

NORTHWEST CENTRAL ALBERTA FASD SERVICES NETWORK SOCIETY

Financial Statements

Year Ended March 31, 2022

NORTHWEST CENTRAL ALBERTA FASD SERVICES NETWORK SOCIETY

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Year Ended March 31, 2022

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JOSEPH S. GREILACH PROFESSIONAL CORPORATION CHARTERED PROFESSIONAL ACCOUNTANT

Joseph S. Greilach, CPA, CA Jeffery T. Toivonen, CPA, CA, Associate Bradley G. Lussier, CPA, Associate

INDEPENDENT AUDITOR'S REPORT

To the Members of Northwest Central Alberta FASD Services Network Society

Opinion

We have audited the financial statements of Northwest Central Alberta FASD Services Network Society (the society), which comprise the statement of financial position as at March 31, 2022, and the statements of changes in net assets, revenues and expenditures and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the society as at March 31, 2022, 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 (ASNPO).

Basis for Opinion

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 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 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.

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.

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.

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Independent Auditor's Report to the Members of Northwest Central Alberta FASD Services Network Society
(continued)

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.



Joseph S. Greilach Professional Corporation
Chartered Professional Accountants

Barrhead, Alberta
June 9, 2022

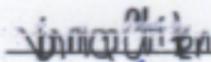
NORTHWEST CENTRAL ALBERTA FASD SERVICES NETWORK SOCIETY

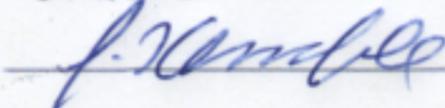
Statement of Financial Position

March 31, 2022

	2022	2021
FINANCIAL ASSETS		
CURRENT		
Cash	481,712	306,925
Accounts receivable	-	29,854
Goods and services tax recoverable	2,676	2,170
Prepaid expenses	1,792	2,331
	<u>486,180</u>	<u>341,280</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities (Note 3)	64,075	93,178
Deferred revenue (Note 4)	252,062	168,065
	<u>316,137</u>	<u>261,243</u>
NET ASSETS	<u>90,043</u>	<u>80,037</u>
	<u>406,180</u>	<u>341,280</u>

APPROVED ON BEHALF OF THE BOARD

 _____ Chair

 _____ Director

NORTHWEST CENTRAL ALBERTA FASD SERVICES NETWORK SOCIETY

Statement of Changes in Net Assets

Year Ended March 31, 2022

	2022	2021
NET ASSETS - BEGINNING OF YEAR	80,037	53,999
Excess of revenues over expenditures	<u>10,006</u>	<u>26,038</u>
NET ASSETS - END OF YEAR	<u>90,043</u>	<u>80,037</u>

NORTHWEST CENTRAL ALBERTA FASD SERVICES NETWORK SOCIETY

Statement of Revenues and Expenditures

Year Ended March 31, 2022

	Budget (Unaudited)	2022	2021
REVENUES			
Alberta Children & Youth Services	1,511,201	1,550,746	1,485,195
Edmonton Fetal Alcohol Network	150,000	125,000	-
Community Initiatives Program	37,500	37,500	-
Other	41,485	26,205	15,563
Clinic fees for service	3,575	21,450	10,475
Government of Alberta Covid-19 grant	15,000	15,000	15,000
Edmonton Community Foundation grant	5,000	5,000	50,000
	<u>1,763,761</u>	<u>1,780,901</u>	<u>1,576,233</u>
EXPENDITURES			
Staffing			
Wages and benefits	596,500	569,018	491,884
Program Delivery			
Contracted support	595,650	598,785	529,271
Diagnostic and assessment services	150,000	248,327	175,148
Program delivery	185,000	191,135	209,455
Travel and subsistence	30,000	33,839	35,563
Professional development	2,000	25,821	17,655
Insurance	2,173	2,331	2,244
	<u>964,823</u>	<u>1,100,238</u>	<u>969,336</u>
Office			
Office	7,700	29,514	23,340
IT support	18,073	19,911	20,675
Telephone	6,000	7,397	12,307
	<u>31,773</u>	<u>56,822</u>	<u>56,322</u>
Administrative			
Contracted bookkeeping	15,000	12,452	12,810
Program advertising	5,000	11,087	4,046
Rental	7,560	7,376	9,491
Educational project expenses	-	6,767	-
Professional fees	4,500	5,429	4,302
Interest and bank charges	500	1,706	2,004
	<u>17,560</u>	<u>32,365</u>	<u>19,843</u>
	<u>1,625,656</u>	<u>1,770,895</u>	<u>1,550,195</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>138,105</u>	<u>10,006</u>	<u>26,038</u>

NORTHWEST CENTRAL ALBERTA FASD SERVICES NETWORK SOCIETY**Statement of Cash Flows****Year Ended March 31, 2022**

	2022	2021
OPERATING ACTIVITIES		
Excess of revenues over expenditures	<u>10,006</u>	26,038
Changes in non-cash working capital:		
Decrease (increase) in accounts receivable	29,853	(13,777)
Increase (decrease) in accounts payable and accrued liabilities	(29,102)	13,330
Increase in deferred revenue	83,997	168,065
Decrease (increase) in prepaid expenses	539	(2,331)
Decrease (increase) in goods and services tax recoverable	<u>(506)</u>	1,618
	<u>84,781</u>	166,905
INCREASE IN CASH FLOW	94,787	192,943
Cash - beginning of year	<u>306,925</u>	113,982
CASH - END OF YEAR	<u>401,712</u>	306,925
CASH FLOWS SUPPLEMENTARY INFORMATION		
Interest received	<u>744</u>	717

NORTHWEST CENTRAL ALBERTA FASD SERVICES NETWORK SOCIETY

Notes to Financial Statements

Year Ended March 31, 2022

1. PURPOSE OF THE SOCIETY

Northwest Central Alberta FASD Services Network Society (the "society") is a not-for-profit organization incorporated provincially under the Societies Act of Alberta. As a registered charity the society is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

Through the society, individuals and families have an organized and centralized resource that assists in accessing relevant services and programs. The society collaborates with its community partners to ensure FASD promising practices are supported in serving the population of the Alberta Northwest Central region.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

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

Cash and cash equivalents

Cash includes cash held in bank accounts.

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Financial assets measured at amortized cost on a straight line basis include accounts receivable.

Financial liabilities measured at amortized cost on a straight line basis include accounts payable and accrued liabilities and deferred revenue.

Revenue recognition

Northwest Central Alberta FASD Services Network Society follows the deferral method of accounting. Restricted contributions are recognized as revenue in the year in which the related expenses 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.

Contributed services

The board members of the society are all volunteers that contribute a significant amount of their time each year. Contributed services are not recognized in the financial statements due to the difficulty in measuring the fair value.

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.

NORTHWEST CENTRAL ALBERTA FASD SERVICES NETWORK SOCIETY

Notes to Financial Statements

Year Ended March 31, 2022

3. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2022</u>	<u>2021</u>
Trade accounts payable and accrued liabilities	15,564	49,535
Source deductions payable	20,536	10,343
Employee vacation payable	27,975	25,380
Contracted services - Blue Heron Support Services Association	-	7,920
	<u>64,075</u>	<u>93,178</u>

4. DEFERRED REVENUE

	<u>2022</u>	<u>2021</u>
Government of Alberta April funding	127,062	113,517
Edmonton Fetal Alcohol Network April 2022 to January 2023 funding	125,000	-
Covid-19	-	15,000
Government of Alberta unexpended funding	-	39,548
	<u>252,062</u>	<u>168,065</u>

Deferred revenue consists of unspent contributions externally restricted for various programs and restricted operating funding received in the current year that is related to the subsequent year. Recognition of these amounts as revenue is deferred to periods when the specified expenditures are made.

5. ECONOMIC DEPENDENCE

The society derives 91% (2021 - 94%) of revenue from provincial government funding. The continued viability of the organization depends on the continuation of this funding.
