

BIDE AWHILE ANIMAL SHELTER SOCIETY
Financial Statements
Year Ended December 31, 2022

BIDE AWHILE ANIMAL SHELTER SOCIETY

Index to Financial Statements

Year Ended December 31, 2022

(Unaudited)

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Bide Awhile Animal Shelter Society

We have reviewed the accompanying financial statements of Bide Awhile Animal Shelter Society (the society) that comprise the statement of financial position as at December 31, 2022, and the statements of revenues and expenditures, 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 (ASNPO), 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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Bide Awhile Animal Shelter Society as at December 31, 2022, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.



Dartmouth, Nova Scotia
January 25, 2023

CHARTERED PROFESSIONAL ACCOUNTANTS

BIDE AWHILE ANIMAL SHELTER SOCIETY**Statement of Financial Position****December 31, 2022***(Unaudited)*

	2022	2021
ASSETS		
CURRENT		
Cash	\$ 303,398	\$ 180,365
Accounts receivable	32,064	28,122
Harmonized sales tax recoverable	9,286	9,755
Prepaid expenses	602	1,518
	345,350	219,760
CAPITAL ASSETS <i>(Note 4)</i>	434,557	457,627
INVESTMENTS <i>(Note 3)</i>	1,237,410	1,290,645
	\$ 2,017,317	\$ 1,968,032
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 48,326	\$ 37,529
Government remittances payable	2,940	4,879
Deferred contributions <i>(Note 5)</i>	14,914	32,731
	66,180	75,139
DEFERRED CONTRIBUTIONS RELATING TO BUILDING <i>(Note 6)</i>	230,623	243,423
	296,803	318,562
NET ASSETS	1,720,514	1,649,470
	\$ 2,017,317	\$ 1,968,032

ON BEHALF OF THE BOARD_____
*Director*_____
Director

BIDE AWHILE ANIMAL SHELTER SOCIETY**Statement of Revenues and Expenditures****Year Ended December 31, 2022***(Unaudited)*

	2022	2021
REVENUES		
Adoptions	\$ 46,320	\$ 50,380
Donations, bequests, memorials, and pledges	521,690	433,132
Fundraising activities <i>(Note 7)</i>	28,473	29,719
Membership dues	605	915
Spook's Memorial Kitty	65,904	53,251
	<u>662,992</u>	<u>567,397</u>
EXPENDITURES		
Advertising and promotion	5,268	4,141
Amortization	23,070	23,532
Animal care	99,012	93,787
Bank charges	8,626	6,504
Fundraising	9,092	11,167
Insurance	5,644	4,810
Miscellaneous	2,812	2,771
Office supplies and administration	11,933	8,369
Professional fees	33,753	60,522
Repairs and maintenance	19,544	16,303
Salaries and wages	229,392	203,290
Spay and neuter program	65,904	53,251
Utilities	13,576	15,639
	<u>527,626</u>	<u>504,086</u>
Excess of revenues over expenditures before other revenues and expenditures	<u>135,366</u>	<u>63,311</u>
OTHER REVENUES (EXPENDITURES)		
Investment income	30,936	38,033
Investment management fees	(4,234)	(4,081)
Gain (loss) on disposal of investments	(104,934)	(368)
Unrealized gain on investments <i>(Note 2)</i>	1,110	31,011
Amortization of deferred contributions <i>(Note 2)</i>	12,800	12,800
	<u>(64,322)</u>	<u>77,395</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ 71,044</u>	<u>\$ 140,706</u>

BIDE AWHILE ANIMAL SHELTER SOCIETY

Statement of Changes in Net Assets

Year Ended December 31, 2022

(Unaudited)

	General Fund	2022	2021
NET ASSETS - BEGINNING OF YEAR	\$ 1,649,470	\$ 1,649,470	\$ 1,508,764
EXCESS OF REVENUES OVER EXPENDITURES	71,044	71,044	140,706
NET ASSETS - END OF YEAR	\$ 1,720,514	\$ 1,720,514	\$ 1,649,470

BIDE AWHILE ANIMAL SHELTER SOCIETY**Statement of Cash Flows****Year Ended December 31, 2022***(Unaudited)*

	2022	2021
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenditures	\$ 71,044	\$ 140,706
Items not affecting cash:		
Amortization of capital assets	23,070	23,532
Amortization of deferred contributions	(12,800)	(12,800)
Loss on disposal of investments	104,934	368
Unrealized gain on investments	(1,110)	(31,011)
	<u>185,138</u>	<u>120,795</u>
Changes in non-cash working capital:		
Accounts receivable	(3,942)	(14,925)
Prepaid expenses	916	277
Accounts payable	10,791	(24,069)
Deferred contributions	(17,817)	(7,482)
Harmonized sales tax payable	469	(529)
Government remittances payable	(1,939)	324
	<u>(11,522)</u>	<u>(46,404)</u>
Cash flow from operating activities	<u>173,616</u>	<u>74,391</u>
INVESTING ACTIVITIES		
Purchase of capital assets	-	(5,534)
Net purchases and disposals of investments	(50,583)	(32,566)
Cash flow used by investing activities	<u>(50,583)</u>	<u>(38,100)</u>
INCREASE IN CASH FLOW	123,033	36,291
Cash - beginning of year	<u>180,365</u>	<u>144,074</u>
CASH - END OF YEAR	<u>\$ 303,398</u>	<u>\$ 180,365</u>

BIDE AWHILE ANIMAL SHELTER SOCIETY

Notes to Financial Statements

Year Ended December 31, 2022

(Unaudited)

1. NATURE OF OPERATIONS

Bide Awhile Animal Shelter Society operates and maintains not-for-profit shelter facilities for the care of lost, neglected, and deserted animals, primarily cats and dogs. In addition, the Shelter makes every effort to seek suitable homes for these animals. Bide Awhile Animal Shelter Society is incorporated under the Nova Scotia Societies Act as a not-for-profit organization and is a registered charity and is exempt from the payment of income tax under Subsection 149(1)(f) of the Income Tax Act.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPPO).

Investments

Investments are accounted for at fair market value with changes in fair value recorded in the statement of revenues and expenditures. In determining fair values, adjustments have not been made for transaction costs as they are not considered to be significant. The change in the difference between the fair value and cost of the investments at the end of each year is reflected in the statement of revenue and expenditures and net assets as an unrealized gain (loss) on investments.

Fair values of investments are determined as follows:

(i) Fixed income securities and equities are valued at year end quoted market prices where available. Where quoted prices are not available, estimated fair values are calculated using comparable securities.

(ii) Short term notes, treasury bills and term deposits maturing within a year are stated at cost, which together with accrued interest income approximates fair value given the short term nature of these investments.

Donations

The Society records the value of donated goods and services in the financial statements where the fair value is reasonably determinable. The Society recorded a gift-in-kind donations during the year with a fair value of \$nil (2021 - \$5,343).

Volunteer and board members contribute approximately 2,000 hours per year to assist Bide Awhile Animal Shelter Society in carrying out its fundraising and animal care activities. Due to the nature of these contributed services, fair value is not determinable and therefore no amount is recorded.

Cash and cash equivalents

Cash and cash equivalents consists of cash on hand, balances with financial institutions and cash held within an investment brokerage account.

Deferred contributions relating to building

Deferred contributions relating to building represents donations recieved relating to the Society's building. Accordingly, deferred contributions will be amortized into income at the same rate as the amortization rate on the building.

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BIDE AWHILE ANIMAL SHELTER SOCIETY

Notes to Financial Statements

Year Ended December 31, 2022

(Unaudited)

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial Instruments

The Society initially measures its financial assets and financial liabilities at fair value, adjusted by the amount of transaction costs directly attributable to the instrument. The Society subsequently measures all of its financial assets excluding investments, and financial liabilities at amortized cost. Transaction costs are amortized on the straight line basis over the term of the instrument.

For financial assets measured at cost or amortized cost, the Society determines whether there are indications of possible impairment. Where there is an indication of impairment, and the Society determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows, a write-down is recognized in net income. A previously recognized impairment loss may be reversed to the extent of the improvement. The carrying amount of the financial asset may not be greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

Capital assets

Capital assets are amortized at the following rates and methods:

Land	N/A	non-depreciable
Building	5%	declining balance method
Equipment	20%	declining balance method
Computer equipment	30%	declining balance method
Leasehold improvements	10%	declining balance method
Paving	10%	declining balance method
Website	20%	declining balance method

Capital assets are recorded at cost and amortized over their useful life using the declining balance method. Amortization is calculated at one-half of the annual rate in the year of acquisition. No amortization is recorded in the year of disposal.

Impairment of long lived assets

Capital assets are tested for recoverability whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. An impairment loss is recognized when the asset no longer contributes to the Society's ability to provide services resulting from its use and eventual disposition. The impairment loss is measured as the amount by which the carrying amount of the long-lived asset exceeds its fair value.

Use of estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

Revenue recognition

The 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 they are received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Revenues from donations, bequests, memorials, and pledges are recognized when received. Adoption revenue is recorded when the animal is permanently placed with a family. Membership dues are recorded when the membership application is received and approved. Spook's Memorial Kitty revenues are recorded when the operation to spay or neuter is performed. Fundraising revenues are recognized when received. Investment income is recorded when earned.

BIDE AWHILE ANIMAL SHELTER SOCIETY**Notes to Financial Statements****Year Ended December 31, 2022***(Unaudited)***3. INVESTMENTS**

	<u>2022</u>	<u>2021</u>
Equity investments	\$ 526,957	\$ 571,637
Interest bearing investments	<u>710,453</u>	<u>719,008</u>
	\$ 1,237,410	\$ 1,290,645

At year end, the Society has numerous interest bearing investments. Interest rates on these investments ranged from 1.1% - 6.93% (2021-1.10% - 6.93%)

4. CAPITAL ASSETS

	Cost	Accumulated amortization	2022 Net book value	2021 Net book value
Building	\$ 675,935	\$ 354,197	\$ 321,738	\$ 339,536
Computer equipment	7,638	7,411	227	324
Equipment	66,393	58,434	7,959	9,949
Land	82,766	-	82,766	82,766
Leasehold improvements	40,138	28,140	11,998	13,331
Paving	20,388	15,957	4,431	4,923
Website	18,911	13,473	5,438	6,798
	<u>\$ 912,169</u>	<u>\$ 477,612</u>	\$ 434,557	\$ 457,627

5. DEFERRED CONTRIBUTIONS

Deferred contributions represent donations received for the Spooks Memorial Kitty program that have not yet been utilized in the program. Changes in the deferred contributions balance are as follows:

	<u>2022</u>	<u>2021</u>
Balance, beginning of year	\$ 32,731	\$ 40,213
Add: Donations received in the year	48,087	45,769
Less: Spay or neuter operations performed	<u>(65,904)</u>	<u>(53,251)</u>
Balance, end of year	\$ 14,914	\$ 32,731

6. DEFERRED CONTRIBUTIONS RELATING TO BUILDING

	<u>2022</u>	<u>2021</u>
Balance, beginning of year	\$ 243,423	\$ 256,223
Less: amortization of deferred contributions	<u>(12,800)</u>	<u>(12,800)</u>
	\$ 230,623	\$ 243,423

BIDE AWHILE ANIMAL SHELTER SOCIETY**Notes to Financial Statements****Year Ended December 31, 2022***(Unaudited)*

7. FUNDRAISING ACTIVITIES

	2022	2021
<u>Sources</u>		
Blue Nose Marathon	\$ 280	\$ 1,040
Calendars	14,685	18,193
Cat banks	744	486
Christmas Open House	2,788	-
Grants	6,207	6,760
Other Promotions	288	860
Pet of the day	20	2,380
Raffle	351	-
Sponsorships	3,110	-
	<hr/>	<hr/>
	\$ 28,473	\$ 29,719

8. FINANCIAL INSTRUMENTS

The following are the significant risks that the Society is exposed to through its financial instruments:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The Society's investments in publicly traded securities expose the Society to market risk as such investments are subject to price changes in the open market. The Society does not use derivative financial instruments to alter the effects of this risk.

9. COVID-19

In March 2020, the World Health Organization declared a global pandemic due to the novel coronavirus (COVID-19). The situation is constantly evolving, and the measures put in place are having multiple impacts on local, provincial, national and global economies.

The overall effect of these events on the Society and its operations is too uncertain to be estimated at this time. The impacts will be accounted for when they are known and may be assessed.
