

Sources Community Resources Society
Financial Statements
For the year ended March 31, 2020

Independent Auditor's Report

To the Board of Sources Community Resources Society:

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Sources Community Resources Society (the "Society"), which comprise the statement of financial position as at March 31, 2020, and the statements of operations, 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, the accompanying financial statements present fairly, in all material respects, the financial position of the Society as at March 31, 2020, 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 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 Society 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 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 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 Society'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 Society or to cease operations, or has no realistic alternative but to do so.

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

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 Society'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 Society'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 Society 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 Society Act of British Columbia, we report that, in our opinion, these standards have been applied on a basis consistent with that of the previous year.

Surrey, British Columbia

July 9, 2020

MNP LLP

Chartered Professional Accountants

Sources Community Resources Society

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Sources Community Resources Society

Statement of Financial Position

As at March 31, 2020

	2020	2019
Assets		
Current		
Cash and cash equivalents	2,096,033	3,199,671
Current portion of term deposits (Note 3)	1,296,843	783,520
Accounts receivable (Note 4)	517,385	798,744
Prepaid expenses	211,506	243,033
Government agencies receivable	139,421	8,095
	4,261,188	5,033,063
Term deposits (Note 3)	-	500,629
Capital assets (Note 5)	7,591,398	6,446,075
	11,852,586	11,979,767
Liabilities		
Current		
Accounts payable and accruals	1,856,323	2,096,224
Deferred contributions (Note 6)	1,542,521	1,237,050
Current portion of long-term debt (Note 7)	1,638,848	1,765,432
Replacement reserve (Note 8)	27,567	6,953
	5,065,259	5,105,659
Long-term debt (Note 7)	32,359	41,478
Deferred contributions related to capital assets (Note 9)	714,952	743,858
	5,812,570	5,890,995
Commitments (Note 10)		
Subsequent events (Note 18)		
Net Assets		
Net assets invested in capital assets	5,205,234	3,895,302
Unrestricted net assets	834,782	2,193,470
	6,040,016	6,088,772
	11,852,586	11,979,767

Approved on behalf of the Board

E-SIGNED by Bryan Sommer

Director

E-SIGNED by Archie Johnston

Director

The accompanying notes are an integral part of these financial statements

Sources Community Resources Society

Statement of Operations

For the year ended March 31, 2020

	2020	2019
Revenue		
Donations		
Sources Community Resources Foundation	307,123	307,174
Other	923,693	433,772
Grant revenue		
Law Foundation	290,895	213,189
Sources Community Resources Foundation	101,773	116,773
United Way	52,425	112,664
VanCity Community Foundation	-	15,000
Other	735,870	465,844
Earned income	2,045,470	3,001,231
Federal contracts	905,891	607,193
Gaming income	215,897	218,296
Provincial contracts	15,745,335	17,686,683
Regional Health Board contracts	637,585	633,577
Subsidies - B.C. Housing Management Commission	25,020	23,700
	21,986,977	23,835,096
Expenses		
Amortization	255,233	261,373
Building occupancy	565,478	417,147
Employee benefits	3,230,669	3,233,034
Purchased services	1,344,351	2,031,182
Interest on long-term debt	66,949	71,348
Office	943,476	810,883
Rent	915,181	876,927
Program materials and activities	638,081	1,782,692
Salaries	12,649,793	13,109,985
Food and residential care costs	212,503	213,859
Recruitment and staff development	170,346	236,290
Travel	349,120	377,690
Program furnishings and equipment	303,262	131,467
Public relations	24,902	61,705
	21,669,344	23,615,582
Excess of revenue over expenses before other item	317,633	219,514
Other items		
Gain (loss) on disposal of capital assets	14,535	(1,187)
Write-down of capital assets	-	(25,977)
Charitable disbursement to Sources Community Resources Foundation	(380,924)	-
Excess (deficiency) of revenue over expenses	(48,756)	192,350

The accompanying notes are an integral part of these financial statements

Sources Community Resources Society

Statement of Changes in Net Assets

For the year ended March 31, 2020

	<i>Net assets invested in capital assets</i>	<i>Unrestricted net assets</i>	<i>2020</i>	<i>2019</i>
Net assets, beginning of the year	3,895,302	2,193,470	6,088,772	5,896,422
Excess (deficiency) of revenue over expenses	(203,946)	155,190	(48,756)	192,350
Investment in capital assets	1,404,506	(1,404,506)	-	-
Disposal of capital assets	(3,950)	3,950	-	-
Principal repayments of long-term debt	135,703	(135,703)	-	-
Increase in deferred contributions	(22,381)	22,381	-	-
Net assets, end of year	5,205,234	834,782	6,040,016	6,088,772

The accompanying notes are an integral part of these financial statements

Sources Community Resources Society

Statement of Cash Flows

For the year ended March 31, 2020

	2020	2019
Cash provided by (used for) the following activities		
Operating		
Excess (deficiency) of revenue over expenses	(48,756)	192,350
Amortization	255,233	261,373
(Gain) loss on disposal of capital assets	(14,535)	1,187
Write-down of capital assets	-	25,977
Net change in replacement reserve	20,614	(31,015)
Recognition of deferred capital contributions	(51,287)	(38,055)
	161,269	411,817
Changes in working capital accounts		
Accounts receivable	281,359	141,477
Government agencies receivable	(131,326)	(13,313)
Prepaid expenses	31,527	(40,027)
Accounts payable and accruals	(239,901)	758,044
Deferred contributions	305,471	515,227
	408,399	1,773,225
Financing		
Repayment of long-term debt	(135,703)	(135,163)
Receipt of deferred contributions related to capital assets	22,381	156,375
	(113,322)	21,212
Investing		
Purchase of capital assets	(1,404,506)	(215,727)
Proceeds on disposal of capital assets	18,485	5,000
Purchase of term deposit	(12,694)	(258,626)
	(1,403,715)	(473,353)
Increase in cash resources	(1,103,638)	1,325,084
Cash resources, beginning of year	3,199,671	1,874,587
Cash resources, end of year	2,096,033	3,199,671

The accompanying notes are an integral part of these financial statements

Sources Community Resources Society

Notes to the Financial Statements

For the year ended March 31, 2020

1. Incorporation and nature of the Society

Sources Community Resources Society (the "Society") was incorporated under the authority of the Society Act of British Columbia as a not-for-profit organization and is a registered charity, and thus is exempt from income taxes under the Income Tax Act ("the Act"). In order to maintain its status as a registered not-for-profit under the Act, the Society must meet certain requirements within the Act. In the opinion of management these requirements have been met.

The Society's purpose is to identify human needs in British Columbia, and to respond to them in a creative and caring way. This is achieved by providing information, services and advocacy, working with others in a way that promotes involvement and self-reliance, and expressing a spirit of community.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada, and include the following significant accounting policies:

Cash and cash equivalents

Cash and cash equivalents include balances with banks and short-term investments with maturities of three months or less.

Capital assets

Purchased capital assets are initially recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution if fair value can be reasonably determined.

Amortization is provided using the straight-line method over terms intended to amortize the cost of assets over their estimated useful lives.

	Term
Buildings	50 years
Automotive	5 years
Equipment	10 years
Electronic equipment	5 years

Leasehold improvements are amortized on a straight-line basis over the underlying lease term, being 5 years.

Collections

The collection of works of art is recognized in the statement of financial position. Purchases of collection items are accounted for at cost. Contributions of collection items are accounted for at fair value based on market value. When fair value cannot be determined, the contribution is recorded at its nominal value. The works of art are not amortized as the assets are deemed to have indefinite useful lives.

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

Other income is recognized as revenue when the services are provided, the amount to be received can be reasonably estimated and collection is reasonably assured.

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 amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues and expenses in the periods in which they become known.

Sources Community Resources Society

Notes to the Financial Statements

For the year ended March 31, 2020

2. Significant accounting policies (Continued from previous page)

Employee future benefits

The Society is part of a multiemployer defined benefit plan, the Municipal Pension Plan ("MPP") for which there is insufficient information to apply defined benefit plan accounting because the actuary does not attribute portions of the surplus to individual employers. Accordingly, the Society is not able to identify its share of the plan assets and liabilities, and therefore, the Society uses defined contribution plan accounting for this plan.

Replacement reserve

In accordance with the operating agreement between the Society and the British Columbia Housing Management Commission ("BCHMC"), a replacement reserve fund has been established. The replacement reserve is funded from the Society's operating budget through an annual transfer to the reserve. The use of the funds is restricted for replacement or repair of capital assets of Chestnut House.

Contributed materials and services

The Society benefits from services in the form of volunteer time and from contributed materials. Due to the difficulty of determining their fair value, the value of the volunteer services is not recorded in the financial statements. Contributed materials are recorded at their fair market value, if determinable, at the date of contribution.

Financial instruments

The Society recognizes its financial instruments when the Society becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value, including financial assets and liabilities originated and issued in a related party transaction with management. Financial assets and liabilities originated and issued in all other related party transactions are initially measured at their carrying or exchange amount in accordance with Section 3840 *Related Party Transactions* (Note 11).

At initial recognition, the Society may irrevocably elect to subsequently measure any financial instrument at fair value. The Society has not made such an election during the year.

Financial assets and liabilities are subsequently measured at cost or amortized cost with transaction costs and financing fees added to the carrying amount of the financial instruments.

Financial asset impairment

The Society assesses impairment of all of its financial assets measured at cost or amortized cost. When there is an indication of impairment, the Society determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the year. If so, the Society reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets; and the amount expected to be realized by exercising any rights to collateral held against those assets. Any impairment, which is not considered temporary, is included in current year excess of revenues over expenses.

The Society reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in the excess of revenues over expenses in the year the reversal occurs.

Controlled entity

The Society is deemed to control other not-for-profit organizations, specifically the Sources Community Resources Foundation ("the Foundation") and the District 69 Family Resources Association ("the Association"). Both the Foundation and the Association have not been consolidated in the Society's financial statements. The financial summaries of these unconsolidated entities, as at March 31, 2020 and 2019, and for the years then ended are disclosed in the notes to the financial statements in accordance with Section 4450 *Reporting Controlled and Related Entities by Not-for-profit Organizations* (Note 14).

Sources Community Resources Society

Notes to the Financial Statements

For the year ended March 31, 2020

3. Term deposits

	2020	2019
Term deposits	1,296,843	1,284,149
Less: current portion	1,296,843	783,520
	-	500,629

4. Accounts receivable

	2020	2019
Contract receivables	517,385	825,205
Less: Allowance for doubtful accounts	-	(26,461)
	517,385	798,744

5. Capital assets

	Cost	Accumulated amortization	2020 Net book value	2019 Net book value
Land	2,810,089	-	2,810,089	2,640,851
Buildings	6,222,402	2,293,798	3,928,604	3,260,054
Automotive	961,197	379,074	582,123	267,498
Equipment	713,867	594,850	119,017	124,689
Electronic equipment	265,420	124,805	140,615	132,729
Leasehold improvements	108,684	108,684	-	9,304
Artwork	10,950	-	10,950	10,950
	11,092,609	3,501,211	7,591,398	6,446,075

6. Deferred contributions

Deferred contributions consist of amounts received from contributors who have restricted their use for various specific programs. Recognition of these amounts as revenue is deferred to periods when the specified expenditures are made. Changes in the deferred contribution balance are as follows:

	2020	2019
Balance, beginning of year	1,237,050	721,823
Amount received during the year	18,896,032	20,474,445
Less: Amount recognized as revenue during the year	(18,590,561)	(19,959,218)
Balance, end of year	1,542,521	1,237,050

Sources Community Resources Society

Notes to the Financial Statements

For the year ended March 31, 2020

7. Long-term debt

	2020	2019
BC Housing and Mortgage Corporation - repayable in monthly instalments of \$855 including interest at 1.69% per annum. Secured by a charge on the financed land and building with a net book value of \$209,331 (2019 - \$213,400); matures June 1, 2024.	41,354	50,169
Scotiabank - Two demand mortgages, terms of repayment are negotiated with the bank on a month to month basis, current terms of repayment require combined monthly instalments of \$10,574 plus interest at the bank's prime lending rate (currently 2.45%) plus 0.25% annually and a banker's acceptance fee of 1.8% per annum, repayment is currently based on a 20 year amortization.	1,629,853	1,756,741
	1,671,207	1,806,910
Less: Current portion	1,638,848	1,765,432
	32,359	41,478

Principal repayments on long-term debt in each of the next five years, assuming long-term debt subject to refinancing is renewed with similar rates and terms are estimated as follows:

2021	135,883
2022	136,197
2023	136,522
2024	136,859
2025	129,760

Long-term debt is subject to certain financial covenants with respect to earnings before interest, taxes depreciation, and amortization. As at March 31, 2020, the Society is in compliance with all such covenants. It is management's opinion that the Society is likely to remain in compliance with all long-term debt covenants throughout the next twelve months subsequent to March 31, 2020.

8. Replacement reserve

As at March 31, 2020, the replacement reserve was funded and maintained in accordance with the BCHMC operating agreement.

The replacement reserve consists of the following:

	2020	2019
Balance, beginning of year	6,953	37,968
Replacement reserve provision	20,614	(2,127)
Eligible expenditures	-	(28,888)
	27,567	6,953

Sources Community Resources Society

Notes to the Financial Statements

For the year ended March 31, 2020

9. Deferred contributions related to capital assets

	2020	2019
Balance, beginning of year	743,858	625,538
Amount received during the year	22,381	156,375
Less: Amounts recognized as revenue during the year	(51,287)	(38,055)
Balance, end of year	714,952	743,858

10. Commitments

The Society has entered into various lease agreements with estimated minimum annual payments as follows:

2021	397,301
2022	252,613
2023	129,695
2024	52,221
2025	15,468
	<u>847,298</u>

11. Related party transactions

The Foundation is deemed to be controlled by the Society by virtue of common management and board members.

The Society received donations and grants of \$432,881 (2019 - \$470,284) from the Foundation.

The Society paid donations of \$380,924 (2019 - \$NIL) to the Foundation.

Included in accounts receivable is \$39,539 (2019 - \$NIL) due from the Foundation and \$23,664 from District 69 Family Resource Association .

Included in accounts payable is \$NIL (2019 - \$12,469) due to the Foundation.

During the year, the Society was reimbursed \$82,154 for expenses related to the Association and at year end, the Association owed the Society \$23,644, which was included in accounts receivable.

The above transactions and balances are in the normal course of operations and are recorded at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

12. Employee future benefits

The Society and its employees contribute to the Municipal Pension Plan (a jointly trustee pension plan). The board of trustees, representing plan members and employers, is responsible for administering the plan, including investment of assets and administration of benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As at December 31, 2018, the plan has about 205,000 active members and approximately 101,000 retired members. Active members include approximately 40,000 contributors from local governments.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and adequacy of plan funding. The actuary determines an appropriate combined employer and member contribution rate to fund the plan. The actuary's calculated contribution rate is based on the entry-age normal cost method, which produces the long-term rate of member and employer contributions sufficient to provide benefits for average future entrants to the plan. This rate may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent valuation for the Municipal Pension Plan as at December 31, 2018, indicated a \$2.866 billion funding surplus for basic pension benefits on a going concern basis.

Sources Community Resources Society

Notes to the Financial Statements

For the year ended March 31, 2020

12. Employee future benefits (Continued from previous page)

The Society paid \$954,387 (2019 - \$940,242) for employer contributions to the plan in fiscal 2020.

The next valuation will be as at December 31, 2021, with results available in 2022.

Employers participating in the plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the plan records accrued liabilities and accrued assets for the plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plan.

13. Employee and director compensation

During the year ended March 31, 2020, thirty-one (2019 - twenty) employees and contractors earned over \$75,000 in remuneration, inclusive of salary, pension and other benefits, totaling \$2,980,498 (2019 - \$1,929,408). No remuneration was paid to the members of the Society's Board of Directors during the year ended March 31, 2020 (2019 - \$NIL).

14. Sources Community Resources Foundation

The Foundation is deemed to be controlled by the Society by virtue of common management and board members. The purpose of the Foundation is to provide for the enrichment of life in the community, through the Society, by developing a permanent endowment, responding to the priorities of the Society, assessing and responding to emerging and changing community needs, providing an avenue for donors with varied interests and various levels of giving, and serving as a resource catalyst for charitable activities in the community. The Foundation is a registered charity under Canadian income tax legislation and is incorporated under the Society Act of British Columbia.

Financial summaries of this unconsolidated entity, as at March 31, 2020 and 2019, and for the years then ended, are as follows:

	2020	2019
Balance Sheet		
Total assets	2,242,472	1,792,356
Total liabilities	(272,939)	(295,527)
Total net assets	1,969,533	1,496,829
Revenues and Expenses		
Total revenues	1,027,099	718,342
Total expenses	(121,514)	(99,236)
Disbursements to Sources Society	(432,881)	(470,284)
Excess of revenues over expenses	472,704	148,822
Cash Flows		
Cash provided by operating activities	586,063	78,733
Cash used in investing activities	(662,310)	(206,172)
Decrease in cash resources	(76,247)	(127,439)

Sources Community Resources Society

Notes to the Financial Statements

For the year ended March 31, 2020

15. District 69 Family Resources Association

The Association is deemed to be controlled by the Society by virtue of common management and board members. The purpose of the Association is to provide quality professional mental health and social services to support positive development of children, youth and families. The Association is a registered charity under Canadian income tax legislation and is incorporated under the Society Act of British Columbia.

Financial summaries of this unconsolidated entity, as at March 31, 2020 and 2019, and for the years then ended, are as follows:

	2020	2019
Balance Sheet		
Total assets	911,405	832,270
Total liabilities	(222,461)	(194,464)
Total net assets	688,944	637,806
Revenues and Expenses		
Total revenues	2,403,583	2,326,291
Total expenses	(2,352,445)	(2,144,865)
Excess of revenues over expenses	51,138	181,426
Cash Flows		
Cash provided by operating activities	89,750	214,234
Cash used in investing activities	(10,238)	(7,151)
Increase in cash resources	79,512	207,083

16. Financial instruments

The Society, as part of its operations, carries a number of financial instruments. It is management's opinion that the Society is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk.

The Society is exposed to interest rate risk on its demand loans and long-term debt.

Liquidity risk

Liquidity risk is the risk that the Society will encounter difficulty in meeting obligations associated with financial liabilities. The Society's exposure to liquidity risk is dependent on the collection of accounts, purchasing commitments and obligations or raising funds to meet commitments and sustain operations.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Society's main credit risk relates to its accounts receivable. The Society believes that there is minimal risk associated with the collection of these amounts.

Sources Community Resources Society Notes to the Financial Statements

For the year ended March 31, 2020

17. Economic dependence

The Society's primary sources of revenue are federal and provincial government grants. The funding can be cancelled if the Society does not observe certain established guidelines. The Society's ability to continue viable operations is dependent upon maintaining its ability to follow the criteria within the funding agreements. As at the date of these financial statements the Society believes that it is in compliance with the agreements and funding will continue.

18. Subsequent events

On April 1, 2020, a controlled not-for-profit entity, District 69 Family Resource Association, was amalgamated in to the Society.

Since March 31, 2020, the outbreak of the novel strain of coronavirus, specifically identified as "COVID-19", has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and social distancing, have caused material disruption to business globally, resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of government and central bank interventions. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the Society in future periods.