

Financial Statements of

**EDMONTON WOMEN'S  
SHELTER LTD.**

Year ended March 31, 2021

# EDMONTON WOMEN'S SHELTER LTD.

## Statement of Financial Position

March 31, 2021 with comparative information for 2020

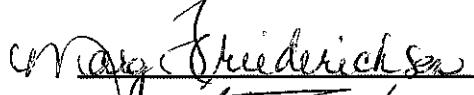
	2021	2020
<b>Assets</b>		
Current assets:		
Cash	\$ 1,069,853	\$ 459,341
Accounts receivable	17,371	30,313
Term deposits (note 2)	3,255,920	2,481,949
Prepaid expenses	47,659	50,792
	<u>4,390,803</u>	<u>3,022,395</u>
Capital assets (note 3)	797,084	789,495
	<u>\$ 5,187,887</u>	<u>\$ 3,811,890</u>

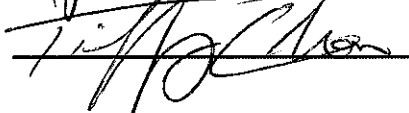
## Liabilities and Net Assets

Current liabilities:		
Accounts payable and accrued liabilities	\$ 317,872	\$ 251,718
Deferred revenue (note 4)	200,352	207,220
	<u>518,224</u>	<u>458,938</u>
Unamortized deferred capital contributions (note 5)	146,889	134,348
	<u>665,113</u>	<u>593,286</u>
Net assets:		
Invested in capital assets	650,195	655,147
Internally restricted (note 6)	2,360,245	1,708,160
Unrestricted	1,512,334	855,297
	<u>4,522,774</u>	<u>3,218,604</u>
	<u>\$ 5,187,887</u>	<u>\$ 3,811,890</u>

See accompanying notes to financial statements.

On behalf of the Board:

 Director

 Director

# EDMONTON WOMEN'S SHELTER LTD.

## Statement of Operations

March 31, 2021 with comparative information for 2020

	2021 Budget	2021 Actual	2020 Actual
Revenue:			
Grants	\$ 3,659,026	\$ 3,978,112	\$ 3,483,974
Donations	741,800	1,258,509	1,185,619
Government subsidies	-	336,731	-
Fundraising	283,000	66,997	275,655
Interest	62,000	52,536	51,974
Amortization of deferred capital contributions	24,800	43,459	24,792
Membership fees	500	-	275
	<u>4,771,126</u>	<u>5,736,344</u>	<u>5,022,289</u>
Expenses:			
Salaries and benefits	3,969,200	3,608,569	3,883,293
Direct client costs	204,100	203,480	198,451
Facility	237,626	302,689	305,715
Administrative	211,200	306,220	268,917
Fundraising	149,000	11,216	117,049
	<u>4,771,126</u>	<u>4,432,174</u>	<u>4,773,425</u>
Excess of revenues over expenditures	\$ -	\$ 1,304,170	\$ 248,864

See accompanying notes to financial statements.

# EDMONTON WOMEN'S SHELTER LTD.

## Statement of Changes In Net Assets

March 31, 2021 with comparative information for 2020

	Invested in capital assets	Internally restricted	Unrestricted	2021 Total	2020 Total
Balance, beginning of year	\$ 655,147	\$ 1,708,160	\$ 855,297	\$ 3,218,604	\$ 2,969,740
Deficiency of revenues over expenditures	(54,459)	652,085	706,544	1,304,170	248,864
Transfers		-	-		
Investment in capital assets, net	49,507	-	(49,507)	-	-
<b>Balance, end of year</b>	<b>\$ 650,195</b>	<b>\$ 2,360,245</b>	<b>\$ 1,512,334</b>	<b>\$ 4,522,774</b>	<b>\$ 3,218,604</b>

See accompanying notes to financial statements.

# EDMONTON WOMEN'S SHELTER LTD.

## Statement of Cash Flows

March 31, 2021 with comparative information for 2020

	2021	2020
Cash provided by (used in):		
Operating activities:		
Excess of revenues over expenditures	\$ 1,304,170	\$ 248,864
Items not involving cash:		
Amortization of capital assets	97,917	69,675
Amortization of deferred capital assets	(43,459)	(24,792)
	<u>1,358,628</u>	<u>293,747</u>
Changes in non-cash operating working capital:		
Accounts receivable	12,942	(11,382)
Prepaid expenses	3,133	(3,536)
Accounts payable and accrued liabilities	66,154	28,335
Deferred revenue	(6,868)	(73,933)
	<u>1,433,989</u>	<u>233,231</u>
Investing activities:		
Purchase of capital assets	(105,506)	(9,092)
Receipt of deferred capital contributions	56,000	-
Purchase of term deposits, net of proceeds on disposal	(773,971)	(56,757)
	<u>(823,477)</u>	<u>(65,849)</u>
Increase in cash	610,512	167,382
Cash, beginning of year	459,341	291,959
Cash, end of year	<u>\$ 1,069,853</u>	<u>\$ 459,341</u>

See accompanying notes to financial statements.

# EDMONTON WOMEN'S SHELTER LTD.

Notes to Financial Statements

Year ended March 31, 2021

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Edmonton Women's Shelter Ltd. ("WIN House") is a non-profit organization incorporated under the Companies Act of Alberta. Its principal activity is to provide temporary shelter and assistance to abused women and children. It operates Women in Need ("WIN") House I, House II and House III.

In the event of dissolution, the Memorandum of Association provides for the distribution of WIN House's assets to such other charitable organizations as the members may decide. WIN House is exempt from income taxes under Section 149(1) of the Income Tax Act.

## 1. Significant accounting policies:

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. WIN House's significant accounting policies are as follows:

### (a) Capital assets:

Capital assets are recorded at cost and are amortized using the straight-line method over the following periods:

Asset	Period
Buildings	10 - 25 Years
Furniture and equipment	3 - 10 Years
Automobiles	5 Years

### (b) Revenue recognition:

WIN House follows the deferral method of accounting for contributions. Externally restricted fundraising revenues are deferred and recognized as revenue in the period in which the related expenses are incurred. Contributions of capital assets and contributions restricted for the purchase of capital assets are deferred and amortized into revenue at a rate corresponding with the amortization rate for the related capital asset. Operating grants are recognized in the year to which they relate. Where a portion of the grant relates to a future period, it is deferred and recognized in that subsequent period. Unrestricted donations are recognized as revenue when received.

Investment income includes interest income, and realized and unrealized investment gains and losses. Unrealized gains and losses on financial assets are included in investment income and recognized in the statement of operations or deferred if external restrictions are imposed on the investment income. Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Other unrestricted investment income is recognized as revenue when earned.

# EDMONTON WOMEN'S SHELTER LTD.

Notes to Financial Statements (continued)

Year ended March 31, 2021

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## 1. Significant accounting policies (continued):

### (b) Revenue recognition (continued):

Volunteers contribute a significant amount of time each year to assist WIN House in carrying out its programs and services. However, contributed services of volunteers are not recognized in these financial statements because their fair value cannot be reasonably determined.

WIN House applies for financial assistance under available government programs. Government assistance is recognized as government subsidies in the year in which the related expenses are incurred.

### (c) Employee future benefits:

The defined contribution plan provides pension and post-employment benefits for WIN House employees. It is funded by the employee and employer on a shared basis, each contributing 4% of applicable wages to the plan. Contributions to the plan for current service are recognized when the contribution is paid, or is payable, based on pay dates.

### (d) Financial instruments and risk management:

Financial instruments are recorded at fair value on initial recognition. Freestanding derivative instruments that are not in a qualifying hedging relationship and equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. WIN House has elected to carry its term deposit comprised of 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.

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, WIN House determines if there is a significant adverse change in the expected amount or 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 WIN House expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future year, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

# EDMONTON WOMEN'S SHELTER LTD.

Notes to Financial Statements (continued)

Year ended March 31, 2021

## 1. Significant accounting policies (continued):

### (e) Use of estimates:

The preparation of the financial statements 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 revenue and expenses during the year. Actual results could differ from those estimates.

## 2. Term deposits:

Term deposits are comprised of guaranteed investment certificates which bear interest at rates ranging from 1.75% to 2.25% (2020 - 1.75% to 2.25%) and maturing through August 2022. Term deposits are recorded at fair value, which includes accrued interest of \$3,660 (2020 - \$3,660).

Included in term deposits are internally restricted net assets of \$1,708,160 (2019 - \$1,708,160).

## 3. Capital assets:

			2021	2020
	Cost	Accumulated amortization	Net book value	Net book value
Land	\$ 388,946	\$ -	\$ 388,946	\$ 388,946
Building	1,843,099	1,531,471	311,628	360,823
Furniture and equipment	620,462	534,201	86,261	19,553
Vehicles	108,359	98,110	10,249	20,173
	\$ 2,960,866	\$ 2,163,782	\$ 797,084	\$ 789,495

Amortization expense of \$97,917 (2020 - \$69,675) is included in facility expenditures.



# EDMONTON WOMEN'S SHELTER LTD.

Notes to Financial Statements (continued)

Year ended March 31, 2021

## 4. Deferred revenue:

Changes in deferred revenue are as follows:

	Balance March 31, 2020	Received in 2021	Recognized in 2021	Balance March 31, 2021
<b>Grants:</b>				
St. Paul's Foundation Grant	\$ -	\$ 12,000	\$ -	\$ 12,000
Community Grants	39,137	-	(7,652)	31,485
	39,137	12,000	(7,652)	43,485
<b>Donations and Fundraising:</b>				
Casino	126,586	29,593	(40,246)	115,933
In-kind	16,823	15,830	(20,348)	12,305
Other	24,674	7,333	(3,378)	28,629
	168,083	52,756	(63,972)	156,867
	\$ 207,220	\$ 64,756	\$ (71,624)	\$ 200,352

# EDMONTON WOMEN'S SHELTER LTD.

Notes to Financial Statements (continued)

Year ended March 31, 2021

## 5. Unamortized deferred capital contributions:

Changes in unamortized deferred capital contributions are as follows:

	2021	2020
Balance, beginning of year	\$ 134,348	\$ 159,140
Capital contributions	56,000	-
Less amounts recognized as revenue in the year	(43,459)	(24,792)
Balance, end of year	\$ 146,889	\$ 134,348

## 6. Internally restricted net assets:

WIN House has internally restricted net assets for the following special purposes:

	2021	2020
Contingency fund	\$ 1,708,160	\$ 1,708,160
Capacity fund	652,085	-
Balance, end of year	\$ 2,360,245	\$ 1,708,160

### Contingency fund:

The purpose of the contingency fund is to cover the cost of ongoing programs in the event of an unanticipated loss of funding. These funds are not to be used to fund budgeted deficits, unanticipated capital costs or new operating costs. The Board of Directors has determined that the principal amount of the fund will be maintained at 50% of the Housing and Homeless Supports grant received for operations and childcare in the current year and is to be maintained at this level unless otherwise determined by the Board.

### Capacity fund:

The purpose of the capacity fund is to cover costs related to items or projects that build capacity for the organization, staff or Board.

# EDMONTON WOMEN'S SHELTER LTD.

Notes to Financial Statements (continued)

Year ended March 31, 2021

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## **7. Additional information to comply with the disclosure requirement of Charitable Fundraising Act and Regulation:**

No amounts (2020 - \$nil) were paid as remuneration to a fund raising business, including any expenses or fees paid by WIN House on behalf of the fund raising business or as reimbursement to the fundraising business.

## **8. Financial risks:**

WIN House has a risk management framework to monitor, evaluate and manage the principal risks assumed in investments. The risks that arise from transacting financial instruments include credit risk, liquidity risk and price risk. Price risk arises from changes in interest rates, foreign currency exchange rates and market prices. WIN House does not use derivative financial instruments.

Changes in interest rates and credit ratings are the main cause of changes in the fair value of interest bearing instruments resulting in favourable or unfavourable variance compared to book value. Interest rate risk is mitigated by managing maturity dates and payment frequency. Credit risk is managed by investing only with accredited chartered banks and providing trade terms to credit worthy entities.

It is management's opinion that WIN House is not exposed to significant interest, currency or credit risk arising from its financial instruments.

## **9. Impact of COVID-19**

In early March 2020, the COVID-19 outbreak was declared a pandemic by the World Health Organization. This has resulted in the Canadian and Provincial governments enacting emergency measures to combat the spread of the virus.

During the fiscal year, there were work force adjustments and certain fundraising events had to be cancelled. WIN House also received wage support from the Temporary Wage Subsidy and the Canada Emergency Wage Subsidy. COVID-19 emergency funds were also received during the year from both the Government of Alberta and Federal Emergency Funding.

The impact COVID-19 will have on WIN House's financial and operational performance will depend on future developments, including the duration, spread and severity of the outbreak, all of which are highly uncertain and difficult to predict. The situation is dynamic and the full financial effect on WIN House is not known at this time.