
Iranian Women's Organization
of Ontario

Incorporated under the laws of Ontario

FINANCIAL STATEMENTS

April 30, 2023

See Auditors' Report

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INDEPENDENT AUDITORS' REPORT

Report on the Audit of the Financial Statements

To the Board of Directors of Iranian Women's Organization of Ontario :

Qualified Opinion

We have audited the financial statements of Iranian Women's Organization of Ontario , ("the Entity"), which comprise , the statement of financial position at **April 30, 2023** and the statements of operations, and changes in net assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the 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 Iranian Women's Organization of Ontario as at **April 30, 2023**, and the results of its operations and changes in its net assets for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

In common with many not-for-profit organizations, Iranian Women's Organization of Ontario derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these amounts was limited to the amounts recorded in the organization's accounting records and we were not able to determine whether, as at and for the year ended **April 30, 2023**, any adjustments might be necessary to donations, excess of revenue over expenses reported in the statement of operations, and net assets reported on the statement of financial position.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditors' 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 my 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 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 these financial statements, management is responsible for assessing the Entity's ability to continue as going concern, disclosing, as applicable, matters related to a 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.

INDEPENDENT AUDITORS' REPORT (Continued)

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 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 judgement and maintain professional skepticism throughout the audit. We also:

- a) 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 my 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.
- b) 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.
- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d) 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 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 the Entity to cease to continue as a going concern.
- e) 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 communicated 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.

Richmond Hill, Ontario
July 10, 2023

RASHIDI LLP, CHARTERED PROF. ACCOUNTANTS

Licensed Public Accountants

Iranian Women's Organization of Ontario

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STATEMENT OF FINANCIAL POSITION

April 30, 2023

	<u>ASSETS</u>	<u>2023</u>	<u>2022</u>
CURRENT			
Cash in bank- regular account		22,570	587
Petty cash - IWO		83	0
Short term investments - saving account & GIC		122,463	91,233
Accounts receivable		639	313
Prepaid insurance expense		1,912	1,867
HST rebate recoverable		0	451
		147,667	94,451
 CAPITAL ASSETS (Note 7)		17,162	15,877
		164,829	110,328
	<u>LIABILITIES</u>		
CURRENT			
Accounts payable and accruals		8,111	5,937
Payroll deductions payable		1,180	1,113
Deferred revenue - CSP		16,453	0
Deferred revenue - NHSP		11,777	0
Deferred revenue - Spotlight		15,000	0
Loan from Gov't - CEBA - due Dec 31, 2023		40,000	0
		92,521	7,050
LONG-TERM LIABILITIES			
Loan from Gov't - CEBA - due Dec 31, 2023		0	40,000
	<u>NET ASSETS</u>		
Unrestricted surplus		56,458	48,713
Restricted surplus (deficit) - OLG		-2,268	-2,268
Restricted surplus - Scholarship		956	956
Invested in capital assets		17,162	15,877
		72,308	63,278
		164,829	110,328

Approved on behalf of the Board of Directors :

President  Treasurer 

See the accompanying Notes and Schedule which are an integral part of these financial statements

Iranian Women's Organization of Ontario

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STATEMENT OF CHANGES IN NET ASSETS

YEAR ENDED APRIL 30, 2023

	<u>2023</u>	<u>2022</u>
UNRESTRICTED SURPLUS		
Balance beginning of year	48,713	51,232
NET SURPLUS (DEFICIT)	9,030	-2,371
Transfer of Capital assets addition to Capital Assets as below	-3,576	-1,912
Transfer of depreciation expense to Capital Assets	2,291	1,764
Balance end of year	<u>56,458</u>	<u>48,713</u>
 RESTRICTED SURPLUS (DEFICIT) -OLGC		
Balance beginning of year	-2,268	-2,268
NET SURPLUS (DEFICIT)	0	0
Balance end of year	<u>-2,268</u>	<u>-2,268</u>
 RESTRICTED SURPLUS - SCHOLARSHIP		
Balance beginning of year	956	956
NET SURPLUS (DEFICIT)	0	0
Balance end of year	<u>956</u>	<u>956</u>
 CAPITAL ASSETS		
Balance beginning of year	15,877	15,729
Add : investment in Capital Assets	3,576	1,912
Less: Depreciation expense	-2,291	-1,764
Balance end of year	<u>17,162</u>	<u>15,877</u>

See the accompanying Notes and Schedule which are an integral part of these financial statements

Iranian Women's Organization of Ontario

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STATEMENT OF OPERATIONS

YEAR ENDED APRIL 30, 2023

	<u>2023</u>	<u>2022</u>
<u>REVENUES</u>		
City of Toronto - Community Service Partnerships Program (CSP)	38,515	37,760
Grants - Career Ready Subsidy	0	2,013
Grants - OTF Resilient Community Fund	33,300	0
Grants - New Horizon (NHSP)	1,070	22,880
Grants - Canada Summer Job (CSJ)	18,751	17,724
Grants - Spotlight	35,000	0
Membership fees	7,812	4,065
Donations (IWOO)	20,145	7,835
User fees - Cultural and National events	1,246	4,915
Fundraising Revenue	345	0
Sponsorship	6,975	0
Other income - Wage Subsidy (CEWS)	0	21,861
Other receipts, other sources and HST Rebate	3,633	1,390
CEBA loan - forgivable portion	0	0
	166,792	120,443
<u>EXPENSES (see Schedule of Expenses)</u>		
City of Toronto - Community Service Partnerships Program (CSP)	37,567	37,067
Career Ready Subsidy (CRS)	0	2,013
Canada Summer Job (CSJ)	18,898	17,738
New Horizon (NHSP)	0	24,970
OTF Resilient Community Fund (OTF)	30,619	0
Spotlight	20,459	0
IWOO	50,219	41,026
	157,762	122,814
UNRESTRICTED - NET SURPLUS (DEFICIT)	9,030	-2,371

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Iranian Women's Organization of Ontario

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NOTES TO FINANCIAL STATEMENTS

April 30, 2023

1.NATURE OF ORGANIZATION

Iranian Women's Organization of Ontario "Organization") was incorporated as a not-for-profit corporation without share capital under the Ontario Corporations Act by Letters Patent dated March 1, 1989. The Patent was amended on March 23, 2018 and the Organization was registered as a charity under the Income Tax Act (Canada) as of May 1, 2018, and as such, is exempt from income taxes. The Organization's registered charity number is 131611642 RR0001.

2.SIGNIFICANT ACCOUNTING POLICIES

The financial statements are presented in accordance with Canadian accounting standards for non-profit organizations.

Revenue Recognition:

These financial statements are prepared on an accrual basis. Unrestricted revenue is recorded as received. Restricted revenues are recorded based on the agreement with the funders.

Fund Accounting

Net assets have been separated to reflect investment in capital assets, unrestricted funds and restricted funds.

Accounting Estimates:

Preparation of the financial statements in conformity with the Canadian accounting standards for non-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimated.

Donated Services:

Some services are donated and their value have not been recorded in these financial statements.

Capital Assets

Capital assets are depreciated on a diminishing balance . Depreciation is provided based on the estimated useful lives of the assets. The depreciation rates used are as follows:

Furniture and equipment	Declining balance - 20%
Computer hardware and software	Declining balance - 30%
Leasehold improvements	Declining balance - 5%

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NOTES TO FINANCIAL STATEMENTS

April 30, 2023

Financial Instruments

The organization's financial instruments consists of cash and term deposits, receivables and payables and accruals. It is management's opinion that the corporation is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying value due to their immediate or short term maturity.

3 . CAPITAL MANAGEMENT AND ECONOMIC DEPENDENCE:

The Organization includes cash, prepaid expenses, accounts payable and accrued liabilities, and net assets in its capital management consideration. The Organization's objectives when managing capital are to safeguard its ability to continue as a going concern and continue to execute its mandate within the restrictions that the organization government funding.

The Organization monitors these items to assess its ability to fulfil its ongoing financial obligations. The Organization relies primarily on grants, fundraising, and donations to fund its operations and makes adjustments to its budgeted expenditures in light of changes. The Organization is not subject to externally imposed capital requirements.

The Organization is dependent on Grants for continued operations.

4. FINANCIAL INSTRUMENTS - RISK MANAGEMENT:

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

The Organization's financial instruments consist of cash, prepaid expenses, accounts payable and accrued liabilities. Unless otherwise noted, it is management's opinion that the Organization is not exposed to significant interest or credit risks. Liquidity risk is managed by establishing budgets and maintaining sufficient cash and equivalents on hand or in interest bearing accounts.

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NOTES TO FINANCIAL STATEMENTS

April 30, 2023

5. TRANSACTIONS WITH THE DIRECTORS

The organization is governed by the Board of Directors who serve without remuneration.

6. PRIOR YEAR'S AMOUNTS

Certain prior year amounts have been reclassified and adjusted to conform with current year's presentation.

7. CAPITAL ASSETS

	Cost	Accumulated Depreciation	Net book value	
			2023	2022
Computer hardware and software	14,715	11,129	3,586	2,298
Furniture and equipment	10,035	6,747	3,288	2,750
Leasehold improvements	11,999	1,711	10,288	10,829
	36,749	19,587	17,162	15,877

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SCHEDULE OF EXPENSES**YEAR ENDED APRIL 30, 2023**

	<u>CSP</u>	<u>Spotlight</u>	<u>CRS</u>	<u>CSJ</u>	<u>OTF</u>	<u>IWO</u>	<u>TOTAL</u>	
<u>EXPENSES</u>							<u>2023</u>	<u>2022</u>
Promotion and publicity	0	0	0	0	0		0	11,259
Fundraising	0	0	0	0	0	3,600	3,600	0
Other expenditures	0	0	0	0	0	2,619	2,619	5,144
Program expenses	12,860	20,459	0	0	17,983		51,302	16,793
Honorarium and volunteers'	0	0	0	0	0	0	0	2,850
Office and administrative	0	0	0	0	0	7,461	7,461	0
Purchased services	2,486	0	0	0	0	0	2,486	2,486
Building Occupancy	509	0	0	0	0	2,814	3,323	3,036
Salaries and benefits	21,712	0	0	18,898	12,636	31,434	84,680	79,482
Depreciation of capital assets	0	0	0	0	0	2,291	2,291	1,764
	<u>37,567</u>	<u>20,459</u>	<u>0</u>	<u>18,898</u>	<u>30,619</u>	<u>50,219</u>	<u>157,762</u>	<u>122,814</u>

CSP - City of Toronto - Community Service Partnerships Program

Spotlight - Women Sports

CRS - Career Ready Subsidy

CSJ- Canada Summer Job

OTF - Ontario Trillium Foundation - Resilient Community Fund