

Financial Statements of

VANCOUVER ORPHAN KITTEN RESCUE ASSOCIATION

Year ended December 31, 2021

COMPILATION ENGAGEMENT REPORT

To Board of Directors of Vancouver Orphan Kitten Rescue Association

On the basis of information provided by management, I have compiled the balance sheet of Vancouver Orphan Kitten Rescue Association as at December 31, 2021 and the statements of operations and net assets for the year then ended, and notes to the financial statements, which describe the basis of accounting applied and other material relevant to preparation of the financial information.

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it and the selection of the basis of accounting.

I performed the engagement in accordance with Canadian Standard in Related Services (CSRS) 4200, *Compilation Engagements*, which requires me to comply with relevant ethical requirements. My responsibility is to assist management in the preparation of the financial information.

I did not perform an audit engagement or a review engagement, nor was I required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, I do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Readers are cautioned that these statements may not be appropriate for their purposes.

Cheryl Rogers, CPA, CA

Chartered Professional Accountant

Mission, British Columbia

March 1, 2022

Vancouver Orphan Kitten Rescue Association

Statement of Operations and Net Assets

(UNAUDITED)

Year ended December 31, 2021

	2021	2020
REVENUES		
Adoption fees	\$235,536	\$230,147
Donations	674,250	492,257
Legacies	5,434	363,941
Fund raising	23,300	40,930
Grants	43,705	181,418
Investment income, note 5	2,930	(383)
Miscellaneous income	5,261	5,591
	<u>990,416</u>	<u>1,313,901</u>
EXPENDITURES		
Accounting fees	750	825
Amortization	8,926	8,208
Bank charges and interest	25,533	15,699
Cat care supplies	153,310	164,748
Fund raising	5,377	3,673
Insurance	6,951	7,417
Office supplies	12,761	12,685
Operations centre	86,904	51,716
Rent	48,973	50,876
Travel	18,244	19,944
Utilities	19,562	18,581
Veterinary	480,501	471,119
	<u>867,792</u>	<u>825,491</u>
Excess of revenues over expenditures	122,624	488,410
Net Assets, beginning	<u>554,218</u>	<u>65,808</u>
NET ASSETS, ENDING	\$676,842	\$554,218

See accompanying notes to financial statements

Vancouver Orphan Kitten Rescue Association

Balance Sheet

(UNAUDITED)

December 31, 2021

	2021	2020
<u>ASSETS</u>		
Bank	\$598,531	\$459,532
Accounts receivable, note 3	88,042	94,198
Prepaid expenses, note 4	42,114	19,581
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	728,687	573,311
Investments, note 5	6,240	12,001
Property and equipment, note 6	32,586	39,205
Rental deposit	4,043	4,043
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TOTAL ASSETS	\$771,556	\$628,560
 <u>LIABILITIES AND NET ASSETS</u>		
Accounts payable and accrued liabilities, note 7	\$37,714	\$55,388
Deferred revenue, note 8	57,000	18,954
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	94,714	74,342
Internally restricted, note 9	450,000	450,000
Unrestricted	226,842	104,218
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	676,842	554,218
TOTAL LIABILITIES AND NET ASSETS	\$771,556	\$628,560

See accompanying notes to financial statements

Signed on behalf of the Board:

Vancouver Orphan Kitten Rescue Association

Notes to Financial Statements

(UNAUDITED)

Year ended December 31, 2021

1. Organization

Vancouver Orphan Kitten Rescue Association was incorporated under the Society Act of British Columbia and is a registered charity under the Income Tax Act and is exempt from income taxes. The Association rescues and rehomes orphaned kittens, mother cats and their litters, and other cats obtained through their trap/neuter/release program and from other shelters.

2. Basis of Accounting

The basis of accounting applied in the preparation of the financial information is on the historical cost basis, reflecting cash transactions with the additions of:

- Accounts receivable less an allowance for doubtful accounts
- Prepaid expenses paid for future expenses
- Investments at brokerage stated market value
- Capital assets amortized on a declining balance basis
- Accounts payable and accrued liabilities
- Deferred revenue received for future expenses

3. Accounts receivable

	2021	2020
Accounts receivable	\$77,645	\$83,835
Goods and services tax receivable	10,397	10,363
	<u>\$88,042</u>	<u>\$94,198</u>

4. Prepaid expenses

	2021	2020
Food and medications	\$33,875	\$17,326
Gift and gas cards	8,239	2,255
	<u>\$42,114</u>	<u>\$19,581</u>

Vancouver Orphan Kitten Rescue Association

Notes to Financial Statements

(UNAUDITED)

Year ended December 31, 2021

5. Investments and investment income	2021	2020
Marketable securities	\$5,165	\$10,926
Coins	1,075	1,075
	<u>\$6,240</u>	<u>\$12,001</u>

Marketable securities are shown at their market value. Investment income consists of interest and dividend income, adjustments to market value of the shares, and gain (loss) on the sale of securities. The coins were received from a legacy donor.

6. Property and equipment	Cost	Accumulated Amortization	2021 Net Book Value	2020 Net Book Value
Appliances	\$25,780	\$14,834	\$10,946	\$13,683
Computers	13,184	9,387	3,797	6,832
Leasehold improvements	36,997	20,887	16,110	16,517
Vehicles	7,000	6,959	41	58
Website	28,045	26,353	1,692	2,115
	<u>\$111,006</u>	<u>\$78,420</u>	<u>\$32,586</u>	<u>\$39,205</u>

7. Accounts payable and accrued liabilities	2021	2020
Accounts payable	\$30,878	\$48,846
Provincial sales tax payable	2,120	1,897
Payroll deductions payable	1,468	3,070
Accrued liabilities	3,248	1,575
	<u>\$37,714</u>	<u>\$55,388</u>

8. Deferred revenue

Deferred revenue consists of *Community Gaming Grants - Province of British Columbia* to assist with program expenses to be incurred in the subsequent period.

Vancouver Orphan Kitten Rescue Association

Notes to Financial Statements

(UNAUDITED)

Year ended December 31, 2021

9. Internally restricted funds

In 2020, the board approved a motion to transfer \$450,000 from the general operating fund to form an internally restricted fund. The restricted funds are to be expended as \$100,000 to purchase equipment for a veterinary examination room and \$350,000 towards a down payment to purchase a building for the Association's operations.

10. Comparative figures

Certain 2020 comparative numbers have been reclassified to conform with financial statement presentation adopted for the 2021 fiscal period.