

Society of Saint Vincent de Paul National Council of
Canada
Financial Statements
(Unaudited)
For the year ended March 31, 2021

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Independent Practitioner's Review Engagement Report

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

We have reviewed the accompanying financial statements of Society of Saint Vincent de Paul National Council of Canada that comprise the statement of financial position as at March 31, 2021, 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.

Practitioner's 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.

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 Society of Saint Vincent de Paul National Council of Canada as at March 31, 2021, 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.

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants

Ottawa, Ontario
June 19, 2021

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

March 31	General fund	Internally restricted fund - Youth Scholarship Fund	Externally restricted fund	2021	2020
Assets					
Current					
Cash	\$ 357,209	\$ -	\$ -	\$ 357,209	\$ 315,089
Term deposits (Note 2)	200,221	40,000	-	240,221	240,221
Accounts receivable	12,944	3,277	-	16,221	69,468
Inventories	59,545	-	-	59,545	53,714
Prepaid expenses	-	-	-	-	6,497
	<u>629,919</u>	<u>43,277</u>	<u>-</u>	<u>673,196</u>	<u>684,989</u>
Tangible capital assets (Note 3)	<u>281,005</u>	<u>-</u>	<u>-</u>	<u>281,005</u>	<u>252,394</u>
	<u>\$ 910,924</u>	<u>\$ 43,277</u>	<u>\$ -</u>	<u>\$ 954,201</u>	<u>\$ 937,383</u>
Liabilities and Fund Balances					
Current					
Accounts payable and accrued liabilities (Note 4)	\$ 41,457	\$ -	\$ -	\$ 41,457	\$ 33,509
Interfund payable (receivable)	437,932	2,000	(439,932)	-	-
Deferred contributions (Note 5)	59,446	-	439,932	499,378	498,936
Deferred contributions related to tangible capital assets (Note 6)	<u>134,771</u>	<u>-</u>	<u>-</u>	<u>134,771</u>	<u>141,864</u>
	<u>673,606</u>	<u>2,000</u>	<u>-</u>	<u>675,606</u>	<u>674,309</u>
Fund balances	<u>237,318</u>	<u>41,277</u>	<u>-</u>	<u>278,595</u>	<u>263,074</u>
	<u>\$ 910,924</u>	<u>\$ 43,277</u>	<u>\$ -</u>	<u>\$ 954,201</u>	<u>\$ 937,383</u>

On behalf of the Board:

DocuSigned by:

David O'Connor

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Director

DocuSigned by:

Cheryl Baker

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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 - Youth Scholarship Fund	Externally restricted fund	2021	2020
Revenues					
Contributions from the councils, the AGM and others	\$ 195,990	\$ -	\$ 313,977	\$ 509,967	\$ 627,313
Donations	372,762	-	-	372,762	157,461
Sales of goods	34,723	-	-	34,723	26,281
Rental and interest income	25,456	3,277	-	28,733	22,512
Projects	9,539	-	-	9,539	46,619
	<u>638,470</u>	<u>3,277</u>	<u>313,977</u>	<u>955,724</u>	<u>880,186</u>
Expenses					
Promotion of development and expansion	92,628	-	-	92,628	271,418
Twinning	-	-	242,299	242,299	162,768
Salaries and consultants	198,354	-	-	198,354	211,901
National Emergency Fund	-	-	24,357	24,357	45,856
Contribution to the International General Council	44,500	-	-	44,500	45,000
General and administrative	37,755	-	-	37,755	40,561
International Emergency Fund	-	-	47,321	47,321	120,912
Premises occupancy costs	10,766	-	-	10,766	11,233
Amortization of tangible capital assets	19,008	-	-	19,008	9,223
Bank charges	1,869	-	-	1,869	629
Donations	219,346	2,000	-	221,346	-
	<u>624,226</u>	<u>2,000</u>	<u>313,977</u>	<u>940,203</u>	<u>919,501</u>
Excess (deficiency) of revenues over expenses	14,244	1,277	-	15,521	(39,315)
Fund balances, beginning of the year	<u>223,074</u>	<u>40,000</u>	<u>-</u>	<u>263,074</u>	<u>302,389</u>
Fund balances, end of the year	\$ 237,318	\$ 41,277	\$ -	\$ 278,595	\$ 263,074

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

For the year ended March 31	2021	2020
Cash flows from operating activities		
Cash receipts from councils, donors and customers	\$ 1,005,662	\$ 965,416
Cash paid to suppliers, employees and twinning recipients	(914,054)	(905,258)
Interest paid	(1,869)	(629)
	<u>89,739</u>	<u>59,529</u>
Cash flows from investing activities		
Acquisition of tangible capital assets	(47,619)	(2,363)
Increase in term deposits	-	(171)
	<u>(47,619)</u>	<u>(2,534)</u>
Net increase in cash	42,120	56,995
Cash, beginning of the year	<u>315,089</u>	<u>258,094</u>
Cash, end of the year	<u>\$ 357,209</u>	<u>\$ 315,089</u>

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

March 31, 2021

1. Accounting Policies

Purpose of Organization	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.
Basis of Accounting	The Organization applies the Canadian accounting standards for not-for-profit organizations.
Use of Estimates	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.
Fund Accounting	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 development activities of the Organization. The internally restricted fund accounts for amounts internally restricted by the Board of directors for youth bursaries.
Revenue Recognition	<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 and projects are recognized when earned and sales of goods are recognized when the product is delivered to the customer.</p>

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

March 31, 2021

1. Accounting Policies (continued)

Financial Instruments	<p><u>Initial and subsequent measurement</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>Impairment</u> Financial assets measured at amortized cost are tested for impairment when there are indications of possible impairment.</p> <p><u>Transaction costs</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>								
Inventories	<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 \$27,415 (2020 - \$21,346) and is included in the promotion of development and expansion expense.</p>								
Tangible Capital Assets	<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 & equipment</td><td style="text-align: right;">20%</td></tr><tr><td>Computer equipment</td><td style="text-align: right;">30%</td></tr><tr><td>Computer software</td><td style="text-align: right;">45%</td></tr></table>	Building	5%	Furniture & equipment	20%	Computer equipment	30%	Computer software	45%
Building	5%								
Furniture & equipment	20%								
Computer equipment	30%								
Computer software	45%								
Impairment of Tangible Capital Assets	<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>								
Contributed Services	<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>								

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

March 31, 2021

2. Term Deposits

	2021	2020
Internally restricted fund		
Guaranteed investment certificate, 3.25%, maturing in November 2023	\$ 40,000	\$ 40,000
General fund		
Guaranteed investment certificate, 2.75%, maturing in November 2023	\$ 100,000	\$ 100,000
Market-linked guaranteed investment certificate, maturing in February 2024	25,050	25,050
Market-linked guaranteed investment certificate, minimum return of 1%, maturing in June 2024	75,171	75,171
	\$ 200,221	\$ 200,221

3. Tangible Capital Assets

	2021		2020	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Land	\$ 100,000	\$ -	\$ 100,000	\$ -
Building	261,785	120,327	261,785	112,882
Furniture & equipment	12,445	11,951	12,445	11,828
Computer equipment and software	78,452	39,399	30,833	27,959
	\$ 452,682	\$ 171,677	\$ 405,063	\$ 152,669
Net carrying amount		\$ 281,005		\$ 252,394

4. Accounts Payable and Accrued Liabilities

Included in accounts payable and accrued liabilities are government remittances payable of \$1,981 (2020 - \$2,202)

Society of Saint Vincent de Paul National Council of Canada
Notes to Financial Statements
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March 31, 2021

5. Deferred Contributions

Deferred contributions represent contributions received for expenses that will be incurred in the coming year. Changes in the balance of deferred contributions are as follows:

	2021	2020
Externally restricted fund		
Balance at the beginning of the year	\$ 442,455	\$ 450,391
Plus: contributions received during the year	311,454	321,600
Less: amounts recognized during the year	(313,977)	(329,536)
Balance at the end of the year	\$ 439,932	\$ 442,455
General fund		
Balance at the beginning of the year	\$ 56,481	\$ 62,902
Plus: contributions received during the year	5,520	-
Less: amounts recognized during the year	(2,555)	(6,421)
Balance at the end of the year	\$ 59,446	\$ 56,481

6. Deferred Contributions Related to Tangible Capital Assets

Deferred contributions related to tangible capital assets consist of amounts received which are dedicated to the repayment of the mortgage on the building. As the building is amortized on the basis of its useful life using the diminishing balance rate of 5%, the contributions are therefore recognized at the same rate.

	2021	2020
Balance, opening of the year	\$ 141,864	\$ 148,631
Plus: contributions received during the year	-	700
Less: amount amortized during the year	(7,093)	(7,467)
Balance, end of the year	\$ 134,771	\$ 141,864

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

March 31, 2021

7. 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.

Credit risk

The Organization is exposed to credit risk for its accounts receivable. The Organization reviews the collectibility of its accounts receivable and will record a bad debt when not collectible. The Organization is also exposed to credit risk arising from all its bank accounts being held at one financial institution.

8. Uncertainty Related to COVID-19

The global pandemic, COVID-19, has disrupted economic activities and supply chains. If the impacts of COVID-19 continue there could be impacts on the Organization, its members, donors, suppliers, and other business associates that could impact the timing and amounts realized on the entity's assets and future revenues. At this time, the full potential impact of COVID-19 on the entity is not known.