

NWT DISABILITIES COUNCIL
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015



NWT DISABILITIES COUNCIL

FOR THE YEAR ENDED MARCH 31, 2015

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INDEPENDENT AUDITORS' REPORT

To the Members of
NWT Disabilities Council

We have audited the accompanying financial statements of **NWT Disabilities Council**, which comprise the statement of financial position as at March 31, 2015 and the statements of operations, changes in net assets and cash flows for the year then ended, 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 generally accepted accounting principles, 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.

Auditors' 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 auditors' judgement, 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 auditors consider internal control relevant to the entity'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 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 **NWT Disabilities Council** as at March 31, 2015 and its financial performance and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Edmonton, Alberta
August 26, 2015

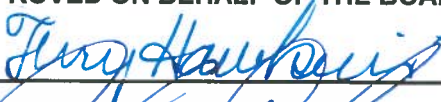
SVS Group LLP
CHARTERED ACCOUNTANTS

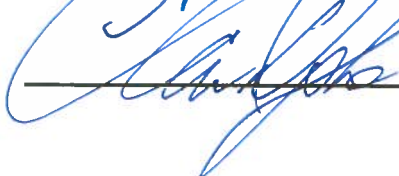
NWT DISABILITIES COUNCIL

STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2015

	2015	2014
	(Restated - Note 8)	
ASSETS		
CURRENT		
Cash	\$ 153,395	\$ 98,927
Cash - Inuvik Chapter	19,282	19,338
Short-term investments (Note 3)	103,617	103,298
Accounts receivable	98,476	20,932
Prepaid expenses	14,837	4,126
	389,607	246,621
CAPITAL ASSETS (Note 4)	170,489	17,105
	\$ 560,096	\$ 263,726
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities (Note 5)	\$ 79,702	\$ 49,622
Deferred revenue (Note 10)	223,681	42,589
	303,383	92,211
NET ASSETS		
INVESTED IN CAPITAL ASSETS	170,489	17,105
RELOCATION RESERVE (Note 9)	18,861	18,861
UNRESTRICTED NET ASSETS	48,081	116,211
UNRESTRICTED NET ASSETS - INUVIK CHAPTER	19,282	19,338
	256,713	171,515
	\$ 560,096	\$ 263,726

APPROVED ON BEHALF OF THE BOARD:


 _____ Director


 _____ Director



NWT DISABILITIES COUNCIL

STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED MARCH 31, 2015

2015 2014
(Restated - Note 8)

	Unrestricted Net Assets	Relocation Reserve	Invested in Capital Assets	Unrestricted Net Assets: Inuvik	Total
BALANCE, beginning of year	\$ 116,211	\$ 18,861	\$ 17,105	\$ 19,338	\$ 171,515
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	126,962	-	(41,708)	(56)	85,198
PURCHASE OF CAPITAL ASSETS	(195,092)	-	195,092	-	-
BALANCE, end of year	\$ 48,081	\$ 18,861	\$ 170,489	\$ 19,282	\$ 256,713
					\$ 171,515



NWT DISABILITIES COUNCIL

STATEMENT OF OPERATIONS FOR THE YEAR ENDED MARCH 31, 2015

	2015	2014
REVENUE		
Program Revenue		
Stabilization Fund (Schedule 2)	\$ 28,539	\$ -
Community Outreach (Schedule 2)	44,570	44,570
Disability Awareness Week (Schedule 2)	11,352	10,767
Early Intervention Program (Schedule 2)	396,510	398,323
Experience Summer (Schedule 2)	33,400	34,195
Learning Support (Schedule 2)	200,000	100,000
Respite Program for Local Communities (Schedule 2)	226,553	212,500
Parking Placards (Schedule 2)	21,487	21,487
Safe Harbour Daycentre / Renovations (Schedule 2)	306,263	-
Information, Referral and Support (Schedule 2)	108,824	107,620
Inuvik Branch (Schedule 2)	-	15,639
Individual Community Respite Services (Schedule 2)	1,046	2,167
Building Renovations (Schedule 2)	34,700	-
FASD Symposium Program Cover Contest (Schedule 2)	-	1,500
	1,413,244	948,768
General Revenue		
Donations	55,800	15,141
Membership and administrative fees	2,482	770
Fundraising and events	42,149	74,453
Interest income	319	850
	100,750	91,214
	1,513,994	1,039,982
EXPENSES		
Program Expenses (Schedule 1)		
Salaries and benefits	800,566	655,357
Administrative fees allocated	47,824	28,103
Advertising and promotion	15,803	10,312
Professional fees	2,598	3,062
Bank charges	3,563	4,132
Office	26,519	15,143
Program materials and support	211,572	117,392
Travel	18,817	29,903
Rent	51,884	45,267
Insurance	4,955	5,457
Repairs and maintenance	169,439	13,542
Inuvik Chapter	-	10,585
Telephone	20,170	15,759
Training	14,348	9,146
	1,388,058	963,160
General and Administrative Expenses		
Advertising and promotion	1,916	3,270
Amortization	41,708	25,176
Bank charges and interest	442	66
Fundraising	1,101	1,847
Insurance	1,294	1,198
Memberships, dues and subscriptions	100	-
Training expenses - Inuvik Chapter	-	764
Office	14,131	10,628
Rent	11,579	5,644
Repairs and maintenance	745	1,282
Salaries and benefits	15,546	11,731
Travel	-	528
Less: Administrative overhead allocated to program expenses	(47,824)	(28,103)
	40,738	34,031
	1,428,796	997,191
EXCESS OF REVENUES OVER EXPENSES FOR THE YEAR	\$ 85,198	\$ 42,791



NWT DISABILITIES COUNCIL

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

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from funders	1,629,287	1,016,201
Cash paid to suppliers and employees	(1,379,783)	(964,405)
Interest received	319	850
	249,823	52,646
CASH FLOWS FROM INVESTING ACTIVITY		
Purchase of capital assets	(195,092)	-
Purchase of short-term investments	(319)	(850)
	(195,411)	(850)
INCREASE IN CASH DURING THE YEAR	54,412	51,796
CASH, beginning of year	118,265	66,469
CASH, end of year	\$ 172,677	\$ 118,265
REPRESENTED BY		
Cash	\$ 153,395	\$ 98,927
Cash - Inuvik Chapter	19,282	19,338
	\$ 172,677	\$ 118,265



NWT DISABILITIES COUNCIL

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

1. NATURE OF OPERATIONS

NWT Disabilities Council is a registered charitable organization and as such, is exempt from taxation under the Income Tax Act (Canada). The Council's vision is that all individuals with disabilities have opportunity and access toward the achievement of their full potential. The Council's mission is to bring their vision to reality through education, advocacy and support to enable self-determination for all individuals with disabilities.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for Private Sector Not-for-Profit Organizations (ASPSNFP) and include the following accounting policies:

(a) Use of Estimates

The preparation of financial statements in conformity with Canadian accounting standards for private enterprises requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the current period. These estimates are reviewed periodically and adjustments are made to income as appropriate in the year they become known. Estimated life of capital assets is the most significant items that involve the use of estimates.

(b) Financial Instruments

Measurement of Financial Instruments

The Council initially measures its financial assets and liabilities at fair value, except for certain non-arm's length transactions.

The Council subsequently measures all of its financial assets and financial liabilities at amortized cost, except investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in net income.

Financial assets measured at amortized cost include cash, short-term investments and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

The Council's financial assets, if any, measured at fair value include investments that are quoted shares.

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.



NWT DISABILITIES COUNCIL

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) Capital Assets

Capital assets are stated at cost. Amortization is provided annually at rates and methods calculated to write-off the assets over their estimated useful lives. One-half of normal rates are applied in the year of acquisition. These rates and methods are as follows:

Computer equipment	20% declining balance
Leasehold improvements	20% straight line
Furniture and fixtures	30% declining balance

(d) Cash and Cash Equivalents

Cash and cash equivalents consist solely of bank balances at Canadian financial institutions and this includes balances in restricted accounts.

(e) Income Taxes

The Council is a non-taxable, not-for-profit organization and registered charity as defined in Paragraph 149(1)(f) of the Income Tax Act (Canada).

(f) Revenue Recognition

The Council follows the deferral method of accounting for contributions.

Unrestricted donations are recognized as revenue in the Unrestricted Fund when received or receivable if the amount to be received can be estimated and collection is reasonably assured.

Contributions subject to external restrictions from funders are recognized as revenue in the Unrestricted Fund in the year in which the related expenses are recognized.

The Council internally restricts the use of portions of its unrestricted net assets for specific future uses. When incurred, related expenses are charged to the operations and the balance of internally restricted net assets is reduced accordingly.

(g) Fund Accounting

The Council uses the fund method of accounting whereby transactions are grouped for accounting and reporting purposes into funds in accordance with specified activities or objectives. These funds are described as follows:

The Unrestricted Fund accounts for the revenues and expenses associated with the administrative and operating activities of the Council.

The Relocation Reserve Fund is maintained to assist with anticipated future moving expenditures.

The Invested in Capital Assets Fund reports the assets, liabilities, revenues and expenditures related to the Council's capital assets.



NWT DISABILITIES COUNCIL

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) Expense Allocation

An administrative overhead fee of 5% is allocated internally by the Council to certain program expenses.

(i) Contributed Services

The Council benefits greatly from the donated services of its many dedicated volunteers. The value of these volunteer efforts is not recognized in the financial statements due to the difficulty in determining fair value.

3. SHORT-TERM INVESTMENTS

	2015	2014
Guaranteed Investment Certificates (GIC's)	\$ 103,617	\$ 103,298

4. CAPITAL ASSETS

	2015		2014	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer equipment	\$ 65,619	\$ 54,736	\$ 10,883	\$ -
Leasehold improvements	274,839	136,067	138,772	-
Furniture and fixtures	75,996	55,162	20,834	17,105
	\$ 416,454	\$ 245,965	\$ 170,489	\$ 17,105

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2015		2014	
Trade accounts payable	\$ 74,833	\$	46,104	
Government remittances	4,869		3,518	
	\$ 79,702	\$	49,622	



NWT DISABILITIES COUNCIL

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

6. COMMITMENTS

The Council has an operating lease for its premises at \$4,684 per month, expiring in October 2024.

The Council has an operating lease for photocopier equipment at \$1,013 quarterly, expiring in April 2017.

The minimum annual lease payments for the next four years and thereafter are as follows:

2016	\$	60,260
2017	\$	57,221
2018	\$	56,208
2019	\$	56,208
Thereafter	\$	313,828

7. ECONOMIC DEPENDENCE

Funding from the Government of the Northwest Territories (GNWT) comprised 88% of the Council's total revenues for the year ended March 31, 2015 (2014 - 89%). Continuing operations require continued government funding at similar levels.

8. RESTATEMENT OF COMPARATIVE FIGURES

During the completion of the audit, it was noted that there was an error in the comparative statements. The balance for unrestricted assets - Inuvik Chapter was understated and the balance of unrestricted net assets was overstated. The effect of the change on the comparative financial information on the statement of financial position and statement of changes in net assets is summarized as follows:

Net Assets	Increase (Decrease)
Unrestricted net assets	(\$17,962)
Unrestricted net assets - Inuvik Chapter	\$17,962

9. RELOCATION RESERVE

The Board of Directors has internally restricted funds for the anticipated expenses associated with the move of the Council's office facilities. There were moving expenses incurred in the current year; however, funding was received for the moving of the Council's office facilities which resulted in none of the restricted funds being used.



NWT DISABILITIES COUNCIL

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

10. DEFERRED REVENUE

Deferred revenue is comprised of the following amounts:

				2015	2014
	Opening Balance	Received from Funder	Recognized as Revenue	Total	Total
Elk's Club (ECIP)	\$ 11,125	\$ -	\$ -	\$ 11,125	\$ 11,125
Active Living	464	-	-	464	464
City of Yellowknife	27,000	27,000	(27,000)	27,000	27,000
GNWT - ECIP	-	8,200	(4,931)	3,269	-
Office renovations	-	226,708	(73,508)	153,200	-
Day Centre	-	154,331	(150,169)	4,162	-
Stabilization Fund	-	50,000	(28,539)	21,461	-
Grand Prix Event	4,000	-	(4,000)	-	4,000
General donations	-	3,000	-	3,000	-
Balance, end of year	\$ 42,589	\$ 469,239	\$ (288,147)	\$ 223,681	\$ 42,589

The deferred revenue related to office renovations is being brought into income over the useful life of the related asset (office renovations recorded as leasehold improvements), is consistent with the treatment required by CPA Canada Handbook section 4410.33.



NWT DISABILITIES COUNCIL

SCHEDULE 1: PROGRAM EXPENSES BY PROJECT NAME FOR THE YEAR ENDED MARCH 31, 2015

	2015	2014
Safe Harbour Daycentre / renovations	\$ 266,604	\$ -
Community Outreach	46,055	43,977
Disability Awareness Week	11,523	13,927
Early Intervention Program	352,100	389,871
Experience summer	33,445	37,182
Learning Support	200,000	100,000
Respite Program For Local Communities	229,482	217,598
Parking Placards	21,887	21,869
Dene Ko Kay Day Shelter	39,659	-
Information, Referral and Support	111,297	108,845
Inuvik Branch	43	26,224
Individual Community Respite Services	1,046	2,167
FASD Symposium Program Cover Contest	-	1,500
Stabilization Project	28,539	-
Office renovations	46,378	-
	\$ 1,388,058	\$ 963,160

NWT DISABILITIES COUNCIL

SCHEDULE 2: PROGRAM REVENUE BY FUNDER FOR THE YEAR ENDED MARCH 31, 2015

	2015	2014
Stabilization Fund		
GNWT: NGO Stabilization Fund	\$ 28,539	\$ -
Community Outreach		
GNWT: Department of Health and Social Services	44,570	44,570
Disability Awareness Week		
GNWT: Department of Health and Social Services	11,352	10,767
Early Intervention Program		
Yellowknife Health and Social Services Authority	53,060	52,020
GNWT: Education, Culture and Employment	333,450	336,303
Corporate donations	10,000	10,000
	396,510	398,323
Experience Summer		
Human Resources and Development Canada	6,400	7,195
City of Yellowknife	27,000	27,000
	33,400	34,195
Learning Support		
GNWT: Education, Culture and Employment	200,000	100,000
Respite Program for Local Communities		
GNWT: Department of Health and Social Services	226,553	212,500
Parking Placards		
GNWT: Department of Health and Social Services	21,487	21,487
Safe Harbour Daycentre / Renovations		
Yellowknife Health and Social Services Authority	230,013	-
City of Yellowknife	76,250	-
	306,263	-
Information, Referral and Support		
GNWT: Department of Health and Social Services	108,824	107,620
Inuvik Branch		
GNWT: ECE Inuvik Employment	-	15,639
Individual Community Respite Services		
GNWT: Hay River Respite - Pilot	1,046	2,167
FASD Symposium Program Cover Contest		
GNWT: HSS FASD Symposium	-	1,500
Building Renovations	34,700	-
	\$ 1,413,244	\$ 948,768