

CHILD ABUSE PREVENTION AND COUNSELLING
SOCIETY OF GREATER VICTORIA

FINANCIAL STATEMENTS

MARCH 31, 2015

(Unaudited)

REVIEW ENGAGEMENT REPORT

To the Members of
Child Abuse Prevention and Counselling Society of Greater Victoria

We have reviewed the statement of financial position of Child Abuse Prevention and Counselling Society of Greater Victoria as at March 31, 2015 and the statements of operations, changes in net assets, and cash flow for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to the information supplied to us by the company.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.

Based on our review nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.

As required by the Society Act of British Columbia, we report that in our opinion, these standards have been applied on a basis consistent with that of the preceding year.

Victoria, BC
September 15, 2015

Allen & Krauel Inc.
Chartered Professional Accountants

CHILD ABUSE PREVENTION AND COUNSELLING SOCIETY OF GREATER VICTORIA

STATEMENT OF FINANCIAL POSITION
MARCH 31, 2015
(Unaudited)

	2015	2014
ASSETS		
Current		
Cash	\$ 109,378	\$ 12,726
Accounts receivable	14,617	21,066
GST receivable	4,531	4,710
Prepaid expenses	1,487	2,128
	130,013	40,630
Restricted cash (note 3)	37,573	38,627
Tangible capital assets (note 4)	10,727	15,766
	\$ 178,313	\$ 95,023
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 75,285	\$ 57,612
Government remittances payable	5,886	8,649
Sick leave liability (note 5)	88,863	94,681
	170,034	160,942
NET ASSETS		
Net assets internally restricted for		
New Initiatives fund (note 6)	37,573	38,627
Net assets invested in tangible capital assets	10,727	15,766
Unrestricted net assets	(40,021)	(120,312)
	8,279	(65,919)
	\$ 178,313	\$ 95,023

Approved by the directors


 _____ Director

 _____ Director

CHILD ABUSE PREVENTION AND COUNSELLING SOCIETY OF GREATER VICTORIA

STATEMENT OF CHANGES IN NET ASSETS YEAR ENDED MARCH 31, 2015 (Unaudited)

	Internally restricted for New Initiatives fund	Invested in tangible capital assets	Unrestricted	2015	2014
Balance, beginning of year	\$ 38,627	\$ 15,766	\$(120,312)	\$ (65,919)	\$ (45,224)
Surplus (shortage) of revenue over expenses	510	(5,039)	78,727	74,198	(20,695)
Net asset transfers	(1,564)	-	1,564	-	-
Balance, end of year	\$ 37,573	\$ 10,727	\$ (40,021)	\$ 8,279	\$ (65,919)

CHILD ABUSE PREVENTION AND COUNSELLING SOCIETY OF GREATER VICTORIA

STATEMENT OF OPERATIONS MARCH 31, 2015 (Unaudited)

	<u>2015</u>	<u>2014</u>
Revenue		
Ministry of Children & Family Development	\$ 521,899	\$ 516,899
Solicitor General	179,645	179,952
Grants	149,392	81,539
Donations and membership fees	119,882	30,179
Interest and other income	12,745	1,060
Service fees	10,000	11,580
Federal Department of Justice	-	18,799
	<u>993,563</u>	<u>840,008</u>
Expenses		
Wages and benefits	642,761	656,342
Administration	88,856	79,398
Rent and utilities	85,453	82,660
Fundraising	58,335	1,743
Clinical	33,552	2,736
Amortization	5,039	9,983
Telephone	4,024	12,064
Staff development	1,345	1,267
Professional consultants	-	14,462
	<u>919,365</u>	<u>860,655</u>
Surplus (shortage) of revenue over expenses before other items	74,198	(20,647)
Loss on disposal of tangible capital assets	-	(48)
Surplus (shortage) of revenue over expenses	<u>\$ 74,198</u>	<u>\$ (20,695)</u>

CHILD ABUSE PREVENTION AND COUNSELLING SOCIETY OF GREATER VICTORIA

STATEMENT OF CASH FLOW MARCH 31, 2015 (Unaudited)

	2015	2014
Operating activities		
Surplus (shortage) of revenue over expenses	\$ 74,198	\$ (20,695)
Add charges to operations not requiring a current cash payment:		
Amortization	5,039	9,983
Loss on disposal of tangible capital assets	-	48
	79,237	(10,664)
Net change in non-cash working capital balances related to operations		
Accounts receivable	6,449	(2,700)
GST receivable	179	7,625
Prepaid expenses	641	197
Accounts payable	17,673	12,607
Government remittances payable	(2,763)	(5,139)
Sick leave liability	(5,818)	(10,081)
	16,361	2,509
Cash provided by (used in) operating activities	95,598	(8,155)
Investing activities		
Additions to tangible capital assets	-	(3,304)
Cash used in investing activities	-	(3,304)
Net asset transfers		
Transfer from internally restricted net assets	1,564	15,676
Interest on internally restricted net assets	(510)	(585)
Cash provided by net asset transfers	1,054	15,091
Net increase in cash during the year	96,652	3,632
Cash position, beginning of year	12,726	9,094
Cash position, end of year	\$ 109,378	\$ 12,726

Cash position consists of unrestricted cash on deposit.

CHILD ABUSE PREVENTION AND COUNSELLING SOCIETY OF GREATER VICTORIA

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2015

(Unaudited)

1. Purpose of the organization

Child Abuse Prevention and Counselling Society of Greater Victoria is a local organization which provides counselling, support and education to sexually abused children and youth under the age of nineteen, and their families. Child Abuse Prevention and Counselling Society of Greater Victoria is incorporated under the Society Act of British Columbia as a not-for-profit organization and is a registered charity under the Income Tax Act.

2. Significant accounting policies

The financial statements of the society have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. Because a precise determination of many assets and liabilities is dependent upon future events, the preparation of financial statements for a period necessarily involves the use of estimates which have been made using careful judgment.

The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below.

Tangible capital assets

Tangible capital assets are stated at cost and are amortized on a straight-line basis at the annual rates set out in note 4. With respect to software, in the year of acquisition, half the specified rate is applied.

Revenue recognition

The society follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenditures 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, if any, are recognized as direct increases in net assets.

CHILD ABUSE PREVENTION AND COUNSELLING SOCIETY OF GREATER VICTORIA

NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2015
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2. Significant accounting policies (continued)

Financial Instruments

Measurement of financial instruments

The society initially measures its financial assets and liabilities at fair value. The entity subsequently measures all its financial assets and liabilities at amortized cost.

Financial assets measured at amortized cost include cash, accounts receivable, and GST receivable. Financial liabilities measured at amortized cost include bank indebtedness, accounts payable and accrued liabilities, government remittances payable, and sick leave liability.

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down or subsequent reversal, if any, is recognized in net income.

Transaction costs

The society recognizes its transaction costs in net income in the period incurred. However, financial instruments that will not be subsequently measured at fair value are adjusted by the transaction costs that are directly attributable to their origination, issuance or assumption.

3. Restricted cash

The balance represents funds restricted in an amount equal to the balance in the New Initiatives fund.

4. Tangible capital assets

	Cost	Accumulated Amortization	Net Book Value		Amortization Rate
			2015	2014	
Computer and electronic equipment	\$ 26,682	\$ 23,129	\$ 3,553	\$ 5,958	1/5
Furniture and fixtures	46,462	39,864	6,598	9,039	1/10
Leasehold improvements	1,676	1,100	576	769	1/5
Software	14,319	14,319	-	-	100%
	<u>\$ 89,139</u>	<u>\$ 78,412</u>	<u>\$ 10,727</u>	<u>\$ 15,766</u>	

CHILD ABUSE PREVENTION AND COUNSELLING SOCIETY OF GREATER VICTORIA

NOTES TO THE FINANCIAL STATEMENTS
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5. Sick leave liability

The society is liable for accumulated sick leave of its employees. Employees are entitled to eighteen sick days per year, with unused days carried forward. The maximum number of days permitted is one hundred forty six.

6. Internally restricted net assets

Net assets internally restricted for the New Initiatives fund consist of amounts allocated from unrestricted net assets as approved by the Board of Directors. These internally restricted amounts are to be used for purchasing equipment and establishing new programs for research, literature and possible educational programs in schools and are not available for other purposes without approval of the Board of Directors.

7. Financial instruments and risk management

The society's financial instruments consist of cash, accounts receivable, GST receivable, bank indebtedness, accounts payable and accrued liabilities, government remittances payable, and sick leave liability. Transactions in financial instruments may result in financial risks being assumed by the society. The risks identified by the society are as follows:

Credit risk is the risk that one party to a financial instrument will cause a financial loss to the other party by failing to discharge an obligation.

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

Liquidity risk is the risk that the society will encounter difficulty in meeting obligations associated with financial liabilities.

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

It is management's opinion that the society is not exposed to significant credit, interest, liquidity or market risk arising from these financial instruments.

8. Economic dependence

The society receives the majority of its revenue from the Province of British Columbia.

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9. Lease commitment

The society operates in leased premises. The current lease is at \$3,398 base rent per month plus operating costs of \$3,542 per month. The period of the lease is July 1, 2014 to June 30, 2019, with an option to renew for three additional years. Minimum lease payments to expiry are as follows:

2016	\$ 83,280
2017	83,280
2018	83,280
2019	83,280
2020	<u>20,820</u>
	<u>\$ 353,940</u>

10. Comparative figures

Certain of the prior year's comparative figures have been reclassified to conform to the current year's presentation.