

Shelter Movers
Financial Statements
March 31, 2022

Shelter Movers Contents

For the year ended March 31, 2022

	<i>Page</i>
Independent Auditor's Report	
Financial Statements	
Statement of Financial Position.....	1
Statement of Operations.....	2
Statement of Changes in Net Assets.....	3
Statement of Cash Flows.....	4
Notes to the Financial Statements	5

To the Directors of Shelter Movers:

Qualified Opinion

We have audited the financial statements of Shelter Movers (the "Organization"), which comprise the statement of financial position as at March 31, 2022, and the statements of operations and 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 Organization as at March 31, 2022, and its financial performance and its cash flows 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, the Organization 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 Charity.

Therefore, we were not able to determine whether any adjustments might be necessary to:

- the current assets reported in the statements of financial position as at March 31, 2022 and March 31, 2021. Net assets as March 31, 2022 and 2021 and April 1, 2020.
- the donation and fundraising revenue and excess of revenue over expenditures reported in the statements of operations and changes in net assets for the years ended March 31, 2022 and March 31, 2021
- the cash flows from operations reported in the statements of cash flows for the years ended March 31, 2022 and March 31, 2021

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 Organization in accordance with the ethical requirements that are those standards are further described in the Auditor's Responsibilities for the Audit of the Financial 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 opinion.

Other Matter

The financial statement for the year ended March 31, 2021 were audited by another auditor who expressed a qualified opinion on those statements on September 27, 2021 for the reasons described in the Basis for Qualified Opinion paragraph.

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.

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 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.

Mississauga, Ontario

July 27, 2022

MNP LLP

Chartered Professional Accountants

Licensed Public Accountants

Shelter Movers
Statement of Financial Position
As at March 31, 2022

	2022	2021
	\$	\$
Assets		
Current		
Cash	873,698	739,871
Harmonized sales tax recoverable	33,103	14,082
Federal government grant receivable (Note 4)	68,542	80,418
Other grants receivable	7,400	38,277
Prepaid expenses	13,308	10,901
	996,051	883,549
Capital assets (Note 3)	390	658
	996,441	884,207
Liabilities		
Current		
Accounts payable and accrued liabilities	131,598	72,285
Deferred federal government grant (Note 5)	5,000	-
Deferred provincial government grant (Note 6)	111,045	107,790
	247,643	180,075
Commitments (Note 7)		
Net Assets		
Unrestricted	748,798	704,132
	996,441	884,207

Approved on behalf of the Board

[signed]

 Director

[signed]

 Director

Shelter Movers
Statement of Operations
For the year ended March 31, 2022

	2022	2021
	\$	\$
Revenue		
Donations	810,420	758,401
Federal government grants (Note 5)	620,597	443,069
Gala and fundraising	280,137	9,898
Other operating grants	259,429	131,029
Municipal government grants	119,693	119,277
Provincial government grants (Note 6)	101,345	67,000
Government assistance (Note 4), (Note 9)	57,216	297,747
Interest income	581	-
	2,249,418	1,826,421
Expenses		
Salaries and benefits (Note 4), (Note 9)	1,472,914	965,157
Direct costs	347,743	215,450
Professional fees	172,440	66,868
Office supplies and expenses	42,014	10,011
Telephone	33,057	26,688
Legal fees	32,143	-
Rent	28,695	9,978
Advertising	22,867	9,041
Gala and fundraising	14,278	4,324
Insurance	11,319	2,419
Audit fees	9,697	5,138
Donation processing fees	9,079	6,810
Bank charges and interest	5,190	2,550
Travel	3,048	32
Amortization of capital assets	268	361
	2,204,752	1,324,827
Excess of revenue over expenses	44,666	501,594

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, 2022

	2022	2021
	\$	\$
Net assets, beginning of year	704,132	202,538
Excess of revenue over expenses	44,666	501,594
Net assets, end of year	748,798	704,132

The accompanying notes are an integral part of these financial statements

Shelter Movers
Statement of Cash Flows
For the year ended March 31, 2022

	2022	2021
	\$	\$
Cash provided by (used for) the following activities		
Operating		
Excess of revenue over expenses	44,666	501,594
Amortization of deferred provincial government grants	(101,345)	-
Amortization of capital assets	268	361
	(56,411)	501,955
Changes in working capital accounts		
Harmonized sales tax recoverable	(19,021)	1,488
Federal government grant receivable	11,876	(80,418)
Other grants receivable	30,877	(38,277)
Prepaid expenses	(2,407)	(10,772)
Accounts payable and accrued liabilities	59,313	43,001
Deferred federal government grant	5,000	(89,449)
Deferred provincial government grant	104,600	107,790
	133,827	435,318
Investing		
Purchase of capital assets	-	(624)
Increase in cash	133,827	434,694
Cash, beginning of year	739,871	305,177
Cash, end of year	873,698	739,871

The accompanying notes are an integral part of these financial statements

1. Incorporation and nature of the organization

Shelter Movers (the "Organization") was incorporated April 20, 2016 as a not-for-profit organization under the Canada Not-for-profit Corporations Act and is a registered charity under the Income Tax Act.

The Organization's purpose is to provide moving and storage services at no cost to women and children fleeing abuse.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO) set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada, which are part of Canadian generally accepted accounting principles, and include the following significant accounting policies:

Revenue recognition

The Organization 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.

Government grants are recognized 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.

Government assistance is recognized where there is reasonable assurance that the Organization qualifies for such assistance and it will be received. Government assistance is recognized as revenue over the periods in which the expenses are incurred for which the assistance is intended to compensate.

Contributed services

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

Capital assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution plus all costs directly attributable to the acquisition. Amortization is provided using the straight-line method at rates intended to amortize the cost of assets over their estimated useful lives as follows:

	Annual rate
Computer equipment	straight-line over 4 years

Financial instruments

The Organization initially recognizes its financial instruments at fair value and they are subsequently measured at amortized cost.

Financial assets are tested for impairment at the end of each reporting period when there are indicators the assets may be impaired.

Use of estimates

The preparation of financial statements in conformity with Canadian ASNPO 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.

Shelter Movers
Notes to the Financial Statements
For the year ended March 31, 2022

3. Capital assets

	Cost	Accumulated amortization	2022 Net book value	2021 Net book value
	\$	\$	\$	\$
Computer equipment	1,991	1,601	390	658

4. Government Assistance

Canada Emergency Wage Subsidy ("CEWS")

Government assistance in the amount of \$17,914 (2021 - \$217,151) was recognized during the year under the Government of Canada's Canada Emergency Wage Subsidy ("CEWS") measures. At March 31, 2022, \$Nil of this government assistance was receivable.

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

Government assistance in the amount of \$Nil (2021 - \$13,353) was recognized during the year under the Government of Canada's 10% Temporary Wage Subsidy for Employers ("TWS") measures. At March 31, 2022, \$Nil of this government assistance was receivable.

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

Government assistance in the amount of \$39,302 (2021 - \$67,243) was recognized during the year under the Government of Canada's Employment and Social Development Canada (ESDC) Canada Summer Jobs program. At March 31, 2022, \$39,302 of this government assistance was receivable.

5. Deferred federal 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.

	2022	2021
	\$	\$
Amount received during the year	5,000	-
Balance, end of year	5,000	-

6. 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.

	2022	2021
	\$	\$
Balance, beginning of year	107,790	-
Amount received during the year	104,600	174,790
Less: Amount recognized as revenue during the year	(101,345)	(67,000)
Balance, end of year	111,045	107,790

7. Commitments

The Organization has entered into a lease agreement with estimated minimum annual payments as follows:

2023	\$ 21,600
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8. Financial risks

The Organization, as part of its operations, carries a number of financial instruments. It is management's opinion that the Organization is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

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 its accounts payable. The Organization mitigates this risk by maintaining sufficient working capital to fund three to six months of budgeted operating expenses.

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.

Market risk

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.

The Organization has taken, and continues to take measures to mitigate the effects of the current crisis.

9. Comparative figures

Certain comparative figures have been reclassified to conform with current year presentation.

Government assistance previously recorded as a reduction to salaries and benefits has been recorded at the gross amount received in the statement of operations.