

**Society of Saint-Vincent de Paul National Council of  
Canada**  
**Financial Statements**  
For the year ended March 31, 2017  
(Unaudited)

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## Review Engagement Report

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To the Directors of  
Society of Saint-Vincent de Paul National Council of Canada

We have reviewed the statement of financial position of the Society of Saint-Vincent de Paul National Council of Canada as at March 31, 2017, and the statements of operations and changes in fund balances, and cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of inquiry, analytical procedures and discussion related to information supplied to us by the Organization.

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.

*BDO Canada LLP*

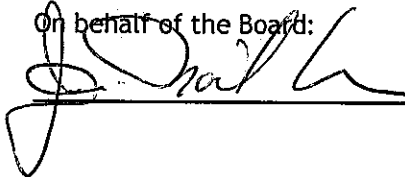
Chartered Professional Accountants, Licensed Public Accountants

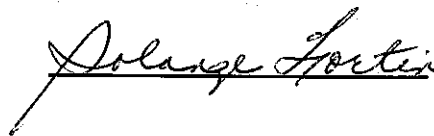
Ottawa, Ontario  
June 21, 2017

**Society of Saint-Vincent de Paul National Council of Canada**  
**Statement of Financial Position**  
**(Unaudited)**

March 31	General fund	Internally restricted fund	Externally restricted fund	2017	2016
<b>Assets</b>					
<b>Current</b>					
Cash	\$ -	\$ 9,191	\$ 359,051	\$ 368,242	\$ 105,904
Term deposits (Note 2)	9,516	-	-	9,516	174,589
Accounts receivable	11,171	-	-	11,171	14,351
Advance receivable	-	-	-	-	10,000
Inventories	52,816	-	-	52,816	36,242
Prepaid expenses	14,559	-	-	14,559	3,138
	<u>88,062</u>	<u>9,191</u>	<u>359,051</u>	<u>456,304</u>	<u>344,224</u>
Tangible capital assets (Note 3)	275,672	-	-	275,672	285,454
Term deposits (Note 2)	17,471	-	150,000	167,471	-
	<u>\$ 381,205</u>	<u>\$ 9,191</u>	<u>\$ 509,051</u>	<u>\$ 899,447</u>	<u>\$ 629,678</u>
<b>Liabilities and Fund Balances</b>					
<b>Current</b>					
Bank overdraft	\$ 836	\$ -	\$ -	\$ 836	\$ -
Accounts payable and accrued liabilities (Note 4)	25,357	-	-	25,357	22,033
Interfund payable (receivable)	19,135	-	(19,135)	-	-
Deferred contributions	5,605	-	528,186	533,791	237,464
Current portion of long-term debt (Note 5)	8,953	-	-	8,953	8,864
	<u>59,886</u>	<u>-</u>	<u>509,051</u>	<u>568,937</u>	<u>268,361</u>
Long-term debt (Note 5)	159,605	-	-	159,605	168,558
	<u>219,491</u>	<u>-</u>	<u>509,051</u>	<u>728,542</u>	<u>436,919</u>
Fund balances	161,714	9,191	-	170,905	192,759
	<u>\$ 381,205</u>	<u>\$ 9,191</u>	<u>\$ 509,051</u>	<u>\$ 899,447</u>	<u>\$ 629,678</u>

On behalf of the Board:

 Director

 Director

**Society of Saint-Vincent de Paul National Council of Canada**  
**Statement of Operations and Changes in Fund Balances**  
**(Unaudited)**

For the year ended March 31	General fund	Internally restricted fund	Externally restricted fund	2017	2016
<b>Revenues</b>					
Contributions from the councils, the AGM and others	\$ 309,058	\$ -	\$ 189,972	\$ 499,030	\$ 550,232
Sales of goods	23,462	-	-	23,462	23,383
Rental and interest income	14,310	-	-	14,310	12,692
Donations	6,000	-	-	6,000	8,800
Projects	4,927	-	-	4,927	3,059
	<u>357,757</u>	<u>-</u>	<u>189,972</u>	<u>547,729</u>	<u>598,166</u>
<b>Expenses</b>					
Promotion of development and expansion	208,976	-	16,329	225,305	167,885
Twinning	-	-	138,510	138,510	128,312
Salaries and consultants	81,139	-	-	81,139	67,523
Contribution to the International General Council	42,000	-	-	42,000	42,000
General and administrative	26,978	-	-	26,978	30,304
National Emergency Fund	-	-	20,565	20,565	36
International Emergency Fund	-	-	14,568	14,568	134,279
Amortization of tangible capital assets	9,782	-	-	9,782	10,484
Premises occupancy costs	8,301	-	-	8,301	8,449
Interest on long-term debt	2,305	-	-	2,305	2,510
Bad debt	130	-	-	130	-
	<u>379,611</u>	<u>-</u>	<u>189,972</u>	<u>569,583</u>	<u>591,782</u>
<b>(Deficiency) excess of revenues over expenses</b>	<b>(21,854)</b>	<b>-</b>	<b>-</b>	<b>(21,854)</b>	<b>6,384</b>
<b>Fund balances, beginning of the year</b>	<b>182,623</b>	<b>10,136</b>	<b>-</b>	<b>192,759</b>	<b>186,375</b>
<b>Interfund transfer</b>	<b>945</b>	<b>(945)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances, end of the year</b>	<b>\$ 161,714</b>	<b>\$ 9,191</b>	<b>\$ -</b>	<b>\$ 170,905</b>	<b>\$ 192,759</b>

The notes are an integral part of these financial statements.

**Society of Saint-Vincent de Paul National Council of Canada**  
**Statement of Cash Flows**  
**(Unaudited)**

<u>For the year ended March 31</u>	<u>2017</u>	<u>2016</u>
<b>Cash flows from operating activities</b>		
Cash receipts from councils, donors and customers	\$ 857,236	\$ 611,324
Cash paid to suppliers, employees and twinning recipients	(582,167)	(581,669)
Interest paid	(2,305)	(2,510)
	<u>272,764</u>	<u>27,145</u>
<b>Cash flows from investing activities</b>		
Acquisition of tangible capital assets	-	(858)
Increase in investments	(2,398)	(15,120)
Decrease in investments	-	33,993
	<u>(2,398)</u>	<u>18,015</u>
<b>Cash flows from financing activities</b>		
Repayment of long-term debt	(8,864)	(8,776)
<b>Net increase in cash</b>	<b>261,502</b>	<b>36,384</b>
<b>Cash, beginning of the year</b>	<b>105,904</b>	<b>69,520</b>
<b>Cash, end of the year</b>	<b>\$ 367,406</b>	<b>\$ 105,904</b>
<b>Represented by :</b>		
Cash	\$ 368,242	\$ 105,904
Bank overdraft	(836)	-
	<u>\$ 367,406</u>	<u>\$ 105,904</u>

The notes are an integral part of these financial statements.

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**Society of Saint-Vincent de Paul National Council of Canada**  
**Notes to Financial Statements**  
**(Unaudited)**

**March 31, 2017**

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**1. Accounting Policies**

<b>Purpose of Organization</b>	Society of Saint-Vincent de Paul National Council of Canada is a not-for-profit organization incorporated without share capital under the Canada Not-for-profit Corporations Act. The Organization supports national and international activities of the councils and conferences of the Society of Saint-Vincent de Paul in order to embrace the world in a network of Charity, serving Christ in the suffering, poor or marginalized, bringing them love and respect, aid and development, hope and joy in a more just society. The Organization is a registered charity under the Income Tax Act and, as such, is exempt from income taxes and may issue income tax receipts to donors.
<b>Basis of Accounting</b>	The Organization applies the Canadian accounting standards for not-for-profit organizations.
<b>Use of Estimates</b>	The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the reported amounts of revenues and expenses for the year covered. The main estimates relate to the estimated useful lives of the tangible capital assets.
<b>Fund Accounting</b>	The general fund accounts for the general operations of the Organization. The externally restricted fund accounts for restricted amounts related to the National and International disaster relief and development activities of the Organization. The internally restricted fund accounts for amounts internally restricted by the Board of directors for youth bursaries.
<b>Revenue Recognition</b>	<p>The Organization follows the deferral method of accounting for contributions. 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.</p> <p>Rental and interest income is recognized when earned and sales of goods are recognized when the product is delivered to the customer.</p>

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**Society of Saint-Vincent de Paul National Council of Canada**  
**Notes to Financial Statements**  
**(Unaudited)**

**March 31, 2017**

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**1. Accounting Policies (continued)**

<b>Financial Instruments</b>	<p><u><i>Initial and subsequent measurement</i></u> The Organization initially measures its financial assets and liabilities at fair value. The Organization subsequently measures all its financial assets and liabilities at amortized cost.</p> <p><u><i>Impairment</i></u> Financial assets measured at amortized cost are tested for impairment when there are indications of possible impairment.</p> <p><u><i>Transaction costs</i></u> Transaction costs related to financial instruments subsequently measured at amortized cost are included in the original cost of the asset or liability and recognized in the statement of operations over the life of the instrument using the straight-line method.</p>						
<b>Inventories</b>	<p>Inventories are measured at the lower of cost and net realizable value. The cost is determined on a first-in, first-out method. The amount of inventories expensed during the year are \$14,416 (2016 - \$17,455) and is included in the promotion of development and expansion expense.</p>						
<b>Tangible Capital Assets</b>	<p>Tangible capital assets are accounted for at cost and amortized on the basis of their useful life using the diminishing balance method as follows:</p> <table><tr><td>Building</td><td style="text-align: right;">5%</td></tr><tr><td>Furniture &amp; equipment</td><td style="text-align: right;">20%</td></tr><tr><td>Computer equipment</td><td style="text-align: right;">30%</td></tr></table>	Building	5%	Furniture & equipment	20%	Computer equipment	30%
Building	5%						
Furniture & equipment	20%						
Computer equipment	30%						
<b>Impairment of Tangible Capital Assets</b>	<p>When a tangible capital asset no longer has any long-term service potential to the Organization, the excess of its net carrying amount over any residual value is recognized as an expense in the statement of operations.</p>						
<b>Contributed Services</b>	<p>Volunteers contribute numerous hours per year to assist the Organization in carrying out its service delivery activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.</p>						

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**Society of Saint-Vincent de Paul National Council of Canada**  
**Notes to Financial Statements**  
**(Unaudited)**

**March 31, 2017**

**2. Term Deposits**

Term deposits are guaranteed investment certificates maturing in January 2018 and January 2019 with interest rates of 0.50% and 1.70% respectively.

**3. Tangible Capital Assets**

	2017		2016	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Land	\$ 100,000	\$ -	\$ 100,000	\$ -
Building	261,785	88,111	261,785	78,970
Furniture & equipment	12,445	11,240	12,445	10,939
Computer equipment	26,539	25,746	26,539	25,406
	<b>\$ 400,769</b>	<b>\$ 125,097</b>	<b>\$ 400,769</b>	<b>\$ 115,315</b>
Net carrying amount		<b>\$ 275,672</b>		<b>\$ 285,454</b>

**4. Accounts Payable and Accrued Liabilities**

Included in accounts payable and accrued liabilities are government remittances payable of \$1,375 (2016 - \$2,132).

**5. Long-term Debt**

	2017	2016
Loan, 1%, renewable in July 2019, payable by monthly instalments of \$883, principal and interest, secured by the land and building with a net carrying amount of \$273,674.	\$ 168,558	\$ 177,422
Less: current portion	8,953	8,864
	<b>\$ 159,605</b>	<b>\$ 168,558</b>

The principal payments for the next five years amount to: 2018, \$8,953; 2019, \$9,042; 2020, \$9,133; 2021, \$9,225; 2022, \$9,317. These payments have been calculated under the assumption that the repayment plan will be successfully renewed, based on the present payment terms and interest rates.



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March 31, 2017

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**6. Financial Instruments**

Interest rate risk

Fixed rate instruments subject the Organization to a fair value risk, since fair value fluctuates inversely to changes in market interest rates.