

**Chalmers Neighbourhood
Renewal Corporation**

Financial Statements

March 31, 2023

Table of Contents

	Page
Independent Auditor's Report	1 - 2
Statement of Financial Position	3
Statement of Operations and Change in Net Assets	4
Statement of Cash Flows	5
Notes to Financial Statements	6 - 8
Schedule 1 - Expenses	9

Independent Auditor's Report

To the Members of Chalmers Neighbourhood Renewal Corporation;

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of Chalmers Neighbourhood Renewal Corporation (the Entity) which comprise the statement of financial position as at March 31, 2023, the statement of operations and change in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the accompanying financial statements present fairly, in all material respects, the financial position of Chalmers Neighbourhood Renewal Corporation as at March 31, 2023, and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not for profit organizations.

Basis for Qualified 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 Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our ethical responsibilities in accordance with these requirements.

In common with many not for profit organizations, Chalmers Neighbourhood Renewal Corporation derives revenue from the BAG Program, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the audit. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in the records of Chalmers Neighbourhood Renewal Corporation. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenues, excess of revenues over expenses, and cash flows from operations for the years ended March 31, 2023 and 2022, current assets as at March 31, 2023 and 2022, and net assets as at April 1 and March 31 for both the 2023 and 2022 years. Our audit opinion on the financial statements for the year ended March 31, 2023 was modified accordingly because of the possible effects of this limitation in scope.

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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity'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 Entity'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 Entity'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 Entity 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



Chartered Professional Accountants

Winnipeg, Manitoba
September 21, 2023

*Harworth
& Co.*
CHARTERED PROFESSIONAL ACCOUNTANTS

Chalmers Neighbourhood Renewal Corporation

STATEMENT OF FINANCIAL POSITION

As at March 31

	2023	2022
ASSETS		
Current assets		
Cash	\$ 132,121	\$ 132,058
Due from government agencies (note 3)	47,962	12,815
Due from related parties (note 4)	11,799	21,799
Prepaid expenses	2,957	2,821
	\$ 194,839	\$ 169,493
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable and accrued liabilities (note 5)	\$ 29,473	\$ 21,331
Employee deductions payable	9,849	17,180
Deferred revenue (note 6)	99,167	110,333
	138,489	148,844
Net assets		
Unrestricted	56,350	20,649
	\$ 194,839	\$ 169,493

On behalf of the Board

 Director

 Director

The attached notes are an integral part of these financial statements.

Chalmers Neighbourhood Renewal Corporation

STATEMENT OF OPERATIONS AND CHANGE IN NET ASSETS

For the year ended March 31

	2023 Budget	2023 Actual	2022 Actual
Revenue			
Government of Canada			
- Canada Summer Jobs Grant	\$ 18,000	\$ 12,940	\$ 12,613
Province of Manitoba			
- Building Sustainable Communities	75,000	-	-
- Early Years Funding	51,200	64,788	-
- Elmwood Mental Wellness Coalition	40,000	63,333	16,667
- Energy Efficiency Manitoba	50,000	48,333	25,000
- Home Purchase Assistance Agreement	-	600	3,000
- Manitoba Bridge grant	-	-	5,000
- Community Development Branch fund	120,000	120,000	120,000
- Urban Green Team grant	13,000	12,216	21,751
City of Winnipeg			
- Chalmers Community Corner project	-	26,744	-
- Derelict Garage Pilot Program	-	-	7,500
- Inner City Youth Studies Program	8,010	-	-
- Reimagine Elmwood	-	3,708	1,910
- Wellness grant	-	-	10,340
- WRHA Service Purchase Agreement	31,224	31,224	-
Chalmers Community Renewal Initiative			
- Service Agreement	31,500	31,500	31,500
Winnipeg Foundation			
- Better Access to Groceries program	-	12,000	-
- Community Safety Project	-	15,000	-
- Cultural Connecting Project	-	7,000	-
- Together in Elmwood program	-	-	17,000
- Mental Health, Wellness & Addiction	53,000	43,000	-
Action Plan revenue	-	17,973	10,908
Career Launcher Program	9,500	-	9,936
Chalmers Neighbourhood Initiatives	7,856	-	-
BAG Program	12,000	61,434	62,002
Donation income	-	10	5,849
Interest income	-	2,849	329
	520,290	574,652	361,305
Expenses (see Schedule 1)			
Salaries and benefits	353,190	354,750	194,224
Program	138,600	159,695	174,777
Administration	28,500	24,506	29,757
	520,290	538,951	398,758
Excess/(deficiency) of revenues over expenses	-	35,701	(37,453)
Unrestricted net assets, beginning of year		20,649	58,102
Unrestricted net assets, end of year		\$ 56,350	\$ 20,649

The attached notes are an integral part of these financial statements.

Chalmers Neighbourhood Renewal Corporation

STATEMENT OF CASH FLOWS

For the year ended March 31

	2023	2022
Operating activities		
Surplus/(deficiency) of revenues over expenses	\$ 35,701	\$ (37,453)
Changes in non-cash operating working capital		
(Increase)/decrease in due from government agencies	(35,147)	(12,367)
(Increase)/decrease in due from related parties	10,000	(21,540)
(Increase)/decrease in prepaid expenses	(136)	(90)
Increase/(decrease) in accounts payable and accrued liabilities	8,142	(12,653)
Increase/(decrease) in employee deductions payable	(7,331)	17,180
Increase/(decrease) in deferred revenue	(11,166)	(13,667)
Net increase/(decrease) in cash and cash equivalents	63	(80,590)
Cash and cash equivalents, beginning of year	132,058	212,648
Cash and cash equivalents, end of year	\$ 132,121	\$ 132,058
Cash and cash equivalents are represented by:		
Cash on hand with bank	\$ 132,121	\$ 132,058
	\$ 132,121	\$ 132,058

The attached notes are an integral part of these financial statements.

Chalmers Neighbourhood Renewal Corporation

SCHEDULE 1 - EXPENSES

For the year ended March 31

	2023 Budget	2023 Actual	2022 Actual
Salaries and benefits			
Salary cost	\$ 353,190	\$ 353,971	\$ 194,053
Worker's Compensation	-	779	171
	353,190	354,750	194,224
Program			
Action Plan supports	5,000	22,349	11,143
BAG program	-	60,434	59,335
Caring for Elmwood / Reimagine Elmwood	75,000	38,687	15,855
CNRC supports	5,000	2,459	18,246
Early Years Programming expense	-	482	-
Elmwood Business Coalition	-	20	-
Elmwood Mental Wellness Coalition	36,100	15,071	40,067
End Homelessness expense	-	8,073	-
Energy Efficiency Program costs	1,500	-	2,548
Derelict Garage Pilot Program	-	-	5,415
Green Team equipment and supplies	-	429	119
Green Team wages	13,000	11,410	21,345
Housing support coordination	-	161	205
Safety initiatives	3,000	120	499
	138,600	159,695	174,777
Administration			
Advertising and promotion	-	374	73
Bank charges	-	306	856
Communications	3,000	2,231	1,023
Equipment and supplies	5,000	1,486	4,104
Insurance	-	2,854	2,646
Meetings	2,500	2,186	1,576
Membership and registration fees	-	70	80
Organization and development	1,500	240	210
Postage and mailing service	-	91	947
Professional fees	15,000	9,799	9,080
Rent	1,500	2,400	7,500
Supplies	-	1,854	1,169
Telephone	-	314	443
Travel	-	301	50
	28,500	24,506	29,757
	\$ 520,290	\$ 538,951	\$ 398,758