

**WAHKOTOWIN CHILD AND FAMILY
SERVICES INC.**

FINANCIAL STATEMENTS

March 31, 2015



SASKATOON

CHARTERED
PROFESSIONAL
ACCOUNTANTS

MANAGEMENT
CONSULTANTS

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INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of the Wahkotowin Child and Family Services Inc. which comprise the statement of financial position as at March 31, 2015 and the statements of revenue and expenses, of changes in net equity and of cash flows for the year then ended and the related notes including 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 public sector accounting standards, 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 my 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 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 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 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 principles used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

Opinion:

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Wahkotowin Child and Family Services Inc. as at March 31, 2015 and the result of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

The supplementary information contained in the accompanying schedules is presented for purposes of additional information to the directors and Aboriginal and Northern Affairs Canada and does not form part of the financial statements. The schedules have not been audited other than in the course of our audit of the financial statements to the extent necessary to allow us to render an opinion thereon.

Saskatoon, Saskatchewan
July 28, 2015


EPR Saskatoon, CPA Prof Corp
Chartered Professional Accountants

EPR SASKATOON
EPR Saskatoon CPA Prof. Corp.

An Independent Member Firm of EPR Canada Group Inc. with International Affiliations.

WAHKOTOWIN CHILD AND FAMILY SERVICES INC.

**STATEMENT OF FINANCIAL POSITION
March 31, 2015**

	<u>2015</u>	<u>2014</u>
FINANCIAL ASSETS:		
Current:		
Bank	\$ 818,625	\$ 995,352
Accounts receivable	<u>82,175</u>	<u>3,163</u>
	<u>900,800</u>	<u>998,515</u>
LIABILITIES:		
Current:		
Accounts payable	40,560	34,748
Reserve for unreceived funds (Note 2)	57,896	-
Reserve for unexpended funding (Note 3 and Note 5)	<u>666,806</u>	<u>760,140</u>
	<u>765,262</u>	<u>794,888</u>
NET EQUITY	<u>135,538</u>	<u>203,627</u>
NON-FINANCIAL ASSETS:		
Tangible capital assets (Note 4)	398,473	369,202
Prepaid expenses	<u>26,720</u>	<u>6,765</u>
	<u>425,193</u>	<u>375,967</u>
ACCUMULATED SURPLUS, END OF THE YEAR	<u>\$ 560,731</u>	<u>\$ 579,594</u>
Comprised of:		
Capital surplus	\$ 398,473	\$ 369,202
Operating surplus	<u>162,258</u>	<u>210,392</u>
	<u>\$ 560,731</u>	<u>\$ 579,594</u>

Approved by the Board of Directors:

WAHKOTOWIN CHILD AND FAMILY SERVICES INC.

**STATEMENT OF REVENUE AND EXPENSES
for the year ended March 31, 2015**

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE:			
Aboriginal Affairs - Operations	\$ 1,041,076	\$ 1,156,916	\$ 1,141,562
- Maintenance	310,000	305,834	310,588
- Evaluation	30,600	-	30,600
- Education	10,000	20,000	6,660
- Prevention	264,576	292,607	290,611
Government of Saskatchewan - Provincial Administration	46,482	53,378	51,667
Government of Saskatchewan - Family Finders	51,130	48,526	46,970
Children's Special Allowance	36,000	46,951	32,829
Other revenue and reimbursements	19,700	9,674	17,446
	<u>1,809,564</u>	<u>1,933,886</u>	<u>1,928,933</u>
EXPENSES:			
Operation (Schedule 1)	796,978	1,113,381	972,384
Maintenance (Schedule 2)	483,000	424,049	367,313
Evaluation (Schedule 2)	-	5,000	21,000
Education (Schedule 2)	-	16,880	-
Prevention (Schedule 3)	261,600	315,935	291,084
Provincial Administration (Schedule 3)	50,400	38,711	32,608
Family Finders (Schedule 4)	50,400	36,795	34,531
Children's Special Allowance (Schedule 4)	37,061	37,436	43,537
	<u>1,679,439</u>	<u>1,988,187</u>	<u>1,762,457</u>
Surplus(Deficit) before reserve for unexpended funds	130,125	(54,301)	166,476
Reserve for unexpended funds, beginning of year	-	760,140	631,822
Reserve for unexpended funds, end of year	-	(666,806)	(760,140)
Reserve for unreceived funds, end of year	-	(57,896)	-
	<u>130,125</u>	<u>(18,863)</u>	<u>38,158</u>
SURPLUS(DEFICIT) FOR THE YEAR			

The accompanying notes are an integral part of these financial statements

WAHKOTOWIN CHILD AND FAMILY SERVICES INC.

**STATEMENT OF CHANGES IN NET EQUITY
for the year ended March 31, 2015**

	Operating Fund	Capital Fund	<u>2015</u>	<u>2014</u>
BALANCE, BEGINNING OF THE YEAR	\$ 210,392	\$ 369,202	\$ 579,594	\$ 541,436
SURPLUS(DEFICIT) FOR THE YEAR	(18,863)	-	(18,863)	38,158
Transfer to capital assets	(29,271)	-	(29,271)	41,234
Acquisition of tangible capital assets	-	134,220	134,220	43,311
Amortization	<u>-</u>	<u>(104,949)</u>	<u>(104,949)</u>	<u>(84,545)</u>
NET EQUITY, END OF THE YEAR	<u>\$ 162,258</u>	<u>\$ 398,473</u>	<u>\$ 560,731</u>	<u>\$ 579,594</u>

The accompanying notes are an integral part of these financial statements



Audit Committee Report

for Common Reporting Government Model
As Of 2015/10/20

Recipient: 3469 - WAHKOTOWIN CHILD AND FAMILY SERVICES INC. Fiscal Year: 2014-2015

II) Financial Indicators and Adjustments

	2014-2015	2013-2014	2012-2013
1) Adjusted Liquidity Ratio			
Adjusted Current Assets*	\$900,800.00	\$998,515.00	\$770,553.00
Adjusted Current Liabilities**	\$765,262.00	\$794,886.00	\$644,476.00
Liquidity Ratio	1.18	1.26	1.20
Net Financial Assets (Debt)	\$135,538.00	\$203,629.00	\$126,077.00
2) Adjusted Sustainability (Net Debt) Ratio			
Total Financial Assets (Adj.)***	\$900,800.00	\$998,515.00	\$770,553.00
Total Liabilities	\$765,262.00	\$794,886.00	\$644,476.00
Sustainability Ratio	1.18	1.26	1.20
Accumulated Surplus (Deficit)	\$560,731.00	\$579,596.00	\$541,437.00
3) Adjusted Working Capital to Revenue Ratio			
Working Capital Surplus (Deficit)****	\$135,538.00	\$203,629.00	\$126,077.00
Working Capital Ratio	0.07	0.11	0.06
Working Capital Percentage*****	6.88%	11.31%	6.07%

Financial Indicator Adjustments

Summary	Threshold	Ratio Calculation	Adjusted Ratio	Result
Liquidity	Ratio greater than or equal to 0.90 = favourable Ratio smaller than 0.90 = unfavourable	1.18	1.18	Favourable
Sustainability	Ratio greater than or equal to 0.50 = favourable Ratio smaller than 0.50 = unfavourable	1.18	1.18	Favourable
Working Capital to Revenue	Ratio greater than or equal to 0.00 = favourable Ratio smaller than 0.00 AND Ratio greater than or equal to -0.08 = warning / potential issue Ratio smaller than -0.08 = unfavourable	0.07	0.07	Favourable

*Adjusted Current Assets = Cash/Term Deposits + Accounts Receivable - Other (not believed to be collectable in the next year) + Temporary Investments + Restricted Cash (Current)

**Adjusted Current Liabilities = Bank indebtedness/overdraft + Accounts Payables & Accrued Liabilities + Other Current Liabilities + Current Portion of Long Term Debt + Deferred Revenue

***Total Financial Assets (Adj.) = FINANCIAL ASSETS - Trust Funds-Capital & Revenue - Trust Funds-Other - Equity in Government Business Enterprise

****Working Capital Surplus (Deficit) = ((Cash/Term Deposits + Accounts Receivable - Other (not believed to be collectable in the next year) + Temporary Investments + Restricted Cash (Current)) - (Bank indebtedness/overdraft + Accounts Payables & Accrued Liabilities + Other Current Liabilities + Current Portion of Long Term Debt + Deferred Revenue))

*****Working Capital Percentage = 100% * ((Cash/Term Deposits + Accounts Receivable - Other (not believed to be collectable in the next year) + Temporary Investments + Restricted Cash (Current)) - (Bank indebtedness/overdraft + Accounts Payables & Accrued Liabilities + Other Current Liabilities + Current Portion of Long Term Debt + Deferred Revenue)) / REVENUE



Audit Committee Report

for Common Reporting Government Model
As Of 2015/10/20

Recipient: 3469 - WAHKOTOWIN CHILD AND FAMILY SERVICES INC. Fiscal Year: 2014-2015

III) Detailed Financial Indicators

1) Detailed Financial Assessment

Revenue	Score: Low Rationale for Score: All ratios are favourable
Debt	Score: Low Rationale for Score: All ratios are favourable
Cash Flow	Score: Low Rationale for Score: All ratios are favourable
Other	Score: Low Rationale for Score: All ratios are favourable

2) Overall Financial Position

Score: Low
 Rationale for Score: Annual audited financial statement or annual return
 ✓ Results of Annual Audit Review Process
 Other

Public Text: For the 2014/15 fiscal year, the Agency had a current year (deficit) of (\$18,863) and an accumulated operating surplus of \$162,258 .
 Liquidity Ratio (.90) of 1.18 favourable with positive trend
 Sustainability (.50) Ratio of 1.18 favourable with positive trend
 Working Capital (.00) Ratio of .07 favourable with negative trend

Recommendations to Mitigate ✓ No action required
 Significant Risk: Consider capacity support
 Monitor / Follow up (Internal)
 Identify Compliance / Audit activity (Internal)
 Other

Public Text:

Internal Text:

✓ Overall Financial Position assessment completed



Audit Committee Report

for Common Reporting Government Model
As Of 2015/10/20

Recipient: 3469 - WAHKOTOWIN CHILD AND FAMILY SERVICES INC.	Fiscal Year: 2014-2015
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IV) Audit Schedules

	2014-2015	2013-2014	2012-2013
A) Statement of Financial Position (Summary)			
Total Financial Assets	\$900,800.00	\$998,515.00	\$770,553.00
Total Liabilities	\$765,262.00	\$794,886.00	\$644,476.00
Total Non-Financial Assets	\$425,193.00	\$375,967.00	\$415,360.00
Net Assets or Accumulated Surplus (Deficit)	\$560,731.00	\$579,596.00	\$541,437.00
B) Statement of Operations (Summary)			
Total Revenue	\$1,969,324.00	\$1,800,615.00	\$2,077,902.00
Total Expenses	\$1,988,187.00	\$1,762,457.00	\$1,540,132.00
Change in Net Debt	(\$18,863.00)	\$38,158.00	\$537,770.00

V) Reporting Requirements

Reporting Requirements	6	
DAYS	RECEIVED	OUTSTANDING
On Time:	3	0
1-30 days:	1	0
31-60 days:	1	0
61-120 days:	0	0
121+ days:	0	1
No Received Date:	0	
Total:	5	1