

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Financial Statements

December 31, 2023

Draft for discussion purposes only

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

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Year Ended December 31, 2023

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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, 2023, and the statements of revenues and expenses, 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.

Conclusion

Based on our review, 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, 2023, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Revenues and Expenses

Year Ended December 31, 2023

| | 2023 | 2022 |
|--|--------------------|--------------------|
| Revenue | | |
| Donations | \$ 142,428 | \$ 148,255 |
| Fundraising | 6,802 | 6,633 |
| Interest income | 613 | 1,431 |
| Other grant revenue (Note 9) | | 8,337 |
| | <u>149,843</u> | <u>164,656</u> |
| Expenses | | |
| Bank charges | 91 | 177 |
| Dues, fees and memberships | 296 | 302 |
| Insurance | 900 | 650 |
| Office supplies and expenses | 1,922 | 1,613 |
| Other contributions (Note 10) | | 8,337 |
| Professional fees | 4,450 | 6,572 |
| Settlement expenses | 183,522 | 245,961 |
| | <u>191,181</u> | <u>263,612</u> |
| Deficiency of revenue over expenses | \$ (41,338) | \$ (98,956) |

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SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Changes in Net Assets

Year Ended December 31, 2023

| | General Fund | Contingency Fund | 2023 | 2022 |
|---------------------------------------|-----------------|---------------------|-------------------|------------|
| Net assets - beginning of year | \$ 103,154 | \$ 6,000 | \$ 109,154 | \$ 208,110 |
| Deficiency of revenue over expenses | (41,338) | | (41,338) | (98,956) |
| Net assets - end of year | \$ 61,816 | \$ 6,000 | \$ 67,816 | \$ 109,154 |

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SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Financial Position

December 31, 2023

| | 2023 | 2022 |
|--|-------------------|-------------------|
| ASSETS | | |
| Current | | |
| Cash | \$ 64,497 | \$ 66,690 |
| Term deposits (Note 4) | 249,943 | 225,560 |
| Harmonized sales tax receivable | 1,171 | 579 |
| | <u>\$ 315,611</u> | <u>\$ 292,829</u> |
| LIABILITIES | | |
| Current | | |
| Accounts payable and accrued liabilities | \$ 4,000 | \$ 6,000 |
| Deferred revenue (Note 5) | | 30,005 |
| | 4,000 | 36,005 |
| Amounts held in trust (Note 6) | <u>243,795</u> | <u>147,670</u> |
| | <u>247,795</u> | <u>183,675</u> |
| NET ASSETS | | |
| General fund | 61,816 | 103,154 |
| Contingency fund | 6,000 | 6,000 |
| | <u>67,816</u> | <u>109,154</u> |
| | <u>\$ 315,611</u> | <u>\$ 292,829</u> |

Commitments (Note 8)

ON BEHALF OF THE BOARD

_____ Director

_____ Director

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Cash Flows

Year Ended December 31, 2023

| | 2023 | 2022 |
|---|------------------|-----------------|
| Operating activities | | |
| Cash receipts from donations and grants | \$ 205,998 | \$ 190,130 |
| Cash paid to suppliers | (193,181) | (259,180) |
| Interest received | 613 | 1,431 |
| | <u>13,430</u> | <u>(67,619)</u> |
| Investing activities | | |
| Purchase of term deposits | (171,234) | (73,059) |
| Proceeds on disposal of term deposits | 155,611 | 187,083 |
| | <u>(15,623)</u> | <u>114,024</u> |
| Increase (decrease) in cash flow | (2,193) | 46,405 |
| Cash - beginning of year | 66,690 | 20,285 |
| Cash - end of year | \$ 64,497 | \$ 66,690 |

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SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Notes to Financial Statements

Year Ended December 31, 2023

(Unaudited)

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 charity and is exempt from the payment of income taxes under the Income Tax Act.

The organization operates to facilitate, through its own resources and from similar agencies, the sponsorship of refugee families from countries in Asia, Africa and Middle East to settle in Northern Nova Scotia.

2. Summary of significant accounting policies

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO) 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 and restricted operating grants.

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.

(continues)

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Notes to Financial Statements

Year Ended December 31, 2023

(Unaudited)

2. Summary of significant accounting policies (continued)

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other 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.

3. Contingency fund

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

4. Term deposits

| | Purchase date | Maturity date | Interest rate % | 2023 | 2022 |
|-------------------|-------------------|-------------------|-----------------|-------------------|-------------------|
| Term deposit (41) | April 5, 2021 | April 5, 2023 | 0.400 | \$ | \$ 31,349 |
| Term deposit (42) | July 21, 2022 | July 21, 2023 | 3.800 | | 15,254 |
| Term deposit (43) | July 19, 2023 | July 19, 2025 | 4.150 | 14,560 | |
| Term deposit (44) | November 3, 2023 | November 3, 2025 | 5.150 | 18,957 | |
| Term deposit (45) | November 20, 2023 | November 20, 2024 | 5.000 | 31,389 | |
| Term deposit (46) | August 11, 2021 | August 11, 2023 | 0.800 | | 25,209 |
| Term deposit (47) | December 19, 2023 | June 19, 2025 | 5.500 | 5,797 | |
| Term deposit (48) | December 28, 2023 | June 28, 2025 | 5.500 | 14,973 | |
| Term deposit (49) | July 23, 2021 | July 23, 2023 | 0.400 | | 34,783 |
| Term deposit (53) | March 18, 2022 | March 18, 2024 | 1.150 | 6,149 | 6,079 |
| Term deposit (54) | March 18, 2022 | March 18, 2023 | 1.150 | | 12,148 |
| Term deposit (57) | July 20, 2021 | July 20, 2023 | 0.550 | | 10,080 |
| Term deposit (59) | February 10, 2023 | August 10, 2024 | 5.250 | 24,197 | 23,105 |
| Term deposit (60) | August 25, 2023 | August 25, 2024 | 5.000 | 29,416 | 28,631 |
| Term deposit (61) | June 27, 2022 | June 27, 2024 | 3.400 | 8,626 | 8,343 |
| Term deposit (62) | August 18, 2022 | August 18, 2023 | 3.250 | | 16,502 |
| Term deposit (63) | November 2, 2022 | November 2, 2023 | 3.450 | | 14,077 |
| Term deposit (64) | January 18, 2023 | January 18, 2024 | 3.450 | 8,491 | |
| Term deposit (65) | January 20, 2023 | January 20, 2025 | 4.500 | 31,150 | |
| Term deposit (66) | March 10, 2023 | March 10, 2025 | 4.850 | 20,409 | |
| Term deposit (67) | April 13, 2023 | April 13, 2024 | 4.400 | 18,925 | |
| Term deposit (69) | July 24, 2023 | July 23, 2024 | 2.800 | 16,905 | |
| | | | | \$ 249,944 | \$ 225,560 |

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY**Notes to Financial Statements****Year Ended December 31, 2023***(Unaudited)***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:

| | <u>2023</u> | <u>2022</u> |
|---|-------------|-------------|
| Sponsorship funding for families from other organizations | \$ | \$ 30,005 |

6. Amounts held in trust

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

| | <u>2023</u> | <u>2022</u> |
|-------------------------------------|-------------|-------------|
| Beginning balance | \$ 147,670 | \$ 138,546 |
| Current year contributions received | 177,841 | 89,771 |
| Current year support used | (88,978) | (82,350) |
| Interest earned | 7,262 | 1,703 |
| Ending balance | \$ 243,795 | \$ 147,670 |

7. Financial instruments

The organization is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the organization's risk exposure and concentration as of December 31, 2023.

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 exposed to other price risk through its investment in term deposits.

8. Commitments

As at December 31, 2023, the organization has commitments of \$23,952 for the sponsorship and settlement of families (2022 - \$19,138).

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Notes to Financial Statements

Year Ended December 31, 2023

(Unaudited)

9. Grant revenue

| | <u>2023</u> | <u>2022</u> |
|-------------------------|-------------|-----------------|
| Sport Nova Scotia | \$ | \$ 6,740 |
| Province of Nova Scotia | | <u>1,597</u> |
| | <u>\$</u> | <u>\$ 8,337</u> |

10. Other contributions

| | <u>2023</u> | <u>2022</u> |
|-------------------------|-------------|-----------------|
| StFX Youth Employment | \$ | \$ 6,740 |
| Province of Nova Scotia | | <u>1,597</u> |
| | <u>\$</u> | <u>\$ 8,337</u> |

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