
CREATIVE RETIREMENT MANITOBA INC.
FINANCIAL STATEMENTS
(UNAUDITED)
JULY 31, 2021



CREATIVE RETIREMENT MANITOBA INC.

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REVIEW ENGAGEMENT REPORT

To the Members
Creative Retirement Manitoba Inc.

I have reviewed the accompanying financial statements of Creative Retirement Manitoba Inc. that comprise the statement of financial position as at July 31, 2021, and the statements of operations, changes in net assets and cash flows for the year then ended, as well as a summary of significant accounting policies and other explanatory information.

Management's Responsibility 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.

Practitioner's Responsibility

My responsibility is to express a conclusion on the accompanying financial statements based on my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature

from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, I do not express an audit opinion on these financial statements.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the financial statements do not present fairly, in all material respects, the financial position of Creative Retirement Manitoba Inc. as at July 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.

October 29, 2021
Winnipeg, Manitoba


CHARTERED PROFESSIONAL ACCOUNTANT,
CHARTERED ACCOUNTANT

CREATIVE RETIREMENT MANITOBA INC.

STATEMENT 1

STATEMENT OF FINANCIAL POSITION (UNAUDITED)

JULY 31

	2021	2020
A S S E T S		
CURRENT		
Cash and short term investments	\$ 158,681	\$ 119,224
Accounts receivable	5,753	13,083
Current portion of investments (Note 3)	<u>71,468</u>	<u>20,823</u>
	235,902	153,130
INVESTMENTS (Note 3)	<u>146,427</u>	<u>20,842</u>
	\$ <u>382,329</u>	\$ <u>173,972</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 5,510	\$ 5,717
Deferred revenues	1,937	2,052
Deferred funding (Note 4)	<u>16,666</u>	<u> </u>
	24,113	7,769
LONG TERM DEBT (Note 5)	<u>60,000</u>	<u>40,000</u>
	<u>84,113</u>	<u>47,769</u>
NET ASSETS		
INTERNALLY RESTRICTED ASSETS (Note 6)	42,895	41,665
UNRESTRICTED NET ASSETS	<u>255,321</u>	<u>84,538</u>
	298,216	<u>126,203</u>
	\$ <u>382,329</u>	\$ <u>173,972</u>

Approved on behalf of the Board of Directors

.....
President

.....
Treasurer

CREATIVE RETIREMENT MANITOBA INC.

STATEMENT 2

STATEMENT OF CHANGES IN NET ASSETS (UNAUDITED)

				JULY 31	
		Unrestricted	Internally Restricted	2021	2020
BALANCE,					
beginning of year	\$	84,538	\$ 41,665	\$ 126,203	\$ 140,679
Excess of revenues over expenditures (expenditures over revenues)		<u>170,783</u>	<u>1,230</u>	<u>172,013</u>	<u>(14,475)</u>
BALANCE,					
end of year	\$	<u>255,321</u>	\$ <u>42,895</u>	\$ <u>298,216</u>	\$ <u>126,203</u>

CREATIVE RETIREMENT MANITOBA INC.

STATEMENT 3

STATEMENT OF OPERATIONS (UNAUDITED)

YEAR ENDED JULY 31

	Budget	2021	2020
REVENUE			
Contracts and funding (Note 7)	\$ 82,044	\$ 126,970	\$ 72,136
Course fees	42,828	4,829	71,745
Donations and bequests	14,280	88,618	44,594
Fundraising and special events	2,000	2,035	4,065
Guides advertising			15,423
Interest	1,536	467	1,001
Memberships	10,000	9,190	15,689
Miscellaneous			547
Canada emergency wage subsidy		42,450	20,558
Canada emergency rent subsidy		12,705	
Winnipeg Foundation Endowment Fund	<u>13,761</u>	<u>13,761</u>	<u>13,535</u>
	<u>166,449</u>	<u>301,025</u>	<u>259,293</u>
EXPENDITURES			
Advertising and promotion	4,000	663	724
Associations	960	357	201
Bank charges and payment processing fees	2,221	910	3,927
Course expenses		696	2,791
Equipment rental			6,624
Fundraising and special events	800	613	40
Guides publication and distribution			27,980
Instructor fees	16,670	3,190	17,005
Insurance	1,005	1,061	1,006
Moving costs	9,500	8,913	1,823
Office supplies	1,357	2,596	2,162
Postage and shipping	1,000	1,329	514
Professional fees	13,886	16,125	14,840
Rent and utilities	16,800	16,800	89,230
Repairs and maintenance	366	196	
Salaries and benefits	82,547	74,686	101,725
Telephone and telecommunications	<u>1,937</u>	<u>2,107</u>	<u>4,935</u>
	<u>153,049</u>	<u>130,242</u>	<u>275,527</u>
EXCESS OF REVENUE OVER EXPENDITURES			
(EXPENDITURES OVER REVENUE)	\$ <u>13,400</u>	\$ <u>170,783</u>	\$ (<u>16,234</u>)

CREATIVE RETIREMENT MANITOBA INC.

STATEMENT 4

STATEMENT OF CASH FLOWS (UNAUDITED)

YEAR ENDED JULY 31

	2021	2020
CASH FLOWS FROM		
OPERATING ACTIVITIES		
Cash received from members and other sources	\$ 324,439	\$ 245,551
Investment income	1,697	2,760
Cash paid to employees and suppliers	<u>(130,449)</u>	<u>(268,876)</u>
	<u>195,687</u>	<u>(20,565)</u>
FINANCING ACTIVITIES		
Proceeds of long term debt	20,000	40,000
Proceeds of redemption of investment		34,576
Purchase of investments	<u>(176,230)</u>	<u>()</u>
	<u>(156,230)</u>	<u>74,576</u>
NET INCREASE (DECREASE) IN CASH	39,457	54,011
CASH, beginning of year	<u>119,224</u>	<u>65,213</u>
CASH, end of year	\$ <u>158,681</u>	\$ <u>119,224</u>

CREATIVE RETIREMENT MANITOBA INC.

NOTES TO FINANCIAL STATEMENTS (UNAUDITED)

JULY 31, 2021

1. PURPOSE OF THE ASSOCIATION

Creative Retirement Manitoba Inc. is a not-for-profit incorporated in the Province of Manitoba without share capital on June 18, 1981. The organization offers older adults the opportunity, through a variety of innovative learning experiences, to live creatively, to grow and to share their knowledge, skills and attitudes with their peers. It seeks also to encourage people of all ages to prepare for a creative lifestyle in retirement and to raise society's awareness of the worth and potential of older people.

The organization is a registered charity and therefore is not subject to either federal or provincial income taxes.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations, as defined by the Canadian Institute of Chartered Accountants Accounting Handbook, and are in accordance with Canadian generally accepted accounting principles.

Revenue Recognition

The organization uses the deferral method of accounting for contributions whereby restricted contributions related to expenses of future periods are deferred and recognized as revenue in the period in which the related expenses are incurred.

Unrestricted revenues are recognized as revenue in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Financial Instruments

Financial instruments include cash, accounts receivable, investments, accounts payable and accrued liabilities, deferred revenues, and deferred funding. Unless otherwise stated, it is management's opinion that the organization is not exposed to significant interest, currency, or credit risks arising from these financial instruments. Unless otherwise stated, the book value of the organization's financial assets and liabilities approximates their fair value.

NOTES TO FINANCIAL STATEMENTS (UNAUDITED)

JULY 31, 2021

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Tangible capital assets

Tangible capital assets are expensed in the year acquired and as a result no amortization is recorded.

Use of Estimates

The preparation of financial statements in accordance 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 contingencies at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from these estimates. All estimates are reviewed periodically and adjustments are made to the statement of operations as appropriate in the year they become known.

3. INVESTMENTS

	2021	2020
Guaranteed investment certificates	\$ <u>217,895</u>	\$ <u>41,665</u>

The guaranteed investment certificates are due to mature between February 28, 2022 and March 26, 2024, bearing interest at rates between 1.1% and 3.0% per annum.

Allocation of investments is as follows:

	2021	2020
Internally restricted	\$ 42,895	\$ 41,665
Unrestricted	<u>175,000</u>	<u> </u>
	\$ <u>217,895</u>	\$ <u>41,665</u>

NOTES TO FINANCIAL STATEMENTS (UNAUDITED)

JULY 31, 2021

4. DEFERRED FUNDING

	2021	2020
Manitoba Seniors and Healthy Aging Secretariat	\$ 16,666	\$ 14,667
New Horizons	<u> </u>	<u> 822</u>
	\$ <u>16,666</u>	\$ <u>15,489</u>

5. LONG TERM DEBT

In the prior year the organization borrowed the principal amount of \$40,000 through the Canada Emergency Business Account Program. An additional \$20,000 was borrowed in the current year. The loans are non-interest bearing until December 31, 2022, when the full amount of the loan is due.

If the loans are prepaid by or on December 31, 2022, a portion of the loan in the amount of \$20,000 will be forgiven and only \$40,000 will be payable.

If the loan is not paid by December 31, 2022, the terms are revised. Interest will be charged at a rate of 5% per annum and paid monthly. The principal amount of \$40,000 will be due on the maturity date of December 31, 2025.

6. INTERNALLY RESTRICTED FUNDS

The Board passed a motion to establish a contingency fund for the organization, for future unforeseen or emergency situations that may arise. The fund was established in the previous year with an initial contribution of \$60,000 to be invested in interest bearing financial instruments. It is the intention of the Board that investment income earned by the contingency fund will be reinvested in the fund.

NOTES TO FINANCIAL STATEMENTS (UNAUDITED)

JULY 31, 2021

7. CONTRACTS AND FUNDING

	2021	2020
Manitoba Seniors and Healthy Aging Secretariat	\$ 22,000	\$ 22,000
Winnipeg Foundation Stabilization Fund	25,000	
Winnipeg Foundation Community Support	8,334	
City of Winnipeg Economic Support	1,500	
Manitoba Bridge Grant	20,000	
Winnipeg Regional Health Authority	<u>50,136</u>	<u>50,136</u>
	\$ <u>126,970</u>	\$ <u>72,136</u>

8. LEASE COMMITMENTS

Effective August 1, 2020, the organization entered into a lease agreement with the Valour Community Centre Inc. for new premises for a five year term ending July 31, 2025. Payments for each fiscal year during the term of the lease are:

2022	\$	16,800
2023		18,000
2024		18,000
2025		19,200

9. COMPARATIVE FIGURES

Certain figures in the prior year have been reclassified to conform to the financial statement presentation in the current year.