

NORTHWEST CENTRAL ALBERTA FASD SERVICES NETWORK SOCIETY

Financial Statements

Year Ended March 31, 2023

NORTHWEST CENTRAL ALBERTA FASD SERVICES NETWORK SOCIETY

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Greilach Lussier LLP

CHARTERED PROFESSIONAL ACCOUNTANTS

Joseph S. Greilach, CPA, CA *Partner
Jeffery T. Toivonen, CPA, CA

Bradley G. Lussier, CPA *Partner
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*Denotes Professional Corporation

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, 2023, 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, 2023, 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.

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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.



Greilach Lussier LLP
Chartered Professional Accountants

Barrhead, Alberta
June 8, 2023

NORTHWEST CENTRAL ALBERTA FASD SERVICES NETWORK SOCIETY

Statement of Financial Position

March 31, 2023

	2023	2022
FINANCIAL ASSETS		
CURRENT		
Cash	589,994	401,712
Accounts receivable	34,307	-
Goods and services tax recoverable	2,827	2,676
Prepaid expenses	-	1,792
	<u>627,128</u>	<u>406,180</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities (Note 3)	92,642	64,075
Deferred revenue (Note 4)	399,939	252,062
	<u>492,581</u>	<u>316,137</u>
NET ASSETS	<u>134,547</u>	<u>90,043</u>
	<u>627,128</u>	<u>406,180</u>

APPROVED ON BEHALF OF THE BOARD

Vanica Chitlen Chair
Stamble Director

NORTHWEST CENTRAL ALBERTA FASD SERVICES NETWORK SOCIETY

Statement of Changes in Net Assets

Year Ended March 31, 2023

	2023	2022
NET ASSETS - BEGINNING OF YEAR	90,043	80,037
Excess of revenues over expenditures	<u>44,504</u>	<u>10,006</u>
NET ASSETS - END OF YEAR	<u>134,547</u>	<u>90,043</u>

NORTHWEST CENTRAL ALBERTA FASD SERVICES NETWORK SOCIETY

Statement of Revenues and Expenditures

Year Ended March 31, 2023

	Budget (Unaudited)	2023	2022
REVENUES			
Alberta Children & Youth Services	1,534,745	1,559,050	1,550,746
Edmonton Fetal Alcohol Network	150,000	158,097	125,000
Canadian Women's Foundation grant	75,000	95,000	-
Edmonton Community Foundation grant	-	80,000	5,000
NWR FASD Society - Mackenzie Network funding	-	47,000	-
Clinic fees for service	-	43,825	21,450
Government of Alberta Covid-19 grant	-	37,500	15,000
Community Initiatives Program	-	35,000	37,500
Other	12,000	24,705	26,205
Casino revenue	15,000	10,033	-
	<u>1,786,745</u>	<u>2,090,210</u>	<u>1,780,901</u>
EXPENDITURES			
Staffing			
Wages and benefits	523,250	581,230	569,018
Program Delivery			
Contracted support	615,650	649,360	598,785
Diagnostic and assessment services	300,000	396,723	248,327
Program delivery	185,000	189,251	191,135
Travel and subsistence	67,600	79,809	33,839
Consulting fees	-	18,000	7,293
Professional development	14,500	15,011	25,821
Insurance	2,500	2,447	2,331
	<u>1,185,250</u>	<u>1,350,601</u>	<u>1,107,531</u>
Office			
Office	5,485	18,788	22,221
IT support	17,500	17,650	19,911
Telephone	9,200	11,931	7,397
	<u>32,185</u>	<u>48,369</u>	<u>49,529</u>
Administrative			
Program advertising	18,000	29,875	11,087
Rental	7,560	15,709	7,376
Contracted bookkeeping	15,000	12,449	12,452
Professional fees	4,500	5,480	5,429
Interest and bank charges	500	1,248	1,706
Annual general meeting	500	639	-
Educational project expenses	-	106	6,767
	<u>28,060</u>	<u>35,631</u>	<u>33,730</u>
	<u>1,786,745</u>	<u>2,045,706</u>	<u>1,770,895</u>
EXCESS OF REVENUES OVER EXPENDITURES	-	44,504	10,006

NORTHWEST CENTRAL ALBERTA FASD SERVICES NETWORK SOCIETY**Statement of Cash Flows****Year Ended March 31, 2023**

	2023	2022
OPERATING ACTIVITIES		
Excess of revenues over expenditures	<u>44,504</u>	10,006
Changes in non-cash working capital:		
Decrease in accounts receivable	(34,307)	29,853
Increase (decrease) in accounts payable and accrued liabilities	28,566	(29,102)
Increase in deferred revenue	147,877	83,997
Decrease in prepaid expenses	1,792	539
Increase in goods and services tax recoverable	<u>(151)</u>	(506)
	<u>143,777</u>	84,781
INCREASE IN CASH FLOW	188,281	94,787
Cash - beginning of year	<u>401,712</u>	306,925
CASH - END OF YEAR	<u>589,993</u>	401,712
CASH FLOWS SUPPLEMENTARY INFORMATION		
Interest received	<u>8,001</u>	744

NORTHWEST CENTRAL ALBERTA FASD SERVICES NETWORK SOCIETY

Notes to Financial Statements

Year Ended March 31, 2023

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. Restricted cash consists of the funds held in a casino account. At March 31, 2023 there was \$4,939 (\$2022 - nil) of restricted cash.

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, 2023

3. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2023</u>	<u>2022</u>
Trade accounts payable and accrued liabilities	35,469	15,564
Source deductions payable	22,161	20,536
Employee vacation payable	35,012	27,975
	<u>92,642</u>	<u>64,075</u>

4. DEFERRED REVENUE

	<u>2023</u>	<u>2022</u>
Government of Alberta unexpended funding	230,000	-
Edmonton Fetal Alcohol Network funding	125,000	125,000
Community Initiatives Program funding	40,000	-
Casino funding	4,939	-
Government of Alberta April 2022 funding	-	127,062
	<u>399,939</u>	<u>252,062</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 80% (2022 - 91%) of revenue from provincial government funding. The continued viability of the organization depends on the continuation of this funding.
