

**MAGGIE'S PLACE - A RESOURCE
CENTRE FOR FAMILIES ASSOCIATION
Financial Statements
Year Ended March 31, 2020**

MAGGIE'S PLACE - A RESOURCE CENTRE FOR FAMILIES ASSOCIATION

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Year Ended March 31, 2020

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INDEPENDENT AUDITOR'S REPORT

To the Members of Maggie's Place - A Resource Centre for Families Association

Qualified Opinion

We have audited the financial statements of Maggie's Place - A Resource Centre for Families Association (the Association), which comprise the statement of financial position as at March 31, 2020, and the statements of operations, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Association 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 (ASNPO).

Basis for Qualified Opinion

In common with many not-for-profit organizations, the Association derives revenue from donations and fundraising activities the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Association. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenue, excess of revenues over expenses, and cash flows from operations for the year ended March 31, 2020, current assets and net assets as at March 31, 2020. Our audit opinion on the financial statements for the year ended March 31, 2019 was modified accordingly because of the possible effects of this limitation of scope.

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 Association 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 qualified audit opinion.

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 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.

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

Those charged with governance are responsible for overseeing the Association'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 Association'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 Association'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 Association 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.

MAGGIE'S PLACE - A RESOURCE CENTRE FOR FAMILIES ASSOCIATION

Statement of Financial Position

March 31, 2020

	2020	2019
ASSETS		
CURRENT		
Cash	\$ 146,539	\$ 126,255
Term deposits	81,069	80,612
Grants receivable	4,925	6,537
Harmonized sales tax recoverable	5,904	12,260
Prepaid expenses	6,872	4,732
	<u>245,309</u>	230,396
CAPITAL ASSETS (Note 3)	<u>10,336</u>	18,959
	<u>\$ 255,645</u>	<u>\$ 249,355</u>
LIABILITIES		
CURRENT		
Accounts payable	\$ 28,041	\$ 25,810
DEFERRED INCOME (Note 4)	<u>73,997</u>	72,107
	<u>102,038</u>	97,917
NET ASSETS		
UNRESTRICTED NET ASSETS	<u>153,607</u>	151,438
	<u>\$ 255,645</u>	<u>\$ 249,355</u>

ON BEHALF OF THE BOARD

_____ Director

_____ Director

See notes to financial statements

MAGGIE'S PLACE - A RESOURCE CENTRE FOR FAMILIES ASSOCIATION

**Statement of Operations
Year Ended March 31, 2020**

	2020	2019
REVENUE		
Cumberland Revenue and Expenses (<i>Schedule 1</i>)	\$ 557,219	\$ 566,863
Colchester Revenue and Expenses (<i>Schedule 2</i>)	390,963	401,714
Cumberland Prenatal Nutrition Program Revenue and Expenses (<i>Schedule 3</i>)	<u>70,380</u>	<u>70,380</u>
	<u>1,018,562</u>	<u>1,038,957</u>
EXPENSES		
Cumberland Revenue and Expenses (<i>Schedule 1</i>)	548,493	565,188
Colchester Revenue and Expenses (<i>Schedule 2</i>)	397,378	411,833
Cumberland Prenatal Nutrition Program Revenue and Expenses (<i>Schedule 3</i>)	<u>70,522</u>	<u>70,522</u>
	<u>1,016,393</u>	<u>1,047,543</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	<u>\$ 2,169</u>	<u>\$ (8,586)</u>

See notes to financial statements

MAGGIE'S PLACE - A RESOURCE CENTRE FOR FAMILIES ASSOCIATION

Statement of Changes in Net Assets

Year Ended March 31, 2020

	Cumberland	Colchester	Cumberland Prenatal	2020	2019
NET ASSETS - BEGINNING OF YEAR	\$ 95,240	\$ 56,850	\$ (652)	\$ 151,438	\$ 160,024
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	8,726	(6,415)	(142)	2,169	(8,586)
NET ASSETS - END OF YEAR	\$ 103,966	\$ 50,435	\$ (794)	\$ 153,607	\$ 151,438

See notes to financial statements

MAGGIE'S PLACE - A RESOURCE CENTRE FOR FAMILIES ASSOCIATION**Statement of Cash Flows****Year Ended March 31, 2020**

	2020	2019
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenses	\$ 2,169	\$ (8,586)
Item not affecting cash:		
Amortization of capital assets	8,624	17,988
	<u>10,793</u>	<u>9,402</u>
Changes in non-cash working capital:		
Accounts receivable	-	1,710
Grants receivable	1,612	3,467
Accounts payable	2,230	56
Prepaid expenses	(2,140)	(15)
Harmonized sales tax payable	6,356	(4,776)
	<u>8,058</u>	<u>442</u>
Cash flow from operating activities	<u>18,851</u>	<u>9,844</u>
FINANCING ACTIVITY		
Deferred income	1,890	22,497
INCREASE IN CASH FLOW	20,741	32,341
CASH - BEGINNING OF YEAR	206,867	174,526
CASH - END OF YEAR	<u>\$ 227,608</u>	<u>\$ 206,867</u>
CASH CONSISTS OF:		
Cash	\$ 146,539	\$ 126,255
Term deposits	81,069	80,612
	<u>\$ 227,608</u>	<u>\$ 206,867</u>

See notes to financial statements

MAGGIE'S PLACE - A RESOURCE CENTRE FOR FAMILIES ASSOCIATION

Notes to Financial Statements

Year Ended March 31, 2020

1. NATURE OF OPERATIONS

Maggie's Place - A Resource centre for Families Association is a federally / provincially funded not-for-profit organization which is exempt from income taxes. By providing a variety of promotion and prevention services and programs, the mission of Maggie's Place is to support families through the preconception, prenatal, infant, early childhood and youth periods, with an emphasis on the ages 0-6 early child period. Maggie's Place strives to strengthen partnerships and collaborative activities among families, service providers, communities and governments in Colchester and Cumberland counties.

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).

Use of estimates

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.

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, 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.

Financial assets subsequently measured at amortized cost include cash, term deposits, receivables and prepaid expense. Financial liabilities measured at amortized cost include accounts payables.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks and term deposits which are due within one year.

Capital assets

Capital assets are stated at cost or deemed cost less accumulated amortization. Capital assets are amortized over their estimated useful lives on a straight-line basis at the rates and methods indicated in Note 3.

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

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MAGGIE'S PLACE - A RESOURCE CENTRE FOR FAMILIES ASSOCIATION

Notes to Financial Statements

Year Ended March 31, 2020

4. DEFERRED INCOME (continued)

Colchester

Balance, beginning of year	12,497	11,709
Amount recognized as revenue in the year	(12,497)	(11,012)
Amount received relating to future years	2,436	11,800
	<hr/>	<hr/>
Balance, end of year	2,436	12,497
	<hr/>	<hr/>
Total	\$ 73,997	\$ 72,107

The deferred income amounts represent the portion of the total revenues received in which were unspent as of March 31st. The balance will be subsequently reported as income when the funds are actually disbursed on program activities.

5. FINANCIAL INSTRUMENTS

The association is exposed to various risks through its financial instruments. The following analysis provides a measure of the association's risk exposure to significant risk at March 31, 2020.

Credit Risk

The association is exposed to credit risk with respect to term deposits, receivables and grant receivables. The association assesses, on a continuous basis, receivables on the basis of amounts it is virtually certain to receive. The association deposits its term deposits in reputable financial institutions and therefore believes the risk of loss to be remote.

Liquidity Risk

Liquidity risk is the risk that the association will encounter difficulty in meeting obligations associated with financial liabilities. The association is exposed to this risk mainly in respect of its accounts payable. The association generates enough cash from operating activities to fund operations and fulfill obligations as they come due.

6. SUBSEQUENT EVENTS

On March 11, 2020, the World Health Organization declared the outbreak of a coronavirus (COVID-19) a pandemic. As a result, economic uncertainties have arisen which could negatively impact net income. Other financial impact could occur though such potential impact is unknown at this time.

MAGGIE'S PLACE - A RESOURCE CENTRE FOR FAMILIES ASSOCIATION**Cumberland Revenue and Expenses****(Schedule 1)****Year Ended March 31, 2020**

	2020	2019
REVENUE		
CAPC Grant	\$ 117,500	\$ 117,500
Other Grants	429,810	423,237
Sundry	2,113	18,495
Donations	5,134	5,923
Interest	2,662	1,708
	<u>557,219</u>	<u>566,863</u>
EXPENSES		
Advertising	145	1,740
Amortization	2,813	3,105
Board expense	2,019	1,336
Evaluation	7,954	-
Insurance	2,546	2,534
Interest and bank charges	1,157	1,059
Memberships/Honorariums	1,973	996
Miscellaneous	80	2,590
Office	5,865	4,723
Professional fees	3,650	3,743
Program supplies	44,242	37,876
Rent	25,020	26,247
Repairs and maintenance	10,041	10,846
Salaries and benefits	417,903	445,858
Telephone	3,923	4,356
Training	3,442	3,757
Travel	15,720	14,422
	<u>548,493</u>	<u>565,188</u>
EXCESS OF REVENUE OVER EXPENSES	<u>\$ 8,726</u>	<u>\$ 1,675</u>

See notes to financial statements

MAGGIE'S PLACE - A RESOURCE CENTRE FOR FAMILIES ASSOCIATION

Colchester Revenue and Expenses

(Schedule 2)

Year Ended March 31, 2020

	2020	2019
REVENUE		
CAPC Grant	\$ 117,500	\$ 117,500
Other Grants	224,307	205,499
Donations	26,120	30,500
Renovation fund	-	6,945
Sundry	6,896	11,060
Rent	16,140	30,210
	<u>390,963</u>	<u>401,714</u>
EXPENSES		
Advertising	547	3,326
Amortization	5,669	14,741
Evaluation	81	946
Insurance	3,213	3,144
Honoraria - Other Grants	820	1,220
Miscellaneous	2,446	3,475
Office	6,070	7,813
Professional fees	3,010	3,010
Program supplies	12,150	14,786
Rent	47,653	46,818
Repairs and maintenance	9,157	8,481
Salaries and benefits	283,913	281,480
Telephone	5,165	4,803
Travel and training	10,462	11,864
Utilities	7,022	5,926
	<u>397,378</u>	<u>411,833</u>
DEFICIENCY OF EXPENSES OVER REVENUE	\$ (6,415)	\$ (10,119)

See notes to financial statements

MAGGIE'S PLACE - A RESOURCE CENTRE FOR FAMILIES ASSOCIATION

Cumberland Prenatal Nutrition Program Revenue and Expenses (Schedule 3)

Year Ended March 31, 2020

	2020	2019
REVENUE		
Grant - CPNP	<u>\$ 70,380</u>	<u>\$ 70,380</u>
EXPENSES		
Advertising	37	335
Amortization	142	142
Board expense	411	324
Insurance	604	608
Office	297	928
Memberships/Honorariums	839	-
Professional fees	869	772
Rent	4,176	3,666
Repairs and maintenance	1,642	1,965
Salaries and benefits	44,000	44,000
Supplies	12,723	12,463
Telephone	557	744
Training	945	675
Travel	3,280	3,900
	<u>70,522</u>	<u>70,522</u>
DEFICIENCY OF EXPENSES OVER REVENUE	<u>\$ (142)</u>	<u>\$ (142)</u>

See notes to financial statements