

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Financial Statements

December 31, 2021



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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Syria-Antigonish Families Embrace (SAFE) Society

We have reviewed the accompanying financial statements of Syria-Antigonish Families Embrace (SAFE) Society (the organization) that comprise the statement of financial position as at December 31, 2021, and the statements of revenues and expenditures, changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations (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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Basis for Qualified Conclusion

In common with many not-for-profit organizations, the organization derives revenue from cash donations, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the review. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in the records of the organization. Therefore, we were not able to determine whether any adjustments might be necessary to donation revenue, excess of revenues over expenses, and cash flows from operations for the year ended December 31, 2021, current assets and net assets as at December 31, 2021.

Qualified Conclusion

Based on our review, except for the possible effects of the matter described in the *Basis for Qualified Conclusion* paragraph, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Syria-Antigonish Families Embrace (SAFE) Society as at December 31, 2021, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Antigonish, Nova Scotia
March 5, 2021

MacDonald & Murphy Inc.
Chartered Professional Accountants



MacDonald &
Murphy Inc.

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Revenues and Expenditures

Year Ended December 31, 2021

	2021	2020 <i>Revised</i>
Revenue		
Donations	\$ 91,344	\$ 93,541
Building Vibrant Communities Grant	40,000	40,000
Other grant revenue	15,867	3,000
Fundraising	7,799	
Recovery of contributions to ISANS		18,768
	<u>155,010</u>	<u>155,309</u>
Expenses		
Bank charges	113	58
Contributions to ACALA	40,000	40,000
Dues, fees and memberships	315	449
Insurance	600	600
Meetings		792
Office supplies and expenses	819	796
Other contributions	8,625	
Professional fees	2,365	1,613
Settlement expenses	108,314	116,693
	<u>161,151</u>	<u>161,001</u>
Deficiency of revenue over expenses from operations	(6,141)	(5,692)
Other income		
Interest income	1,754	3,598
Deficiency of revenue over expenses	<u>\$ (4,387)</u>	<u>\$ (2,094)</u>



SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Changes in Net Assets

Year Ended December 31, 2021

	General Fund	Contingency Fund (Note 3)	2021	2020
Net assets - beginning of year				
As previously reported	\$ 286,328	\$ 6,000	\$ 292,328	\$ 214,591
Funds held in trust adjustment (Note 9)	(79,831)		(79,831)	
As restated	206,497	6,000	212,497	214,591
Deficiency of revenue over expenses	(4,387)		(4,387)	(2,094)
Net assets - end of year	\$ 202,110	\$ 6,000	\$ 208,110	\$ 212,497

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Financial Position

December 31, 2021

	2021	2020 <i>Revised</i>
ASSETS		
Current		
Cash	\$ 20,285	\$ 26,902
Term deposits (Note 4)	336,450	266,578
Harmonized sales tax receivable	242	419
	<u>\$ 356,977</u>	<u>\$ 293,899</u>
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 1,571	\$ 1,571
Deferred revenue (Note 5)	8,750	
	<u>10,321</u>	<u>1,571</u>
Amounts held in trust (Note 6)	138,546	79,831
	<u>148,867</u>	<u>81,402</u>
Net Assets		
General fund	202,110	206,497
Contingency fund	6,000	6,000
	<u>208,110</u>	<u>212,497</u>
	<u>\$ 356,977</u>	<u>\$ 293,899</u>
Commitments (Note 8)		

ON BEHALF OF THE BOARD

Shirley A. Dean Director

Phillip H. Hopper Director



SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Cash Flows

Year Ended December 31, 2021

	2021	2020
Operating activities		
Cash receipts from donations and grants	\$ 222,652	\$ 235,201
Cash paid to suppliers	(161,151)	(160,931)
Interest received	1,754	3,598
	<u>63,255</u>	<u>77,868</u>
Investing activities		
Purchase of term deposits	(95,011)	(151,326)
Proceeds on disposal of term deposits	25,139	49,385
	<u>(69,872)</u>	<u>(101,941)</u>
Decrease in cash flow	(6,617)	(24,073)
Cash - beginning of year	<u>26,902</u>	<u>50,975</u>
Cash - end of year	<u>\$ 20,285</u>	<u>\$ 26,902</u>

1. Nature and purpose of the organization

Syria-Antigonish Families Embrace (SAFE) Society is a not-for-profit organization incorporated under the Societies Act of Nova Scotia effective July 22, 2015. The organization is a registered charitable organization and is exempt from the payment of income taxes under the Income Tax Act.

The organization operates to sponsor Syrian refugee families to settle in the Antigonish, Nova Scotia area.

2. Summary of significant accounting policies

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPPO) and, in management's opinion, with consideration of materiality and within the framework of the following accounting policies:

Cash

Cash is defined as cash on hand and cash on deposit, net of cheques issued and outstanding at the reporting date.

Fund accounting

Syria-Antigonish Families Embrace (SAFE) Society follows the restricted fund method of accounting for contributions.

The General Fund accounts for the organization's program delivery and administrative activities. This fund reports unrestricted resources.

Revenue recognition

Syria-Antigonish Families Embrace (SAFE) Society follows the restricted fund method of accounting for contributions.

Restricted contributions related to general operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund.

Unrestricted contributions are recognized as revenue of the General Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Donated services

The work and operation of the society would not be possible without the contributions of numerous hours of service by the local community. Because of the difficulty determining their fair value, these contributed services are not recognized in the financial statements.

Measurement uncertainty

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.

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Notes to Financial Statements

Year Ended December 31, 2021

(Unaudited)

3. Contingency fund

The organization has internally restricted \$6,000 to fund administrative expenses and other contingencies for emergency events.

4. Term deposits

The term deposits are held at the East Coast Credit Union earning interest at the rates described and maturing as follows:

	Purchase date	Maturity date	Interest rate %	2021	2020
Term deposit (40)	October 22, 2021	April 22, 2023	1.0	\$ 13,538	\$
Term deposit (41)	April 5, 2021	April 5, 2022	0.40	31,018	30,767
Term deposit (43)	February 16, 2021	August 16, 2022	0.85	32,073	31,756
Term deposit (45)	June 4, 2021	June 4, 2022	0.40	31,119	30,787
Term deposit (46)	August 11, 2021	August 11, 2023	0.80	25,009	24,594
Term deposit (47)	February 20, 2021	February 20, 2022	0.40	30,933	30,766
Term deposit (48)	June 17, 2021	June 17, 2022	1.30	15,302	15,105
Term deposit (49)	July 23, 2021	July 23, 2022	0.40	34,133	33,960
Term deposit (50)	August 27, 2021	August 27, 2022	0.60	30,570	30,427
Term deposit (51)	November 20, 2020	November 20, 2022	0.50	13,474	13,407
Term deposit (52)	February 9, 2021	August 9, 2022	0.85	12,549	
Term deposit (53)	March 18, 2021	March 18, 2022	0.40	6,019	
Term deposit (54)	March 18, 2021	March 18, 2022	0.40	12,038	
Term deposit (55)	May 5, 2021	May 5, 2023	0.50	24,191	
Term deposit (56)	June 4, 2021	June 4, 2023	0.50	10,029	
Term deposit (57)	July 20, 2021	July 20, 2023	0.55	10,024	
Term deposit (58)	August 24, 2021	August 24, 2023	0.80	4,431	
Term deposit	October 5, 2019	April 5, 2021	2.0		25,009
				<u>\$ 336,450</u>	<u>\$ 266,578</u>

5. Deferred revenue

The following amounts have been received during the year but have been deferred to subsequent period when the intended use of the funds have been carried out:

	2021
Sponsorship funding for families from other organizations	7,153
Grant funding for information technology	1,597
	<u>\$ 8,750</u>

6. Amounts held in trust

Amounts received by the organization for sponsorship are being held in trust until the family are successful in their admittance into Canada and are to cover the family's support in the first year.

	2021	2020
Opening balance	\$ 79,255	\$
Current year contributions received	57,955	79,255
	137,210	79,255
Interest on amounts held	1,336	576
Ending balance	\$ 138,546	\$ 79,831

7. Financial instruments

The organization is exposed to various risks through its financial instruments and the board monitors, evaluates and manage these risks. The following analysis provides information about the organization's risk exposure and concentration as of December 31, 2021.

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The organization is not exposed to other price risk.

8. Commitments

As at December 31, 2021, the organization has commitments of \$15,866 for the sponsorship and settlement of families (2020- \$36,150).

9. Prior period adjustment

Amounts received by the organization for sponsorship that are being held in trust until the family arrive have previously been included in the organization's donation revenue. These amounts are refundable to the contributor if the family is not successful in their admittance into Canada and these are not resources available to the organization for other purposes. Therefore these amounts have been removed from donations and are being maintained as funds held in trust.

The result of the prior period adjust was a reduction in the 2020 net assets ending of \$79,831 (\$79,255 from donations and \$576 from interest).