

GITXSAN CHILD & FAMILY SERVICES SOCIETY

FINANCIAL STATEMENTS

MARCH 31, 2014

GITXSAN CHILD & FAMILY SERVICES SOCIETY

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MARCH 31, 2014

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS

Report on the Financial Statements

We have audited the accompanying statement of financial position of Gitxsan Child and Family Services Society as at March 31, 2014 and the statements of changes in Society position, financial activities and cash flows for the year then ended and a summary of significant accounting policies.

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 controls as management determines are necessary to enable the preparation of financial statements that are free of 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 audit. We conducted the audit in accordance with Canadian generally accepted auditing standards. These standards require that we comply with ethical requirements and plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures depend on the auditor's judgment, including the assessment of the risks of material misstatement, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate for 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 obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Society as at March 31, 2014 and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Terrace, BC
June 23, 2014



GITXSAN CHILD & FAMILY SERVICES SOCIETY

STATEMENT OF FINANCIAL POSITION

MARCH 31

ASSETS

STATEMENT 1

	2014	2013
	\$	\$
CURRENT		
Cash	983,645	725,872
Accounts receivable	469,039	529,131
Prepaid expenses	<u>4,165</u>	<u>14,333</u>
	<u>1,456,849</u>	<u>1,269,336</u>
PROPERTY AND EQUIPMENT (notes 2 and 3)	<u>235,879</u>	<u>250,837</u>
	<u>1,692,728</u>	<u>1,520,173</u>

LIABILITIES AND SOCIETY POSITION

CURRENT

Accounts payable and accruals	185,255	195,306
Deferred revenue (notes 1 and 4)	231,210	104,043
Bank demand loan (note 5)	<u>27,589</u>	<u>34,584</u>
	<u>444,054</u>	<u>333,933</u>

SOCIETY POSITION

	<u>1,248,674</u>	<u>1,186,240</u>
	<u>1,692,728</u>	<u>1,520,173</u>

APPROVED BY THE DIRECTORS

 Director

 Director

GITXSAN CHILD & FAMILY SERVICES SOCIETY
STATEMENT OF CHANGES IN SOCIETY POSITION

YEAR ENDED MARCH 31

STATEMENT 2

	Surplus	Equity in Equipment	2014 \$	2013 \$
Opening balance	969,988	216,252	1,186,240	1,508,905
Revenue over expenditure	83,279	-20,845	62,434	-322,665
Fund transfer	<u>-12,873</u>	<u>12,873</u>	<u>-</u>	<u>-</u>
	<u>1,040,394</u>	<u>208,280</u>	<u>1,248,674</u>	<u>1,186,240</u>

GITXSAN CHILD & FAMILY SERVICES SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED MARCH 31

STATEMENT 3

	2014	2013
	\$	\$
REVENUE		
AANDC - current funding	877,010	853,970
- funding clawback	-6,363	-104,904
Ministry of Children and Families - current funding	375,003	386,319
- 2012 funding clawback	-	-151,470
Government of Canada	50,054	55,330
Other	22,802	89,635
	<u>1,318,506</u>	<u>1,128,880</u>
EXPENDITURE		
Advertising	2,961	13,768
Amortization	20,845	22,912
Automotive	25,808	25,426
Bank charges and interest	1,910	2,044
Community engagement meetings	13,306	-
Contract services	37,133	150,960
Director expense	33,450	27,024
Insurance	6,928	6,928
Maintenance payments	259,500	212,690
Materials and supplies	41,768	75,791
Professional services	22,759	44,496
Rent and utilities	19,792	28,438
Repairs and maintenance	73,178	36,448
Telephone	21,511	25,441
Third party management fees	59,288	63,835
Training	4,178	13,263
Travel and meetings	70,113	106,572
Wages and benefits	541,644	595,509
	<u>1,256,072</u>	<u>1,451,545</u>
REVENUE OVER EXPENDITURE	62,434	-322,665
OPENING POSITION	<u>1,186,240</u>	<u>1,508,905</u>
CLOSING POSITION	<u>1,248,674</u>	<u>1,186,240</u>

GITXSAN CHILD & FAMILY SERVICES SOCIETY

STATEMENT OF CASH FLOWS

YEAR ENDED MARCH 31

STATEMENT 4

	2014	2013
	\$	\$
OPERATING ACTIVITIES		
Revenue over expenditure	62,434	-322,665
Amortization	20,845	22,912
Accounts receivable	60,092	-41,624
Prepaid expenses	10,168	9,003
Accounts payable and accruals	-10,051	120,093
Deferred revenue	<u>127,167</u>	<u>104,043</u>
	<u>270,655</u>	<u>-108,238</u>
FINANCING ACTIVITIES		
Bank demand loan	<u>-6,995</u>	<u>-5,227</u>
INVESTING ACTIVITIES		
Property and equipment purchases	<u>-5,887</u>	<u>-6,150</u>
CHANGE IN CASH	257,773	-119,615
OPENING CASH BALANCE	<u>725,872</u>	<u>845,487</u>
CLOSING CASH BALANCE	<u>983,645</u>	<u>725,872</u>

GITXSAN CHILD & FAMILY SERVICES SOCIETY

NOTES

MARCH 31, 2014

1. PURPOSE OF ORGANIZATION

The Society is an association with the Gitksan Nation Members committed to providing services for the children and families of the Gitksan Nation.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

Property and equipment are reported at cost and are amortized using the declining balance method at the following annual rates:

Buildings	5%
Equipment	20%, 25%, & 55%
Fencing	20%

Revenue is recorded in the period in which the transactions or events that give rise to the revenue occur. Funding from external parties restricted by agreement or legislation is reported as deferred revenue until used for the purposes specified. Investment revenue is recognized when earned.

Expenditures are recorded in the period when the goods and services are acquired and the liability is incurred.

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the amounts reported. Actual results could differ from those estimates.

Financial assets and financial liabilities are recorded at market value at the date of acquisition.

It is management's opinion that the Society's financial instruments are not exposed to significant interest rate, liquidity, market or other price risks.

GITXSAN CHILD & FAMILY SERVICES SOCIETY

NOTES

MARCH 31, 2014

3. PROPERTY AND EQUIPMENT

	Cost	Accumulated Amortization	Net Book Value	
	\$	\$	2014	2013
	\$	\$	\$	\$
Land	35,000	-	35,000	35,000
Buildings	282,292	130,741	151,551	159,527
Equipment	293,080	247,439	45,641	51,392
Fencing	<u>6,147</u>	<u>2,460</u>	<u>3,687</u>	<u>4,918</u>
	<u>616,519</u>	<u>380,640</u>	<u>235,879</u>	<u>250,837</u>

4. DEFERED REVENUE

Deferred revenue relates to specific Ministry of Children and Families contracts.

5. BANK DEMAND LOAN

Royal Bank of Canada, \$685/month including interest at prime plus 2.65% per annum; secured by a mortgage on property.

Scheduled principal repayment during the next four years is as follows:

2015	\$ 6,451
2016	6,843
2017	7,258
2018	<u>7,037</u>
	<u>\$ 27,589</u>

6. COMMITMENT

Key Lease Canada Ltd., three vehicle operating leases, \$1,285/month, expiry August 2014.

7. OPERATIONS

AANDC imposed mandatory third party of management of the Society until operational requirements are met.

GITXSAN CHILD & FAMILY SERVICES SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES - SUMMARY

YEAR ENDED MARCH 31, 2014

SCHEDULE 1

Fund	Schedule	Opening	Revenue		Total	Total	Revenue	Transfer	Closing
		Surplus (Deficit)	AANDC	Other	Current Revenue	Current Expenditure	Over Expenditure	Other Funds	Surplus (Deficit)
		\$	\$	\$	\$	\$	\$	\$	\$
Operations	2	-115,761	759,397	84,033	843,430	816,439	26,991	88,770	-
Foster Care - AANDC	3	-21,788	111,250	-	111,250	134,032	-22,782	-	-44,570
Group Homes - AANDC	4	-35,263	-	-	-	-	-	-	-35,263
Foster Care - Other	5	27,098	-	148,128	148,128	148,128	-	-	27,098
Family Group Conferencing - MCFD	6	119,394	-	93,404	93,404	77,137	16,267	-	135,661
Family Support Worker Program	7	9,936	-	72,240	72,240	59,864	12,376	-	22,312
Children's Special Allowance	8	146,622	-	50,054	50,054	7,500	42,554	-	189,176
Investment	9	839,750	-	-	-	-	-	-93,770	745,980
Prevention Programs	10	-	-	-	-	5,000	-5,000	5,000	-
BCAAFC Program Enhancement	11	-	-	-	-	-	-	-	-
BCAAFC Language and Culture	12	-	-	-	-	-	-	-	-
		<u>969,988</u>	<u>870,647</u>	<u>447,859</u>	<u>1,318,506</u>	<u>1,248,100</u>	<u>70,406</u>	<u>-</u>	<u>1,040,394</u>



GITXSAN CHILD & FAMILY SERVICES SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED MARCH 31

	OPERATIONS		SCHEDULE 2	
	Self Evaluation	Operations	Total 2014	Total 2013
	\$	\$	\$	\$
REVENUE				
AANDC - current year funding	-	765,760	765,760	759,276
- 2013 funding recovery	-	-6,363	-6,363	-
- 2011 funding recovery	-	-	-	-104,904
Ministry of Children and Families	-	61,231	61,231	70,004
Other	-	22,802	22,802	47,047
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
		843,430	843,430	771,423
EXPENDITURE				
Advertising	-	2,961	2,961	13,768
Automotive	-	25,808	25,808	25,426
Capital asset additions	-	5,878	5,878	-
Community Engagement Meetings	-	13,306	13,306	-
Contract services	11,950	338	12,288	105,875
Directors' expense	-	33,450	33,450	27,024
Insurance	-	6,928	6,928	6,928
Materials and supplies	-	24,087	24,087	25,817
Mortgage and interest payments	-	8,905	8,905	7,271
Professional services	-	22,759	22,759	44,496
Rent and utilities	-	19,792	19,792	28,438
Repairs and maintenance	-	73,178	73,178	36,448
Telephone	-	21,511	21,511	25,441
Third party management fees	-	59,288	59,288	63,835
Training	-	4,178	4,178	13,263
Travel and meetings	-	43,599	43,599	82,257
Wages and benefits	-	438,523	438,523	486,252
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	11,950	804,489	816,439	992,539
REVENUE OVER EXPENDITURE	-11,950	38,941	26,991	-221,116
TRANSFER - OTHER FUNDS	-	88,770	88,770	-18,698
OPENING SURPLUS (DEFICIT)	<u>-10,960</u>	<u>-104,801</u>	<u>-115,761</u>	<u>124,053</u>
CLOSING SURPLUS (DEFICIT)	<u>-22,910</u>	<u>22,910</u>	<u>-</u>	<u>-115,761</u>

GITXSAN CHILD & FAMILY SERVICES SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED MARCH 31

FOSTER CARE- AANDC

SCHEDULE 3

	Kinship Care \$	Regular \$	Total 2014 \$	Total 2013 \$
REVENUE				
AANDC	<u>38,497</u>	<u>72,753</u>	<u>111,250</u>	<u>94,694</u>
EXPENDITURE				
Maintenance payments	40,169	81,259	121,428	78,501
Materials and supplies	2,075	6,816	8,891	11,535
Travel and meetings	<u>-</u>	<u>3,713</u>	<u>3,713</u>	<u>4,658</u>
	<u>42,244</u>	<u>91,788</u>	<u>134,032</u>	<u>94,694</u>
REVENUE OVER EXPENDITURE	-3,747	-19,035	-22,782	-
TRANSFER - OTHER FUNDS	-	-	-	-
OPENING SURPLUS (DEFICIT)	<u>494</u>	<u>-22,282</u>	<u>-21,788</u>	<u>-21,788</u>
CLOSING SURPLUS (DEFICIT)	<u>-3,253</u>	<u>-41,317</u>	<u>-44,570</u>	<u>-21,788</u>

GITSXAN CHILD & FAMILY SERVICES SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED MARCH 31

GROUP HOMES - AANDC

SCHEDULE 4

	2014	2013
	\$	\$
REVENUE		
AANDC	<u>-</u>	<u>-</u>
EXPENDITURE	<u>-</u>	<u>-</u>
REVENUE OVER EXPENDITURE	-	-
TRANSFER - OTHER FUNDS	-	-
OPENING SURPLUS (DEFICIT)	<u>-35,263</u>	<u>-35,263</u>
CLOSING SURPLUS (DEFICIT)	<u>-35,263</u>	<u>-35,263</u>

GITXSAN CHILD & FAMILY SERVICES SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED MARCH 31

FOSTER CARE - OTHER

SCHEDULE 5

	2014	2013
	\$	\$
REVENUE		
Ministry of Children and Families - 2014 funding	148,128	-
- 2013 funding	-	149,509
- 2012 funding clawback	-	-151,470
	<u>148,128</u>	<u>-1,961</u>
 EXPENDITURE		
Maintenance payments	130,572	134,189
Materials and supplies	7,806	8,000
Travel and meetings	9,750	7,320
	<u>148,128</u>	<u>149,509</u>
 REVENUE OVER EXPENDITURE	-	-151,470
 TRANSFER - OTHER FUNDS	-	-
 OPENING SURPLUS (DEFICIT)	<u>27,098</u>	<u>178,568</u>
 CLOSING SURPLUS (DEFICIT)	<u>27,098</u>	<u>27,098</u>

GITXSAN CHILD & FAMILY SERVICES SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED MARCH 31

FAMILY GROUP CONFERENCING - MCFD

SCHEDULE 6

	2014	2013
	\$	\$
REVENUE		
Ministry of Children and Families	<u>93,404</u>	<u>94,566</u>
EXPENDITURE		
Administration	11,176	11,170
Materials and supplies	904	503
Travel and meetings	8,675	7,878
Wages and benefits	<u>56,382</u>	<u>58,290</u>
	<u>77,137</u>	<u>77,841</u>
REVENUE OVER EXPENDITURE	16,267	16,725
TRANSFER - OTHER FUNDS	-	-
OPENING SURPLUS (DEFICIT)	<u>119,394</u>	<u>102,669</u>
CLOSING SURPLUS (DEFICIT)	<u>135,661</u>	<u>119,394</u>

GITXSAN CHILD & FAMILY SERVICES SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED MARCH 31

FAMILY SUPPORT WORKER PROGRAM

SCHEDULE 7

	2014	2013
	\$	\$
REVENUE		
Ministry of Children and Families	<u>72,240</u>	<u>72,240</u>
EXPENDITURE		
Administration	8,669	8,669
Materials and supplies	80	1,000
Travel and meetings	4,376	3,503
Wages and benefits	<u>46,739</u>	<u>50,967</u>
	<u>59,864</u>	<u>64,139</u>
REVENUE OVER EXPENDITURE	12,376	8,101
TRANSFER - OTHER FUNDS	-	-
OPENING SURPLUS (DEFICIT)	<u>9,936</u>	<u>1,835</u>
CLOSING SURPLUS (DEFICIT)	<u>22,312</u>	<u>9,936</u>

GITXSAN CHILD & FAMILY SERVICES SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED MARCH 31

CHILDREN'S SPECIAL ALLOWANCE

SCHEDULE 8

	2014 \$	2013 \$
REVENUE		
Government of Canada	<u>50,054</u>	<u>55,330</u>
EXPENDITURE		
Maintenance payments	<u>7,500</u>	<u>-</u>
REVENUE OVER EXPENDITURE	42,554	55,330
TRANSFER - OTHER FUNDS	-	-
OPENING SUPLUS (DEFICIT)	<u>146,622</u>	<u>91,292</u>
CLOSING SURPLUS (DEFICIT)	<u>189,176</u>	<u>146,622</u>

GITXSAN CHILD & FAMILY SERVICES SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED MARCH 31

INVESTMENT

SCHEDULE 9

	2014	2013
	\$	\$
REVENUE	<u>-</u>	<u>-</u>
EXPENDITURE	<u>-</u>	<u>-</u>
REVENUE OVER EXPENDITURE	-	-
TRANSFER - OTHER FUNDS	-93,770	-
OPENING SURPLUS (DEFICIT)	<u>839,750</u>	<u>839,750</u>
CLOSING SURPLUS (DEFICIT)	<u>745,980</u>	<u>839,750</u>

GITSXAN CHILD & FAMILY SERVICES SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED MARCH 31, 2014

PREVENTION PROGRAMS

SCHEDULE 10

	\$
REVENUE	<u>-</u>
EXPENDITURE	
Contract services	<u>5,000</u>
REVENUE OVER EXPENDITURE	-5,000
TRANSFER - OTHER FUNDS	5,000
OPENING SURPLUS (DEFICIT)	<u>-</u>
CLOSING SURPLUS (DEFICIT)	<u>-</u>

GITXSAN CHILD & FAMILY SERVICES SOCIETY

STATEMENT OF REVENUE AND EXPENDITURE

YEAR ENDED MARCH 31

BCAAFC PROGRAM ENHANCEMENT

SCHEDULE 11

	2014	2013
	\$	\$
REVENUE	<u>-</u>	<u>25,000</u>
EXPENDITURE		
Capital asset purchases	-	6,148
Contract services	-	9,158
Materials and supplies	-	27,436
Travel and meetings	-	956
	<u>-</u>	<u>43,698</u>
REVENUE OVER EXPENDITURE	-	-18,698
TRANSFER - OTHER FUNDS	-	18,698
OPENING SURPLUS (DEFICIT)	<u>-</u>	<u>-</u>
CLOSING SURPLUS (DEFICIT)	<u>-</u>	<u>-</u>

GITXSAN CHILD & FAMILY SERVICES SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED MARCH 31

BCAAFC LANGUAGE AND CULTURE

SCHEDULE 12

	2014	2013
	\$	\$
REVENUE	<u>-</u>	<u>17,588</u>
EXPENDITURE		
Administration	-	838
Contract services	-	15,250
Materials and supplies	<u>-</u>	<u>1,500</u>
	<u>-</u>	<u>17,588</u>
REVENUE OVER EXPENDITURE	-	-
TRANSFER - OTHER FUNDS	-	-
OPENING SURPLUS (DEFICIT)	<u>-</u>	<u>-</u>
CLOSING SURPLUS (DEFICIT)	<u>-</u>	<u>-</u>