

**ALBERTA COUNCIL FOR GLOBAL COOPERATION**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2023**

# ALBERTA COUNCIL FOR GLOBAL COOPERATION

FOR THE YEAR ENDED MARCH 31, 2023

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To the Directors of Alberta Council for Global Cooperation:

## Opinion

We have audited the financial statements of Alberta Council for Global Cooperation (the "Council"), which comprise the statement of financial position as at March 31, 2023, and the statements of operations, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Council as at March 31, 2023, 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

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

## Responsibilities of Management [and Those Charged with Governance] for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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 the financial statements, management is responsible for assessing the Council'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 Council or to cease operations, or has no realistic alternative but to do so.

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

## Auditor's Responsibilities for the Audit of the Financial Statements

Our 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 our 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, we exercise professional judgment and maintain professional skepticism throughout the audit. We 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 our 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 Council's internal control.
- 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 Council's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Council 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.

We communicate 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 we identify during our audit.

Edmonton, Alberta

June 28, 2023

*MNP LLP*

Chartered Professional Accountants

# ALBERTA COUNCIL FOR GLOBAL COOPERATION

## STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2023

	2023	2022
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 587,016	\$ 949,764
Accounts receivable	17,531	8,442
Prepaid expenses and deposits	2,151	1,183
	<u>606,698</u>	<u>959,389</u>
<b>CAPITAL ASSETS (Note 3)</b>	<u>1,952</u>	<u>2,143</u>
	<u>\$ 608,650</u>	<u>\$ 961,532</u>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$ 67,957	\$ 65,367
Deferred contributions (Note 6)	338,048	765,837
	<u>406,005</u>	<u>831,204</u>
<b>NET ASSETS</b>		
Invested in capital assets	1,952	2,143
Unrestricted	84,176	57,679
Internally restricted (Note 7)	116,517	70,506
	<u>202,645</u>	<u>130,328</u>
	<u>\$ 608,650</u>	<u>\$ 961,532</u>

APPROVED ON BEHALF OF THE BOARD:



Director



Beverly Carrick (Aug 14, 2023 16:40 MDT)

Director

# ALBERTA COUNCIL FOR GLOBAL COOPERATION

## STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED MARCH 31, 2023

	2023				2022	
	Invested in Capital Assets	Internally Restricted (Note 7)	Unrestricted	Total	Total	
<b>BALANCE</b> , beginning of year	\$ 2,143	\$ 70,506	\$ 57,679	\$ 130,328	\$	79,652
<b>EXCESS OF REVENUE OVER EXPENSES</b>	(1,553)	46,011	27,859	72,317		50,676
<b>PURCHASE OF CAPITAL ASSETS</b>	1,362	-	(1,362)	-		-
<b>BALANCE</b> , end of year	\$ 1,952	\$ 116,517	\$ 84,176	\$ 202,645	\$	130,328

# ALBERTA COUNCIL FOR GLOBAL COOPERATION

## STATEMENT OF OPERATIONS

FOR THE YEAR ENDED MARCH 31, 2023

	2023	%	2022	%
<b>REVENUE</b>				
GAC grant: Spur Change (Note 8)	\$ 912,831	57.9	\$ 638,945	48.5
GAC grant: Inspiring Action	569,079	36.2	507,846	38.4
SDG Awards	10,253	0.7	89,692	6.8
Alberta SDG Hub	58,401	3.7	52,567	4.0
Canada summer jobs	4,641	0.3	9,406	0.7
Membership	9,298	0.6	-	-
Colleges and Institutes Canada	-	-	9,164	0.7
Workshop	1,000	0.1	750	0.1
Other income	40	-	10,040	0.8
Interest income	1,494	0.1	108	0.01
Civil Society Fund	6,230	0.4	-	-
	<b>1,573,267</b>	<b>100.0</b>	<b>1,318,518</b>	<b>100.0</b>
<b>EXPENSES</b>				
Administration	79,440	5.0	73,528	5.6
Amortization	1,553	0.1	1,930	0.1
Communications and publications	66,156	4.2	69,880	5.3
Events	183,297	11.7	58,941	4.5
Salaries and benefits (Note 9)	838,670	53.3	858,754	65.1
Subcontractors	118,888	7.6	162,531	12.3
Travel	212,946	13.5	42,278	3.2
	<b>1,500,950</b>	<b>95.4</b>	<b>1,267,842</b>	<b>96.1</b>
<b>EXCESS OF REVENUE OVER EXPENSES</b>	<b>\$ 72,317</b>	<b>4.6</b>	<b>\$ 50,676</b>	<b>3.9</b>

# ALBERTA COUNCIL FOR GLOBAL COOPERATION

## STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED MARCH 31, 2023

	2023	2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash receipts from funders	\$ 1,134,895	\$ 1,697,474
Cash paid to suppliers and employees	(1,497,775)	(1,228,830)
Interest received	1,494	108
	<u>(361,386)</u>	468,752
<b>CASH FLOWS FROM INVESTING ACTIVITY</b>		
Purchase of capital assets	<u>(1,362)</u>	(1,128)
<b>INCREASE (DECREASE) IN CASH DURING THE YEAR</b>	<b>(362,748)</b>	467,624
<b>CASH, beginning of year</b>	<u><b>949,764</b></u>	482,140
<b>CASH, end of year</b>	<u><b>\$ 587,016</b></u>	<u>\$ 949,764</u>



# ALBERTA COUNCIL FOR GLOBAL COOPERATION

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

### 1. NATURE OF OPERATIONS

Alberta Council for Global Cooperation is a not-for-profit organization incorporated under the Societies Act of Alberta. The Council is a coalition of non-governmental organizations working in Alberta and committed to advocate harmonious relations among nations and to promote equitable community development with nations which is people-centred, democratic, just, sustainable, inclusive and respectful of indigenous cultures. Members of the Council pursue this goal through supporting development, education programs and participatory self-help projects throughout the world.

The Council's goal is to support the work of its members through networking, leadership, information sharing, training and coordination, and to represent their interests when dealing with government and others.

The objectives of the Council are to promote and mobilize greater Alberta participation in assisting international development.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

#### (a) Use of Estimates

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, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the current period. These estimates are reviewed periodically and adjustments are made to income as appropriate in the year they become known.

#### (b) Financial Instruments

##### *Measurement of Financial Instruments*

The Council initially measures its financial assets and liabilities at fair value, except for certain non-arm's length transactions.

The Council subsequently measures all of its financial assets and financial liabilities at amortized cost, except investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in net income.

Financial assets measured at amortized cost include cash and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

The Council's financial assets, if any, measured at fair value include investments that are quoted shares.

# ALBERTA COUNCIL FOR GLOBAL COOPERATION

## NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2023

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (b) Financial Instruments (continued)

##### *Impairment*

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

##### *Transaction Costs*

The Council recognizes its transaction costs, if any, 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 origin, issuance or assumption.

#### (c) Capital Assets

Capital assets are stated at cost less accumulated amortization. When conditions indicate a tangible capital asset is impaired, the carrying value of the tangible capital asset is written down to the asset's fair value or replacement cost. The write-down of the tangible capital asset is recorded as an expense in the statement of operations and shall not be reversed. Amortization is provided annually on a declining bases at rates calculated to write-off the assets over their estimated useful lives. Half of the normal amortization rate is taken in the year of purchase:

Computer equipment	55%
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#### (d) Income Taxes

The Council is a non-taxable, not-for-profit organization as defined in Paragraph 149(1)(l) of the Income Tax Act (Canada) and as such is exempt from taxation.

#### (e) Revenue Recognition

The Council 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.

Memberships and registration fees are recognized as revenue in the year in which they are received or become receivable.

#### (f) Contributed Services

Volunteers contribute a significant amount of time to assist the Council in achieving its objectives. Due to the difficulty in determining the fair value of such contributed services, the Council has not recorded any amounts to recognize these services in the financial statements.

#### (g) Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand held at Canadian financial institutions.

# ALBERTA COUNCIL FOR GLOBAL COOPERATION

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

### 3. CAPITAL ASSETS

	2023		2022	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer equipment	\$ 8,012	\$ 6,060	\$ 1,952	\$ 2,143

### 4. COMMITMENTS

The Council currently has a three year lease agreement for the premises with a commitment in the amount of \$1,849 per month, ending July 2025.

The scheduled lease commitments for the next three years are as follows:

Year	Amount
2024	\$ 22,188
2025	\$ 22,188
2026	\$ 7,396
Total	\$ 51,772

### 5. ECONOMIC DEPENDENCE

The Council is economically dependent on grants received from the Global Affairs Canada (GAC).

# ALBERTA COUNCIL FOR GLOBAL COOPERATION

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

### 6. DEFERRED CONTRIBUTIONS

Deferred contributions represent certain restricted contributions.

				2023			2022
	Opening	Received	Recognized as Revenue	Total			Total
GAC grant: Spur Change	\$ 421,857	\$ 654,176	\$ (913,250)	\$ 162,783	\$		421,857
GAC grant: Inspiring Action	265,344	392,059	(570,196)	87,207			265,344
Civil Society Fund	-	87,669	(6,230)	81,439			-
Alberta SDG Hub	58,305	-	(58,305)	-			58,305
SDG Youth Awards	10,779	-	(10,779)	-			10,779
Membership	9,552	1,954	(4,887)	6,619			9,552
<b>Totals</b>	<b>\$ 765,837</b>	<b>\$ 1,135,858</b>	<b>\$ (1,563,647)</b>	<b>\$ 338,048</b>	<b>\$</b>		<b>765,837</b>

The Council earns interest revenue on funds received from the government. The Council can only use the accumulated interest for the purpose of implementing the projects with written approval from GAC. The following amounts of interest are included in deferred contributions above.

	2023		2022	
GAC: Spur Change	\$ 11,008	\$	7,105	
GAC: Inspiring Action	1,598		538	
	<b>\$ 12,606</b>	<b>\$</b>	<b>7,643</b>	

### 7. INTERNALLY RESTRICTED NET ASSETS

The Council has established this internally restricted fund for the net assets of the Spur Change project. This fund was established for transparency to funders and partners.

# ALBERTA COUNCIL FOR GLOBAL COOPERATION

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

### 8. SPUR CHANGE PROJECT

The Council entered into an agreement with GAC in February 2019 which continues until March 2024. The purpose of the funding is to implement a program for knowledge sharing and capacity building of small and medium organizations. This schedule details the revenue and expenses of this program.

	<u>2023</u>	<u>2022</u>
<b>REVENUE</b>	<b>\$ 912,831</b>	<b>\$ 638,945</b>
<b>EXPENSES</b>		
Administration	52,659	44,003
Communications and publications	54,099	51,565
Events	121,558	10,674
Overhead allocation	45,143	24,403
Salaries benefits (Note 9)	412,968	403,638
Subcontractors	81,152	99,658
Travel	145,252	5,004
	<u>912,831</u>	<u>638,945</u>
<b>EXCESS OF REVENUE OVER EXPENSES</b>	<b>\$ -</b>	<b>\$ -</b>

### 9. SALARIES AND BENEFITS OF IMPLEMENTING PARTNERS

Included in salaries and benefits are amounts paid by implementing partners of \$46,356 (2022 - \$35,620).