

STREETOHOME FOUNDATION
Financial Statements
For the Year Ended 31 December 2020

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INDEPENDENT PRACTITIONERS' REVIEW ENGAGEMENT REPORT

To the Members,
Streetohome Foundation

We have reviewed the accompanying financial statements of Streetohome Foundation that comprise the statement of financial position as at 31 December 2020, and the statements of operations and changes in fund balances 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, 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.

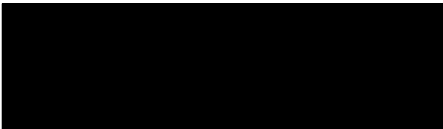
Practitioners' Responsibility

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.





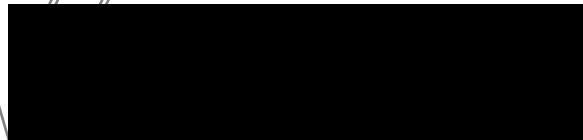
INDEPENDENT PRACTITIONERS' REVIEW ENGAGEMENT REPORT - continued

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 Streethome Foundation as at 31 December 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.

Report on Other Legal and Regulatory Requirements

As required by the Societies Act (British Columbia) we report that the accounting principles in Canadian accounting standards for not-for-profit organizations have been applied on a basis consistent with that of preceding year.



CHARTERED PROFESSIONAL ACCOUNTANTS

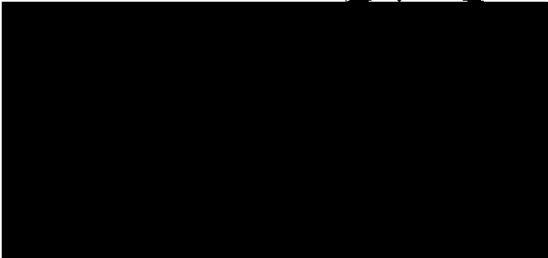
Vancouver, Canada



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STREETOHOME FOUNDATION
Statement of Financial Position
31 December 2020

	2020	2019
Assets		
Current		
Cash	\$ 171,220	\$ 462,538
Restricted cash (Note 3)	430,460	5,060,594
Restricted term deposits (Note 3)	4,100,000	-
Other term deposits	350,000	-
Accrued receivables	42,954	1,596
Prepaid expenses	3,254	3,109
	\$ 5,097,888	\$ 5,527,837
Liabilities		
Current		
Accounts payable and accrued liabilities	\$ 20,721	\$ 20,101
Deferred revenue (Note 3)	4,558,090	5,055,311
	4,578,811	5,075,412
Commitments (Note 4)		
Fund Balance		
Unrestricted	519,077	452,425
	\$ 5,097,888	\$ 5,527,837



Member



Member

The accompanying notes are an integral part of these financial statements.

STREETOHOME FOUNDATION
Statement of Operations and Changes in Fund Balances
For the Year Ended 31 December 2020

	2020	2019
Revenues		
Recognized funding for grants awarded (Notes 2(b) and 3)	\$ 1,160,383	\$ 46,704
Operating funding (Note 5)	559,161	479,885
Investment income - operating	5,161	10,143
Other revenue	4,962	-
Government assistance (Note 8)	4,125	-
	<u>1,733,792</u>	<u>536,732</u>
Expenses		
Salaries and benefits (Note 6)	386,782	380,852
Occupancy	57,324	56,180
Office and miscellaneous	21,216	16,588
Professional fees	20,766	20,403
IT communication	8,069	8,364
Insurance	5,266	4,884
Travel	4,159	6,135
Communication, conference and meetings	3,175	7,280
	<u>506,757</u>	<u>500,686</u>
Excess of revenues over expenses before grants awarded	1,227,035	36,046
Grants awarded - Schedule (Note 3)	1,160,383	46,704
Excess (deficiency) of revenues over expenses for the year	66,652	(10,658)
Fund balance - beginning of year	452,425	463,083
Fund balance - end of year	\$ 519,077	\$ 452,425

The accompanying notes are an integral part of these financial statements.

STREETOHOME FOUNDATION**Statement of Cash Flows**

For the Year Ended 31 December 2020

	2020	2019
Cash provided by (used in):		
Operating activities		
Excess (deficiency) of revenues over expenses for the year	\$ 66,652	\$ (10,658)
Changes in non-cash working capital		
Accrued receivables	(41,358)	47,378
Prepaid expenses	(145)	5,887
Accounts payable and accrued liabilities	620	3,650
Deferred revenue	(497,221)	234,663
	<u>(471,452)</u>	<u>280,920</u>
Investing activities		
(Increase) decrease in restricted cash	4,630,134	(5,008,659)
(Increase) decrease in restricted term deposits	(4,100,000)	4,731,500
(Increase) decrease in other term deposits	(350,000)	380,000
	<u>180,134</u>	<u>102,841</u>
Net cash (outflow) inflow	(291,318)	383,761
Cash - beginning of year	462,538	78,777
Cash - end of year	\$ 171,220	\$ 462,538

The accompanying notes are an integral part of these financial statements.

STREETOHOME FOUNDATION
Notes to the Financial Statements
For the Year Ended 31 December 2020

1. Purpose of Organization

The Streetohome Foundation (the "Foundation") was established in 2008 under the Societies Act (British Columbia) and is a registered charitable organization under the Income Tax Act (Canada) and is exempt from income taxes. The Foundation seeks out innovative and promising practices from around the world; brokers collaboration with the provincial government's housing and health care authorities, the City of Vancouver and non-profit service providers; and leverages private sector funding for projects that will demonstrate sustainable solutions to homelessness in Vancouver.

The Foundation's future operations are largely dependent upon the continuation of funding from public and private sector contributions.

2. Summary of Significant Accounting Policies

The financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant policies are detailed as follows:

(a) Financial Instruments

i. Measurement of Financial Instruments

The Foundation initially measures its financial assets and liabilities at fair value and subsequently measures all of its financial assets and financial liabilities at amortized cost. Changes in fair value are recognized in the statement of operations.

Financial assets measured at amortized cost include cash, restricted cash, restricted and other term deposits and accrued receivables.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

ii. Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in the statement of operations. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in the statement of operations.

STREETOHOME FOUNDATION
Notes to the Financial Statements
For the Year Ended 31 December 2020

2. Summary of Significant Accounting Policies - continued

(a) Financial Instruments - continued

iii. Transaction Costs

The Foundation recognizes its transaction costs in the statement of operations 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.

(b) Revenue Recognition

The Foundation follows the deferral method of accounting for operating funding and donations. Externally restricted contributions are deferred and recognized as revenue in the year in which the related expenses are incurred. Unrestricted revenues are recognized when they can be reasonably estimated and collection is reasonably assured.

(c) Grants Awarded

Grants are awarded to charities or government organizations that support housing or homeless prevention projects that align with the Foundation's strategy. The grants awarded are recognized as an expense in the year in which the Foundation approves and awards those grants.

(d) Donated Goods and Services

When fair value can be reasonably estimated, the value of goods and services donated to the Foundation are recorded in the financial statements.

(e) Use of Estimates

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 amounts of assets and liabilities and disclosure of contingencies at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from the estimates.

(f) Government assistance

Government assistance is recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured and has been presented at its gross value in other income (expenses).

STREETOHOME FOUNDATION
Notes to the Financial Statements
For the Year Ended 31 December 2020

3. Deferred Revenue

	2020	2019
Deferred revenue - beginning of year	\$ 5,055,311	\$ 4,820,648
Distributions - Schedule	(1,160,383)	(46,704)
Interest earned	59,985	82,799
Donations received	603,177	198,568
Deferred revenue - end of year	\$ 4,558,090	\$ 5,055,311

As at 31 December 2020, the Foundation has separate restricted cash accounts of \$430,460 (2019 - \$5,060,594) and restricted term deposits of \$4,100,000 (2019 - \$Nil) to fund the above deferred revenue.

4. Commitments

The Foundation is committed under an operating lease related to occupancy costs until 2021 and an office equipment lease until 2024. Future minimum payments in aggregate and for the next four years are as follows:

2021	\$	62,977
2022		5,497
2023		5,497
2024		5,497
		\$ 79,468

The Foundation is committed, subject to fundraising, under agreements related to grants awarded to recipients who continue to meet the eligibility criteria. Future minimum payments in aggregate and for each of the next three years are as follows:

2021	\$	1,490,000
2022		25,000
2023		465,000
		\$ 1,980,000

5. Operating Funding

Operating funding is comprised of contributions received from BC Housing, the City of Vancouver, Vancouver Coastal Health and private contributions.

STREETOHOME FOUNDATION
Notes to the Financial Statements
For the Year Ended 31 December 2020

6. Salaries, Honoraria and Benefits

The Societies Act (British Columbia) requires a society (other than a society designated as a member-funded society) to include, in its financial statements, the disclosure of any remuneration paid to its directors, and remuneration paid to employees and contractors earning more than \$75,000 during the fiscal year. Included in salaries and benefits are two employees with remuneration over \$75,000. The total salary paid to these employees for the year ended 31 December 2020 was \$291,212. No amounts were paid to members of the Board of Directors for the 2020 fiscal year.

7. Financial Instruments

The Foundation is exposed to various risks through its financial instruments. The following analysis provides a measure of the Foundation's risk exposure and concentrations at the statement of financial position date, 31 December 2020.

(a) Liquidity Risk

Liquidity risk is the risk that the Foundation will encounter difficulty in meeting obligations associated with financial liabilities. The Foundation is exposed to this risk mainly in respect of its accounts payable and accrued liabilities. There has been no change to this risk exposure from the prior year.

(b) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Foundation is exposed to interest rate risk on its fixed and floating interest rate financial instruments. Fixed-rate instruments subject the Foundation to a fair value risk while the floating-rate instruments subject it to a cash flow risk. The Foundation is exposed to this risk on its term deposits. There has been no change to this risk exposure from the prior year.

8. Government Assistance

The Foundation received federal assistance from the Temporary Wage Subsidy for Employers ("TWS") program initiated by the federal government in March 2020 in response to the COVID-19 pandemic. The program provides a subsidy for remuneration paid by the Foundation during the period from 18 March 2020 through 19 June 2020 equal to 10% of an employee's salary, to a maximum of \$1,375 per employee, or \$25,000 per employer. During the year, the Foundation applied for \$4,125 of assistance through this program which has been included in government assistance on the Statement of Operations and Changes in Fund Balances.

The measurement of the TWS is subject to uncertainty as the claims are subject to review and possible adjustments by the Canada Revenue Agency.

STREETOHOME FOUNDATION
Notes to the Financial Statements
For the Year Ended 31 December 2020

9. Impact of COVID-19

In March 2020, the World Health Organization declared the COVID-19 outbreak to be a public health emergency. This pandemic has caused an increase in economic uncertainty which may impact the Foundation's future operations. At the date of the Independent Practitioners' Review Engagement Report, management is of the opinion that the Foundation's operations could be impacted by the COVID-19 pandemic; however, the full extent of the impact is unknown.

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STREETOHOME FOUNDATION
Schedule of Grants Awarded
For the Year Ended 31 December 2020

	2020	2019
Grants Awarded		
YWCA - Pacific Spirit Terrace	\$ 892,000	\$ -
COVID-19 Meal Service	182,133	-
Vancouver Rent Bank	60,000	-
[REDACTED]	26,250	-
First United Church - Homeward Bound Project	-	25,000
Smart Cities Life Intentions Action Plan	-	10,144
Recovery Cafe	-	9,560
City of Vancouver - Supporting Tenants, Enabling Pathways Pilot	-	2,000
	\$ 1,160,383	\$ 46,704

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