

**CANADIAN NETWORK
FOR THE PREVENTION OF ELDER ABUSE**

**FINANCIAL STATEMENTS
MARCH 31, 2015**

Draft for discussion purpose

CANADIAN NETWORK FOR THE PREVENTION OF ELDER ABUSE

TABLE OF CONTENTS
MARCH 31, 2015

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Operations	4
Statement of Changes in Fund Balances	5
Statement of Cash Flows	6
Notes to the Financial Statements	7 - 8

Draft for discussion purpose

INDEPENDENT AUDITOR'S REPORT

To the Members of Canadian Network
for the Prevention of Elder Abuse

We have audited the accompanying financial statements of **Canadian Network for the Prevention of Elder Abuse**, which comprise the statement of financial position as at **March 31, 2015**, and the statement of operations, statement of changes in fund balances and statement of cash flows for the year, 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 audit. We conducted our audit 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 company'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 audit is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

INDEPENDENT AUDITOR'S REPORT, CONTINUED

In our opinion, the financial statements present fairly, in all material respects, the financial position of **Canadian Network for the Prevention of Elder Abuse** as at March 31, 2015, and its financial performance and its cash flows for the year in accordance with Canadian accounting standards for not-for-profit organizations.

Other Matter

The balance sheets as at March 31, 2014 and April 1, 2013, and the statement of operations, statement of changes in fund balances and statement of cash flows for the year ended March 31, 2014, are unaudited.

CHARTERED PROFESSIONAL ACCOUNTANTS

Vancouver, B.C.
June 26, 2015

Draft for discussion purpose

CANADIAN NETWORK FOR THE PREVENTION OF ELDER ABUSE

STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2015

	Operating Fund	Discovery Fund	Total 2015	Total 2014
Unaudited				
ASSETS				
CURRENT ASSETS				
Cash	\$ 9,965	\$ 76,316	\$ 86,281	\$ 71,518
Short term accounts receivable (Note 3)	39	219,687	219,726	2,025
	10,004	296,003	306,007	73,543
LONG TERM				
ACCOUNTS RECEIVABLE (Note 3)	-	41,200	41,200	-
	\$ 10,004	\$ 337,203	\$ 347,207	\$ 73,543
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable and accrued liabilities	\$ -	\$ 9,527	\$ 9,528	\$ 2,000
Deferred Revenue (Note 4)		327,676	327,675	60,562
		337,203	337,203	62,562
FUND BALANCES				
Operating Fund	10,004	-	10,004	10,981
	\$ 10,004	\$ 337,203	\$ 347,207	\$ 73,543

Approved on behalf of the Board of
Directors:

Director _____

Director _____

The accompanying notes are an integral part of these financial statements.

CANADIAN NETWORK FOR THE PREVENTION OF ELDER ABUSE

STATEMENT OF OPERATIONS FOR THE YEAR ENDED MARCH 31, 2015

	Operating Fund	Discovery Fund	Total 2015	Total 2014
Unaudited				
REVENUE				
HRSDC	\$ -	\$ 282,850	\$ 282,850	\$ 74,475
Donations	200	-	200	-
Interest income	14	118	132	53
	214	282,968	283,182	74,528
EXPENSES				
Accounting and legal	-	5,500	5,500	2,000
Advertising and promotion	-	-	-	210
Contract service	-	157,958	157,958	59,553
Insurance	-	1,815	1,815	715
Interest and bank charges	20	-	20	-
Meals and entertainment	-	4,455	4,455	557
Office	19	39,400	39,419	1,113
Registration	85	-	85	203
Rent	-	2,271	2,271	-
Research and development	-	15,026	15,026	-
Telephone	1,067	4,705	5,772	2,658
Travel and accommodation	-	51,838	51,838	9,646
	1,191	282,968	284,159	76,655
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	\$ (977)	\$ -	\$ (977)	\$ (2,127)

The accompanying notes are an integral part of these financial statements.

CANADIAN NETWORK FOR THE PREVENTION OF ELDER ABUSE

STATEMENT OF CHANGES IN FUND BALANCES FOR THE YEAR ENDED MARCH 31, 2015

	Operating Fund	Discovery Fund	Total 2015	Total 2014
				Unaudited
BALANCE, BEGINNING OF YEAR	\$ 10,981	\$ -	\$ 10,981	\$ 13,108
Excess (deficiency) of revenue over expenses	(977)	-	(977)	(2,127)
BALANCE, ENDING OF YEAR	\$ 10,004	\$ -	\$ 10,004	\$ 10,981

Draft for discussion purposes

The accompanying notes are an integral part of these financial statements.

CANADIAN NETWORK FOR THE PREVENTION OF ELDER ABUSE

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2015

	2015	2014	Unaudited
OPERATING ACTIVITIES			
Excess (deficiency) of revenue over expenses	\$ (977)	\$	(2,127)
Change in non-cash working capital items:			
Accounts payable and accrued liabilities	7,528		1,999
Deferred revenue	267,113		60,562
Accounts receivable	(258,901)		(2,024)
	14,763		58,410
FINANCING ACTIVITIES			
Funds held in trust	-		13,108
INCREASE IN CASH AND CASH EQUIVALENTS	14,763		71,518
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	71,518		-
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 86,281	\$	71,518

The accompanying notes are an integral part of these financial statements.

CANADIAN NETWORK FOR THE PREVENTION OF ELDER ABUSE

NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2015

1. NATURE OF OPERATIONS

Canadian Network for the Prevention of Elder Abuse (CNPEA) was incorporated under the Canada Corporations Act on May 10, 2000 as a not-for-profit organization and is exempt from income tax under the Income Tax Act.

CNPEA is an organization operating programs to increase Canadian society's ability to recognize and prevent mistreatment of older adults so they can be free from abuse, neglect, and exploitation in later life.

2. SIGNIFICANT ACCOUNTING POLICIES

The organization prepares its financial statements in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

(a) Fund Accounting

The organization follows the restricted fund method of accounting for contributions

(i) Operating Fund

The Operating Fund accounts for the organization's program delivery and administrative activities. This fund reports unrestricted resources and restricted operating grants.

(ii) Discovery Fund

The Discovery Fund is an externally restricted fund. It is funded by Department of Employment and Social Development Canada (ESDC) for the organization to build the capacity of elder abuse networks and committees across Canada by development of new partnerships, broadening the breadth of knowledge, bringing together and synthesizing available information and/or development of key information, and making it more accessible to communities at large.

(b) REVENUE RECOGNITION

Restricted contributions related to general operations are recognized as revenue of the Operating Fund in the year in which the related expenses are incurred.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred in the appropriate restricted fund.

Unrestricted contributions are recognized as revenue of the Operating Fund in the year received or receivable if the amount to be recorded can be reasonably estimated and collection is reasonably assured.

CANADIAN NETWORK FOR THE PREVENTION OF ELDER ABUSE

NOTES TO THE FINANCIAL STATEMENTS MARCH 31, 2015

2. SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

(c) FINANCIAL INSTRUMENT

The organization's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities and deferred revenue. Unless otherwise noted, it is management's opinion that the organization is not exposed to significant interest rate, market, currency, credit or liquidity risk arising from these financial instruments.

3. ACCOUNTS RECEIVABLE

	Operating Fund	Discovery Fund	Total 2015	Total 2014 (Unaudited)
Short term accounts receivable				
ESDC receivable	\$ -	\$ 211,900	\$ 211,900	\$ -
GST receivable	39	7,787	7,826	2,025
	39	219,687	219,726	2,025
Long term accounts receivable				
ESDC receivable		41,200	41,200	-
Total	\$ 39	\$ 260,887	\$ 260,926	\$ 2,025

4. DEFERRED REVENUE

	Opening Balance	Funds Realized	Funds Utilized	Total 2015	Total 2014 (Unaudited)
ESDC	\$ 60,526	\$ 550,000	\$ 282,850	\$ 327,676	\$ 60,526

5. GOING CONCERN

The funding from ESDC will end by June 30, 2016. These financial statements have been prepared on a going concern basis which contemplates the realization of assets and the payment of liabilities in the ordinary course of business. Should the company be unable to continue as a going concern, it may be unable to realize the carrying value of its assets and to meet its liabilities as they become due.