

**CANADIAN NETWORK OF WOMEN'S
SHELTERS AND TRANSITION HOUSES**

FINANCIAL STATEMENTS

MARCH 31, 2016

Independent Auditor's Report

Statement of Financial Position

Statement of Revenue and Expenditures and Changes in Net Assets

Statement of Cash Flows

Notes to the Financial Statements



CHARTERED
PROFESSIONAL
ACCOUNTANTS

KELLY HUIBERS McNEELY

P R O F E S S I O N A L C O R P O R A T I O N

INDEPENDENT AUDITOR'S REPORT

To the Directors of Canadian Network of Women's
Shelters and Transition Houses

We have audited the accompanying financial statements of Canadian Network of Women's Shelters and Transition Houses, which comprise the statement of financial position as at March 31, 2016, and the statements of changes in net assets, revenue and expenditures 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the Auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the Auditor considers internal control relevant to the Organization's preparation and fair presentation of the financial statements 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 Organization's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

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Basis for Qualified Opinion

In common with many not-for-profit organizations, Canadian Network of Women's Shelters and Transition Houses derives revenue from fundraising activities and donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of Canadian Network of Women's Shelters and Transition Houses. Our audit opinion on the financial statements for the year ended March 31, 2016 was also qualified because of the possible effects of this limitation in scope. Therefore, we were not able to determine whether any adjustments might be necessary to revenue, excess of revenue over expenditures for the year ended March 31, 2016, current assets as at March 31, 2016, and net assets at both the beginning and end of the year.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Canadian Network of Women's Shelters and Transition Houses as at March 31, 2016, 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.

Other Matters

The comparative figures are unaudited.

Kelly Huibers McNeely
Professional Corporation

Authorized to practise public accounting by
The Institute of Chartered Professional Accountants of Ontario

Stittsville, Ontario
July 20, 2016

CANADIAN NETWORK OF WOMEN'S SHELTERS AND TRANSITION HOUSES

STATEMENT OF FINANCIAL POSITION

As at March 31, 2016

	2016	Unaudited 2015
ASSETS		
CURRENT ASSETS		
Cash	\$ 152,266	\$ 160,605
Cash - restricted (note 3)	2,498	-
Accounts receivable	985	423
Government remittances receivable	8,977	5,192
Prepaid expenses	12,375	5,513
	\$ 177,101	\$ 171,733
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 13,338	\$ 27,369
Deferred revenue	49,517	104,676
	62,855	132,045
NET ASSETS	114,246	39,688
	\$ 177,101	\$ 171,733

Approved on Behalf of the Board:

Director

Director

The accompanying notes are an integral part of these financial statements.

CANADIAN NETWORK OF WOMEN'S SHELTERS AND TRANSITION HOUSES
STATEMENT OF REVENUE AND EXPENDITURES AND CHANGES IN NET ASSETS
For the year ended March 31, 2016

	2016	Unaudited 2015
REVENUE		
Grants	\$ 115,092	\$ 91,087
Donations	130,570	57,793
Contributions	82,079	50,591
Memberships	<u>7,850</u>	<u>6,550</u>
	<u>335,591</u>	<u>206,021</u>
EXPENDITURES		
Human resources	138,341	115,835
Honoraria and professional fees	87,919	37,739
Meetings	13,101	12,900
Facilities	13,150	13,925
Materials and supplies	1,428	951
Insurance	1,410	1,248
Office and administration	<u>5,684</u>	<u>6,686</u>
	<u>261,033</u>	<u>189,284</u>
NET REVENUE	74,558	16,737
NET ASSETS - BEGINNING OF YEAR	39,688	22,951
NET ASSETS - END OF YEAR	\$ 114,246	\$ 39,688

The accompanying notes are an integral part of these financial statements.

CANADIAN NETWORK OF WOMEN'S SHELTERS AND TRANSITION HOUSES

STATEMENT OF CASH FLOWS

For the year ended March 31, 2016

	2016	Unaudited 2015
CASH PROVIDED BY (USED IN)		
OPERATING ACTIVITIES		
Net revenue	\$ 74,558	\$ 16,737
Net change in non-cash working capital items:		
Accounts receivable	(562)	(145)
Government remittances receivable	(3,785)	(1,168)
Prepaid expenses	(6,862)	1,052
Accounts payable and accrued liabilities	(14,031)	23,144
Deferred revenue	<u>(55,159)</u>	<u>(53,601)</u>
NET CHANGE IN CASH	(5,841)	(13,981)
CASH - BEGINNING OF YEAR	160,605	174,586
CASH - END OF YEAR	\$ 154,764	\$ 160,605
CASH CONSISTS OF:		
Cash	\$ 152,266	\$ 160,605
Cash - restricted	2,498	-
	\$ 154,764	\$ 160,605

The accompanying notes are an integral part of these financial statements.

CANADIAN NETWORK OF WOMEN'S SHELTERS AND TRANSITION HOUSES

NOTES TO THE FINANCIAL STATEMENTS

March 31, 2016

1. THE ORGANIZATION

The Canadian Network of Women's Shelters and Transition Houses was incorporated under the Canada Not-for-profit Corporations Act on November 9, 2012 and is a charitable organization.

The Network represents a unified voice that works to make ending violence against women a priority. Its two main axes of activity are centered on 1) public engagement leading to long-term transformational change and 2) knowledge exchange amongst shelters leading to the development of improved practices to ultimately improve the lives of women survivors of violence and their children.

The Member beliefs are as follows:

- We believe that governments and societies are responsible for ensuring women's human rights.
- We believe that violence violates women's human rights and equality.
- We believe that the women's shelter movement plays a critical leadership role in the provincial/territorial, national and global effort to end violence against women.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. The principal accounting policies of the Organization are summarized as follows:

Revenue Recognition

Canadian Network of Women's Shelters and Transition Houses follows the deferral method of accounting for contributions. Restricted contributions and grants are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions and grants, donations and memberships are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

CANADIAN NETWORK OF WOMEN'S SHELTERS AND TRANSITION HOUSES

NOTES TO THE FINANCIAL STATEMENTS

March 31, 2016

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributed Services

The Organization receives the services of many volunteers the cost of which cannot be reasonably estimated. Therefore, no representation of this expenditure has been included in these financial statements.

Accounting Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires Management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the dates of the financial statements and the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from these estimates.

3. RESTRICTED CASH

The Organization is required to hold these funds on deposit with the bank to secure its credit card to a maximum credit limit of \$2,500.

4. COMMITMENTS

The Organization has entered into the following agreements:

- net facility rental for 12 months ending February 2017. The annual charge is \$15,300 including HST;
- with a consultant to implement a social media strategy at a cost of \$4,000; and,
- with a consultant to perform fundraising in alignment with the Organization's fundraising strategy at a maximum cost of \$30,000 plus HST.

5. FINANCIAL INSTRUMENTS

The Organization's financial instruments consist of cash, accounts receivable and accounts payable and accrued liabilities. It is Management's opinion that the fair value of these instruments is not materially different than their cost and that the Organization is not exposed to significant interest rate, currency or credit risk.