



VOICE FOUND

Financial Statements
For The Year Ended March 31, 2018

VOICE FOUND

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MARCH 31, 2018

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INDEPENDENT AUDITOR'S REPORT

To the directors of
Voice Found

We have audited the accompanying financial statements of Voice Found, which comprise the statement of financial position as at March 31, 2018, and the statements of changes in net assets, operations 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 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 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 qualified audit opinion.

Basis for Qualified Opinion

In common with many not-for-profit organizations, Voice Found derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, the verification of these revenues was limited to the amounts recorded in the records of the organization. Therefore, we were not able to determine whether any adjustments might be necessary with respect to donation revenue, excess of revenues over expenses, and cash flows from operations for the year ended March 31, 2018, current assets and net assets as at March 31, 2018.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Voice Found as at March 31, 2018, 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.

Other Matter

The prior year financial statements were not audited.



GINSBERG GLUZMAN FAGE & LEVITZ, LLP
Chartered Professional Accountants, Licensed Public Accountants
Ottawa,
June 16, 2018.

VOICE FOUND
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2018

	2018	2017 (unaudited)
ASSETS		
Current		
Cash	\$ 26,550	\$ 6,088
Accounts receivable	24,426	18,673
Prepaid expenses	9,182	5,896
	\$ 60,158	\$ 30,657
LIABILITIES		
Current		
Accounts payable and accrued liabilities (note 3)	\$ 22,512	\$ 5,809
Deferred contributions (note 4)	12,156	-
	34,668	5,809
NET ASSETS	25,490	24,848
	\$ 60,158	\$ 30,657

Approved on behalf of the board:

_____ director

VOICE FOUND
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2018

	2018	2017 (unaudited)
Balance, beginning of year	\$ 24,848	\$ 6,696
Net result for the year	642	18,152
Balance, end of year	\$ 25,490	\$ 24,848

VOICE FOUND
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2018

	2018	2017 (unaudited)
Revenue		
Grants	\$ 343,844	\$ 150,543
Program	5,860	21,538
Fundraising	4,367	6,365
Donations	12,230	5,548
Interest	-	77
	<u>366,301</u>	<u>184,071</u>
Expenses		
Accounting fees	10,118	5,197
Administration	1,198	337
Advertising and promotion	7,279	1,604
Bank charges and interest	268	725
Contractors	75,000	-
Evaluation	3,000	-
Fundraising	1,554	3,156
Insurance	2,411	379
Medication	7,398	-
Office	24,407	4,832
Program delivery	41,989	61,780
Rent	19,453	16,019
Retrofit of space	14,469	-
Salaries and benefits	135,462	68,396
Stakeholder meetings	3,687	-
Telephone	8,254	2,558
Training	3,907	75
Travel	5,805	861
	<u>365,659</u>	<u>165,919</u>
Net result for the year	<u>\$ 642</u>	<u>\$ 18,152</u>

VOICE FOUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2018

	2018	2017 (unaudited)
CASH PROVIDED BY (USED IN)		
Operating activities		
Net result for the year	\$ 642	\$ 18,152
Changes in operating net assets		
Accounts receivable	(5,753)	(7,727)
Prepaid expenses	(3,286)	6,151
Accounts payable and accrued liabilities	16,703	(25,199)
Deferred contributions	12,156	-
	20,462	(8,623)
Increase (decrease) in cash	20,462	(8,623)
Cash, beginning of year	6,088	14,711
Cash, end of year	\$ 26,550	\$ 6,088

VOICE FOUND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2018

1. Purpose of the organization

Voice Found is an organization dedicated to educating individuals and organizations on how to identify, prevent and respond to child sex abuse and sex trafficking. Voice Found is incorporated under the Canada Not-for-Profit Corporations Act as a not-for-profit organization.

The organization was granted charitable status on February 24, 2017. As a registered charity, the organization is exempt from income taxes under the Income Tax Act.

2. Significant accounting policies

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

Cash and cash equivalents

Cash and cash equivalents can include cash on hand and balances with financial institutions (net of temporary overdrafts).

Revenue recognition

Voice Found follows the deferral method of accounting for revenue. Restricted revenue is recognized as revenue in the year in which the related expenses are incurred. Unrestricted revenue is recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Program revenues are recognized when the service is performed.

Contributed services

Volunteers contribute many hours per year to assist Voice Found in carrying out its service delivery activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

VOICE FOUND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2018

2. **Significant accounting policies** (continued)

Financial instruments

Measurement of financial instruments

The organization initially measures its financial assets and liabilities at fair value. The organization subsequently measures all its financial assets and financial liabilities at amortized cost.

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the writedown is recognized in net income.

Transaction costs

Transaction costs are recognized in net income in the period incurred. However, financial instruments that will not be subsequently measured at fair value are adjusted by the transaction costs that are directly attributable to their origination, issuance, or assumption.

Capital assets

Capital assets are expensed in the period they are acquired. The following capital assets have been reported in the statement of operations as office expenses and retrofit of space expenses:

	2018	2017
Computer hardware	\$ 2,360	\$ 1,627
Computer software	8,280	-
Equipment	5,628	-
Leasehold improvements	16,394	-
	<u>\$ 32,662</u>	<u>\$ 1,627</u>

Use of estimates

The preparation of financial statements in accordance 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 as at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known.

VOICE FOUND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2018

3. Accounts payable and accrued liabilities

Included in accounts payable and accrued liabilities are government remittances in the amount of \$6,124 (2017 - \$1,084).

4. Deferred contributions

Deferred contributions represent government grants and restricted donations received from foundations in the current year that relate to programs and services to be provided in the following year. Changes in deferred contribution balances are as follows:

	2018
Balance, beginning of year	\$ -
Add: amounts received in the year	198,818
Less: amounts recognized in revenue in the year	<u>186,662</u>
Balance, end of year	<u><u>\$ 12,156</u></u>

The ending balance is comprised of \$4,548 from the Ministry of Community and Social Services and \$7,608 from the Foundation for Giving - RE/MAX Hallmark Realty Group.

5. Commitments

The organization has an operating lease commitment on its premises which expires March 31, 2022. The following is a schedule of future lease payments, including estimated operating costs, required annually:

2019	\$	36,405
2020		36,595
2021		36,784
2022		<u>36,974</u>
	\$	<u><u>146,758</u></u>

6. Related party transactions

During the year, an immediate family member of the chief executive officer performed office renovations for the organization. Included in retrofit of space and office expenses is \$11,429 paid to the family member. These transactions occurred in the normal course of operations and were measured at the exchange amount, which is the amount of consideration established and agreed to by the organization.

VOICE FOUND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2018

7. Comparative figures

Certain 2017 comparative figures have been reclassified to conform with the presentation adopted in 2018.

VOICE FOUND**STATEMENT OF OPERATIONS BY PROGRAM****FOR THE YEAR ENDED MARCH 31, 2018**

	Hope Found	H.E.A.L.T.H.	General	Total 2018
Revenue				
Department of Justice grant	\$ 150,000	\$ -	\$ -	\$ 150,000
Ministry of Community and Social Services grant	-	184,270	-	184,270
Other grants	-	2,392	7,182	9,574
Program	-	-	5,860	5,860
Fundraising	-	-	4,367	4,367
Donations	-	-	12,230	12,230
	<u>150,000</u>	<u>186,662</u>	<u>29,639</u>	<u>366,301</u>
Expenses				
Accounting fees	3,118	-	7,000	10,118
Administration	1,133	-	65	1,198
Advertising and promotion	-	7,099	180	7,279
Bank charges and interest	51	-	217	268
Contractors	-	75,000	-	75,000
Evaluation	3,000	-	-	3,000
Fundraising	-	-	1,554	1,554
Insurance	1,517	894	-	2,411
Medication	-	7,398	-	7,398
Office	4,608	19,408	391	24,407
Program delivery	40,199	-	1,790	41,989
Rent	16,631	2,711	111	19,453
Retrofit of space	-	14,469	-	14,469
Salaries and benefits	74,835	52,683	7,944	135,462
Stakeholder meetings	-	2,191	1,496	3,687
Telephone	4,190	4,064	-	8,254
Training	639	-	3,268	3,907
Travel	323	745	4,737	5,805
	<u>150,244</u>	<u>186,662</u>	<u>28,753</u>	<u>365,659</u>
Net result for the year	<u>\$ (244)</u>	<u>\$ -</u>	<u>\$ 886</u>	<u>\$ 642</u>