

**SHELTER MOVERS
FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021**

**SHELTER MOVERS
INDEX TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021**

	Page
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Operations	4
Statement of Changes in Net Assets	5
Statement of Cash Flow	6
Notes to Financial Statements	7 - 9

Independent Auditor's Report

To the Directors of Shelter Movers

Qualified Opinion

I have audited the accompanying financial statements of Shelter Movers, which comprise the statement of financial position as at March 31, 2021, and the statements of operations, changes in net assets and cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of my report, the accompanying financial statements present fairly, in all material respects, the financial position of Shelter Movers (the Organization) as at March 31, 2021, and the results of its operations and its cash flow for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

In common with many not-for-profit organizations, Shelter Movers derives revenue from 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 Shelter Movers. Therefore, I was not able to determine whether any adjustments might be necessary to fundraising revenue, excess (deficiency) of revenues over expenses, and cash flows from operations for the years ended March 31, 2021 and 2020, current assets and net assets as at March 31, 2021 and 2020, and net assets as at April 1 and March 31 for both the 2021 and 2020 years. My audit opinion on the financial statements for the year ended March 31, 2020 was modified accordingly because of the possible effects of this limitation in scope.

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of Shelter Movers in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified 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 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.

(continues)

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 my 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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.

I 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 I identify during my audit.

Simcoe, Ontario
September 27, 2021



BRYSON CHARTERED ACCOUNTANT
PROFESSIONAL CORPORATION
Authorized to practise public accounting by the
Chartered Professional Accountants of Ontario


SHELTER MOVERS
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2021

	2021	2020
ASSETS		
Current assets		
Cash	\$ 739,871	\$ 305,177
Federal government grant receivable	80,418	-
Other grants receivable	38,277	-
Harmonized sales tax recoverable	14,082	15,570
Prepaid expenses	10,901	129
	883,549	320,876
Capital assets (Note 3)	658	396
	\$ 884,207	\$ 321,272
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	\$ 72,285	\$ 29,285
Deferred federal government grant	-	89,449
Deferred provincial government grant (Note 4)	107,790	-
	180,075	118,734
NET ASSETS		
Unrestricted	704,132	202,538
	\$ 884,207	\$ 321,272

Lease commitments (Note 5)

ON BEHALF OF THE BOARD


 _____ Director


 _____ Director

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

SHELTER MOVERS
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2021

	2021	2020
Revenues		
Donations	\$ 758,401	\$ 394,975
Federal government grants	443,069	267,767
Other operating grants	131,029	85,000
Municipal government grants	119,277	-
Provincial government grants	67,000	-
Gala and fundraising	9,898	202,199
	1,528,674	949,941
Expenses		
Salaries and wages (Note 2)	667,410	467,392
Direct costs	215,450	149,472
Professional fees	66,868	36,831
Telecommunications	26,688	14,407
Office and general	10,011	12,785
Rent	9,978	22,292
Advertising and promotion	9,041	9,523
Donation processing fees	6,810	5,517
Audit fees	5,138	3,500
Gala and fundraising	4,324	131,659
Interest and bank charges	2,550	1,619
Insurance	2,419	1,600
Amortization of capital assets	361	342
Travel	32	7,735
Legal fees	-	367
	1,027,080	865,041
Excess of revenues over expenses	\$ 501,594	\$ 84,900

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

SHELTER MOVERS
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2021

	2021	2020
Net assets - beginning of year	\$ 202,538	\$ 117,638
Excess of revenues over expenses	501,594	84,900
Net assets - end of year	\$ 704,132	\$ 202,538

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

SHELTER MOVERS
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED MARCH 31, 2021

	2021	2020
Operating activities		
Excess of revenues over expenses	\$ 501,594	\$ 84,900
Non-cash item:		
Amortization of capital assets	361	342
	501,955	85,242
Changes in non-cash working capital:		
Other grants receivable	(38,277)	6,687
Federal government grant receivable	(80,418)	-
Harmonized sales tax recoverable	1,488	5,312
Prepaid expenses	(10,772)	34
Accounts payable and accrued liabilities	43,001	(10,990)
Deferred federal government grant	(89,449)	7,949
Deferred provincial government grant	107,790	-
	(66,637)	8,992
Cash flow from operating activities	435,318	94,234
Investing activity		
Purchase of capital assets	(624)	-
Financing activity		
Advances to related party	-	(608)
Increase in cash	434,694	93,626
Cash - beginning of year	305,177	211,551
Cash - end of year	\$ 739,871	\$ 305,177

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

SHELTER MOVERS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021

STATUS AND PURPOSE OF THE ORGANIZATION

Shelter Movers is incorporated as a not-for-profit organization under the *Canada Not-for-profit Corporations Act* and is a registered charity under the *Income Tax Act*. Its purpose is to provide moving and storage services to women and children experiencing abuse.

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the *CPA Canada Handbook* and include the following significant accounting policies:

(b) Revenue recognition

Shelter Movers 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 in the year.

(c) Government grants

Government grants are recorded when there is a reasonable assurance that the Organization has complied with and will continue to comply with, all the necessary conditions to obtain the grants.

(d) Government assistance

Government assistance toward current expenses, including salaries, is recognized as a reduction of the corresponding expenses at the time they are incurred, provided there is reasonable assurance that the Organization has complied and will continue to comply with all the conditions of the government assistance.

(e) Capital assets

Capital assets are recorded at cost and amortized over their estimated lives using the straight-line method at the following annual rates:

Computer equipment	25%
--------------------	-----

(f) Contributed services

Volunteers contribute significant time to assist Shelter Movers in delivering its services. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

(g) Financial instrument measurement

Shelter Movers initially measures its financial assets and financial liabilities at fair value. It subsequently measures all its financial assets and financial liabilities at amortized cost.

(continues)

SHELTER MOVERS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) 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 amount of assets and liabilities and the reported amounts of revenues and expenses for the periods covered. These estimates are reviewed periodically and any adjustments necessary are reported in the year in which they become known. Actual results could differ from these estimates.

2. GOVERNMENT ASSISTANCE

Canada Emergency Wage Subsidy ("CEWS")

Government assistance in the amount of \$217,151 was credited directly to income as a reduction of salaries and wages incurred during the year under the Government of Canada's Canada Emergency Wage Subsidy ("CEWS") measures. At March 31, 2021, \$nil of this government assistance was receivable.

10% Temporary Wage Subsidy for Employers ("TWS")

Government assistance in the amount of \$13,353 was credited directly to income as a reduction of salaries and wages expenses incurred during the year under the Government of Canada's 10% Temporary Wage Subsidy for Employers ("TWS") measures. At March 31, 2021, \$nil of this government assistance was receivable.

Employment and Social Development Canada (ESDC) Canada Summer Jobs program

Government assistance in the amount of \$67,243 was credited directly to income as a reduction of salaries and wages expenses incurred during the year under the Government of Canada's Employment and Social Development Canada (ESDC) Canada Summer Jobs program. At March 31, 2021, \$nil of this government assistance was receivable.

3. CAPITAL ASSETS

		Accumulated			
	Cost	Amortization	2021	2020	
Computer equipment	\$ 1,990	\$ 1,332	\$ 658	\$ 396	

4. DEFERRED PROVINCIAL GOVERNMENT GRANT

The deferred grants represent unspent resources for funding received in the current year that is related to expenses to be incurred in subsequent years for externally restricted projects.

	2021	2020
Balance, beginning of year	\$ -	\$ -
Less: Amount recognized as revenue in the year	(67,000)	-
Plus: Amount received during the year	174,790	-
Balance, end of year	\$ 107,790	\$ -

SHELTER MOVERS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021

5. LEASE COMMITMENTS

The Organization has a lease with respect to its office premises in Toronto that expires December 2022. Future minimum lease payments as at March 31, 2021, are as follows:

2022	\$	28,800
2023		<u>21,600</u>
	\$	<u>50,400</u>

6. SUBSEQUENT EVENTS

In March 2020, the World Health Organization declared the COVID-19 outbreak a pandemic, which caused a major health crisis worldwide affecting the global economy and financial markets. Federal, provincial and municipal governments introduced numerous measures to protect the public, including directives from governments requiring the complete closure of certain businesses and institutions during the year and subsequent to year-end.

While it is too soon to estimate the overall financial effect of these events, the Organization has taken, and continues to take measures to mitigate the effects of the current crisis.

7. COMPARATIVE FIGURES

Certain figures for 2020 have been reclassified to conform to the presentation adopted in 2021.

8. FINANCIAL INSTRUMENTS

The Organization is exposed to various risks through its financial instruments, without being exposed to concentrations of risk. The significant risks at March 31, 2021 are detailed below.

Credit risk

For grants receivable, the Organization assesses, on a continuous basis, amounts receivable on the basis of amounts for which ultimate collection is reasonably assured based on their estimated realizable value.

Liquidity risk

Liquidity risk is the risk of being unable to meet cash requirements or to fund obligations as they become due. The Organization is exposed to liquidity risk with respect to the financial liabilities recognized in the statement of financial position. The Organization mitigates this risk by maintaining sufficient working capital to fund six months of budgeted operating expenses.