

AFFORDABLE HOUSING COMMITTEE

FINANCIAL STATEMENTS

APRIL 30, 2021



David Burkes, CPA

AFFORDABLE HOUSING COMMITTEE

INDEX

Independent Auditor's Report.....	Pages 1 to 3
Statement of Financial Position.....	Page 4
Statement of Operations and Changes in Net Assets.....	Page 5
Statement of Cash Flows.....	Page 6
Notes to Financial Statements.....	Pages 7 to 9





INDEPENDENT AUDITOR'S REPORT

**To the Members of:
Affordable Housing Committee
Report on the Audit of the Financial Statements**

Opinion

I have audited the financial statements of Affordable Housing Committee ("the Organization"), which comprise the statement of financial position as at April 30, 2021, the statement of operations and changes in net assets, and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of my report, the accompanying financial statements present fairly, in all material respects, the financial position of the organization as at April 30, 2021 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.

Basis for Opinion

Because I was appointed auditor of the organization during July 2021, I was not able to obtain satisfactory evidence regarding the balances of accounts payable and accrued liabilities, and net assets at the beginning of the 2021 fiscal. Since opening accounts payable and accrued liabilities, and net assets affect the determination of the results of operations, I was unable to determine whether adjustments might have been necessary in respect of the surplus for the year reported in the statement of operations and the net cash flows from operating activities reported in the statement of cash flows.

In common with many not-for-profit organizations, the organization derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of these amounts was limited to the amounts recorded in the organization's accounting records and I was not able to determine whether any adjustments might be necessary to donation revenue.

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Organization in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

INDEPENDENT AUDITOR'S REPORT (Continued)

Other Matters

The financial statements of Affordable Housing Committee for the year ended April 30, 2020 were unaudited and prepared internally by the Organization.

Responsibilities of Management and Those Charged with Governance 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.

In preparing these financial statements, management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Organization's internal control.

INDEPENDENT AUDITOR'S REPORT (Continued)

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicated with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Richmond Hill, Ontario
September 21, 2021


Chartered Professional Accountant
Licensed Public Accountant

AFFORDABLE HOUSING COMMITTEE

STATEMENT OF FINANCIAL POSITION

AS AT APRIL 30, 2021

ASSETS

	<u>2021</u>	<u>2020</u> (Note 5)
<u>CURRENT</u>		
Cash	\$ 15,705	\$ 6,431
Accounts Receivable	<u>28,131</u>	<u>-</u>
	<u>\$ 43,836</u>	<u>\$ 6,431</u>

LIABILITIES AND NET ASSETS

<u>ACCOUNTS PAYABLE AND ACCRUED LIABILITIES</u>	<u>\$ 7,203</u>	<u>\$ 174</u>
<u>NET ASSETS</u>	<u>36,633</u>	<u>6,257</u>
	<u>\$ 43,836</u>	<u>\$ 6,431</u>

APPROVED BY THE BOARD:

_____ Director
_____ Director

(See Accompanying Notes)

AFFORDABLE HOUSING COMMITTEE

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED APRIL 30, 2021

	<u>2021</u>	<u>2020</u> (Note 5)
<u>REVENUE</u>		
Student Levy	\$ 53,116	\$ -
Other Revenue	244	7,690
	<u>53,360</u>	<u>7,690</u>
<u>EXPENSES</u>		
Accounting	3,764	-
Honourarium	15,270	-
Payroll	3,950	3,521
Office and General	-	888
	<u>22,984</u>	<u>4,409</u>
<u>EXCESS OF REVENUE OVER EXPENSES</u>	\$ 30,376	\$ 3,281
<u>NET ASSETS, Beginning of the Year</u>	<u>6,257</u>	<u>2,976</u>
<u>NET ASSETS, End of the Year</u>	<u>\$ 36,633</u>	<u>\$ 6,257</u>

(See Accompanying Notes)

AFFORDABLE HOUSING COMMITTEE

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED APRIL 30, 2021

	<u>2021</u>	<u>2020</u> <u>(Note 5)</u>
<u>CASH PROVIDED BY OPERATING ACTIVITIES</u>		
Excess of Revenue over Expenses	<u>\$ 30,376</u>	<u>\$ 3,281</u>
<u>CHANGES IN NON-CASH</u>		
<u>OPERATING WORKING CAPITAL</u>		
Accounts Receivable	(28,131)	-
Accounts Payable and Accrued Liabilities	<u>7,029</u>	<u>-</u>
	<u>(21,102)</u>	<u>-</u>
<u>NET INCREASE IN CASH DURING YEAR</u>	<u>9,274</u>	<u>3,281</u>
<u>CASH, Beginning of the Year</u>	<u>6,431</u>	<u>3,150</u>
<u>CASH, End of the Year</u>	<u>\$ 15,705</u>	<u>\$ 6,431</u>

(See Accompanying Notes)

AFFORDABLE HOUSING COMMITTEE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED APRIL 30, 2021

PURPOSE OF ORGANIZATION:

Affordable Housing Committee at York University (the "Organization") is a student-run organization that was established to facilitate the creation of affordable cooperative housing at or near York University. The purpose of the Organization is to provide support in building capacity and partnerships, conduct research and applying for funding towards the goal of creating affordable housing.

1. SIGNIFICANT ACCOUNTING POLICIES:

These financial statements have been prepared by management in accordance with the Canadian accounting standards for not-for-profit organizations. The organization's significant accounting policies are as follows:

a) Revenue Recognition

Student levy revenue is recognized as income once the student enrolment numbers have been finalized and approved by the University.

Amounts collected from event and membership fees are recognized as revenues in the period in which the related event is held and expenses are incurred.

Interest income is recognized in the period in which it is earned.

b) Financial Instruments

Financial instruments are recorded at fair value when acquired or issued and subsequently measured at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired. Transaction costs on the acquisition, sale or issue of financial instruments are charged to the financial instrument for those measured at amortized cost.

c) Use of Estimates

The preparation of financial statements in conformity with ASNPO requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from those estimates.

d) Income Taxes

The organization is a not-for-profit organization under the Income Tax Act (Canada) and, as such, is exempt from income taxes.

AFFORDABLE HOUSING COMMITTEE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED APRIL 30, 2021

2. CONTRIBUTED SERVICES:

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

3. FINANCIAL INSTRUMENTS - RISK MANAGEMENT:

a) Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Organization's financial instruments that are exposed to concentrations of credit risk relate primarily to its York University student levies.

The Organization's cash is also subject to credit risk. The Organization limits its exposure to this risk by maintaining cash with a major financial institution.

b) Liquidity Risk

Liquidity risk is the risk that the Organization will encounter difficulty in meeting its obligations associated with financial liabilities. Liquidity risk includes the risk that, as a result of operational liquidity requirements, the Organization will not have sufficient funds to settle a transaction on the due date; will be forced to sell financial assets at a value, which is less than what they are worth; or maybe unable to settle or recover a financial asset. The Organization is exposed to this risk as the ability to meet obligations depends on receipts of student levies from York University and self-generated sales to students.

The extent of the Organization's exposure to the above risks did not change during 2021.

4. CAPITAL MANAGEMENT AND ECONOMIC DEPENDENCE:

The Organization includes cash, accounts receivable, accounts payable and accrued charges, and net assets in its capital management consideration. The Organization's objectives when managing capital are to safeguard its ability to continue as a going concern and continue to execute its mandate.

The Organization monitors these items to assess its ability to fulfill its ongoing financial obligations. The Organization relies primarily on student levies to fund its operations and makes adjustments to its budgeted expenditures in light of changes. The Organization is not subject to externally imposed capital requirements.

AFFORDABLE HOUSING COMMITTEE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2021

5. **RECLASSIFICATION OF COMPARATIVE FIGURES:**
- a) **The 2020 comparative financial statements were unaudited and prepared internally by management.**
 - b) **Certain of the 2020 comparative figures have been reclassified to conform with the current year's presentation.**