

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Financial Statements

Year Ended March 31, 2020

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

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Year Ended March 31, 2020

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INDEPENDENT AUDITOR'S REPORT

To the Members of South Okanagan Women In Need Society

Report on the Financial Statements

Qualified Opinion

We have audited the financial statements of South Okanagan Women In Need Society (the Society), which comprise the statement of financial position as at March 31, 2020, and the statements of operations, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Society as at March 31, 2020, 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 not-for-profit organizations, the Society derives revenue from fundraising activities 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 the Society. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenue, excess of revenues over expenses, and cash flows from operations for the year ended March 31, 2020, current assets and net assets as at March 31, 2020.

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

Other Matters

The financial information for the year ended March 31, 2019 were audited by another auditor who expressed an qualified opinion on the financial information on June 17, 2019.

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The current year's supplementary information included in Schedule 1 through 6 is presented for purposes of additional analysis and is not a required part of the financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

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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 the Society's ability to continue as a going concern, disclosing, as applicable, matters relating 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.

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.

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Independent Auditor's Report to the Members of South Okanagan Women In Need Society *(continued)*

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.

Report on Other Legal and Regulatory Requirements

As required by the British Columbia Societies Act, we report that, in our opinion, the Society's financial statements have been prepared following Canadian accounting standards for not-for-profit organizations, which is consistent with that of the preceding year.

Omland Heal LLP

Chartered Professional Accountants

Penticton, BC
July 2, 2020

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Statement of Financial Position


March 31, 2020

	2020	2019
Assets		
Current		
Cash	\$ 451,470	\$ 338,970
Term deposits (Note 3)	308,359	303,770
Accounts receivable (Note 4)	45,802	22,617
Prepaid expenses	30,238	17,820
	835,869	683,177
Tangible capital assets (Note 5)	3,419,407	3,452,136
	\$ 4,255,276	\$ 4,135,313
Liabilities and Net Assets		
Current		
Accounts payable and accrued liabilities	\$ 208,457	\$ 244,134
Deposits received	20,050	13,954
Current portion of callable debt (Note 6)	38,944	28,862
Current portion of long term debt (Note 7)	7,685	-
Current portion of obligations under capital lease (Note 8)	5,256	5,016
Deferred contributions (Note 9)	116,159	111,131
	396,551	403,097
Callable debt due thereafter (Note 6)	206,857	353,794
	603,408	756,891
Long term debt (Note 7)	31,022	-
Obligations under capital lease (Note 8)	3,933	9,441
Deferred capital contributions (Note 10)	2,680,987	2,751,421
	3,319,350	3,517,753
Net Assets		
Unrestricted	449,887	272,644
Invested in tangible capital assets (Note 11)	444,724	303,601
Internally restricted	41,315	41,315
	935,926	617,560
	\$ 4,255,276	\$ 4,135,313

Commitments (Note 12)

On behalf of the Board

 Director

 Director

See accompanying notes to financial statements.

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Statement of Operations

Year Ended March 31, 2020

	2020	2019
Revenues		
Contract revenues	\$ 2,524,591	\$ 2,363,292
Donations	441,258	240,989
Grants	52,000	40,800
Rental revenues	98,296	33,418
Miscellaneous and reimbursements	36,323	9,432
	3,152,468	2,687,931
Expenses		
Advertising and promotion	4,964	3,082
Amortization	117,324	121,937
Automotive	23,130	12,280
Bad debts	203	2,489
Board expenses	3,361	900
Client supplies and food	186,898	141,001
Client travel	2,166	1,340
Donated goods and services	27,925	26,381
Equipment rentals	36,009	62,945
Fundraising expenses	9,931	9,534
Information technology	15,813	12,213
Insurance	19,574	14,455
Interest and bank charges	3,538	3,413
Interest on long term debt	12,214	22,510
Library and resource materials	-	1,269
Memberships and dues	4,151	16,570
Office	15,659	9,062
Printing, photocopying and postage	14,926	8,253
Professional fees	68,600	67,379
Property taxes	214	165
Rental	45,404	44,517
Repairs and maintenance	42,311	58,519
Salaries and related benefits	2,055,857	1,801,342
Sub-contracts	25,404	47,057
Supplies	1,055	9,015
Telephone	14,701	16,038
Training	23,331	25,063
Travel	21,630	24,162
Utilities	37,551	28,129
Volunteer program expenses	258	899
	2,834,102	2,591,919
Excess of revenues over expenses from operations	318,366	96,012
Other income		
Loss on disposal of investments	-	(550)
Excess of revenues over expenses	\$ 318,366	\$ 95,462

See accompanying notes to financial statements.

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Statement of Changes in Net Assets

Year Ended March 31, 2020

	Unrestricted	Internally restricted	Invested in tangible capital assets (Note 11)	2020	2019
Net assets - beginning of year	\$ 272,644	\$ 41,315	\$ 303,601	\$ 617,560	\$ 522,098
Excess of revenues over expenses	324,471	-	(6,105)	318,366	95,462
Net change in investment in tangible capital assets	(147,228)	-	147,228	-	-
Net assets - end of year	\$ 449,887	\$ 41,315	\$ 444,724	\$ 935,926	\$ 617,560

See accompanying notes to financial statements.

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Statement of Cash Flows

Year Ended March 31, 2020

	2020	2019
Operating activities		
Excess of revenues over expenses	\$ 318,366	\$ 95,462
Items not affecting cash:		
Amortization of tangible capital assets	117,324	121,937
Loss on disposal of investments	-	550
	435,690	217,949
Changes in non-cash working capital:		
Accounts receivable	(23,185)	27,656
Accounts payable and accrued liabilities	(35,674)	(17,269)
Deferred contributions	5,028	(27,746)
Prepaid expenses	(12,418)	(16,028)
Deposits received	6,096	13,954
	(60,153)	(19,433)
Cash flow from operating activities	375,537	198,516
Investing activity		
Purchase of tangible capital assets	(84,597)	(22,502)
Financing activities		
Increase in deferred capital contributions	(70,434)	(35,861)
Proceeds from long term financing	41,199	-
Repayment of callable debt	(136,855)	(26,245)
Repayment of long term debt	(2,493)	-
Repayment of obligations under capital lease	(5,268)	(4,798)
Cash flow used by financing activities	(173,851)	(66,904)
Increase in cash flow	117,089	109,110
Cash - beginning of year	642,740	533,630
Cash - end of year	\$ 759,829	\$ 642,740
Cash consists of:		
Cash	\$ 451,470	\$ 338,970
Term deposits	308,359	303,770
	\$ 759,829	\$ 642,740

See accompanying notes to financial statements.

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Notes to Financial Statements

Year Ended March 31, 2020

1. Purpose of the Society

South Okanagan Women In Need Society (the "Society") is a not-for-profit organization incorporated provincially under the Society Act of British Columbia. As a registered charity the Society is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

The Society works to prevent abuse and increase awareness about the impacts of abuse within the South Okanagan so that all individuals have the ability to make choices to live a safe and healthy life. Through creating dynamic, life-changing opportunities for empowerment of individuals and families, the Society supports individual's physical, mental, emotional and financial wellness. The purpose of the Society is to provide transitional housing, counselling, support, information and education to women and children who have experienced abuse in their primary relationships, criminal harassment, sexual assault or other crisis situations. As well, the Society seeks to provide safe, affordable housing and to promote awareness of and to work to eradicate violence against women and children in the South Okanagan.

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 (ASNFPO).

Revenue recognition

South Okanagan Women In Need Society 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. Endowment contributions are recognized as direct increases in net assets.

Contributed materials and services are recorded in the financial statements when the fair value of those materials and services can be reasonably estimated.

Tangible capital assets

Tangible capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives at the following rates and methods:

Buildings	4%	declining balance method
Equipment	20%	declining balance method
Vehicles	30%	declining balance method
Computer equipment	30%	declining balance method
Computer software	100%	declining balance method
Furniture and fixtures	20%	declining balance method
Leasehold improvements	5 years	straight-line method
Motor vehicle under capital lease	10 years	straight-line method

The Society regularly reviews its tangible capital assets to eliminate obsolete items.

Tangible capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

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SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Notes to Financial Statements

Year Ended March 31, 2020

2. Summary of significant accounting policies *(continued)*

Impairment of Long Lived Assets

The Society tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

Net assets

- a) Net assets invested in tangible capital assets represents the Society's net investment in tangible capital assets which is comprised of the unamortized amount of tangible capital assets purchased with restricted and unrestricted funds less any debt or deferred capital contributions. The fund reports the assets, liabilities, revenues, and expenses related to the Society's tangible capital assets and building improvements campaign.
- b) Internally restricted net assets are funds which have been designated for a specific purpose by the Society's Board of Directors. These are funds typically allocated for contingencies such as major repairs to property or unplanned delays in funding.
- c) Unrestricted net assets comprise the excess of revenue over expenses accumulated by the Society each year, net of transfers, and are available for general purposes typically related to program delivery and administrative activities.

Goods and Services Tax

GST on costs incurred for materials and services are recoverable at 50% as a rebate. The unrecoverable portion is recorded as an expense with the rebate treated as a receivable.

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 cash, term deposits and accounts receivable.

Financial liabilities measured at amortized cost on a straight-line basis include the accounts payable and accrued liabilities and callable debt.

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SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Notes to Financial Statements

Year Ended March 31, 2020

2. Summary of significant accounting policies *(continued)*

Use of estimates

Certain amounts in the financial statements are subject to measurement uncertainty and are based on the Society's best information and judgment. Actual results could differ from these estimates.

Examples of significant estimates include:

- providing for amortization of tangible capital assets;
- the estimated useful lives of tangible capital assets;
- the allowance for doubtful accounts;
- the recoverability of tangible assets.

Allocation of administration

The Society manages various programs. The Society identifies and allocates a portion of the administration costs to the management of these programs, on an established basis. The program management expenses are then allocated to the various projects consistently based on an established percentage or rate.

Callable debt

The Society's demand loans are classified as current liabilities because the lender has the right to demand repayment within one year.

3. Term deposits

Term deposits consist of three term deposits with Valley First Credit Union. Two GIC's totaling \$205,573 are locked in until January 12, 2021 at an average rate of 2.0% per annum. The third GIC for \$102,786 is locked in until July 12, 2022 at a rate of prime less 1.5% per annum.

4. Accounts receivable

	2020		2019	
Accounts receivable	\$	31,057	\$	10,088
GST receivable		10,093		12,529
Interest accrual		4,652		-
	\$	45,802	\$	22,617

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Notes to Financial Statements

Year Ended March 31, 2020

5. Tangible capital assets

	Cost	Accumulated amortization	2020 Net book value	2019 Net book value
Land	\$ 887,069	\$ -	\$ 887,069	\$ 887,069
Buildings	2,776,941	323,717	2,453,224	2,513,807
Equipment	24,966	16,950	8,016	2,517
Vehicles	72,257	40,570	31,687	167
Computer equipment	21,638	20,083	1,555	2,221
Furniture and fixtures	59,580	41,322	18,258	22,823
Leasehold improvements	7,315	4,389	2,926	4,389
	3,849,766	447,031	3,402,735	3,432,993
Motor vehicle under capital lease (Note 8)	24,700	8,028	16,672	19,143
	\$ 3,874,466	\$ 455,059	\$ 3,419,407	\$ 3,452,136

6. Callable debt

	2020	2019
Bank of Montreal demand loan bearing interest at 3.97% per annum, repayable in monthly blended payments of \$4,000. The loan matures on April 30, 2021 and is secured by the 1027 Westminster Ave. building which has a carrying value of \$654,865.	\$ 245,801	\$ 382,656
Less current portion	(38,944)	(28,862)
	\$ 206,857	\$ 353,794

Principal repayment terms are approximately:

2021	\$ 38,944
2022	40,519
2023	42,157
2024	43,862
2025	45,635
Thereafter	34,684
	<u>\$ 245,801</u>

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Notes to Financial Statements

Year Ended March 31, 2020

7. Long term debt

	2020	2019
Scotiabank loan bearing interest at 4.09% per annum, repayable in monthly blended payments of \$760. The loan matures on November 15, 2024 and is secured by the 2019 Dodge Grand Caravan which has a carrying value of \$31,570	\$ 38,707	\$ -
Amounts payable within one year	(7,685)	-
	<u>\$ 31,022</u>	<u>\$ -</u>

Principal repayment terms are approximately:

2021	\$ 7,685
2022	8,005
2023	8,339
2024	8,686
2025	5,992
	<u>\$ 38,707</u>

8. Obligations under capital lease

	2020	2019
First West Leasing lease bearing interest at 4.455% per annum, repayable in monthly blended payments of \$214. The lease matures on January 14, 2022 and is secured by the 2016 Dodge Grand Caravan which has a carrying value of \$16,673.	\$ 9,189	\$ 14,457
Amounts payable within one year	(5,256)	(5,016)
	<u>\$ 3,933</u>	<u>\$ 9,441</u>

Future minimum capital lease payments are approximately:

2021	\$ 5,256
2022	3,933
Total minimum lease payments	<u>\$ 9,189</u>

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Notes to Financial Statements

Year Ended March 31, 2020

9. Deferred contributions

Deferred contributions represent externally restricted funds for the programs of the Society.

	Balance - beginning of year	Funds received	Recognized as revenue	Balance - end of year
BC Housing - Transition House	\$ 69,579	\$ 894,295	\$ (889,730)	\$ 74,144
BC Housing - Tamarak	11,425	137,477	(137,477)	11,425
Hughes House Second Stage Housing	10,939	139,549	(138,912)	11,576
BC Housing - Safe Homes	9,870	121,348	(121,124)	10,094
BC Housing - Homeless Prevention Program	8,418	107,541	(107,039)	8,920
Rental revenue	900	97,396	(98,296)	-
	\$ 111,131	\$ 1,497,606	\$ (1,492,578)	\$ 116,159

10. Deferred capital contributions

The Society receives capital grants, donations to purchase tangible capital assets and donated tangible capital assets. These contributions are deferred and amortized on the same basis as the related purchased or donated assets.

In 2016, the Society received funding from BC Housing for the purchase and renovation of a new transition house. As part of the funding agreement, the Society will receive up to \$3.0 million based on the final costs of the property and renovations. BC Housing will provide this funding as a forgivable mortgage which will be amortized to revenues over 35 years with forgiveness beginning in year 11.

	Balance - beginning of year	Funds received	Recognized as revenue	Balance - end of year
Transition House building	\$ 2,749,253	\$ 40,786	\$ (110,786)	\$ 2,679,253
Transition House furniture and fixtures	2,168	-	(434)	1,734
	\$ 2,751,421	\$ 40,786	\$ (111,220)	\$ 2,680,987

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Notes to Financial Statements

Year Ended March 31, 2020

11. Net assets invested in tangible capital assets

Change in net assets invested in tangible capital assets is calculated as follows:

	2020	2019
Net assets invested in tangible capital assets is calculated as follows:		
Tangible capital assets	\$ 3,419,408	\$ 3,452,135
Amounts financed by deferred capital contributions	(2,680,987)	(2,751,421)
Amounts financed by callable debt	(245,801)	(382,656)
Amounts financed by long term debt	(38,707)	-
Obligations under capital lease	(9,189)	(14,457)
	\$ 444,724	\$ 303,601
Deficiency of revenue over expenses:		
Amortization of tangible capital assets	\$ (117,324)	\$ (121,937)
Amortization of deferred capital contributions	111,219	118,428
	\$ (6,105)	\$ (3,509)
Net change in investment in tangible capital assets:		
Purchase of tangible capital assets	\$ 84,597	\$ 22,502
Proceeds from deferred capital contributions	(40,786)	(82,567)
Proceeds from long term financing	(41,199)	-
Principal repayments of callable debt	136,855	26,245
Decrease in obligations under capital lease	5,268	4,798
Principal repayments of long term debt	2,493	-
	\$ 147,228	\$ (29,022)

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Notes to Financial Statements

Year Ended March 31, 2020

12. Commitments

As at March 31, 2020, the Society has several operating leases for equipment with RCAP leasing.

The Society also leases an office space. Under the lease, the Society is required to pay a monthly base rent of \$662, utilities and common costs of \$504 plus GST.

The Society also has a commitment for consulting services expiring December 31, 2022. The annual commitment for services is \$47,150 plus GST for the 2020 and 2021 calendar year and \$42,917 plus GST for 2022 calendar year.

During the year, the Society entered into a contract for security services totaling \$3,948 plus GST annually expiring January 2025

See note 8 for obligations in relation to the capital lease.

Contractual obligation repayment schedule:

2021	\$	77,931
2022		72,645
2023		40,154
2024		4,046
2025		3,372
		<hr/>
	\$	<u>198,148</u>

13. Government remittances payable other than income tax

Government remittances (other than income taxes) include, for example, federal and provincial sales taxes, payroll taxes, health taxes, and workers' safety insurance premiums. The following government remittances were payable at year end:

	2020	2019
Source deductions payable	\$ 17,979	\$ 45,919
Workers' safety insurance payable	6,989	5,188
Employer health tax payable	1,098	-
	<hr/>	<hr/>
	\$ 26,066	\$ 51,107

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Notes to Financial Statements

Year Ended March 31, 2020

14. Pension plan

The Society and its employees contribute to the Municipal Pension Plan (a jointly trustee pension plan, "the Plan"). The board of trustees, representing plan members and employers, is responsible for administering the Plan, including investment of assets and administration of benefits. The Plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As at December 31, 2018, the Plan has about 205,000 active members and approximately 100,000 retired members.

Every three years, an actuarial valuation is performed to assess the financial position of the Plan and adequacy of plan funding. The actuary determines an appropriate combined employer and member contribution rate to fund the Plan. The actuary's calculated contribution rate is based on the entry-age normal cost method, which produces the long-term rate of member and employer contributions sufficient to provide benefits for average future entrants to the Plan. This rate may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent valuation for the Plan as at December 31, 2018, indicated a \$2,866 million funding surplus for basic pension benefits on a going concern basis in addition to the rate stabilization account of \$2,485 million.

The Society paid \$94,033 (2019 - \$97,390) for employer contributions to the Plan in fiscal 2020.

The next valuation will be as at December 31, 2021, with results available in 2022.

Employers participating in the Plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the Plan records accrued liabilities and accrued assets for the Plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the Plan.

15. Economic dependence

Operating grants received from the BC Housing account for 44.5% (2019 - 44.9%), Government of Canada - Minister of Public Safety and Emergency Preparedness account for 14.8% (2019 - 16.9%), Province of British Columbia - Minister of Public Safety and Solicitor General account for 13.3% (2019 - 6.0%) of total revenues in the current year.

16. Community Foundation of the South Okanagan

The Society has an endowment fund with Community Foundation of the South Okanagan. The capital of the fund, and any additions thereto, shall be held permanently by the Foundation and invested in accordance with the provisions of the constitution, bylaws and policies of the Foundation. Distributions of \$454 were received in the current year (2019 - \$456).

17. Subsidy assistance payments

The Society received subsidy assistance from BC Housing on behalf of the Provincial Government to assist with the Safe Homes, Transition House and rental supplements for the Homeless Prevention Program. The amount of the assistance recorded for the year was \$1,394,282 (2019 - \$1,207,698).

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Notes to Financial Statements

Year Ended March 31, 2020

18. Financial instruments

The Society is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Society's risk exposure and concentration as of March 31, 2020.

(a) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Society is exposed to this risk mainly in respect of its receipt of funds from its customers and other related sources, long-term debt, obligations under capital leases and accounts payable.

(b) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Society manages exposure through its normal operating and financing activities. The Society is exposed to interest rate risk primarily through its credit facilities.

Unless otherwise noted, it is management's opinion that the Society is not exposed to significant other price risks arising from these financial instruments.

19. Societies Act of British Columbia

As required by the Societies Act of British Columbia, it must be disclosed if any employee's remuneration exceeded \$75,000 in the fiscal year ending March 31, 2020. The Society paid a sum of \$84,495 to one employee.

20. Comparative figures

The prior year comparative figures were audited by another firm of Chartered Professional Accountants.

Some of the comparative figures have been reclassified to conform to the current year's presentation.

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Schedule of Revenues

(Schedule 1)

Year Ended March 31, 2020

	2020	2019
Contracts		
BC Housing	\$ 1,394,282	\$ 1,207,698
Government of Canada - Minister of Public Safety and Emergency Preparedness	464,711	454,418
Province of British Columbia - Minister of Public Safety and Solicitor General	416,325	162,248
BC Housing deferred capital contributions recognized	111,220	118,428
Interior Health	77,817	117,528
Province of British Columbia - Ministry of Children and Family Development	60,236	44,209
Province of British Columbia - Ministry of Justice	-	141,607
YMCA-YWCA	-	105,544
Open Door Society	-	11,612
	2,524,591	2,363,292
Grants	52,000	40,800
Donations		
Cash donations	244,364	214,608
Donations from estate	126,870	-
Gifts in kind	70,024	26,381
	441,258	240,989
Other		
Rental revenues	98,296	33,418
Miscellaneous and reimbursements	36,323	9,432
	134,619	42,850
Grand total	\$ 3,152,468	\$ 2,687,931

See accompanying notes to financial statements.

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Schedule of Program Revenue and Expenses - BC Housing

(Schedule 2)

Year Ended March 31, 2020

	Second Stage Housing	Penticton Safe Home	Homeless Prevention Program	Keremeos Safe Home	Transition House	Tamarack	2020	2019
Revenues								
BC Housing	\$ 138,912	\$ 89,220	\$ 107,039	\$ 31,904	\$ 889,730	\$ 137,477	\$ 1,394,282	\$ 1,207,698
Rental revenues	28,501	-	-	-	-	69,795	98,296	30,201
Reimbursements	667	-	-	-	16,261	9,778	26,706	2,556
Cash donations	-	-	-	-	5,736	-	5,736	6,103
Grants	-	-	-	-	1,000	-	1,000	-
Miscellaneous	-	-	-	-	12	136	148	1,746
	168,080	89,220	107,039	31,904	912,739	217,186	1,526,168	1,248,304
Expenses								
Advertising and promotion	100	408	62	19	860	691	2,140	995
Amortization	2,429	4,373	1,943	-	94,002	6,316	109,063	80,652
Automotive	301	278	122	3,472	5,083	1,658	10,914	1,590
Bad debts	-	-	-	-	203	-	203	-
Board expenses	16	23	10	5	134	37	225	285
Client supplies and food	4,437	2,605	56,044	4,868	41,201	3,187	112,342	94,484
Client travel	68	181	-	-	1,336	-	1,585	777
Equipment rentals	1,080	614	306	130	4,846	2,299	9,275	18,999
Fundraising expenses	-	-	-	-	-	-	-	5,970
Information technology	846	753	394	115	6,263	1,722	10,093	6,813
Insurance	-	492	163	135	5,775	5,315	11,880	4,824
Interest and bank charges	68	661	82	549	822	317	2,499	197
Interest on long term debt	696	571	798	260	2,421	2,934	7,680	10,158
Library and resource materials	-	-	-	-	-	-	-	710
Memberships and dues	104	7	3	-	515	273	902	3,407
Office	59	583	344	54	4,585	957	6,582	3,462
Printing, photocopying and postage	409	848	365	150	6,878	1,338	9,988	3,855
Professional fees	1,667	1,591	566	535	8,416	2,444	15,219	15,985
Property taxes	2	2	1	-	192	2	199	49
Rental	565	797	350	209	1,846	723	4,490	3,583
Repairs and maintenance	2,932	475	175	20	21,721	10,634	35,957	28,589
Salaries and related benefits	143,502	74,485	43,521	14,660	810,808	93,128	1,180,104	1,095,254
Sub-contracts	-	500	1,000	-	-	3,780	5,280	26,406
Supplies	137	13	6	4	544	27	731	3,018
Telephone	118	727	82	29	2,813	1,199	4,968	5,437
Training	862	517	136	69	4,000	1,782	7,366	9,228
Travel	526	329	90	23	1,827	1,425	4,220	4,902
Utilities	4,606	363	409	70	14,186	13,436	33,070	22,063
Volunteer program expenses	-	-	-	-	-	-	-	683
	165,530	92,196	106,972	25,376	1,041,277	155,624	1,586,975	1,452,375
Excess (deficiency) of revenues over expenses	\$ 2,550	\$ (2,976)	\$ 67	\$ 6,528	\$ (128,538)	\$ 61,562	\$ (60,807)	\$ (204,071)

See accompanying notes to financial statements.

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Schedule of Program Revenue and Expenses - Ministry Public Safety – Solicitor General

(Schedule 3)

Year Ended March 31, 2020

	Community Based Victim Services	Outreach Program	PEACE	Stop the Violence	2020	2019
Revenues						
Province of British Columbia - Minister of Public Safety and Solicitor General	\$ 151,406	\$ 49,948	\$ 98,790	\$ 116,181	\$ 416,325	\$ 162,248
Province of British Columbia - Ministry of Justice	-	-	-	-	-	141,608
Donations	-	-	-	1,780	1,780	10,600
Grants	-	-	2,000	-	2,000	2,050
Miscellaneous and reimbursements	-	-	-	-	-	1,272
	151,406	49,948	100,790	117,961	420,105	317,778
Expenses						
Advertising and promotion	92	43	140	99	374	375
Amortization	2,429	972	972	1,943	6,316	19,077
Automotive	28	11	11	22	72	342
Board expenses	14	3	4	11	32	12
Client supplies and food	1,500	1,070	1,419	1,003	4,992	2,701
Client travel	-	42	-	96	138	12
Equipment rentals	2,622	223	341	384	3,570	11,840
Fundraising expenses	19	19	19	19	76	745
Information technology	636	277	401	475	1,789	1,053
Insurance	260	107	255	260	882	329
Interest and bank charges	103	91	41	82	317	19
Interest on long term debt	403	538	1,127	1,428	3,496	3,182
Library and resource materials	-	-	-	-	-	250
Memberships and dues	260	188	108	229	785	2,834
Office	2,392	400	637	1,297	4,726	3,144
Printing, photocopying and postage	699	238	309	436	1,682	1,887
Professional fees	734	144	349	462	1,689	5,118
Property taxes	11	2	1	2	16	74
Rental	16,231	679	879	1,875	19,664	10,871
Repairs and maintenance	885	265	364	366	1,880	20,253
Salaries and related benefits	128,099	51,044	88,406	108,386	375,935	280,112
Sub-contracts	-	-	2,000	1,025	3,025	3,712
Supplies	10	2	5	8	25	3,355
Telephone	1,654	669	841	1,036	4,200	4,563
Training	1,651	1,209	1,189	1,681	5,730	8,172
Travel	928	324	750	501	2,503	2,405
Utilities	711	402	341	466	1,920	1,752
Volunteer program expenses	27	35	21	61	144	28
	162,398	58,997	100,930	123,653	445,978	388,217
Deficiency of revenues over expenses	\$ (10,992)	\$ (9,049)	\$ (140)	\$ (5,692)	\$ (25,873)	\$ (70,439)

See accompanying notes to financial statements.

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Schedule of Program Revenue and Expenses - SAFE eXiting from the Sex Trade (Schedule 4)

Year Ended March 31, 2020

	2020	2019
Revenues		
Government of Canada - Minister of Public Safety and Emergency		
Preparedness	\$ 464,711	\$ 454,418
Gifts in kind	33,245	22,154
Cash donations	991	279
Interior Health	-	15,153
Miscellaneous and reimbursements	-	1,010
Rental revenues	-	938
	498,947	493,952
Expenses		
Advertising and promotion	1,762	1,200
Amortization	-	15,191
Automotive	11,753	11,226
Bad debts	-	100
Board expenses	51	36
Donated goods and services	-	22,154
Client supplies and food	42,951	13,665
Client travel	164	157
Equipment rentals	19,474	23,615
Fundraising expenses	14	963
Information technology	3,308	2,869
Insurance	6,480	2,399
Interest and bank charges	276	118
Interest on long term debt	763	2,604
Library and resource materials	-	141
Memberships and dues	8	1,812
Office	1,815	2,059
Printing, photocopying and postage	2,233	702
Professional fees	50,802	41,839
Rental	20,694	27,909
Repairs and maintenance	2,307	4,040
Salaries and related benefits	265,362	216,726
Sub-contracts	6,439	8,863
Supplies	23	1,283
Telephone	3,189	3,768
Training	2,000	3,131
Travel	7,337	12,640
Utilities	1,722	2,121
Volunteer program expenses	-	40
	450,927	423,371
Excess of revenues over expenses	\$ 48,020	\$ 70,581

See accompanying notes to financial statements.

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Schedule of Program Revenue and Expenses - Interior Health

(Schedule 5)

Year Ended March 31, 2020

	Overdose Prevention	Interior Health Harm Reduction Drug Checking	2020	2019
Revenues				
Interior Health	\$ 54,132	\$ 23,685	\$ 77,817	\$ 102,374
Gifts in kind	8,302	14,572	22,874	-
	62,434	38,257	100,691	102,374
Expenses				
Advertising and promotion	84	8	92	403
Amortization	486	486	972	524
Automotive	39	6	45	4,838
Board expenses	3	3	6	150
Client supplies and food	4,532	5,824	10,356	11,825
Donated goods and services	8,302	14,572	22,874	-
Equipment rentals	96	90	186	3,928
Fundraising expenses	-	-	-	992
Information technology	82	82	164	778
Insurance	54	54	108	-
Interest and bank charges	106	21	127	19
Interest on long term debt	3	3	6	1,560
Library and resource materials	-	-	-	32
Memberships and dues	1	1	2	934
Office	1,814	453	2,267	-
Printing, photocopying and postage	217	176	393	576
Professional fees	165	135	300	2,612
Rental	46	46	92	547
Repairs and maintenance	17	17	34	74
Salaries and related benefits	39,945	16,048	55,993	55,875
Sub-contracts	6,300	-	6,300	3,782
Supplies	2	2	4	-
Telephone	56	99	155	335
Training	36	36	72	52
Travel	16	20	36	123
Utilities	32	32	64	165
Volunteer program expenses	-	-	-	11
	62,434	38,214	100,648	90,135
Excess of revenues over expenses	\$ -	\$ 43	\$ 43	\$ 12,239

See accompanying notes to financial statements.

SOUTH OKANAGAN WOMEN IN NEED SOCIETY

Schedule of Program Revenue and Expenses - Ministry of Children and Family Development -
Youth Bed (Schedule 6)

Year Ended March 31, 2020

	2020	2019
Revenues		
Province of British Columbia - Ministry of Children and Family Development	\$ 60,236	\$ 44,209
Expenses		
Advertising and promotion	58	22
Amortization	972	524
Automotive	333	366
Board expenses	6	1
Client supplies and food	10,956	3,209
Client travel	278	395
Equipment rentals	485	715
Fundraising expenses	-	114
Information technology	334	194
Insurance	180	292
Interest and bank charges	41	3
Interest on long term debt	117	184
Library and resource materials	-	10
Memberships and dues	2	299
Office	502	48
Printing, photocopying and postage	328	159
Professional fees	1,275	508
Rental	92	46
Repairs and maintenance	1,988	763
Salaries and related benefits	39,632	30,430
Sub-contracts	-	877
Supplies	50	21
Telephone	684	735
Training	121	190
Travel	1,064	774
Utilities	1,861	1,364
Volunteer program expenses	-	61
	61,359	42,304
Excess (deficiency) of revenues over expenses	\$ (1,123)	\$ 1,905

See accompanying notes to financial statements.