

GRAVELBOURG BON AMI, INC.

Financial Statements

Year Ended March 31, 2023

GRAVELBOURG BON AMI, INC.

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Year Ended March 31, 2023

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S.N.ROY & ASSOCIATES

INDEPENDENT AUDITOR'S REPORT

To the Members of Gravelbourg Bon Ami, Inc.

Opinion

We have audited the financial statements of Gravelbourg Bon Ami, Inc. (the organization), which comprise the statement of financial position as at March 31, 2023, and the statements of changes in net assets and revenues and expenditures 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 organization as at March 31, 2023, and the results of its operations and cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with 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 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, 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 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 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.

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Independent Auditor's Report to the Members of Gravelbourg Bon Ami, Inc. *(continued)*

- 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.

Moose Jaw, Saskatchewan
June 26, 2023

S.N.Roy & Associates


GRAVELBOURG BON AMI, INC.

Statement of Financial Position

March 31, 2023

	2023	2022
ASSETS		
CURRENT		
Cash	\$ 311,070	\$ 421,935
Sarcam float	13,553	13,553
Term deposits (Note 5)	151,900	150,251
Marketable securities (Note 6)	454,999	201,677
Accounts receivable	8,677	19,381
Goods and services tax recoverable	10,783	8,208
Prepaid expenses	3,035	3,960
Credit Union share	5	5
	954,022	818,970
PROPERTY, PLANT AND EQUIPMENT (Note 7)	160,604	168,039
	\$ 1,114,626	\$ 987,009
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ -	\$ 25,672
Wages payable	15,388	17,896
Employee deductions payable	2,381	2,910
Deferred income	-	66,000
SARCAN - float payable	13,553	13,553
	31,322	126,031
LONG TERM DEBT	18,522	28,378
	49,844	154,409
NET ASSETS		
Building reserve	(22,093)	(24,244)
Equipment and furnishings reserve	91,023	90,236
General reserve	541,893	521,134
General reserve - sick fund	3,477	3,477
Invested in capital assets	142,092	139,662
General fund	308,390	102,335
	1,064,782	832,600
	\$ 1,114,626	\$ 987,009

ON BEHALF OF THE BOARD


 _____ Director

 _____ Director

See notes to financial statements

GRAVELBOURG BON AMI, INC.

Statement of Changes in Net Assets

Year Ended March 31, 2023

	<u>2023</u>	<u>2022</u>
NET ASSETS - BEGINNING OF YEAR	\$ 102,335	\$ 27,277
Excess of revenues over expenses	198,630	63,655
Transfer to invested in capital assets	7,425	11,403
NET ASSETS - END OF YEAR	\$ 308,390	\$ 102,335

GRAVELBOURG BON AMI, INC.
Statement of Revenues and Expenditures
Year Ended March 31, 2023

	2023	2022
REVENUES		
Industrie Prairie Industries	\$ 503,324	\$ 413,618
Residential	537,762	529,339
Supported Independent Living	65,524	-
SARCAN	<u>106,597</u>	<u>111,763</u>
	<u>1,213,207</u>	<u>1,054,720</u>
EXPENSES		
Industrie Prairie Industries	426,728	368,014
Residential	421,117	511,288
Supported Independent Living	59,436	-
SARCAN	<u>107,296</u>	<u>111,763</u>
	<u>1,014,577</u>	<u>991,065</u>
EXCESS OF REVENUES OVER EXPENSES	<u>\$ 198,630</u>	<u>\$ 63,655</u>

Industrie Prairie Industries
Year Ended March 31, 2023

	1000 IPI General	1001 IPI Leadership	1002 IPI Day Program	2023	2022
REVENUES					
Ministry of Social Services	\$ -	\$ 174,542	\$ 167,942	\$ 342,484	\$ 327,855
Fundraising	1,378	-	24,181	25,559	9,235
Other income	6,155	-	299	6,454	37,408
Flow through funding - SARCAN	-	-	40,823	40,823	19,656
SARCAN rent	17,319	-	-	17,319	17,088
Donations	605	-	159	764	332
Interest	3,921	-	-	3,921	2,044
Provision for replacement	-	-	66,000	66,000	-
	<u>29,378</u>	<u>174,542</u>	<u>299,404</u>	<u>503,324</u>	<u>413,618</u>
EXPENSES					
Salaries and wages	-	105,301	134,361	239,662	253,980
Employee benefits	9,561	7,191	15,785	32,537	34,145
Utilities	-	-	23,766	23,766	19,505
Amortization	7,435	-	-	7,435	11,403
Repairs and maintenance	1,752	-	64,660	66,412	19,183
Office	9,060	524	3,297	12,881	6,511
Insurance	-	-	5,032	5,032	8,785
Property taxes	4,671	-	95	4,766	5,092
Telephone	-	-	2,924	2,924	3,366
Vehicle	-	432	-	432	1,212
Supplies	-	41	10,836	10,877	1,933
Training	-	127	-	127	1,190
Advertising and promotion	1,988	-	248	2,236	1,049
Professional fees	-	10,579	4,655	15,234	-
Board liability insurance	1,236	-	-	1,236	-
Miscellaneous	660	-	-	660	660
Replacement expense	-	-	511	511	-
	<u>36,363</u>	<u>124,195</u>	<u>266,170</u>	<u>426,728</u>	<u>368,014</u>
INCOME (LOSS) FROM OPERATIONS	\$ (6,985)	\$ 50,347	\$ 33,234	\$ 76,596	\$ 45,604

GRAVELBOURG BON AMI, INC.

Residential

Year Ended March 31, 2023

	2023	2022
REVENUES		
Ministry of Social Services	\$ 413,396	\$ 397,840
Donations	7,309	12,701
Sask Housing	60,908	77,313
Flow through funding - SARC	54,500	-
Ministry of Social Services - SALP	-	40,134
Other income	-	1,351
Interest	1,649	-
	<u>537,762</u>	<u>529,339</u>
EXPENSES		
Salaries and wages	261,165	351,020
Employee benefits	25,820	36,453
Repairs and maintenance	18,713	44,666
Food purchases	21,805	20,333
Utilities	8,743	9,714
Supplies	6,595	6,734
Insurance	5,003	3,052
Mortgage - Sask Housing	10,280	10,280
Telephone	1,578	2,519
Office	1,665	857
Professional fees	2,233	1,205
Security	2,951	1,391
Flow through funding expense	53,916	-
House-keeping	650	1,601
Sask Housing repayment	-	14,681
Management fees	-	5,802
Vehicle	-	510
Training	-	386
Advertising and promotion	-	84
	<u>421,117</u>	<u>511,288</u>
INCOME FROM OPERATIONS	<u>\$ 116,645</u>	<u>\$ 18,051</u>

See notes to financial statements

GRAVELBOURG BON AMI, INC.

Supported Independent Living

Year Ended March 31, 2023

	<u>2023</u>	<u>2022</u>
REVENUES	<u>\$ 65,524</u>	<u>\$ -</u>
EXPENSES		
Salaries and wages	45,987	-
Employee benefits	7,220	-
Training	2,051	-
Insurance	190	-
Professional fees	357	-
Supplies	912	-
Telephone	653	-
Vehicle	2,066	-
	<u>59,436</u>	<u>-</u>
INCOME FROM OPERATIONS	<u>\$ 6,088</u>	<u>\$ -</u>

GRAVELBOURG BON AML, INC.

SARCAN

Year Ended March 31, 2023

	2023	2022
REVENUE		
Allocation revenue	\$ 90,668	\$ 88,306
Supplementary invoicing	-	510
Casual staff supplement	15,929	22,947
	<u>106,597</u>	<u>111,763</u>
EXPENSES		
Salaries and wages	93,782	90,825
Employee benefits	11,299	9,069
Accounting fees	500	2,000
Utilities	1,382	5,528
Professional fees	275	1,100
Property taxes	-	1,850
Office	58	982
Repairs and maintenance	-	361
Training	-	48
	<u>107,296</u>	<u>111,763</u>
LOSS FROM OPERATIONS	<u>\$ (699)</u>	<u>\$ -</u>

GRAVELBOURG BON AMI, INC.

Notes to Financial Statements

Year Ended March 31, 2023

1. BASIS OF PRESENTATION

Some users may require further information as these statements have not been prepared for general purposes.

2. DESCRIPTION OF BUSINESS

Gravelbourg Bon Ami, Inc. was incorporated under the provisions of the Non-Profit Corporations Act on June 11, 1984.

Gravelbourg Bon Ami, Inc. owns and operates Industrie Prairie Industries (IPI), a SARCAN depot, a Residential Program (Group Home) and a Supportive Apartment Living Program (S.A.L.P.). The Board is responsible for planning, co-ordinating and providing services as outlined in service and funding contracts with the Ministry of Social Services, Saskatchewan Housing, SARCAN and SARC and its bylaws policies and procedures.

Gravelbourg Bon Ami, Inc. is a registered charity within the meaning of the Income Tax Act and is therefore exempt from tax.

3. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Fund accounting

Gravelbourg Bon Ami, Inc. follows the deferral method of accounting for contributions.

Revenues and expenses related to program delivery and administrative activities are reported in the Operating Fund.

The Capital Fund reports the assets, liabilities, revenues, and expenses related to Gravelbourg Bon Ami, Inc.'s capital assets.

The Reserve Fund is a restricted fund that reflects fundraising and donations or assets transferred to the Board as donations. The assets include cash and investments initially accumulated by Gravelbourg Bon Ami, Inc. from fundraising, donations or Social Services funding for equipment and equipment reserves. The assets are accounted for separately and the use of assets is subject to restrictions set out in the Ministry of Social Services Reserve Policy.

Cash and cash equivalents

Cash includes cash and cash equivalents. The carrying amounts approximate fair value because they have maturities at the date of purchase of less than ninety days.

Contributed services

The operations of the organization depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

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GRAVELBOURG BON AMI, INC.

Notes to Financial Statements

Year Ended March 31, 2023

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Donated goods

Donated goods are recorded at their fair market value at the time of the donation.

Goods and Services Tax

Contributed materials and services are recoverable at 50% as a rebate. The unrecoverable portion is recorded as an expense with the rebate treated as a receivable.

Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated amortization. Property, plant and equipment are amortized over their estimated useful lives at the following rates and methods:

Buildings	1-30 years	straight-line method
Equipment	1-20 years	straight-line method

The Company regularly reviews its property, plant and equipment to eliminate obsolete items. Government grants are treated as a reduction of property, plant and equipment cost.

5. TERM DEPOSITS

Term deposits are recorded as follows:

	<u>2023</u>	<u>2022</u>
GIC maturing September 19, 2023. Interest rate is 3.25% and is payable upon maturity.	\$ 51,900	\$ 50,251
Special Offer GIC maturing July 1, 2023. Interest rate is 4.20% and is payable upon maturity.	50,000	50,000
Three year cashable GIC maturing July 17, 2023. Interest rate is 0.85% and is payable upon maturity.	50,000	50,000
	<u>\$ 151,900</u>	<u>\$ 150,251</u>

6. MARKETABLE SECURITIES

	<u>2023</u>	<u>2022</u>
Fidelity Global Income Class Portfolio (2282) Series B - FE	\$ 202,047	\$ 201,677
BNS Corp Inv Sac Act SR A-NL	252,952	-
	<u>\$ 454,999</u>	<u>\$ 201,677</u>
Market value	<u>\$ 446,701</u>	<u>\$ 199,258</u>

GRAVELBOURG BON AMI, INC.

Notes to Financial Statements

Year Ended March 31, 2023

7. PROPERTY, PLANT AND EQUIPMENT

	Cost	Accumulated amortization	2023 Net book value	2022 Net book value
Land	\$ 42,487	\$ -	\$ 42,487	\$ 42,487
Buildings	562,578	444,461	118,117	125,552
Equipment	184,975	184,975	-	-
	<u>\$ 790,040</u>	<u>\$ 629,436</u>	<u>\$ 160,604</u>	<u>\$ 168,039</u>

8. LONG TERM DEBT

	2023	2022
CMHC mortgage bearing interest at 1.83% per annum, repayable in monthly blended payments of \$857. The mortgage matures on January 1, 2025 and is secured by the Group Home.	\$ 18,522	\$ 28,378

Principal repayment terms are approximately:

2024	\$ 10,024
2025	8,498
	<u>\$ 18,522</u>

9. RESERVE BALANCES

	Opening Balance	Transfers and Contributions to Reserves	Transfers and Withdrawals from Reserves	2023	2022
<u>Building Reserve</u>					
Industrie Prairie Industries	\$ (24,244)	\$ 2,151	\$ -	\$ (22,093)	\$ (24,244)
<u>Equipment and Furnishings Reserve</u>					
Industrie Prairie Industries	34,110	124	-	34,234	34,110
Residential	56,126	663	-	56,789	56,126
	<u>90,236</u>	<u>787</u>	<u>-</u>	<u>91,023</u>	<u>90,236</u>
<u>General Reserves</u>					
Industrie Prairie Industries	480,400	26,125	-	506,525	480,400
Residential	40,734	-	5,366	35,368	40,734
	<u>521,134</u>	<u>26,125</u>	<u>5,366</u>	<u>541,893</u>	<u>521,134</u>

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GRAVELBOURG BON AMI, INC.

Notes to Financial Statements

Year Ended March 31, 2023

9. RESERVE BALANCES *(continued)*

	Opening Balance	Transfers and Contributions to Reserves	Transfers and Withdrawals from Reserves	2023	2022
General Reserves - Sick Fund					
Industrie Prairie Industries	3,477	-	-	3,477	3,477
	\$ 590,603	\$ 29,063	\$ 5,366	\$ 614,300	\$ 590,603

10. ECONOMIC DEPENDENCE

The organization currently receives significant revenues in grants from the Ministry of Social Services and Sask Housing. As a result, the organization is dependant on the continuation of these grants to maintain operations at their current level.