

# ALBERTA COUNCIL FOR GLOBAL COOPERATION

## FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2021



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# ALBERTA COUNCIL FOR GLOBAL COOPERATION

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FOR THE YEAR ENDED MARCH 31, 2021

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## INDEPENDENT AUDITORS' REPORT

To the Directors of

### ALBERTA COUNCIL FOR GLOBAL COOPERATION

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To the Directors of **Alberta Council for Global Cooperation**

#### Opinion

We have audited the accompanying financial statements of **Alberta Council for Global Cooperation**, which comprise the statement of financial position as at March 31, 2021 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 **Alberta Council for Global Cooperation** as at March 31, 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

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor Responsibilities for the Audit of the Financial Statement* section of our report. We are independent of **Alberta Council for Global Cooperation** 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 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 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 the financial statements, management is responsible for assessing **Alberta Council for Global Cooperation'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 **Alberta Council for Global Cooperation** or to cease operations, or has no realistic alternative to do so.

Those charged with governance are responsible for overseeing **Alberta Council for Global Cooperation's** financial reporting process.

**Auditors' 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 auditors' 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 audit 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 judgement and maintain a 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 resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls 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 **Alberta Council for Global Cooperation'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 cause significant doubt on **Alberta Council for Global Cooperation's** ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause **Alberta Council for Global Cooperation** 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.

*SVS Group LLP*

Edmonton, Alberta  
August 18, 2021

CHARTERED PROFESSIONAL ACCOUNTANTS

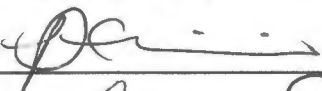


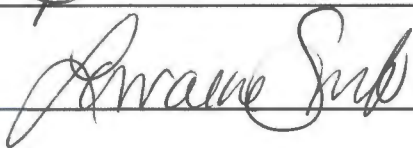
# ALBERTA COUNCIL FOR GLOBAL COOPERATION

## STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2021

	2021	2020
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 482,140	\$ 477,830
Accounts receivable	12,154	15,102
Prepaid expenses and deposits	1,393	893
	495,687	493,825
<b>CAPITAL ASSETS (Note 3)</b>	2,945	1,924
	\$ 498,632	\$ 495,749
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$ 29,581	\$ 25,311
Deferred contributions (Note 6)	389,399	447,271
	418,980	472,582
<b>NET ASSETS</b>		
Invested in capital assets	2,945	1,924
Unrestricted	30,042	21,243
Internally restricted (Note 8)	46,665	-
	79,652	23,167
	\$ 498,632	\$ 495,749

APPROVED ON BEHALF OF THE BOARD:

  
 \_\_\_\_\_ Director

  
 \_\_\_\_\_ Director

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# ALBERTA COUNCIL FOR GLOBAL COOPERATION

## STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED MARCH 31, 2021

				2021	2020
	Invested in Capital Assets	Internally Restricted (Note 8)	Unrestricted	Total 2021	Total 2020
BALANCE, beginning of year	\$ 1,924	\$ -	\$ 21,243	\$ 23,167	\$ 10,437
EXCESS OF REVENUE OVER EXPENSES	(1,847)	36,092	22,240	56,485	12,730
INTERFUND TRANSFERS	-	10,573	(10,573)	-	-
PURCHASE OF CAPITAL ASSETS	2,868	-	(2,868)	-	-
BALANCE, end of year	\$ 2,945	\$ 46,665	\$ 30,042	\$ 79,652	\$ 23,167



# ALBERTA COUNCIL FOR GLOBAL COOPERATION

## STATEMENT OF OPERATIONS FOR THE YEAR ENDED MARCH 31, 2021

	2021	%	2020	%
<b>REVENUE</b>				
GAC grant: Spur Change (Note 9)	\$ 635,412	58.0	\$ 570,095	49.6
GAC grant: Inspiring Action	393,116	36.0	407,476	35.3
Alberta SDG Hub	40,193	3.7	88,546	7.7
Canada summer jobs	8,871	0.8	-	-
Membership	7,541	0.7	3,345	0.3
Colleges and Institutes Canada	6,120	0.6	-	-
Workshop	2,005	0.2	1,698	0.1
Other income	191	-	4,533	0.4
Interest income	37	-	5	-
ESDC grant: SDG Mapping	-	-	48,469	4.2
CIP Provincial Funding: SDG Mapping	-	-	19,038	1.7
United Nations Green Space	-	-	5,325	0.5
Speakers Bureau Project	-	-	1,781	0.2
	<b>1,093,486</b>	<b>100.0</b>	<b>1,150,311</b>	<b>100.0</b>
<b>EXPENSES</b>				
Administration	54,176	5.0	84,563	7.4
Amortization	1,847	0.2	730	0.1
Communications and publications	51,137	4.7	73,598	6.4
Events	49,598	4.5	135,975	11.8
Salaries and benefits (Note 10)	718,895	65.7	606,214	52.7
Subcontractors	160,088	14.6	61,909	5.4
Travel	1,260	0.1	174,592	15.2
	<b>1,037,001</b>	<b>94.8</b>	<b>1,137,581</b>	<b>99.0</b>
<b>EXCESS OF REVENUE OVER EXPENSES</b>	<b>\$ 56,485</b>	<b>5.2</b>	<b>\$ 12,730</b>	<b>1.0</b>



# ALBERTA COUNCIL FOR GLOBAL COOPERATION

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2021

	2021	2020
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash receipts from funders	\$ 1,038,526	\$ 1,048,207
Cash paid to suppliers and employees	(1,031,385)	(1,117,875)
Interest received	37	5
	<u>7,178</u>	<u>(69,663)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITY</b>		
Purchase of capital assets	(2,868)	(2,654)
	<u>4,310</u>	<u>(72,317)</u>
<b>INCREASE (DECREASE) IN CASH DURING THE YEAR</b>	<b>4,310</b>	<b>(72,317)</b>
<b>CASH, beginning of year</b>	<b>477,830</b>	<b>550,147</b>
<b>CASH, end of year</b>	<b>\$ 482,140</b>	<b>\$ 477,830</b>





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# ALBERTA COUNCIL FOR GLOBAL COOPERATION

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## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

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### 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.

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### 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.



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# ALBERTA COUNCIL FOR GLOBAL COOPERATION

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## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

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### 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. 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 and calculated to write-off the assets over their estimated useful lives using the declining balance method at the following rates. 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.

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# ALBERTA COUNCIL FOR GLOBAL COOPERATION

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## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

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### 3. CAPITAL ASSETS

	2021		2020	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer equipment	\$ 5,522	\$ 2,577	\$ 2,945	\$ 1,924

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### 4. COMMITMENTS

The Council currently has a year-to-year agreement for the premises with a commitment in the amount of \$1,655 per month.

During the prior year, the Council committed to a two year contract with a supplier to provide and install a mobile structure and AV system for use, in conjunction with implementing partners, in a multi-province presentation for the Inspiring Action project. The term of the agreement originally expired December 2021 and payments were required during that term in the amount of \$104,055. As a result of restrictions due to COVID-19, during the current year-end the supplier agreed to extended the remaining term to March 2023 and revised the payment due dates during the subsequent fiscal years ending March 31 as follows:

2022	\$41,622
2023	\$62,433

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### 5. ECONOMIC DEPENDENCE

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

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# ALBERTA COUNCIL FOR GLOBAL COOPERATION

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

### 6. DEFERRED CONTRIBUTIONS

Deferred contributions represent certain restricted contributions.

				2021			2020
	Opening	Received	Recognized as Revenue	Total			Total
GAC grant: Spur Change	\$ 360,359	558,684	(635,412)	\$ 283,631	\$		360,359
GAC grant: Inspiring Action	64,948	\$ 376,587	\$ (393,116)	48,419			64,948
Alberta SDG Hub	18,564	70,776	(40,193)	49,147			18,564
Membership	3,400	6,502	(1,700)	8,202			3,400
<b>Totals</b>	<b>\$ 447,271</b>	<b>\$ 1,012,549</b>	<b>\$ (1,070,421)</b>	<b>\$ 389,399</b>	<b>\$</b>		<b>447,271</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.

	2021		2020	
GAC: Spur Change	\$ 5,830	\$	4,736	
GAC: Inspiring Action	306		10	
	<b>\$ 6,136</b>	<b>\$</b>	<b>4,746</b>	

### 7. IMPACT OF COVID-19

In March 2020, there was a global outbreak of the COVID-19 virus, which has had a significant impact on businesses and not-for-profit organizations through the restrictions put in place by the Canadian, Provincial and Municipal governments regarding travel, operations and isolation/quarantine orders. Governments have responded with monetary and other fiscal stimulus to stabilize local economies. Uncertainty surrounding the pandemic and the effectiveness of government interventions continue to exist. It is not currently possible to estimate the continued duration and ultimate impact of this situation on the financial position and results of operations for the Council.

### 8. 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.



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# ALBERTA COUNCIL FOR GLOBAL COOPERATION

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## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

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### 9. 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>2021</u>	<u>2020</u>
<b>REVENUE</b>	<b>\$ 635,412</b>	<b>\$ 570,095</b>
<b>EXPENSES</b>		
Administration	31,988	50,509
Communications and publications	36,563	23,879
Events	24,766	69,661
Overhead allocation	36,092	10,573
Salaries benefits (Note 10)	369,166	256,424
Subcontractors	135,627	34,137
Travel	1,210	124,912
	<u>635,412</u>	<u>570,095</u>
<b>EXCESS OF REVENUE OVER EXPENSES</b>	<b>\$ -</b>	<b>\$ -</b>

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### 10. SALARIES AND BENEFITS OF IMPLEMENTING PARTNERS

Included in salaries and benefits are amounts paid by implementing partners of \$19,882 (2020 - \$4,926).

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