

WOMEN AGAINST VIOLENCE AGAINST WOMEN/RAPE CRISIS CENTRE

Financial Statements

Year Ended March 31, 2020

WOMEN AGAINST VIOLENCE AGAINST WOMEN/RAPE CRISIS CENTRE

Index to Financial Statements

Year Ended March 31, 2020

	Page
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Operations	4
Statement of Changes in Net Assets	5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 11

INDEPENDENT AUDITOR'S REPORT

To the Members of Women Against Violence Against Women/Rape Crisis Centre

Qualified Opinion

We have audited the financial statements of Women Against Violence Against Women/Rape Crisis Centre (the Society), which comprise the statement of financial position as at March 31, 2020, and the statements of operations, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Society as at March 31, 2020, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

In common with many charitable organizations, the Society derives revenue from donations and fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Society and we were not able to determine whether any adjustments might be necessary to contributions, excess of revenues over expenses, current assets and net assets. Our audit opinion on the financial statements for the year ended March 31, 2019 was modified accordingly because of the possible effects of this limitation of scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Society in accordance with ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with , 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.

In preparing the financial statements, management is responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Society's financial reporting process.

Independent Auditor's Report to the Members of Women Against Violence Against Women/Rape Crisis Centre
(continued)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Society's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other Legal and Regulatory Requirements

As required by the Societies Act of British Columbia, we report that, in our opinion, the Society's financial statements have been prepared following Canadian accounting standards for not-for-profit organizations, and these accounting principles have been applied on the basis that is consistent with that of the preceding period.



CHARTERED PROFESSIONAL ACCOUNTANTS

WOMEN AGAINST VIOLENCE AGAINST WOMEN/RAPE CRISIS CENTRE

Statement of Financial Position

March 31, 2020

	2020	2019
ASSETS		
Current		
Cash	\$ 805,564	\$ 928,327
Amounts receivable	38,069	45,653
Goods and services tax recoverable	12,224	11,999
Prepaid expenses	19,912	32,052
	<u>875,769</u>	1,018,031
Tangible capital assets (Note 4)	82,635	101,180
Restricted investments (Note 5)	<u>128,310</u>	127,930
	<u>\$ 1,086,714</u>	<u>\$ 1,247,141</u>
LIABILITIES AND NET ASSETS		
Current		
Accounts payable and accrued liabilities	\$ 26,863	\$ 38,485
Salaries, wages and vacation payable	138,369	97,002
Deferred revenue (Note 6)	227,528	218,645
	<u>392,760</u>	354,132
Deferred capital contributions (Note 7)	<u>27,465</u>	33,654
	<u>420,225</u>	387,786
Net Assets		
Unrestricted net assets	483,009	663,899
Invested in tangible capital assets	55,170	67,526
Internally restricted net assets	<u>128,310</u>	127,930
	<u>666,489</u>	859,355
	<u>\$ 1,086,714</u>	<u>\$ 1,247,141</u>

CREDIT FACILITY (Note 8)

LEASE COMMITMENTS (Note 9)

APPROVED ON BEHALF OF THE BOARD

 Director

 Director

WOMEN AGAINST VIOLENCE AGAINST WOMEN/RAPE CRISIS CENTRE**Statement of Operations
Year Ended March 31, 2020**

	2020	2019
REVENUES		
Donations	\$ 403,814	\$ 703,818
Department of Justice	341,321	396,647
Other grants	292,190	228,072
Min of Public Safety and Solicitor General-SVP	253,038	276,275
Min of Public Safety and Solicitor General-STV	166,257	179,746
Telemarketing	117,703	311,947
B.C. Community Gaming Grant	66,000	66,000
City of Vancouver	49,988	49,988
Children's and Women's Health Centre of BC	30,000	30,000
Other income	19,617	8,383
	1,739,928	2,250,876
EXPENSES		
Wages, benefits and honoraria	1,468,628	1,372,815
Rent and utilities	162,193	160,946
Telemarketing	39,883	159,754
Website and computer	34,105	30,774
Bookkeeping	26,942	21,315
Equipment lease and maintenance	26,431	25,553
Office and miscellaneous	23,601	18,967
Professional development and training	21,643	17,512
Amortization	21,161	21,106
Travel	19,715	23,476
UIFA event expenses	16,397	-
Audit and legal fees	15,241	11,421
External consultants	14,848	40,601
Program supplies	10,605	20,679
Insurance	8,691	8,395
Telephone and communications	8,519	10,307
Bank charges and fees	8,145	12,328
Advertising and promotion	6,046	12,419
	1,932,794	1,968,368
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ (192,866)	\$ 282,508

See notes to financial statements

WOMEN AGAINST VIOLENCE AGAINST WOMEN/RAPE CRISIS CENTRE

Statement of Changes in Net Assets

Year Ended March 31, 2020

	Unrestricted net assets	Invested in tangible capital assets	Internally restricted net assets	2020	2019
NET ASSETS - BEGINNING OF YEAR	\$ 663,899	\$ 67,526	\$ 127,930	\$ 859,355	\$ 576,847
Deficiency of revenues over expenses	(177,895)	(14,971)	-	(192,866)	282,508
Purchase of tangible capital assets	(2,615)	2,615	-	-	-
Allocation of interest income	(380)	-	380	-	-
NET ASSETS - END OF YEAR	\$ 483,009	\$ 55,170	\$ 128,310	\$ 666,489	\$ 859,355

See notes to financial statements

WOMEN AGAINST VIOLENCE AGAINST WOMEN/RAPE CRISIS CENTRE**Statement of Cash Flows
Year Ended March 31, 2020**

	2020	2019
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenses	\$ (192,866)	\$ 282,508
Items not affecting cash:		
Amortization of tangible capital assets	21,161	21,106
Amortization on deferred capital contributions	(6,189)	(6,382)
	<u>(177,894)</u>	<u>297,232</u>
Changes in non-cash working capital:		
Amounts receivable	7,584	35,848
Accounts payable and accrued liabilities	(11,623)	(11,110)
Deferred revenue	8,883	(79,132)
Prepaid expenses	12,140	(21)
Goods and services tax recoverable	(225)	713
Salaries, wages and vacation payable	41,367	17,551
	<u>58,126</u>	<u>(36,151)</u>
Cash flow from (used by) operating activities	<u>(119,768)</u>	<u>261,081</u>
INVESTING ACTIVITIES		
Purchase of tangible capital assets	(2,615)	(15,325)
Reinvestment of restricted investments	(380)	(635)
Cash flow used by investing activities	<u>(2,995)</u>	<u>(15,960)</u>
INCREASE (DECREASE) IN CASH FLOW	(122,763)	245,121
Cash - beginning of year	<u>928,327</u>	<u>683,206</u>
CASH - END OF YEAR	\$ 805,564	\$ 928,327

See notes to financial statements

WOMEN AGAINST VIOLENCE AGAINST WOMEN/RAPE CRISIS CENTRE

Notes to Financial Statements

Year Ended March 31, 2020

1. PURPOSE OF THE SOCIETY

Women Against Violence Against Women/Rape Crisis Centre (the "Society") is a not-for-profit organization incorporated under the Societies Act of British Columbia on February 3, 1983. As a registered charity, the Society is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

The purposes of the Society are to provide support services to survivors of sexualised violence who have shared experiences of gender marginalization: cis and trans women, Two-Spirit, trans and/or non-binary people. The Society advocate for social and systemic change through education, outreach and activism.

2. CONTINUITY OF OPERATIONS (COVID-19)

In March of 2020, the COVID-19 outbreak was declared a pandemic by the World Health Organization and has had a significant financial, market and social dislocating impact on the general community. Given the Society's mandate and programs, the Society has played an important role in responding to the pandemic by providing some essential services. The impact of the pandemic has had significant impacts on the operations of the Society, specifically in adapting and adjusting services and programs, and managing the workplace, work flow and organizational finances. While these impacts have been significant, they have not, for the most part, resulted in negative impacts for the delivery of services and programs or on the short term financial health of the Society.

The Society anticipates the ultimate provision of services and the recognition of deferred revenues to continue as the province continues to navigate this pandemic and lift social distancing, travel restriction and the provision of services as it becomes safe to do so. In the meantime the Society continues to conserve cash to meet these obligations.

Subsequent to the year-end, the Society received the temporary 10% wage subsidy to the maximum of \$25,000, as well as, COVID-19 crisis funding from the federal government and municipal community foundations totaling \$55,000.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

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

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 expenses are incurred. Contributions received towards expenditures that will be incurred in future years are reported as deferred revenue.

Unrestricted and fundraising contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Unrestricted investment income is recognized as revenue when earned.

(continues)

WOMEN AGAINST VIOLENCE AGAINST WOMEN/RAPE CRISIS CENTRE

Notes to Financial Statements

Year Ended March 31, 2020

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Tangible capital assets

Tangible capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives at the following rates and methods:

Equipment	20%	declining balance method
Computer equipment	30%	declining balance method
Computer software	100%	declining balance method
Furniture and fixtures	20%	declining balance method
Telephone system	20%	declining balance method
Leasehold improvements	7 years	straight-line method
Resource library	20%	declining balance method

Tangible capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

Net assets

- a) Unrestricted net assets comprise of the excess revenues over expenses accumulated by the organization each year and are available for general purposes.
- b) Net assets invested in tangible capital assets represents the organization's net investment in tangible capital assets which is comprised of the unamortized amount of tangible capital assets purchased with restricted funds.
- c) Internally restricted net assets have been restricted by the Board of Directors to provide financial safeguard for the Society to continuously sustain support of its programs and services to the community in the event of unforeseen circumstances involving loss of funding and emergencies. This amount is not available for other purposes without the approval of the board of directors.

Contributed services

The operations of the Society depend on the contribution of time by volunteers. The fair value of this donated time cannot be reasonably determined and therefore has not been reflected in these financial statements.

Measurement uncertainty (use of estimates)

The preparation of financial statements in conformity with ASNPO 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. The Society's principle estimates relate to the useful life of tangible capital assets and the collectibility of amounts receivable.

WOMEN AGAINST VIOLENCE AGAINST WOMEN/RAPE CRISIS CENTRE

Notes to Financial Statements

Year Ended March 31, 2020

4. TANGIBLE CAPITAL ASSETS

	Cost	Accumulated amortization	2020 Net book value	2019 Net book value
Computer equipment	\$ 47,207	\$ 35,676	\$ 11,531	\$ 13,834
Computer software	25,710	25,710	-	906
Equipment	1,765	1,112	653	356
Furniture and fixtures	54,767	40,824	13,943	17,428
Leasehold improvements	89,711	41,389	48,322	58,424
Resource library	11,586	10,478	1,108	1,385
Telephone system	18,846	11,768	7,078	8,847
	\$ 249,592	\$ 166,957	\$ 82,635	\$ 101,180

5. RESTRICTED INVESTMENTS

Restricted investments comprise cashable term deposits maturing between May 18, 2019 and February 2, 2023, which have been internally restricted by the Board of Directors to cover 3 months of operating costs of the Society. The interest rates on these term deposits range between 0.9% and 1.9% (2019 - 0.9% and 1.9%), and all interest earned is reinvested into the principal balance.

6. DEFERRED REVENUE

Deferred revenue represents restricted contributions received for certain projects and are recognized as revenue when the project expenditures are incurred.

	Beginning balance	Amounts received	Amounts recognized	2020
City of Vancouver - Healing and Rebuilding	\$ 8,549	\$ 10,000	\$ 9,152	\$ 9,397
City of Vancouver - Community Services Grant	-	59,988	-	59,988
Coast Capital Savings	5,000	-	5,000	-
Dept. for Women & Gender Equality	12,430	-	12,430	-
BC Gaming	66,000	66,000	66,000	66,000
Nicola Wealth Management	-	30,000	-	30,000
Sarah MacDonald Fund	50,000	50,000	44,773	55,227
Status of Women	51,666	-	51,666	-
Timothy C. Kerr Family Foundation	25,000	18,750	36,834	6,916
	\$ 218,645	\$ 234,738	\$ 225,855	\$ 227,528

WOMEN AGAINST VIOLENCE AGAINST WOMEN/RAPE CRISIS CENTRE

Notes to Financial Statements

Year Ended March 31, 2020

7. DEFERRED CAPITAL CONTRIBUTIONS

Deferred capital contributions represent restricted contributions received to fund leasehold improvements within the Society's leased facility. These contributions are recognized in income at the same rate the leasehold improvements are amortized.

	<u>2020</u>	<u>2019</u>
Opening balance	\$ 33,654	\$ 40,036
Amount recognized	<u>6,189</u>	<u>6,382</u>
Ending Balance	<u>\$ 27,465</u>	<u>\$ 33,654</u>

8. CREDIT FACILITY

The Society has a credit facility with Vancity, which includes an approved operating line that can be drawn upon to a maximum of \$85,000, bears interest at prime plus 2% and is secured by a General Security Agreement. As at March 31, 2020, the credit facility was not in use.

9. LEASE COMMITMENTS

The Society has a long term lease with respect to its premises. The lease was renewed on December 1, 2015 for a period of 7 years, expiring on November 30, 2022. Minimum lease payments over the next 3 years are as follows:

2021	\$ 154,843
2022	154,843
2023	<u>103,229</u>
	<u>\$ 412,915</u>

10. ENDOWMENT FUNDS

Under the terms of an agreement dated April 25, 2016, the Society established an endowment fund with the Vancouver Foundation. The monies contributed to the fund are permanently vested with the Vancouver Foundation and the annual income earned from the contributed principal is reinvested in the fund.

During the current year, the Society contributed directly an amount of \$Nil (2019 - \$Nil) to the Vancouver Foundation Fund. Since inception of this program, the Society has contributed an aggregate amount of \$20,000 and other indirectly gifted amounts totaling \$200 (2019 - \$50). The amount of income earned reinvested to the fund for the year was \$892 (2019 - \$859), and the amount of grants distributed to the Society from the fund for the year was \$2,455 (2019 - \$Nil). The market value of the fund as at March 31, 2020 is \$22,904.

11. REMUNERATION PAID TO EMPLOYEES AND DIRECTORS

Under the B.C. Societies Act regulations, all Societies, which are not designated as a member funded Society, are required to disclose any remuneration paid to employees and/or contractors that earn over \$75,000, and disclose any payments made to Directors of the Society. For the year ended March 31, 2020 the Society had 1 (2019 - 1) employee who had total remuneration of \$85,328 (2019 - \$75,000) for the year.

WOMEN AGAINST VIOLENCE AGAINST WOMEN/RAPE CRISIS CENTRE

Notes to Financial Statements

Year Ended March 31, 2020

12. FINANCIAL INSTRUMENTS

Financial assets and liabilities are initially measured at fair value. Subsequent measurement of financial assets and liabilities are at cost or amortized cost. Financial assets measured at amortized cost include cash, restricted investments, amounts receivable and goods and services tax recoverable. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, and salaries, wages and vacation payable.

The Society is exposed to various risks through its financial instruments. The following analysis provides information about the Society's risk exposure and concentration as of March 31, 2020.

(a) Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Society is exposed to credit risk from receipt of funding from ministries, government and donors.

(b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Society is exposed to this risk mainly in respect of its receipt of funds from provincial and federal grants and other sources to enable to Society in discharging its liabilities as they become due. The Society has sufficient cash resources and an available line of credit (Note 7) to meet its obligations.

Unless otherwise noted, it is management's opinion that the society is not exposed to significant other price risks arising from these financial instruments.

13. COMPARATIVE FIGURES

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