

**JEAN AUGUSTINE CENTRE FOR YOUNG
WOMEN'S EMPOWERMENT
FINANCIAL STATEMENTS**

MARCH 31, 2021

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Jean Augustine Centre for Young Women's Empowerment

Qualified Opinion

I have audited the accompanying financial statements of Jean Augustine Centre for Young Women's Empowerment, which comprise the statement of financial position as at March 31, 2021 and the statement of revenues and expenditures and changes in fund balances and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of my report, the accompanying financial statements present fairly, in all material respects, the financial position of Jean Augustine Centre for Young Women's Empowerment 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.

Basis for Qualified Opinion

In common with many charitable organizations, Jean Augustine Centre for Young Women's Empowerment derives revenue from donations and fundraising, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of Jean Augustine Centre for Young Women's Empowerment. Therefore, I was not able to determine whether any adjustments might be necessary to recorded donations, fundraising, excess of revenue over expenditures, cash flows from operations for the years ended March 31, 2021 and 2020, current assets as at March 31, 2021 and 2020, and fund balances as at April 1 and March 31 for both the 2021 and 2020 years. My audit opinion on the financial statements for the year ended March 31, 2020 was modified accordingly because of the possible effects of this scope limitation

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under these standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of Jean Augustine Centre for Young Women's Empowerment in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit 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 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.

In preparing the financial statements, management is responsible for assessing Jean Augustine Centre for Young Women's Empowerment'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 Jean Augustine Centre for Young Women's Empowerment or cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing Jean Augustine Centre for Young Women's Empowerment's financial reporting process.

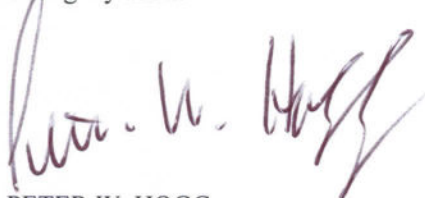
Auditor's Responsibility for the Audit of the Financial Statements

My 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 my 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, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatements 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 my 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 Jean Augustine Centre for Young Women's Empowerment'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 Jean Augustine Centre for Young Women's Empowerment's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause Jean Augustine Centre for Young Women's Empowerment 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.

I 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 I identify during my audit.



PETER W. HOGG
Chartered Professional Accountant
Licensed Public Accountant

Toronto, Ontario
December 3, 2021

**JEAN AUGUSTINE CENTRE FOR YOUNG WOMEN'S EMPOWERMENT
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2021**

	<u>2021</u>	<u>2020</u>
ASSETS		
Current		
Cash and savings	\$ 513,896	\$ 24,919
HST recoverable	<u>8,382</u>	<u>5,442</u>
	<u>\$ 522,278</u>	<u>\$ 30,361</u>
LIABILITIES AND FUND BALANCES		
Current		
Accounts payable and accrued liabilities	\$ 8,676	\$ 2,900
Government remittances payable	19,872	702
Deferred revenue (Note 4)	<u>115,647</u>	<u>-</u>
	<u>144,195</u>	<u>3,602</u>
Fund Balances		
Operating fund	<u>378,083</u>	<u>26,759</u>
	<u>378,083</u>	<u>26,759</u>
	<u>\$ 522,278</u>	<u>\$ 30,361</u>

See accompanying notes to these financial statements

Approved on behalf of the Board:

Director

Director

**JEAN AUGUSTINE CENTRE FOR YOUNG WOMEN'S EMPOWERMENT
STATEMENT OF CHANGES IN FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 2021**

	<u>2021</u>	<u>2020</u>
	<u>Operating Fund</u>	<u>Operating Fund</u>
Balance, beginning of year	\$ 26,759	\$ 26,799
Excess (deficiency) of revenues over expenditures for year	<u>351,324</u>	<u>(40)</u>
BALANCE, END OF YEAR	<u>\$ 378,083</u>	<u>\$ 26,759</u>

See accompanying notes to these financial statements

**JEAN AUGUSTINE CENTRE FOR YOUNG WOMEN'S EMPOWERMENT
STATEMENT OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 2021**

	<u>2021</u>	<u>2020</u>
REVENUES		
Donations (note 2)	\$ 381,334	\$ 88,334
Grants and subsidies - Corporate	95,006	-
Grants and subsidies - Government	86,333	-
Program and other	30,102	8,786
Canada Summer Jobs	12,644	13,021
Fundraising	-	4,445
	<u>605,419</u>	<u>114,586</u>
Total Revenues		
EXPENDITURES		
Payroll	129,362	11,855
General operations	68,832	40,736
Girls programs	22,234	60,885
Community programs	18,371	1,150
Young women's programs	13,991	-
Special events	1,305	-
	<u>254,095</u>	<u>114,626</u>
Total Expenditures		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 351,324</u>	<u>\$ (40)</u>

See accompanying notes to these financial statements

**JEAN AUGUSTINE CENTRE FOR YOUNG WOMEN'S EMPOWERMENT
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2021**

	<u>2021</u>	<u>2020</u>
CASH PROVIDED BY (USED FOR)		
Operating activities		
Excess (deficiency) of revenues over expenditures for year	\$ <u>351,324</u>	\$ <u>(40)</u>
Net changes in non-cash working capital:		
HST recoverable	(2,940)	(3,236)
Accounts payable and accrued liabilities	5,776	2,900
Government remittances payable	19,170	702
Deferred revenue	<u>115,647</u>	<u>-</u>
	<u>137,653</u>	<u>366</u>
Cash flows from (used) in operating activities	<u>488,977</u>	<u>326</u>
 INCREASE IN CASH FOR YEAR	 488,977	 326
Cash, beginning of year	<u>24,919</u>	<u>24,593</u>
CASH, END OF YEAR	\$ <u>513,896</u>	\$ <u>24,919</u>
 Cash is comprised of:		
Cash	\$ 503,817	\$ 14,865
Savings account	<u>10,079</u>	<u>10,054</u>
	\$ <u>513,896</u>	\$ <u>24,919</u>

See accompanying notes to these financial statements

**JEAN AUGUSTINE CENTRE FOR YOUNG WOMEN'S EMPOWERMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021**

PURPOSE OF THE ORGANIZATION

The Jean Augustine Centre For Young Women's Empowerment (the Organization) is a charitable organization dedicated to empowering girls and young women between the ages of 7-17 years by offering programs focused on arts, life skills, academic success and leadership. The Organization also extends its support to the local community by offering various programs, workshops and events for women and families.

The Organization is a registered charity within the meaning of the Income Tax Act (Canada) and is exempt from income taxes.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements were prepared in accordance with Canadian Accounting Standards for not-for-profit organizations in Part III of the CPA Handbook and include the following significant policies:

(a) Fund Accounting

The Organization follows the restricted fund method of accounting for contributions. Restricted contributions are recognized in the Operating Fund using the deferral method. For financial reporting purposes, the accounts have been classified into the following fund:

Operating Fund - This fund includes resources that are unrestricted, which are available for immediate purposes and accounts for the Organization's activities.

(b) Cash and cash equivalents

Cash and cash equivalents consist of cash on hand and savings accounts with maturities of less than 90 days.

(c) Capital Assets

Canadian accounting standards for not-for-profit organizations do not require capitalization of capital assets if the average annual revenue recognized in the statement of operations for the current and preceding period of the Organization is less than \$500,000. Therefore the Organization has chosen to charge capital assets to operations in the year of acquisition.

(d) Revenue Recognition

The Organization uses the restricted fund method to account for its donations.

Unrestricted contributions are recognized as revenue in the Operating Fund in the year received or upon becoming receivable.

Restricted contributions (internal and external) are recognized as revenue in the appropriate restricted fund when received or receivable. Restricted contributions, including any income generated from restricted resources, can only be used for the purposes designated.

Restricted contributions that do not have separate fund accounts are deferred and recognized as income when earned.

Donations and contributions in kind are recorded at fair value at the date of the contribution when such value can reasonably be determined.

**JEAN AUGUSTINE CENTRE FOR YOUNG WOMEN'S EMPOWERMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021**

(e) Contributed Services

Volunteers contribute numerous hours per year to assist the Organization in carrying out its programs. Because of the difficulty of determining their fair market value, contributed services are not recognized in the financial statements.

(f) Use of Estimates

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. These estimates are based on management's best knowledge of the current events and actions that the Organization may undertake in the future and include providing for accounts payable and other liabilities at year end. Actual results could differ from these estimates.

(g) Financial Instruments

Financial instruments consist of cash, savings, GST/HST taxes recoverable, accounts payable and accrued liabilities.

The Organization initially measures its financial assets and liabilities at fair value and subsequently measures them at amortized cost less any discovered impairment. There are no impairment indicators in the current year.

2. ECONOMIC DEPENDANCE

The Organization received about 65% from one foundation during the prior year.

3. FINANCIAL INSTRUMENTS

The Organization is exposed to various risks through its financial instruments.

Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Organization's only receivables are the HST rebate from the Government of Canada. The Organization is therefore not exposed to significant credit risk.

Liquidity Risk

Liquidity risk is the risk the Organization will not be able to meet a demand for cash or fund its obligations as they come due. The Organization meets its liquidity requirements by monitoring cash flows from its activities, preparing budgets and anticipating investing and financing activities.

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of a change in market prices. Market risk is comprised of interest rate risk.

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 exposure of the Organization to interest rate risk arises from its interest-bearing cash. Fluctuations in market rates of interest are not expected to have a significant impact on the Organization's operations.

**JEAN AUGUSTINE CENTRE FOR YOUNG WOMEN'S EMPOWERMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021**

4. DEFERRED REVENUE

Deferred revenue represent unspent funds externally restricted for specific purposes. Changes in the deferred revenue balances are as follows:

	2021	2020
	\$	\$
Balance, beginning of year	-	-
Designated funds received in the year:		
Government of Canada	48,264	-
City of Toronto	42,403	-
Corporate	24,980	-
Amounts recognized as revenue in the year	<u>-</u>	<u>-</u>
Balance, end of year	<u><u>115,647</u></u>	<u>-</u>

5. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the presentation adopted in the current year.

6. OTHER

Since January 1, 2020, the spread of Covid-19 has severely impacted many local economies around the globe. In many countries, including Canada, organizations and businesses are being forced to cease or limit operations for long or indefinite periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing and closure of non-essential services have triggered significant disruptions to organizations worldwide, resulting in an economic slowdown.

The Organization has determined that these events are non-adjusting subsequent events. Accordingly, the financial position and results of operations as of and for the year ended March 31, 2021 have not been adjusted. The duration and impact of the Covid-19 pandemic, as well as the effectiveness of government and central bank responses, remains unclear at this time. It is not possible to reliably estimate the duration and severity of these consequences, as well as their impact on the financial position of the Organization for future periods.