

St. Andrew Soup Kitchen Inc.
Financial Statements
December 31, 2020

St. Andrew Soup Kitchen Inc.
Contents

For the year ended December 31, 2020

Page

Management's Responsibility

Independent Auditor's Report

Financial Statements

Statement of Financial Position..... 1

Statement of Operations and Changes in Net Assets..... 2

Statement of Cash Flows..... 3

Notes to the Financial Statements..... 4



Management's Responsibility

To the Board of Directors of St. Andrew Soup Kitchen Inc.:

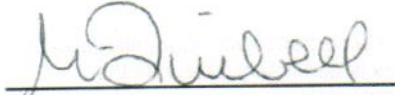
Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian accounting standards for not-for-profit organizations and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Board of Directors is composed primarily of Directors who are neither management nor employees of the Organization. The Board is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial information included in the annual report. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management. The Board is also responsible for recommending the appointment of the Organization's external auditors.

MNP LLP is appointed by the Board of Directors to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Board and management to discuss their audit findings.

April 14, 2021



Executive Director

Independent Auditor's Report

To the Board of Directors of St. Andrew Soup Kitchen Inc.:

Qualified Opinion

We have audited the financial statements of St. Andrew Soup Kitchen Inc. (the "Organization"), which comprise the statement of financial position as at December 31, 2020, and the statements of operations and 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, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2020, 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 Qualified Opinion

In common with many charitable organizations, the Organization derives revenue from fundraising activities and donations from the general public, the completeness of which is not susceptible of satisfactory audit evidence. Accordingly, our evidence of those revenues was limited to the amounts recorded in the records of the Organization and we were not able to determine whether any adjustments might be necessary to revenue, excess of revenue over expenses and assets for the years ended December 31, 2020 and 2019 and liabilities and net assets as at December 31, 2020 and 2019. The audit opinion on the financial statements for the year ended December 31, 2019 was qualified accordingly because of the possible effects of the limitation in scope.

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 Organization 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 qualified 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 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

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 Organization'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 Organization'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 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.

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.

Thunder Bay, Ontario

April 14, 2021

MNP LLP

Chartered Professional Accountants

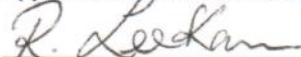
Licensed Public Accountants

St. Andrew Soup Kitchen Inc.
Statement of Financial Position

As at December 31, 2020

	2020	2019
Assets		
Current		
Cash	521,340	278,309
Marketable securities (Note 3)	110,204	100,447
	631,544	378,756
Capital assets (Note 4)	51,118	50,647
Investments (Note 3)	9,722	9,531
	692,384	438,934
Liabilities		
Current		
Accounts payable and accruals	22,019	13,122
Net Assets		
Unrestricted	619,247	375,165
Invested in capital assets (Note 5)	51,118	50,647
	670,365	425,812
	692,384	438,934

Approved on behalf of the Board


 Director


 Director

The accompanying notes are an integral part of these financial statements

St. Andrew Soup Kitchen Inc.
Statement of Operations and Changes in Net Assets
For the year ended December 31, 2020

	2020	2019
Revenue		
CEWS subsidy	6,083	-
Bishop's Diocesan Ministry	10,000	10,000
Dew Drop Inn Memorial Fund	12,790	9,950
Fundraising events and programs	8,034	18,103
HST rebate	7,203	7,478
Interest earned	2,628	2,428
Operating donations - Bequests	63,754	6,779
Operating donations - Foundations	108,303	27,000
Operating donations - Individuals	195,064	112,397
Operating donations - Sector Appeals	128,561	121,297
Special programs revenue	122,801	28,355
	665,221	343,787
Expenses		
Administrative	102	-
Advertising	50	-
Amortization	14,338	13,401
Bank charges and interest	1,181	2,056
Building lease	1,200	1,200
Building repairs and maintenance	2,867	24,929
Equipment repairs and maintenance	4,545	1,288
Food expense	78,112	13,114
Fundraising expenses	5,911	10,426
Insurance	1,886	1,881
Licences and fees	8,719	14,775
Office expenses	13,936	6,002
Professional fees	4,150	3,884
Salaries, benefits and honoraria	222,967	168,943
Supplies	35,206	10,582
Travel	3,000	1,800
Utilities	17,482	20,036
Waste disposal	5,016	5,607
	420,668	299,924
Excess of revenue over expenses	244,553	43,863
Net assets, beginning of year	375,165	355,555
Change in invested in capital assets (Note 5)	(471)	(24,253)
Net assets, end of year	619,247	375,165

The accompanying notes are an integral part of these financial statements

St. Andrew Soup Kitchen Inc.
Statement of Cash Flows
For the year ended December 31, 2020

	2020	2019
<hr/>		
Cash provided by (used for) the following activities		
Operating		
Cash received from contributions	662,356	343,151
Cash receipts from unrestricted investment income	2,628	634
Cash paid for program service expenses	(174,466)	(113,579)
Cash paid for salaries and benefits	(222,967)	(168,943)
	<hr/>	<hr/>
	267,551	61,263
Investing		
Purchase of marketable securities	(102,001)	(100,000)
Proceeds on disposal of marketable securities/portfolio investments	92,423	-
Purchase of capital assets	(14,809)	(37,654)
Increase in investment	(133)	(634)
	<hr/>	<hr/>
	(24,520)	(138,288)
Increase (decrease) in cash resources	243,031	(77,025)
Cash resources, beginning of year	278,309	355,334
Cash resources, end of year	521,340	278,309

The accompanying notes are an integral part of these financial statements

1. Incorporation and nature of the organization

The soup kitchen known as Dew Drop Inn was operated by St. Andrew's Roman Catholic Church since 1981. On June 6, 2008 St. Andrew Soup Kitchen Inc. ("the Organization") was incorporated in Ontario without share capital and became a registered charity March 18, 2009. The purpose of the Organization is to relieve poverty by operating a soup kitchen in the City of Thunder Bay, Province of Ontario, to feed hungry people. The Organization accomplishes this purpose by operating Dew Drop Inn at 292 Red River Road.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations, as issued by the Accounting Standards Board in Canada, and include the following significant accounting policies:

Cash and cash equivalents

Cash is comprised of balances with chartered banks. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Marketable securities

Marketable securities with prices quoted in an active market are measured at fair value while those that are not quoted in an active market are measured at cost less impairment. They consist of guaranteed investment certificates which are all traded in the public markets. Changes in fair value are recorded immediately in the excess of revenue over expenses.

Capital assets

Capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution if fair value can be reasonably determined.

Amortization is provided using the declining balance method at rates intended to amortize the cost of assets over their estimated useful lives.

	Method	Years
Computer equipment	straight-line	3 years
Furniture and fixtures	straight-line	5 years

Revenue recognition

The Organization 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.

Fundraising Revenue is recognized when the amount to be received can be reasonably estimated and ultimate collection is reasonably assured.

Contributed materials

Due to the difficulty of determining the fair value of contributed materials and services they are not recognized in the financial statements.

St. Andrew Soup Kitchen Inc.
Notes to the Financial Statements
For the year ended December 31, 2020

2. Significant accounting policies *(Continued from previous page)*

Measurement uncertainty (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 amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period.

Amortization is based on the estimated useful life of the capital assets.

Accounts payable and accruals are estimated based on historical charges for unbilled goods and services at year-end.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenue over expenses in the periods in which they become known.

Financial instruments

The Organization recognizes its financial instruments when the Organization becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value, including financial assets and liabilities originated and issued in a related party transaction with management. Financial assets and liabilities originated and issued in all other related party transactions are initially measured at their carrying or exchange amount in accordance with CPA Canada Handbook 4460 *Related Party Transactions*.

At initial recognition, the Organization may irrevocably elect to subsequently measure any financial instrument at fair value.

The Organization subsequently measures investments in equity instruments quoted in an active market and all derivative instruments, except those designated in a qualifying hedging relationship or that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, at fair value. Investments in equity instruments not quoted in an active market and derivatives that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, are subsequently measured at cost less impairment. With the exception of financial liabilities indexed to a measure of the Organization's performance or value of its equity and those instruments designated at fair value, all other financial assets and liabilities are subsequently measured at amortized cost.

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in the excess of revenue over expenses for the current period. Conversely, transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

3. Marketable securities

	2020	2019
Scotiabank guaranteed investment certificate, paying interest at 2.00% per annum, maturing February 2022 (cost - \$9,000; 2019 - \$9,000)	9,722	9,531
Scotiabank cashable guaranteed investment certificate, paying interest at 0.76% per annum, maturing July 2021 (cost - \$102,001; 2019 - \$100,000)	102,150	100,447
CIBC Wood Gundy Mutual Fund investments (cost - \$8,054; 2019 - \$Nil)	8,054	-
	119,926	109,978
Less: current portion	110,204	100,447
	9,722	9,531

St. Andrew Soup Kitchen Inc.
Notes to the Financial Statements
For the year ended December 31, 2020

4. Capital assets

		2020	2019
	<i>Cost</i>	<i>Accumulated amortization</i>	<i>Net book value</i>
Computer equipment	9,421	7,818	1,603
Furniture and fixtures	152,174	102,659	49,515
	161,595	110,477	51,118
			760
			49,887

5. Invested in capital assets

		2020	2019
Balance, beginning of year		50,647	26,394
Purchase of capital assets		14,809	37,654
Amortization of capital assets		(14,338)	(13,401)
Balance, end of year		51,118	50,647

6. Commitments

The Organization pays rent of \$100 per month to St. Andrew's Roman Catholic Church to occupy the building at 292 Red River Road known as Dew Drop Inn (cost - \$1,200; 2019 - \$1,200).

The Organization has entered into various lease agreements with estimated minimum annual payments as follows:

2021	1,200
2022	1,200
2023	1,200
2024	1,200
2025	1,200
	6,000

7. Financial instruments

The Organization, as part of its operations, carries a number of financial instruments. It is management's opinion that the Organization is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

8. Significant Event

During the year, there was a global outbreak of COVID-19 (coronavirus), which has had a significant impact on businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders. The Organization's operations were impacted by COVID-19 increasing the costs of program delivery, as well as increasing number of patrons due to downturn in overall economic conditions. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Organization as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.

St. Andrew Soup Kitchen Inc.
292 Red River Road
Thunder Bay, ON P7B 1A8

April 14, 2021

MNP LLP
210 - 1205 Amber Drive
Thunder Bay, ON P7B 6M4

To Whom It May Concern:

In connection with your audit of the financial statements of St. Andrew Soup Kitchen Inc. (the "Organization") as at December 31, 2020 and for the year then ended, we hereby confirm to the best of our knowledge and belief, the following representations made to you during the course of your audit.

We understand that your audit was made in accordance with Canadian generally accepted auditing standards. Accordingly, the audit included an examination of the accounting system, controls and related data, and tests of the accounting records and such other auditing procedures as you considered necessary in the circumstances, for the purpose of expressing an opinion on the financial statements. We also understand that such an audit is not designed to identify, nor can it necessarily be expected to disclose, misstatements, non-compliance with laws and regulations, fraud or other irregularities, should there be any.

Certain representations in this letter are described as being limited to matters that are material. An item is considered material, regardless of its monetary value, if it is probable that its omission from or misstatement in the financial statements would influence the decision of a reasonable person relying on the financial statements.

Financial Statements

1. We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated February 3, 2021, for the preparation and fair presentation of the Organization's financial statements and comparatives in accordance with Canadian accounting standards for not-for-profit organizations. We believe these financial statements and comparatives are complete and present fairly, in all material respects, the financial position of the Organization as at December 31, 2020, and the results of its operations and its cash flows, in accordance with Canadian accounting standards for not-for-profit organizations.
2. All transactions have been recorded in the accounting records and are reflected in the financial statements, and are reported in the appropriate period.
3. We acknowledge that we are responsible for the accounting policies followed in the preparation of the Organization's financial statements. Significant accounting policies, and any related changes to significant accounting policies, are disclosed in the financial statements. The selection of accounting policies is appropriate in accordance with the requirements of Canadian accounting standards for not-for-profit organizations, and are applied consistently throughout the financial statements.
4. All significant judgments made in making the accounting estimates have taken into account all relevant information of which we are aware.
5. The selection and application of the methods, assumptions and data used in making the accounting estimates are consistent and appropriate.
6. The assumptions relevant to accounting estimates and disclosures appropriately reflect our intent and ability to carry out specific courses of action on behalf of the entity.
7. Disclosures related to accounting estimates, including disclosures describing estimation uncertainty, are complete and are reasonable in the context of Canadian accounting standards for not-for-profit organizations.
8. Appropriate specialized skills or expertise have been applied in making the accounting estimates.

9. No subsequent event requires adjustment to the accounting estimates and related disclosures included in the financial statements.
10. We are aware of and concur with the contents and results of the attached journal entries prepared by you, and accept responsibility for the financial statement effects of the entries.
11. We believe the effects of those uncorrected financial statement differences aggregated by you during the audit are immaterial, both individually and in the aggregate, to the financial statements taken as a whole. A summary of these differences has been attached as Appendix A to this written representation.
12. Related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of Canadian accounting standards for not-for-profit organizations.
13. All events or transactions that have occurred subsequent to the statement of financial position and for which Canadian accounting standards for not-for-profit organizations require adjustment or disclosure have been adjusted or disclosed appropriately in the financial statements.
14. We further acknowledge the following items related specifically to COVID-19:
 - We have assessed the impact of COVID-19 on the Organization's operations and have provided you all information relevant to the impact it has had and/or is anticipated to have on the Organization's operations.
 - We have made available to you all source documentation requested, whether in original or scanned/electronic format. Where information has been provided in scanned/electronic format, it has been accurately reproduced.
 - All events or transactions that have occurred subsequent to the statement of financial position and for which Canadian accounting standards for not-for-profit organizations require adjustment or disclosure have been adjusted or disclosed appropriately in the financial statements.
15. All plans or intentions that may affect the carrying value or classification of assets and liabilities are appropriately reflected in the financial statements in accordance with Canadian accounting standards for not-for-profit organizations.
16. All liabilities, both known and contingent, requiring recognition or disclosure in the financial statements in accordance with the requirements of Canadian accounting standards for not-for-profit organizations have been adjusted or disclosed as appropriate.
17. All outstanding and possible claims, whether or not they have been discussed with legal counsel, have been disclosed to you and are appropriately reflected in the financial statements.
18. All assets, wherever located, to which the Organization had satisfactory title at the year-end, have been fairly stated and recorded in the financial statements. The assets are free from hypothecation, liens and encumbrances, except as noted in the financial statements. We have disclosed the nature and carrying amounts of any assets pledged as collateral. All assets of uncertain value, and restrictions imposed on assets, are appropriately reported in the financial statements.
19. All aspects of laws, regulations or contractual agreements, including non-compliance, are appropriately reflected in the financial statements.
20. All cash accounts have been appropriately recorded in the financial statements and all terms and associated conditions have been disclosed to you in full. We have provided you with the most current banking agreements.
21. Investments in marketable securities are appropriately recorded in the financial statements in accordance with the requirements of Canadian accounting standards for not-for-profit organizations. All events or circumstances giving rise to impairments are reflected in the financial statements.

22. All charges to capital assets and additions represent capital expenditures. No expenditures of a capital nature were charged to operations of the Organization. Depreciation of property, plant and equipment has been recorded according to our best estimates of their useful lives. All events or circumstances giving rise to impairments are appropriately reflected in the financial statements.
23. Revenue has been recognized only where sales have been made and items delivered, or services rendered, and the amounts have been collected or are collectible. Revenues do not include any amounts arising from consignment sales or from any other transaction from which the Organization is not entitled to the proceeds.
24. We have identified all financial instruments, including derivatives, and hedging relationships. These have been appropriately recorded and disclosed in the financial statements in accordance with the requirements of Canadian accounting standards for not-for-profit organizations.
25. We acknowledge MNP has communicated to us the background information on and potential implications of the Canada Emergency Wage Subsidy ("CEWS") rules. We have not engaged MNP to provide any tax services in relation to the preparation of a CEWS claim(s) on our behalf or perform a detailed analysis on the accuracy of the CEWS claim(s) filed by management. For each CEWS application filed by the corporation, the appropriate individual within management attested on the RC-661 (Attestation for owner-managers and/or senior employees of an eligible employer applying for the CEWS), that the application(s) was to the best of their knowledge true and complete and is not false and misleading in all material respects.

Information provided

1. We have responded fully to all inquiries made to us and have made available to you:
 - A complete record of all financial records that are relevant to the preparation and presentation of the financial statements, related data and minutes of the meetings of members and Board of Directors held throughout the year to the present date as well as summaries of recent meetings for which minutes have not yet been prepared;
 - Additional information that you have requested from us for the purpose of your audit; and
 - Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence.
2. We acknowledge management's responsibility for the design, implementation and operation of controls that have been designed to prevent and detect fraud.
3. We have assessed the risk that the financial statements may be materially misstated as a result of fraud, and have determined such risk to be low.
4. Where the impact of any frauds or suspected frauds, and non-compliance or possible non-compliance with laws and regulations, has a material effect on the financial statements, we have disclosed to you all known significant facts relating thereto, including circumstances involving management, employees having significant roles over controls, and others. We have made known to you any allegations of fraud or suspected fraud communicated by employees, former employees, analysts, regulators and others. The effects of such events, if any, are properly presented in the financial statements.
5. We have disclosed to you all deficiencies in the design or operation of internal controls over financial reporting of which we are aware.
6. We have disclosed to you all aspects of laws, regulations or contractual agreements that may affect the financial statements, including non-compliance.
7. We have disclosed to you the identities of all related parties to the Organization and all related party relationships and transactions of which we are aware.
8. We have no knowledge of side agreements (contractual or otherwise) with any parties that have not been disclosed to you.

9. The previous year's representation letter dated May 13, 2020 is still applicable to the prior year's financial statements, and no matters have arisen that require restatement of those financial statements.
10. There are no discussions with your firm's personnel regarding employment with the Organization.

Professional Services

1. We acknowledge the engagement letter dated February 3, 2021, which states the terms of reference regarding your professional services.
2. We are not aware of any reason why MNP LLP would not be considered independent for purposes of the Organization's audit.

Sincerely,

St. Andrew Soup Kitchen Inc.

M. Duibel
Signature

EXECUTIVE DIRECTOR
Title


APPENDIX A - SUMMARY OF SIGNIFICANT DIFFERENCES

DESCRIPTION OF DIFFERENCES	PROPOSED ADJUSTMENTS DR (CR)				
	EARNINGS		BALANCE SHEET		
	IDENTIFIED	LIKELY AGGREGATE (NET OF TAX)	ASSETS	LIABILITIES	EQUITY
To reconcile retained earnings for the prior year.	\$ -	\$ -	\$ -	\$ (13,083)	\$ 13,083
To adjust for capital asset purchases included in amortization accounts.	\$ -	\$ -	\$ -	\$ -	\$ -
To reallocate HST amounts recorded in capital assets that were received back as a rebate.	\$ 1,306	\$ 1,306	\$ (1,306)	\$ -	\$ 1,306
To record current year amortization.	\$ 14,338	\$ 14,338	\$ (14,338)	\$ -	\$ 14,338
To record the transfer of amortization to the asset equity account.	\$ -	\$ -	\$ -	\$ -	\$ -
To reverse prior year accrual and record current year accrued liabilities and payroll liabilities provisions.	\$ 4,435	\$ 4,435	\$ -	\$ (4,435)	\$ 4,435
To reclassify amounts recorded as donation revenue, but represent deferred revenue relating to the purchase and installation of a dryer.	\$ 2,351	\$ 2,351	\$ (470)	\$ (1,881)	\$ 2,351
Revenue from CEWS represents an immaterial amount and will be taken to the SUD.	\$ 6,083	\$ 6,083	\$ -	\$ (6,083)	\$ 6,083
To record to the summary of unadjusted differences amounts recorded for revenue in 2020 in error and record the current year amount.	\$ (917)	\$ (917)	\$ 4,690	\$ -	\$ (4,690)

APPENDIX A - SUMMARY OF SIGNIFICANT DIFFERENCES (continued from previous page)

DESCRIPTION OF DIFFERENCES	PROPOSED ADJUSTMENTS DR (CR)				
	EARNINGS		BALANCE SHEET		
	IDENTIFIED	LIKELY AGGREGATE (NET OF TAX)	ASSETS	LIABILITIES	EQUITY
To record revenue earned in 2020 but not recorded as part of 2020	\$ (6,033)	\$ (6,033)	\$ 6,033	\$ -	\$ (6,033)
Total	\$ 21,563	\$ 21,563	\$ (5,391)	\$ (25,482)	\$ 30,873
Differences corrected by management	\$ 20,079	\$ 20,079	\$ (15,644)	\$ (17,518)	\$ 33,162
Total differences net of corrections	\$ 1,483	\$ 1,483	\$ 10,253	\$ (7,963)	\$ (2,290)
Uncorrected opening differences	\$ -	\$ -	\$ -	\$ -	\$ -
Current period differences	\$ 1,483	\$ 1,483	\$ 10,253	\$ (7,963)	\$ (2,290)
Final overall materiality	\$ 14,600	\$ 14,600	\$ 14,600	\$ 14,600	\$ 14,600
Excess (shortfall)	\$ 13,117	\$ 13,117	\$ 4,347	\$ 6,637	\$ 12,310

Reviewed and Approved By:



 Signature

