

Financial Statements

Alberta Women Entrepreneurs Association

March 31, 2018

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Independent Auditor's Report

To the Members of
Alberta Women Entrepreneurs Association

We have audited the accompanying financial statements of Alberta Women Entrepreneurs Association, which comprise the statements of financial position as at March 31, 2018, and the statement of operations, statements of changes in net assets 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

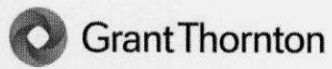
Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that 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 audits. We conducted our audits 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 judgment, 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 entity'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 entity'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 in our audits is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Alberta Women Entrepreneurs Association as at March 31, 2018, and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Edmonton, Canada

June 13, 2018

Grant Thornton LLP

Chartered Professional Accountants

Alberta Women Entrepreneurs Association

Statement of Operations

Year Ended March 31

2018

2017

	<u>Unrestricted</u>	<u>Externally restricted</u>	<u>Total</u>	<u>Total</u>
Revenues				
Contributions (Note 7)	\$ 975,000	\$ -	\$ 975,000	\$ 975,000
Program fees and other	257,123	-	257,123	393,604
Interest on loan portfolio (Note 7)	50,000	192,573	242,573	245,778
Amortization of deferred operating contributions (Note 6)	110,667	-	110,667	20,933
Project contributions (Note 7)	41,419	-	41,419	513,666
Interest on GIC's	1,914	3,073	4,987	3,941
Recovery of loss on loans receivable	-	2,556	2,556	13,851
Amortization of deferred capital contributions	-	-	-	2,570
	<u>1,436,123</u>	<u>198,202</u>	<u>1,634,325</u>	<u>2,169,343</u>
Expenditures				
Salaries and benefits	752,507	-	752,507	871,984
Program expenses	127,460	-	127,460	337,095
Loss on loans receivable (Note 3)	-	114,979	114,979	654,309
Rent	92,753	-	92,753	130,269
Marketing	75,841	-	75,841	60,832
Professional fees	69,586	-	69,586	71,765
Travel	67,534	-	67,534	129,219
Office	33,772	-	33,772	38,942
Board expense	20,944	-	20,944	47,782
Audit fee	18,644	-	18,644	19,100
Amortization of property and equipment	15,573	-	15,573	23,909
Training	14,069	-	14,069	27,660
Other loan fees	1,881	5,307	7,188	14,817
Insurance	4,986	-	4,986	4,594
Bank charges and interest	3,278	-	3,278	6,165
Repairs and maintenance	419	-	419	2,707
	<u>1,299,247</u>	<u>120,286</u>	<u>1,419,533</u>	<u>2,441,104</u>
Excess (deficiency) of revenues over expenditures	\$ 136,876	\$ 77,916	\$ 214,792	\$ (271,761)

See accompanying notes to the financial statements.

Alberta Women Entrepreneurs Association
Statement of Changes in Net Assets

Year ended March 31

	Unrestricted	Externally restricted	Internally restricted	2018 Total	2017 Total
Balance, beginning of year	\$ 169,205	\$ 4,957,084	\$ 365,956	\$ 5,492,245	\$ 5,764,006
Interfund transfers (Note 11)	(60,000)	-	60,000	-	-
Excess (deficiency) of revenues over expenditures	136,876	77,916	-	214,792	(271,761)
Balance, end of year	\$ 246,081	\$ 5,035,000	\$ 425,956	\$ 5,707,037	\$ 5,492,245

See accompanying notes to the financial statements.

Alberta Women Entrepreneurs Association Statement of Financial Position

March 31

	Unrestricted	Externally restricted	Internally restricted	2018 Total	2017 Total
Assets					
Current					
Cash and cash equivalents	\$ 392,802	\$ 920,156	\$ 425,956	\$ 1,738,914	\$ 1,339,403
Accounts receivable	57,632	-	-	57,632	226,785
Prepays and deposits	41,038	-	-	41,038	52,149
Interest receivable	-	10,469	-	10,469	11,232
Current portion of loans receivable (Note 3)	491,472	2,327,571	425,956	3,244,999	1,208,387
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Long-term loans receivable (Note 3)	-	2,711,548	-	2,711,548	2,845,675
Property and equipment (Note 4)	16,090	-	-	16,090	27,112
	<u>\$ 507,562</u>	<u>\$ 5,039,119</u>	<u>\$ 425,956</u>	<u>\$ 5,972,637</u>	<u>\$ 5,710,743</u>

Liabilities

Current					
Accounts payable and accrued liabilities	\$ 125,756	\$ 4,119	\$ -	\$ 129,875	\$ 74,242
Unearned revenue	135,725	-	-	135,725	63,006
Deferred operating contributions (Note 6)	-	-	-	-	81,250
	<u>261,481</u>	<u>4,119</u>	<u>-</u>	<u>265,600</u>	<u>218,498</u>

Net Assets

Externally restricted	-	5,035,000	-	5,035,000	4,957,084
Internally restricted (Note 11)	-	-	425,956	425,956	365,956
Unrestricted	246,081	-	-	246,081	169,205
	<u>246,081</u>	<u>5,035,000</u>	<u>425,956</u>	<u>5,707,037</u>	<u>5,492,245</u>
	<u>\$ 507,562</u>	<u>\$ 5,039,119</u>	<u>\$ 425,956</u>	<u>\$ 5,972,637</u>	<u>\$ 5,710,743</u>

Commitments (Note 8)

On behalf of the Board

 Director

 Director

See accompanying notes to the financial statements.

Alberta Women Entrepreneurs Association

Statement of Cash Flows

Year Ended March 31

2018

2017

Increase (decrease) in cash and cash equivalents

	<u>Unrestricted</u>	<u>Externally restricted</u>	<u>Total</u>	<u>Total</u>
Operating				
Excess (deficiency) of revenues over expenditures	\$ 136,876	\$ 77,916	\$ 214,792	\$ (271,761)
Amortization of property and equipment	15,573	-	15,573	23,909
Amortization of deferred capital contributions	-	-	-	(2,570)
Loss on disposal of property and equipment	-	-	-	295
Loss on loan receivables	-	114,979	114,979	654,309
	<u>152,449</u>	<u>192,895</u>	<u>345,344</u>	<u>403,887</u>
Change in non-cash operating working capital:				
Accounts receivable	169,153	-	169,153	103,500
Loans advanced	-	(1,520,000)	(1,520,000)	(1,938,000)
Loan payments received	-	1,350,590	1,350,590	1,216,778
Interest receivable	-	762	762	(1,403)
Prepays and deposits	11,113	-	11,113	17,362
Accounts payable and accrued liabilities	57,726	(2,094)	55,632	(14,559)
Unearned revenue	72,719	-	72,719	(2,244)
Deferred operating contributions	(81,250)	-	(81,250)	(10,000)
	<u>381,910</u>	<u>22,153</u>	<u>404,063</u>	<u>(224,679)</u>
Investing activities				
Purchase of property and equipment	(4,552)	-	(4,552)	(12,256)
Net increase (decrease) in cash and cash equivalents	377,358	22,153	399,511	(236,935)
Cash and cash equivalents (Note 10)				
Beginning of year	<u>441,400</u>	<u>898,003</u>	<u>1,339,403</u>	<u>1,576,338</u>
End of year	<u>\$ 818,758</u>	<u>\$ 920,156</u>	<u>\$ 1,738,914</u>	<u>\$ 1,339,403</u>

Supplemental cash flow information (Note 10)

See accompanying notes to the financial statements.