,164

4 Property, plant and equipment

Property, plant and equipment consist of the following:

	Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Computer equipment	4,678	(4,528)	150	214
Furniture	5,047	(4,750)	297	371
Office equipment	2,906	(2,278)	628	897
Equipment	9,415	(4,061)	5,354	6,693
Computer software	650	(613)	37	74
Computer equipment - funded by grant	4,236	(4,236)	-	-
Office equipment - funded by grant	1,791	(1,791)	-	-
Computer software - funded by grant	364	(364)	-	-
Total	29,087	(22,621)	6,466	8,249

Provincial Association of Transition Houses and Services of Saskatchewan Inc. of Saskatchewan Inc.

Notes to the Financial Statements

For the Year Ended March 31, 2020

5 Investments

	2020	2019
Conexus term deposit, due on March 25, 2021, with annual interest rate @ 1.550%	22,730	-
Conexus term deposit, due on September 26, 2020, with annual interest rate @ 2.050%	10,000	-
Conexus term deposit, due on February 26, 2020, with annual interest rate @ 1.200%	-	22,300
Conexus term deposit, due on December 7, 2019, with annual interest rate @ 1.750%	-	5,088
Total	32,730	27,388

6 Accounts payable and accrued expenses

Accounts payable consist of the following:

	2020	2019
Trade accounts payable	4,440	6,971
MasterCard	(939)	-
Employee deductions payable	2,535	2,770
Total	6,036	9,741

7 Deferred revenue

	2020	2019
Law Foundation Fund	27,980	25,926
PAF	12,706	22,018
IWD	4,552	6,482
	45,238	54,426

8 Comparative figures

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year.

9 Subsequent Event

Provincial Association of Transition Houses and Services of Saskatchewan Inc. of Saskatchewan Inc.

Notes to the Financial Statements

For the Year Ended March 31, 2020

9 Subsequent Event continued

Subsequent to year-end, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus (the "COVID-19" outbreak). In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the Organization's financial condition, liquidity, and future results of operations. The Organization is dependent on its workforce to deliver its services on behalf of the Saskatchewan Ministry of Social Services.

If significant portions of the Organization's workforce are unable to work effectively, or if operations are curtailed due to illness, quarantines, or other restrictions in connection with the COVID-19 pandemic, the Organization's operation will likely be impacted and costs may increase.

At this time, the Organization's management cannot predict the impact of the COVID-19 pandemic, but management continues to monitor the situation."

Provincial Association of Transition Houses and Services of Saskatchewan Inc.

For the Year Ended March 31, 2020

Schedule of Grants Revenue

	2020	2019
CIF	12,000	-
Law Foundation Funding	72,946	11,575
Justice funding	40,470	40,170
PAF grant	9,313	17,982
PHAC	99,205	174,092
Status of Women	-	39,005
Waypoint	-	13,260
Total revenue	233,934	296,084

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

Provincial Association of Transition Houses and Services of Saskatchewan Inc.

For the Year Ended March 31, 2020

Schedule of Deferred Revenue

	2020	2019
PAF		
Unspent	22,018	30,000
PAF received	-	10,000
Expenses paid	(9,313)	(17,982)
PAF - deferred	12,705	22,018
Status of Women		
Unspent	-	34,006
Expenses paid	-	(34,006)
SWC - deferred	-	-
International Woman		
Unspent	6,482	6,482
Expenses paid	(1,930)	-
IWD - deferred	4,552	6,482
Law Foundation		
Unspent	25,926	-
Law Foundation received	75,000	37,500
Interest income	430	-
Expenses paid	(73,376)	(11,574)
Law Foundation - deferred	27,980	25,926
Total Deferred Revenue	45,237	54,426

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

Provincial Association of Transition Houses and Services of Saskatchewan Inc.

For the Year Ended March 31, 2020

Schedule of income statement by class

	Conference	CWF	IWD	Justice	Law Foundation	PAF
Income	1,000	12,000	1,930	40,470	72,946	9,313
Interest	-	-	-	-	430	-
Total income	1,000	12,000	1,930	40,470	73,376	9,313
Expenses						
Bank Charges	-	-	-	-	-	20
Child Minding	-	-	-	-	-	-
Advisory Council Expense	-	-	-	5,400	4,572	-
Contractor Payments	-	2,000	-	-	1,600	5,690
Facilities	-	-	350	4,800	18,256	-
Honorarium/Professional Fees	-	3,000	-	-	265	-
IWD expense	-	-	1,382	-	-	-
Meetings	-	5,000	196	-	5,445	198
Memberships	-	-	-	318	53	-
Office supplies and materials	-	82	-	-	924	-
Participant incentives	-	-	-	-	-	-
Program materials	-	-	-	-	31	-
Publicity and promotion	-	-	2	-	706	-
MERC	-	-	-	1,307	2,538	-
Payroll	-	-	-	23,338	32,463	-
Salaries & Benefits - Other	-	-	-	5,093	1,718	-
Telephone & Website	-	-	-	-	3,244	-
Sask Workers' Compensation Board	-	-	-	214	-	-
Transcription	-	-	-	-	-	693
Travel	557	1,918	-	-	1,561	2,712
Total Expenses	557	12,000	1,930	40,470	73,376	9,313
Excess of revenue over expenses to internally restricted funds	443	-	-	-	-	-

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

Provincial Association of Transition Houses and Services of Saskatchewan Inc.

For the Year Ended March 31, 2020

Schedule of income statement by class (Cont'd)

	PHAC	SWC	Waypoint	Total
Income	99,205	-	-	236,864
Interest	-	-	-	430
Total income	99,205	-	-	237,294
Expenses				
Bank Charges	-	-	-	20
Child Minding	825	-	-	825
Advisory Council Expense	-	-	-	9,972
Contractor Payments	28,977	-	-	38,267
Facilities	4,704	-	-	28,110
Honorarium/Professional Fees	-	-	-	3,265
IWD expense	-	-	-	1,382
Meetings	-	-	-	10,839
Memberships	-	-	-	371
Office supplies and materials	411	-	-	1,417
Participant incentives	4,000	-	-	4,000
Program materials	159	-	-	190
Publicity and promotion	-	-	-	708
MERC	3,466	-	-	7,311
Payroll	50,249	-	-	106,050
Salaries & Benefits - Other	(125)	-	-	6,686
Telephone & Website	878	-	-	4,122
Sask Workers' Compensation Board	-	-	-	214
Transcription	787	-	-	1,480
Travel	4,874	-	-	11,622
Total Expenses	99,205	-	-	236,851
Excess of revenue over expenses to internally restricted funds	-	-	-	443

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