

SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY
Financial Statements
December 31, 2020



SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Index to Financial Statements

Year Ended December 31, 2020

	Page
INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT	1
FINANCIAL STATEMENTS	
Statement of Revenues and Expenditures	2
Statement of Changes in Net Assets	3
Statement of Financial Position	4
Statement of Cash Flows	5
Notes to Financial Statements	6 - 8



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, 2020, 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, 2020, current assets and net assets as at December 31, 2020.

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, 2020, 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



SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Revenues and Expenditures

Year Ended December 31, 2020

	2020	2019
Revenue		
Donations	\$ 172,796	\$ 160,312
Building Vibrant Communities Grant	40,000	
Recovery of contributions to ISANS	18,768	
Other grant revenue	3,000	
	<u>234,564</u>	<u>160,312</u>
Expenses		
Bank charges	58	168
Contributions to ACALA	40,000	
Dues, fees and memberships	448	334
Insurance	600	600
Meetings	792	745
Office supplies and expenses	796	444
Professional fees	1,613	1,613
Settlement expenses	116,693	81,384
	<u>161,000</u>	<u>85,288</u>
Excess of revenue over expenses from operations	73,564	75,024
Other income		
Interest income	4,174	1,537
Excess of revenue over expenses	\$ 77,738	\$ 76,561



SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Changes in Net Assets

Year Ended December 31, 2020

	General Fund	Contingency Fund (Note 3)	2020	2019
Net assets - beginning of year	\$ 214,591	\$	\$ 214,591	\$ 138,030
Excess of revenue over expenses	77,738		77,738	76,561
Fund transfer	(6,000)	6,000		
Net assets - end of year	\$ 286,329	\$ 6,000	\$ 292,329	\$ 214,591



SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Financial Position

December 31, 2020

	2020	2019
ASSETS		
Current		
Cash	\$ 26,902	\$ 50,975
Term deposits (Note 4)	266,578	164,637
Harmonized sales tax receivable	419	479
	<u>\$ 293,899</u>	<u>\$ 216,091</u>
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 1,570	\$ 1,500
Net Assets		
General fund	286,329	214,591
Contingency fund	6,000	
	<u>292,329</u>	<u>214,591</u>
	<u>\$ 293,899</u>	<u>\$ 216,091</u>

ON BEHALF OF THE BOARD

Ashley A. Sears Director

Lucille Harper Director



SYRIA-ANTIGONISH FAMILIES EMBRACE (SAFE) SOCIETY

Statement of Cash Flows

Year Ended December 31, 2020

	2020	2019
Operating activities		
Cash receipts from donations and grants	\$ 234,624	\$ 160,242
Cash paid to suppliers	(160,930)	(85,288)
Interest received	4,174	1,537
	<u>77,868</u>	<u>76,491</u>
Investing activities		
Purchase of term deposits	(151,326)	(80,960)
Proceeds on disposal of term deposits	49,385	
	<u>(101,941)</u>	<u>(80,960)</u>
Decrease in cash flow	(24,073)	(4,469)
Cash - beginning of year	50,975	55,444
Cash - end of year	\$ 26,902	\$ 50,975



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, 2020

(Unaudited)

3. Contingency fund

During the year the organization 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 %	2020	2019
Term deposit	October 5, 2019	November 24, 2020	2.0	\$	\$ 30,162
Term deposit	October 5, 2019	April 5, 2021	2.0	30,767	30,162
Term deposit	October 5, 2019	April 5, 2021	2.0	25,009	24,518
Term deposit	August 16, 2019	February 16, 2021	2.0	31,756	31,132
Term deposit	September 27, 2019	July 15, 2020	2.0		18,482
Term deposit	December 4, 2019	June 4, 2021	2.0	30,787	30,181
Term deposit	February 11, 2020	August 11, 2021	2.25	24,594	
Term deposit	February 20, 2020	February 20, 2021	1.45	30,766	
Term deposit	June 17, 2020	June 17, 2022	1.30	15,105	
Term deposit	July 23, 2020	July 23, 2021	0.60	33,960	
Term deposit	August 27, 2020	August 27, 2021	0.40	30,427	
Term deposit	November 24, 2020	November 24, 2022	0.50	13,407	
				\$ 266,578	\$ 164,637

5. 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, 2020.

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.

6. Commitments

As at December 31, 2020, the organization has commitments of \$39,150 for the sponsorship and settlement of three selected Syrian families (2019 - \$66,054).

7. Other matter

In March 2020, the World Health Organization declared a global pandemic due to the novel coronavirus (COVID-19). The situation is constantly evolving, and the measures put in place are having multiple impacts on local, provincial, national and global economies.

As at the financial statement date, the organization is aware of changes in its operations as a result of the COVID-19 crisis.

Management is uncertain of the effects of these changes on its financial statements and believes that any disturbance may be temporary; however, there is uncertainty about the length and potential impact of the disturbance.

As a result, we are unable to estimate the potential impact on the organization's operations as at the date of these financial statements.