



PAWS FOR HOPE ANIMAL FOUNDATION
Financial Statements
Year Ended March 31, 2020
(Unaudited)



PAWS FOR HOPE ANIMAL FOUNDATION

Index to Financial Statements

Year Ended March 31, 2020

(Unaudited)



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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Paws for Hope Animal Foundation

We have reviewed the accompanying financial statements of Paws for Hope Animal Foundation that comprise the statement of financial position as at March 31, 2020 and the statements of revenues and expenditures, 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 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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of Paws for Hope Animal Foundation as at March 31, 2020, and the results of its operations and its cash flows for the year then ended in accordance with the Canadian accounting standards for not-for-profit organizations.

Burnaby, BC
August 6, 2020

A-R PARTNERS
CHARTERED PROFESSIONAL ACCOUNTANTS

PAWS FOR HOPE ANIMAL FOUNDATION

Statement of Financial Position

March 31, 2020

(Unaudited)



	2020	2019
ASSETS		
CURRENT		
Cash (Note 4)	\$ 140,812	\$ 81,475
Marketable securities (Note 5)	-	21,136
Goods and services tax recoverable	6,016	5,241
Prepaid expenses	-	629
	<u>146,828</u>	<u>108,481</u>
EQUIPMENT (Note 3)	839	1,178
	<u>\$ 147,667</u>	<u>\$ 109,659</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 6,337	\$ 3,648
Deferred contributions (Note 9)	100,851	37,156
	<u>107,188</u>	<u>40,804</u>
NET ASSETS		
General funds	<u>40,479</u>	<u>68,855</u>
	<u>\$ 147,667</u>	<u>\$ 109,659</u>

ON BEHALF OF THE BOARD

Director

Director

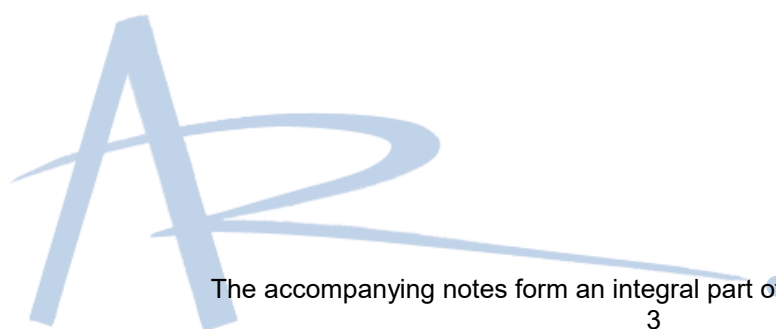
The accompanying notes form an integral part of these financial statements

PAWS FOR HOPE ANIMAL FOUNDATION
Statement of Revenues and Expenditures
Year Ended March 31, 2020

(Unaudited)



	2020	2019
REVENUE		
Donations	\$ 214,380	\$ 197,106
Events	8,759	14,937
General	940	11,293
Interest	82	59
Memberships	100	150
Merchandise	216	517
Restricted grants (Note 6)	125,214	127,790
	<u>349,691</u>	<u>351,852</u>
EXPENSES		
Advertising and promotion	22,895	6,643
Amortization	339	480
Conferences and events	9,967	2,845
Fund development	32,981	29,365
Insurance	5,100	4,650
Interest and bank charges	3,119	2,883
Licenses and dues	336	447
Management and administration wages and fees	63,498	40,384
Meals and entertainment	2,263	1,142
Merchandise	-	3,394
Office	3,871	3,685
Professional fees	14,494	7,674
Program expenditures	207,955	200,863
Rent	600	-
Strategic planning	2,252	5,457
Telephone	2,553	1,792
Travel	5,308	2,761
	<u>377,531</u>	<u>314,465</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES FROM OPERATIONS	<u>(27,840)</u>	<u>37,387</u>
OTHER INCOME (LOSS)		
Gain (loss) on disposal of marketable securities	5,890	62
Unrealized market value increase of marketable securities	(6,426)	6,426
	<u>(536)</u>	<u>6,488</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	<u>\$ (28,376)</u>	<u>\$ 43,875</u>



The accompanying notes form an integral part of these financial statements

PAWS FOR HOPE ANIMAL FOUNDATION

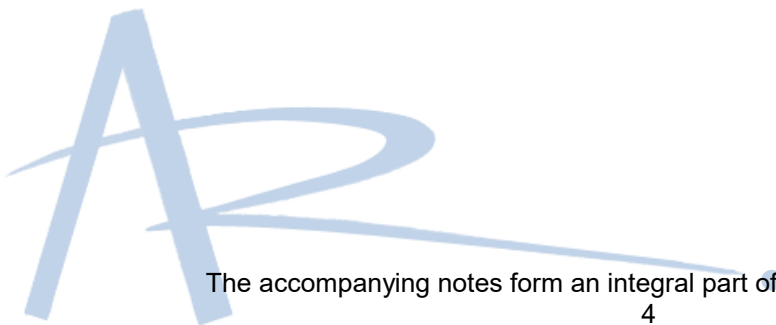
Statement of Changes in Net Assets

Year Ended March 31, 2020

(Unaudited)



	2020	2019
NET ASSETS - BEGINNING OF YEAR	\$ 68,855	\$ 24,980
DEFICIENCY OF REVENUE OVER EXPENSES	<u>(28,376)</u>	<u>43,875</u>
NET ASSETS - END OF YEAR	<u>\$ 40,479</u>	<u>\$ 68,855</u>



The accompanying notes form an integral part of these financial statements

PAWS FOR HOPE ANIMAL FOUNDATION

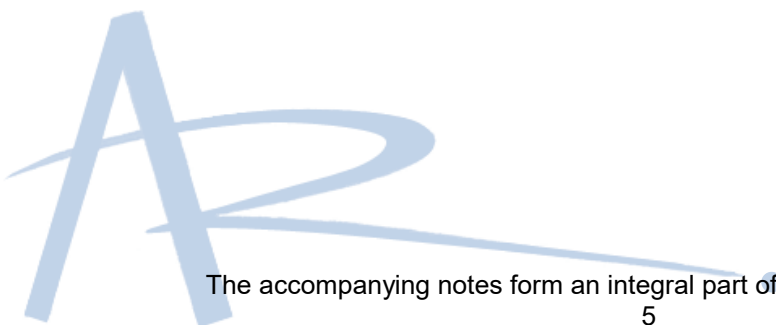
Statement of Cash Flows

Year Ended March 31, 2020

(Unaudited)



	2020	2019
OPERATING ACTIVITIES		
Cash receipts	\$ 413,386	\$ 338,561
Cash paid to suppliers	(370,753)	(306,976)
Interest paid	(3,122)	(2,883)
Goods and services tax	(774)	(1,412)
Cash flow from operating activities	<u>38,737</u>	<u>27,290</u>
INVESTING ACTIVITIES		
Proceeds from sale of marketable securities	22,128	994
Purchase of marketable securities	(1,528)	(15,641)
Cash flow from (used by) investing activities	<u>20,600</u>	<u>(14,647)</u>
INCREASE IN CASH FLOW	59,337	12,643
Cash - beginning of year	<u>81,475</u>	<u>68,832</u>
CASH - END OF YEAR	\$ 140,812	\$ 81,475



The accompanying notes form an integral part of these financial statements

PAWS FOR HOPE ANIMAL FOUNDATION

Notes to Financial Statements

Year Ended March 31, 2020

(Unaudited)



1. NATURE OF OPERATIONS

Paws for Hope Animal Foundation (the Foundation) was incorporated on June 16, 2011. The Foundation is dedicated towards responding to the immediate and urgent needs of animals in crisis and functions to significantly improve the overall welfare of animals through education programs, awareness campaigns and community support.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO).

Cash

Cash represents unrestricted cash on hand, restricted cash on hand and deposits with banks.

Revenue recognition

Paws for Hope Animal Foundation 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.

Unrestricted investment income is recognized as revenue when earned.

Contributed services

Volunteers contribute a significant amount of their time each year. Due to the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

Equipment

Equipment is stated at cost less accumulated amortization. Equipment is amortized over their estimated useful lives on a declining balance basis at the following rates and methods:

Equipment	20%	declining balance method
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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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

PAWS FOR HOPE ANIMAL FOUNDATION

Notes to Financial Statements

Year Ended March 31, 2020

(Unaudited)



3. EQUIPMENT

	Cost	Accumulated amortization	2020 Net book value	2019 Net book value
Computer equipment	\$ 2,489	\$ 1,763	\$ 726	\$ 1,037
Office equipment	306	193	113	141
	\$ 2,795	\$ 1,956	\$ 839	\$ 1,178

4. RESTRICTED CASH

Cash includes a gaming account that is restricted externally for programs that the Foundation offers.

	2020	2019
BC Gaming Account	\$ 1,582	\$ 2,639

5. CONTRIBUTED ASSETS

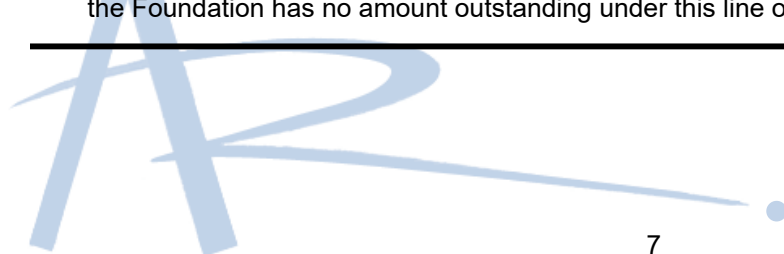
During the fiscal year, the Foundation received a donation of marketable securities with a cost of \$1,529 and sold for \$1,527. The Foundation also sold all of the marketable securities received in prior year as donations for gain. The contributed asset and related investment income have no external restrictions on its use.

6. RESTRICTED GRANTS

	2020	2019
BC Gaming	\$ 43,865	\$ 36,837
Vancouver Foundation	65,087	55,846
No Pet Left Behind	5,629	-
Lakes Animal Friendship Society	633	-
First West Foundation	10,000	-
Telus Corporation	-	2,127
The River Foundation	-	8,000
Lush Cosmetics Inc.	-	24,980
	\$ 125,214	\$ 127,790

7. CONTINGENT LIABILITY

The Foundation has a line of credit available in the amount of \$10,000 from Vancouver City Savings Credit Union. The line of credit bears interest at the bank's prime rate plus 2.9%. At March 31, 2020, the Foundation has no amount outstanding under this line of credit.



PAWS FOR HOPE ANIMAL FOUNDATION

Notes to Financial Statements

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8. FINANCIAL INSTRUMENTS

The Foundation is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Foundation's risk exposure and concentration as of March 31, 2020.

(a) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Foundation is exposed to this risk mainly in respect of its receipt of funds from its donors and other related sources, accounts payable and accrued liabilities.

(b) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk. The Foundation is mainly exposed to other price risk.



Notes to Financial Statements
Year Ended March 31, 2020
(Unaudited)

9. DEFERRED CONTRIBUTIONS ON RESTRICTED GRANTS

	BC Gaming	Vancouver Foundation	Lakes Animal Friendship Society	Chris Spencer Foundation	Dexter Investment Corp	The Animal Welfare Foundation of Canada	Total
Roxy's Relief	\$ 1,582	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,582
Animal Welfare Advisory Network of BC	-	69,430	-	-	-	-	69,430
SpayAid BC	-	-	4,368	-	-	-	4,368
Research Report	-	-	-	5,000	-	5,000	10,000
No Pet Left Behind	-	-	-	-	15,471	-	15,471
	\$ 1,582	\$ 69,430	\$ 4,368	\$ 5,000	\$ 15,471	\$ 5,000	\$ 100,851

The BC Gaming grant is externally restricted for certain expenses related to the Roxy's Relief and Pets are Not Products programs.

The Vancouver Foundation grant is externally restricted for certain expenses related to the Animal Welfare Advisory Network of BC program.

The Lakes Animal Friendship Society grant is restricted for expenses related to the SpayAid BC program.

Chris Spencer Foundation grant is restricted for a research report related to analyzing trends and changes in health of BC's homeless and marginalized youth with pets

The grant from Dexter Investment Corp is restricted for certain expenses related to the No Pet Left Behind program.

The grant from the Animal Welfare Foundation of Canada is restricted to a research report.