

**Association for Community Living - Winnipeg Inc.
o/a Inclusion Winnipeg
Financial Statements**

*March 31, 2017
(Unaudited)*

Review Engagement Report

To the Members of Association for Community Living - Winnipeg Inc. o/a Inclusion Winnipeg:

We have reviewed the statement of financial position of Association for Community Living - Winnipeg Inc. o/a Inclusion Winnipeg as at March 31, 2017 and the statements of operations and changes in unrestricted net assets and cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and, accordingly, consisted primarily of inquiry, analytical procedures and discussion related to information supplied to us by the Organization.

A review does not constitute an audit and, consequently, we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.

Winnipeg, Manitoba

June 21, 2017


MNP LLP

Chartered Professional Accountants

Association for Community Living - Winnipeg Inc.
o/a Inclusion Winnipeg
Statement of Financial Position
As at March 31, 2017
(Unaudited)

	2017	2016
Assets		
Current		
Cash	14,460	1,452
Accounts receivable (Note 3)	38,465	35,130
Marketable securities (Note 4)	280,501	265,497
Prepaid expenses and deposits	37,575	5,923
	371,001	308,002
Capital assets (Note 5)	-	252
	371,001	308,254
Liabilities		
Current		
Bank indebtedness (Note 6)	-	21,475
Accounts payable and accruals	45,568	58,046
Deferred contributions (Note 7)	73,913	9,737
	119,431	89,258
Net Assets		
Unrestricted - General Fund	75,826	86,463
Restricted - Vipond Fund (Note 8)	175,694	132,533
	251,520	218,996
	371,001	308,254

Approved on behalf of the Board


 Director


 Director

The accompanying notes are an integral part of these financial statements

Association for Community Living - Winnipeg Inc.
o/a Inclusion Winnipeg
Statement of Operations and Changes in Unrestricted Net Assets
For the year ended March 31, 2017
(Unaudited)

	2017	2016
Revenue		
Grants - United Way of Greater Winnipeg	196,220	190,385
Grants - Winnipeg Foundation	24,444	24,341
Grants - other	14,338	21,266
Investment income	15,397	11,962
Unrealized investment gain (loss)	5,320	(13,131)
Membership fees and miscellaneous	360	15
Fundraising and other income	70,432	34,099
Rental income	72,120	70,670
Workshops	56,372	111,121
	455,003	450,728
Expenses		
Accounting	12,748	14,919
Amortization	252	2,839
Board and membership meetings	4,512	13,207
Building and property taxes	60,029	21,080
Consulting fees - fundraising strategy	9,188	-
Fall for Fashion	21,227	15,839
Fundraising and public relations	-	12,344
Interest and bank charges	9,377	13,586
Licences and fees	9,549	1,365
Miscellaneous	894	2,574
Office and computer supplies	13,148	12,123
Office rent	47,985	47,985
Office support	3,187	3,785
Programming and supplies	3,798	14,981
Salaries, wages and benefits	202,846	222,643
Staff support and travel	3,917	3,138
Utilities	13,619	14,738
Wild Canoe Race	16,143	-
Workshops	33,221	38,641
	465,640	455,787
Deficiency of revenue over expenses	(10,637)	(5,059)
Unrestricted net assets, beginning of year	86,463	91,522
Unrestricted net assets, end of year	75,826	86,463

The accompanying notes are an integral part of these financial statements

Association for Community Living - Winnipeg Inc.
o/a Inclusion Winnipeg
Statement of Cash Flows
For the year ended March 31, 2017
(Unaudited)

	2017	2016
Cash provided by (used for) the following activities		
Operating		
Deficiency of revenue over expenses	(10,637)	(5,059)
Amortization	252	2,839
Increase in restricted net assets	43,161	37,000
Increase in market value of marketable securities	(11,714)	227
	21,062	35,007
Changes in working capital accounts		
Accounts receivable	(3,335)	23,167
Prepaid expenses and deposits	(31,652)	9,740
Accounts payable and accruals	(12,478)	25,448
Deferred contributions	64,176	(79,366)
	37,773	13,996
Financing		
Changes in bank indebtedness, net	(21,475)	(21,835)
Investing		
Return of capital on (purchase of) marketable securities	(24,450)	943
Proceeds on disposal of marketable securities	21,161	5,644
	(3,289)	6,587
Increase (decrease) in cash resources	13,009	(1,252)
Cash resources, beginning of year	1,452	2,704
Cash resources, end of year	14,461	1,452

The accompanying notes are an integral part of these financial statements

Association for Community Living - Winnipeg Inc.
o/a Inclusion Winnipeg
Notes to the Financial Statements
For the year ended March 31, 2017
(Unaudited)

1. Incorporation and nature of the organization

The Association for Community Living - Winnipeg Inc. o/a Inclusion Winnipeg (the "Association") is a non-profit corporation incorporated under the laws of the Province of Manitoba without share capital. The Association is designated as a charitable organization under the Income Tax Act, thus exempting it from Income Taxes under Section 149 (1).

2. Significant accounting policies

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

Capital assets

Capital assets are recorded at cost. The cost for contributed capital assets is considered to be fair value at the date of contribution.

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

	<i>Rate</i>
Computer equipment	3 years
Furniture and equipment	5 years
Leasehold improvements	5 years

Revenue recognition

The Association follows the restricted fund method of accounting for contributions. Contributions for the Vipond Fund are recognized as revenue in the restricted fund when the amounts are received or receivable. All other restricted contributions are recognized as revenue in the general fund 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.

Contributed services

The value of donated services is not recognized in these statements.

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. No allowance was recorded in the year. 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.

Association for Community Living - Winnipeg Inc.
o/a Inclusion Winnipeg
Notes to the Financial Statements
For the year ended March 31, 2017
(Unaudited)

2. Significant accounting policies (Continued from previous page)

Long-lived assets

Long-lived assets consist of capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The Association performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value of an asset, or group of assets, may not be recoverable. Impairment losses are recognized when undiscounted future cash flows from its use and disposal are less than the asset's carrying amount. Impairment is measured as the amount by which the asset's carrying value exceeds its fair value. Any impairment is included in operations for the year.

Financial instruments

The Association recognizes its financial instruments when the Association becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value.

The Association subsequently measures investments in equity instruments quoted in an active market and all derivative instruments at fair value. Investments in equity instruments not quoted in an active market are subsequently measured at cost less impairment. All other financial assets and liabilities are subsequently measured at amortized cost.

3. Accounts receivable

	2017	2016
Accounts receivable	31,454	31,851
Goods and services tax receivable	7,011	3,279
	38,465	35,130

4. Marketable securities

	2017	2016
Cash and mutual funds	280,501	265,497

Association for Community Living - Winnipeg Inc.
o/a Inclusion Winnipeg
Notes to the Financial Statements
For the year ended March 31, 2017
(Unaudited)

5. Capital assets

	<i>Cost</i>	<i>Accumulated amortization</i>	<i>2017 Net book value</i>
Computer equipment	19,539	19,539	-
Furniture and equipment	65,714	65,714	-
Leasehold improvements	61,920	61,920	-
	147,173	147,173	-

	<i>Cost</i>	<i>Accumulated amortization</i>	<i>2016 Net book value</i>
Computer equipment	19,539	19,287	252
Furniture and equipment	65,714	65,714	-
Leasehold improvements	61,920	61,920	-
	147,173	146,921	252

6. Bank indebtedness

The Association has available an operating line of credit with a limit of \$100,000 (2016 - \$100,000) bearing interest at prime plus 1.25% and is secured by the marketable securities.

7. Deferred contributions

	<i>2017</i>	<i>2016</i>
Balance, beginning of year	9,737	89,103
Contributions received	73,913	30,334
Deferred contributions recognized	(9,737)	(109,700)
	73,913	9,737

8. Restricted - Vipond Fund

Certain of the Association's assets consist of designated donations that may only be expended on approved expenditures.

	<i>2017</i>	<i>2016</i>
Balance, beginning of year	132,533	95,533
Operations		
Designated donations	57,500	42,000
Appropriations - other	(14,339)	(5,000)
	43,161	37,000
Balance, end of year	175,694	132,533

Association for Community Living - Winnipeg Inc.
o/a Inclusion Winnipeg
Notes to the Financial Statements
For the year ended March 31, 2017
(Unaudited)

9. Commitments

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

2018	25,344
2019	1,351
2020	1,351
	<hr/>
	28,046

10. Economic dependence

A significant portion of the Association's operating funds are received through grants from the United Way of Greater Winnipeg, and its ability to continue viable operations is dependent upon maintaining this funding.

11. Financial instruments

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

12. Endowment fund

The Winnipeg Foundation holds an endowment fund on behalf of the Association. Interest earned on this fund is reinvested into the fund on an annual basis. The market value of the fund at March 31, 2017 is \$168,214 (2016 - \$148,912). The Association is only entitled to receive interest earned on these amounts in the amount of \$6,688 (2016 - \$5,796).