

**Financial Statements**

Alberta Women Entrepreneurs Association

March 31, 2019

# Contents

	<b>Page</b>
Independent Auditor's Report	1 - 2
Statement of Operations	3
Statement of Changes in Net Assets	4
Statement of Financial Position	5
Statement of Cash Flows	6
Notes to the Financial Statements	7 - 13

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## Independent Auditor's Report

To the Members of  
Alberta Women's Entrepreneurs Association

### Opinion

We have audited the financial statements of Alberta Women Entrepreneurs Association ("the Association"), which comprise the statement of financial position as at March 31, 2019, 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, the accompanying financial statements present fairly in all material respects, the financial position of Alberta Women Entrepreneurs Association as at March 31, 2019, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### Basis for Opinion

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

### Responsibilities of Management and Those Charged with Governance 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.

In preparing the financial statements, management is responsible for assessing the Association'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 the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association'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 Association'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 Association'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 Association 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.

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.

Edmonton, Canada

June 19, 2019



Chartered Professional Accountants

## Alberta Women Entrepreneurs Association

### Statement of Operations

Year Ended March 31

2019

2018

	<u>Unrestricted</u>	<u>Externally restricted</u>	<u>Total</u>	<u>Total</u>
<b>Revenues</b>				
Contributions (Note 6)	\$ 975,000	\$ -	\$ 975,000	\$ 975,000
Program fees and other	240,378	-	240,378	257,123
Interest on loan portfolio (Note 6)	50,000	179,030	229,030	242,573
Project contributions (Note 6)	18,722	-	18,722	41,419
Interest on GIC's	3,191	9,373	12,564	4,987
Recovery of loss on loans receivable	-	6,143	6,143	2,556
Amortization of deferred operating contributions (Note 5)	-	-	-	110,667
	<u>1,287,291</u>	<u>194,546</u>	<u>1,481,837</u>	<u>1,634,325</u>
<b>Expenditures</b>				
Salaries and benefits	763,044	-	763,044	752,507
Travel	87,900	-	87,900	67,534
Rent	80,085	-	80,085	92,753
Program expenses	74,241	-	74,241	127,460
Professional fees	68,724	-	68,724	69,586
Marketing	49,419	-	49,419	75,841
Office	36,303	-	36,303	33,772
Board expense	22,396	-	22,396	20,944
Audit fee	18,645	-	18,645	18,644
Other loan fees	3,543	10,069	13,612	7,188
Training	10,431	-	10,431	14,069
Amortization of property and equipment	9,673	-	9,673	15,573
Insurance	4,735	-	4,735	4,986
Bank charges and interest	3,040	-	3,040	3,278
Loss on loans receivable (Note 3)	-	2,907	2,907	114,979
Repairs and maintenance	1,525	-	1,525	419
	<u>1,233,704</u>	<u>12,976</u>	<u>1,246,680</u>	<u>1,419,533</u>
<b>Excess of revenues over expenditures</b>	<b>\$ 53,587</b>	<b>\$ 181,570</b>	<b>\$ 235,157</b>	<b>\$ 214,792</b>

See accompanying notes to the financial statements.

**Alberta Women Entrepreneurs Association**  
**Statement of Changes in Net Assets**

Year ended March 31

	<u>Unrestricted</u>	<u>Externally restricted</u>	<u>Internally restricted</u>	<u>2019 Total</u>	<u>2018 Total</u>
Balance, beginning of year	\$ 246,081	\$ 5,035,000	\$ 425,956	\$ 5,707,037	\$ 5,492,245
Interfund transfers (Note 10)	(40,000)	-	40,000	-	-
Excess of revenues over expenditures	<u>53,587</u>	<u>181,570</u>	<u>-</u>	<u>235,157</u>	<u>214,792</u>
Balance, end of year	<u>\$ 259,668</u>	<u>\$ 5,216,570</u>	<u>\$ 465,956</u>	<u>\$ 5,942,194</u>	<u>\$ 5,707,037</u>

See accompanying notes to the financial statements.

# Alberta Women Entrepreneurs Association Statement of Financial Position

March 31

	<u>Unrestricted</u>	<u>Externally restricted</u>	<u>Internally restricted</u>	<u>2019 Total</u>	<u>2018 Total</u>
<b>Assets</b>					
<b>Current</b>					
Cash and cash equivalents	\$ 505,932	\$ 1,567,951	\$ 465,956	\$ 2,539,839	\$ 1,738,914
Accounts receivable	69,895	-	-	69,895	57,632
Prepays and deposits	47,869	-	-	47,869	41,038
Interest receivable	-	9,790	-	9,790	10,469
Current portion of loans receivable (Note 3)	-	957,473	-	957,473	1,396,946
	<u>623,696</u>	<u>2,535,214</u>	<u>465,956</u>	<u>3,624,866</u>	<u>3,244,999</u>
Long-term loans receivable (Note 3)	-	2,683,804	-	2,683,804	2,711,548
Property and equipment (Note 4)	<u>14,718</u>	<u>-</u>	<u>-</u>	<u>14,718</u>	<u>16,090</u>
	<u>\$ 638,414</u>	<u>\$ 5,219,018</u>	<u>\$ 465,956</u>	<u>\$ 6,323,388</u>	<u>\$ 5,972,637</u>

<b>Liabilities</b>					
<b>Current</b>					
Accounts payable and accrued liabilities	\$ 113,988	\$ 2,448	\$ -	\$ 116,436	\$ 129,875
Unearned revenue	183,508	-	-	183,508	135,725
Deferred operating contributions (Note 5)	81,250	-	-	81,250	-
	<u>378,746</u>	<u>2,448</u>	<u>-</u>	<u>381,194</u>	<u>265,600</u>
<b>Net Assets</b>					
Externally restricted	-	5,216,570	-	5,216,570	5,035,000
Internally restricted (Note 10)	-	-	465,956	465,956	425,956
Unrestricted	259,668	-	-	259,668	246,081
	<u>259,668</u>	<u>5,216,570</u>	<u>465,956</u>	<u>5,942,194</u>	<u>5,707,037</u>
	<u>\$ 638,414</u>	<u>\$ 5,219,018</u>	<u>\$ 465,956</u>	<u>\$ 6,323,388</u>	<u>\$ 5,972,637</u>

Commitments (Note 7)

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

2019

2018

Increase (decrease) in cash and cash equivalents

	<u>Unrestricted</u>	<u>Externally restricted</u>	<u>Total</u>	<u>Total</u>
<b>Operating</b>				
Excess of revenues over expenditures	\$ 53,587	\$ 181,570	\$ 235,157	\$ 214,792
Amortization of property and equipment	9,673	-	9,673	15,573
Loss on loan receivables	-	2,907	2,907	114,979
	63,260	184,477	247,737	345,344
Change in non-cash operating working capital:				
Accounts receivable	(12,263)	-	(12,263)	169,153
Loans advanced	-	(1,140,998)	(1,140,998)	(1,520,000)
Loan payments received	-	1,605,308	1,605,308	1,350,590
Interest receivable	-	679	679	762
Prepays and deposits	(6,831)	-	(6,831)	11,113
Accounts payable and accrued liabilities	(11,768)	(1,671)	(13,439)	55,632
Unearned revenue	47,783	-	47,783	72,719
Deferred operating contributions	81,250	-	81,250	(81,250)
	161,431	647,795	809,226	404,063
<b>Investing activities</b>				
Purchase of property and equipment	(8,301)	-	(8,301)	(4,552)
Net increase in cash and cash equivalents	153,130	647,795	800,925	399,511
Cash and cash equivalents (Note 9)				
Beginning of year	818,758	920,156	1,738,914	1,339,403
End of year	\$ 971,888	\$ 1,567,951	\$ 2,539,839	\$ 1,738,914

Supplemental cash flow information (Note 9)

See accompanying notes to the financial statements.