
PHOENIX HUMAN SERVICES ASSOCIATION

Financial Statements

Year Ended March 31, 2020

INDEPENDENT AUDITOR'S REPORT

To the Members of Phoenix Human Services Association

Report on the Financial Statements

Opinion

We have audited the financial statements of Phoenix Human Services Association (the Association), which comprise the statement of financial position as at March 31, 2020, and the statements of operations, changes in fund balances 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 the Association as at March 31, 2020, 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 (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 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 the financial statements in accordance with 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.

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.

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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 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.

Report on Other Legal and Regulatory Requirements

As required by the British Columbia Societies Act, we report that, in our opinion, the Society's financial statements have been prepared following Canadian Accounting Standards for Not-for-profit Organizations and have been applied on a basis consistent with that of the preceding year.

McClean, Lizotte, Wheadon and Company

Victoria, British Columbia
September 3, 2020

MCLEAN, LIZOTTE, WHEADON AND COMPANY
Chartered Professional Accountants



PHOENIX HUMAN SERVICES ASSOCIATION
Statement of Financial Position
March 31, 2020

	Operating Fund	Capital Asset Fund	Retention and Recruitment Fund	Restricted Funds	Total 2020	Total 2019
ASSETS						
CURRENT						
Cash and cash equivalents	\$ 1,074,877	\$ -	\$ 40,500	\$ 61,548	\$ 1,176,925	\$ 1,692,182
Accounts receivable	18,406	-	-	-	18,406	18,155
Prepaid expenses	9,164	-	-	-	9,164	6,521
Security deposits	10,851	-	-	-	10,851	10,851
	1,113,298	-	40,500	61,548	1,215,346	1,727,709
CASH AND CASH EQUIVALENTS	763,187	1,000,000	-	-	1,763,187	903,960
CAPITAL ASSETS (Note 3)	-	912,473	-	-	912,473	896,609
	\$ 1,876,485	\$ 1,912,473	\$ 40,500	\$ 61,548	\$ 3,891,006	\$ 3,528,278
LIABILITIES AND FUND BALANCES						
CURRENT						
Accounts payable and accrued liabilities	\$ 96,984	\$ -	\$ -	\$ -	\$ 96,984	\$ 49,333
Due to government agencies	32,337	-	-	-	32,337	14,883
Unearned revenue	154,139	-	-	-	154,139	128,651
Wages and wage costs payable	277,894	-	-	-	277,894	223,144
Mortgage payable (Note 5)	-	41,609	-	-	41,609	77,885
	561,354	41,609	-	-	602,963	493,896
FUND BALANCES	-	870,864	-	-	870,864	818,724
Invested in capital assets	-	1,000,000	40,500	-	1,040,500	1,117,456
Internally restricted	-	-	-	61,548	61,548	64,581
Externally restricted	1,315,131	-	-	-	1,315,131	1,033,621
Unrestricted	1,315,131	1,870,864	40,500	61,548	3,288,043	3,034,382
	\$ 1,876,485	\$ 1,912,473	\$ 40,500	\$ 61,548	\$ 3,891,006	\$ 3,528,278

APPROVED ON BEHALF OF THE BOARD



Director



Director

See notes to financial statements