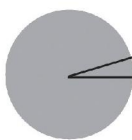


MANITOBA LEAGUE OF PERSONS WITH DISABILITIES INC.
Financial Statements
Year Ended March 31, 2021

Draft for discussion purposes only



INDEPENDENT AUDITOR'S REPORT

To the Members of Manitoba League of Persons with Disabilities Inc.

Qualified Opinion

We have audited the financial statements of Manitoba League of Persons with Disabilities Inc. (the League), which comprise the statement of financial position as at March 31, 2020, and the statements of revenues and expenditures, 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 League as at March 31, 2021, 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 League 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 League. 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, 2021, current assets and net assets as at March 31, 2021. Our audit opinion on the financial statements for the year ended March 31, 2020 was modified accordingly because of the possible effects of this limitation of scope.

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 League 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.

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 League'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 League or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the League's financial reporting process.

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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 League'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 League'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 League 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.

Chartered Professional Accountants
1515 One Lombard Place
Winnipeg MB R3B 0X3

MANITOBA LEAGUE OF PERSONS WITH DISABILITIES, INC.

Statement of Financial Position

Year Ended March 31, 2021

	2021	2020
ASSETS		
CURRENT		
Cash	\$ 46,702	\$ 22,227
Accounts receivable	1,238	15,662
Goods and services tax recoverable	2,110	1,640
	<u>50,050</u>	<u>39,529</u>
CAPITAL ASSETS (Note 4)	-	2,958
	<u>\$ 50,050</u>	<u>\$ 42,487</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities (Note 5)	\$ 23,860	\$ 32,526
Deferred Income	24,946	9,600
	<u>48,806</u>	<u>42,126</u>
NET ASSETS		
Unrestricted	1,244	(2,599)
Invested in capital assets	-	2,959
	<u>1,244</u>	<u>360</u>
	<u>\$ 50,050</u>	<u>\$ 42,486</u>

APPROVED BY THE BOARD:

_____ Chairperson

_____ Director

MANITOBA LEAGUE OF PERSONS WITH DISABILITIES, INC.

Statement of Operations

Year Ended March 31, 2021

	2021	2020
REVENUE		
RESTRICTED		
Province of Manitoba - Department of Families Strategic Planning Grant	\$	\$ 20,800
University of Ontario		4,256
Assiniboine Credit Union - DMVote		6,560
Project Revenue	90,024	-
Grants	18,896	-
Wage Subsidy	357	-
	<u>109,277</u>	<u>32,616</u>
UNRESTRICTED		
Contract		25,344
Michael John Rosner Fund at the Jewish Foundation of Manitoba		1,239
Interest		90
All Charities Campaign		119
Special Project		24,200
Donations and fundraising	8,020	11,895
Other	85	-
	<u>8,105</u>	<u>62,887</u>
	<u>117,382</u>	<u>95,503</u>
EXPENSES (Schedule 1)	<u>116,498</u>	<u>127,199</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	<u>\$ 884</u>	<u>\$ (31,696)</u>

MANITOBA LEAGUE OF PERSONS WITH DISABILITIES, INC.

Statement of Changes in Net Assets

Year Ended March 31, 2021

	Investment in Capital Assets	Unrestricted	Total	2020
NET ASSETS - BEGINNING OF YEAR, AS RESTATED	\$ 2,958	\$ (2,598)	\$ 360	\$ 32,055
Capital asset additions	-	-	-	-
Excess (deficiency) of revenue over expenses	(2,958)	3,842	884	(31,695)
NET ASSETS - END OF YEAR	\$ -	\$ 1,244	\$ 1,244	\$ 360

MANITOBA LEAGUE OF PERSONS WITH DISABILITIES, INC.

Statement of Cash Flows

Year Ended March 31, 2021

	2021	2020
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenses	\$ 884	\$ (31,696)
Items not affecting cash:		
Amortization	2,958	869
	<u>3,842</u>	<u>(30,827)</u>
Changes in non-cash working capital		
Accounts receivable	14,269	4,436
Accounts payable and accrued liabilities	(8,666)	19,015
Deferred Income	15,346	3,800
Goods and services tax payable	(470)	(1,490)
	<u>20,479</u>	<u>25,761</u>
Cash flows from (used by) operating activities	<u>24,321</u>	<u>(5,066)</u>
INVESTING ACTIVITIES		
Purchase of capital assets	-	(658)
Decrease in deferred contributions	-	-
Cash flows used by investing activities	-	(658)
INCREASE (DECREASE) IN CASH FLOW	24,321	(5,724)
CASH - BEGINNING OF YEAR	<u>22,227</u>	<u>27,949</u>
CASH - END OF YEAR	\$ 46,548	\$ 22,227

MANITOBA LEAGUE OF PERSONS WITH DISABILITIES, INC.*Schedule 1***Expenses****Year Ended March 31, 2021**

	2021	2020
Accounting fees	\$ -	\$ 5,804
Amortization	2,958	869
Business registration fees	-	40
Consulting fees	11,722	84,886
Insurance	1,017	1,540
Meetings	811	2,408
Membership	95	95
Office small equipment	1,248	1,233
Printing, postage, supplies and general office	1,369	2,092
Professional development	756	285
Professional fees	10,116	2,000
Project costs	23,740	10,958
Project costs - contractors	26,303	-
Rent	4,043	4,201
Royalty fees	-	14
Salaries and benefits	29,216	7,622
Staff transportation	53	104
Telecommunication and website	3,051	3,048
	\$ 116,498	\$ 127,199

MANITOBA LEAGUE OF PERSONS WITH DISABILITIES, INC.

Cost Centres - Statement of Operations

Year Ended March 31, 2021

	Administration	Province of MB - ACS	University of Ontario - MCWD	CCRW - DCIF	Social Enterprise	Total
REVENUE						
Project Revenue	\$ 2,800	50,000	31,059	2,665	3,500	90,024
Grants	18,896					18,896
Donations	8,020					8,020
Other	442					442
	30,158	50,000	31,059	2,665	3,500	117,382
EXPENSES						
Amortization	2,958					2,958
Consulting fees	11,722					11,722
Insurance	1,017					1,017
Meetings	811					811
Membership	95					95
Office small equipment	1,248					1,248
Printing, postage, supplies and general office	1,369					1,369
Professional development	547	209				756
Professional fees	10,116					10,116
Project expense	648	3,788	18,454		850	23,740
Project expense - contractor	306	11,412	8,537	2,665	3,383	26,303
Rent	4,043					4,043
Salaries and benefits	5,610	19,538	4,068			29,216
Staff transportation	53					53
Telecommunication and website	3,051					3,051
	43,594	34,947	31,059	2,665	4,233	116,498
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	\$ (13,436)	15,053	-	-	(733)	884

MANITOBA LEAGUE OF PERSONS WITH DISABILITIES INC.
Notes to Financial Statements
Year Ended March 31, 2021

1. PURPOSE OF THE ORGANIZATION

The Manitoba League of Persons with Disabilities, Inc. (the League) is a registered charity incorporated under the laws as non-profit organization without share capital. The League creates training for Accessibility by providing awareness training on challenges faced by disabled individuals.

As a registered charity, the League is exempt from paying income tax in accordance with Section 149 of the Canadian Income Tax Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Capital Assets

Equipment is recorded at cost and amortized on a straight-line basis at a rate of 20% per annum. One-half amortization is recorded in the year of acquisition.

Revenue recognition

Manitoba League of Persons with Disabilities Inc. 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.

Operating grants are recorded as revenue in the period to which they relate. Grants approved but not received at the end of an accounting period are accrued. Where a portion of a grant relates to related expenses that will be incurred in the future, it is deferred and recognized in the subsequent period.

Externally restricted contributions are recognized as revenue in the year in which the related expenses are recognized.

Contributions restricted for the purchase of capital assets are deferred and amortized into revenue on a straight-line basis at a rate corresponding with the amortization rate for the related capital assets.

Contributed services

The operations of the league depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

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MANITOBA LEAGUE OF PERSONS WITH DISABILITIES INC.
Notes to Financial Statements
Year Ended March 31, 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

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.

3. GOING CONCERN

The accompanying financial statements have been prepared on the going concern assumption that the league will be able to realize its assets and discharge its liabilities in the normal course of business. Recently funding has dropped and as a result the league is undergoing severe cash flow problems.

4. CAPITAL ASSETS

	2021		2020	
	Cost	Accumulated amortization	Cost	Accumulated amortization
Equipment	\$ 5,121	\$ 5,121	\$ 5,121	\$ 2,163
Net book value	\$ -		\$ 2,958	

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2021	2020
Accounts payable	\$ 18,190	\$ 27,526
Accrued expenses	5,550	5,000
Government remittance	120	-
	\$ 23,860	\$ 32,526

MANITOBA LEAGUE OF PERSONS WITH DISABILITIES INC.

Notes to Financial Statements

Year Ended March 31, 2021

6. FINANCIAL INSTRUMENTS

The League is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. Management is of the opinion that it is not exposed to any significant currency, interest or other price risks related to their financial instruments. The following analysis provides information about the League's risk exposure and concentration as of March 31, 2021

(a) Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The League's financial assets that are exposed to credit risk consist primarily of cash and accounts receivable. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information \$nil. (2018 - nil). There has been no significant change to the risk exposure in the prior year.

(b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The League manages its liquidity by monitoring its cash needs and inflows to ensure it has sufficient funds to fulfil its obligations. There has been no significant change in this risk from prior year.

7. GOVERNMENT ASSISTANCE

The League has received payments from the Federal government under the Canada Emergency Wage Subsidy program totalling \$357. These payments have been included in income for the year ended March 31, 2021.

8. DEPARTMENT OF FAMILIES

The League has received payments from the Manitoba Department of Families totalling \$50,000. These payments have been included in income for the year ended March 31, 2021.
