

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Financial Statements

December 31, 2019



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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, 2019, 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.

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, 2019, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.

Antigonish, Nova Scotia
March 10, 2020

MacDonald & Murphy Inc.
Chartered Professional Accountants



SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Revenues and Expenditures

Year Ended December 31, 2019

	2019	2018 <i>Revised</i>
Revenue		
Donations	\$ 160,312	\$ 108,434
Interest income	1,537	239
	<u>161,849</u>	<u>108,673</u>
Expenses		
Bank charges	168	
Dues, fees and memberships	335	100
Insurance	600	
Meetings	745	185
Office supplies and expenses	443	554
Settlement expenses	81,384	61,973
Professional fees	1,613	1,613
	<u>85,288</u>	<u>64,425</u>
Excess of revenue over expenses	\$ 76,561	\$ 44,248

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Changes in Net Assets

Year Ended December 31, 2019

	2019	2018 <i>Revised</i>
Net assets - beginning of year		
As previously reported	\$ 140,618	\$ 95,232
Prior period adjustment to allocate security deposits to settlement expenses (<i>Note 6</i>)	<u>(2,588)</u>	<u>(1,450)</u>
As restated	138,030	93,782
Excess of revenue over expenses	<u>76,561</u>	<u>44,248</u>
Net assets - end of year	<u>\$ 214,591</u>	<u>\$ 138,030</u>

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Financial Position

December 31, 2019

	2019	2018 <i>Revised</i>
ASSETS		
Current		
Cash	\$ 50,975	\$ 55,444
Term deposits (Note 3)	164,637	83,677
Harmonized sales tax receivable	479	409
	<u>\$ 216,091</u>	<u>\$ 139,530</u>
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 1,500	\$ 1,500
Net assets	<u>214,591</u>	<u>138,030</u>
	<u>\$ 216,091</u>	<u>\$ 139,530</u>

ON BEHALF OF THE BOARD

Shirley Sears Director

Lucille Harper Director

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Cash Flows

Year Ended December 31, 2019

	2019	2018 <i>Revised</i>
Operating activities		
Cash receipts from donors	\$ 160,242	\$ 109,004
Cash paid to suppliers and sponsored families	(85,288)	(65,550)
Interest received	1,537	239
	<u>76,491</u>	<u>43,693</u>
Investing activity		
Purchase of term deposits	<u>(80,960)</u>	<u>(83,677)</u>
Decrease in cash flow	(4,469)	(39,984)
Cash - beginning of year	<u>55,444</u>	95,428
Cash - end of year	<u>\$ 50,975</u>	<u>\$ 55,444</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 (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.

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, 2019

(Unaudited)

3. 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 %	2019	2018
Term deposit	October 5, 2019	April 6, 2021	2.0	\$ 30,162	\$ 29,748
Term deposit	October 5, 2019	April 5, 2021	2.0	30,162	29,748
Term deposit	October 5, 2019	April 5, 2021	2.0	24,518	24,181
Term deposit	August 16, 2019	February 16, 2021	2.0	31,132	
Term deposit	September 27, 2019	March 27, 2021	2.0	18,482	
Term deposit	December 4, 2019	June 4, 2021	2.0	30,181	
				<u>\$ 164,637</u>	<u>\$ 83,677</u>

4. 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, 2019.

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.

5. Commitments

As at December 31, 2019, the organization has commitments of \$66,054 for the sponsorship and settlement of three selected Syrian families (2018 - \$33,875).

6. Prior period adjustment

The amounts paid as deposits on rents and/or utilities on behalf of the families supported by SAFE had previously been reported as prepaid expenses of the organization. These amounts will not be refunded to the organization and as a result an adjustment has been made to include these payments in settlement expenses.

The result of the prior period adjust was a reduction in the 2018 net assets opening of \$1,450 and a reduction of the 2019 net assets opening of \$2,588.