

**Iranian Women's Organization**  
**of Ontario**

**Incorporated under the laws of Ontario**

**FINANCIAL STATEMENTS**

**April 30, 2021**

**See Auditors' Report**

<b><u>CONTENTS</u></b>	<b><u>PAGE</u></b>
Auditors' Report	2-3
Statement of Financial Position	4
Statement of Changes in Net Assets	5
Statement of Operations	6
Notes to Financial Statements	7-9
Schedule of Expenses	10

***Rashidi LLP***  
***Chartered Professional Accountants***

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# ***Rashidi LLP***

## ***Chartered Professional Accountants***

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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, 2021** 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, 2021**, 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, 2021**, 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 21, 2021

***RASHIDI LLP, CHARTERED PROF. ACCOUNTANTS***  
Licensed Public Accountants

## **Iranian Women's Organization of Ontario**

Incorporated under the laws of Ontario

### **STATEMENT OF FINANCIAL POSITION**

**April 30, 2021**

	<b><u>ASSETS</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>
<b>CURRENT</b>			
Cash in bank- regular account		<b>47,246</b>	44,508
Petty cash - IWO		<b>203</b>	288
Short term investments - saving account & GIC		<b>71,061</b>	41,000
Grants receivable		<b>0</b>	4,808
Pledges receivable - renovation cost		<b>174</b>	2,131
Prepaid insurance expense		<b>1,994</b>	0
HST rebate recoverable		<b>0</b>	1,563
		<b>120,678</b>	94,298
 CAPITAL ASSETS (Note 7)		<b>15,729</b>	14,745
		<b>136,407</b>	109,043
	<b><u>LIABILITIES</u></b>		
<b>CURRENT</b>			
Accounts payable and accruals		<b>6,825</b>	7,733
Payroll deductions payable		<b>1,053</b>	941
Deferred revenue - CSP		<b>22,880</b>	14,955
		<b>30,758</b>	23,629
 <b>LONG-TERM LIABILITIES</b>			
Loan from Gov't - CEBA		<b>40,000</b>	40,000
	<b><u>NET ASSETS</u></b>		
Unrestricted surplus		<b>51,232</b>	31,981
Restricted surplus (deficit) - OLG		<b>-2,268</b>	-2,268
Restricted surplus - Scholarship		<b>956</b>	956
Invested in capital assets		<b>15,729</b>	14,745
		<b>65,649</b>	45,414
		<b>136,407</b>	109,043

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, 2021**

	<u><b>2021</b></u>	<u><b>2020</b></u>
<b>UNRESTRICTED SURPLUS</b>		
Balance beginning of year	<b>31,981</b>	31,807
NET SURPLUS (DEFICIT)	<b>20,235</b>	9,684
Transfer of Capital assets addition to Capital Assets as below	<b>-3,253</b>	-11,089
Transfer of depreciation expense to Capital Assets	<b>2,269</b>	1,579
Balance end of year	<u><b>51,232</b></u>	<u>31,981</u>
 <b>RESTRICTED SURPLUS (DEFICIT) -OLGC</b>		
Balance beginning of year	<b>-2,268</b>	-2,268
NET SURPLUS (DEFICIT)	<b>0</b>	0
Balance end of year	<u><b>-2,268</b></u>	<u>-2,268</u>
 <b>RESTRICTED SURPLUS - SCHOLARSHIP</b>		
Balance beginning of year	<b>956</b>	956
NET SURPLUS (DEFICIT)	<b>0</b>	0
Balance end of year	<u><b>956</b></u>	<u>956</u>
 <b>CAPITAL ASSETS</b>		
Balance beginning of year	<b>14,745</b>	4,989
Add : investment in Capital Assets	<b>3,253</b>	11,089
Less: Depreciation expense	<b>-2,269</b>	-1,333
Balance end of year	<u><b>15,729</b></u>	<u>14,745</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, 2021**

	<u>2021</u>	<u>2020</u>
<b><u>REVENUES</u></b>		
City of Toronto - Community Service Partnerships Program (CSP)	<b>37,385</b>	35,845
Foundations - Ontario Trillium Foundation (OTF)	<b>0</b>	0
Grants - Investing in Neighbourhoods (IIN)	<b>0</b>	14,959
Grants - ASHAS	<b>0</b>	24,040
Grants - New Horizon	<b>2,080</b>	0
Grants - Canada Summer Job (CSJ)	<b>8,693</b>	16,490
Membership fees	<b>4,485</b>	5,210
Donations (IWOO)	<b>1,441</b>	13,000
User fees - Cultural and National events	<b>5,653</b>	1,309
Sponsorship	<b>154</b>	4,393
Fundraising - Cultural and National events	<b>0</b>	25,655
Other income - Wage Subsidy (CEWS)	<b>23,717</b>	0
Other receipts, other sources and HST Rebate	<b>1,112</b>	3,710
CEBA loan - forgivable portion	<b>20,000</b>	0
	<b>104,720</b>	144,611
<b><u>EXPENSES (see Schedule of Expenses)</u></b>		
Promotion and publicity	<b>0</b>	0
Fundraising expenses	<b>0</b>	24,441
Other expenditures	<b>2,157</b>	518
Program expenses	<b>6,561</b>	10,850
Honorarium and volunteers	<b>0</b>	0
Office and administrative expenses	<b>2,879</b>	5,592
Purchased services	<b>2,628</b>	2,628
Building Occupancy	<b>2,117</b>	2,741
Salaries and benefits	<b>65,874</b>	86,578
Depreciation of capital assets	<b>2,269</b>	1,579
	<b>84,485</b>	134,927
<b>NET SURPLUS (DEFICIT) CONSISTS OF:</b>		
UNRESTRICTED SURPLUS (DEFICIT)	<b>20,235</b>	9,684
RESTRICTED SURPLUS (DEFICIT) - OLGC	<b>0</b>	0
RESTRICTED SURPLUS (DEFICIT)- SCHOLARSHIP	<b>0</b>	0
	<b>20,235</b>	9,684

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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### **NOTES TO FINANCIAL STATEMENTS**

**April 30, 2021**

#### **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%

## **Iranian Women's Organization of Ontario**

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### **NOTES TO FINANCIAL STATEMENTS**

**April 30, 2021**

#### 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.



## **Iranian Women's Organization of Ontario**

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### **NOTES TO FINANCIAL STATEMENTS**

**April 30, 2021**

#### **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	
			<b>2021</b>	2020
Furniture and equipment - IWO	5,158	4,624	<b>534</b>	667
Computer hardware and software - IWO	5,154	2,906	<b>2,248</b>	2,903
Furniture and equipment - New Horizon	502	353	<b>149</b>	186
Computer hardware and software - New Horizon	5,313	4,554	<b>759</b>	1,083
Furniture and equipment - OTF	1,204	839	<b>365</b>	457
Computer hardware and software - OTF	1,931	1,655	<b>276</b>	394
Leasehold improvements	11,998	600	<b>11,398</b>	9,055
	<b>31,260</b>	<b>15,531</b>	<b>15,729</b>	14,745

**Iranian Women's Organization of Ontario**

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**SCHEDULE OF EXPENSES****YEAR ENDED APRIL 30, 2021**

	<u>CSP</u>	<u>OTF</u>	<u>INN</u>	<u>SG</u>	<u>CSJ</u>	<u>ASHAS</u>	<u>IWOO</u>	<u>2021</u>	<u>TOTAL</u>	<u>2020</u>
<b><u>EXPENSES</u></b>										
Promotion and publicity								0		0
Fundraising								0		24,441
Other expenditures	830						1,327	2,157		518
Program expenses	1,764					4,797		6,561		10,850
Honorarium and volunteers'								0		0
Office and administrative	1,620						1,259	2,879		5,592
Purchased services	2,628							2,628		2,628
Building Occupancy							2,117	2,117		2,741
Salaries and benefits	30,543				8,693		26,638	65,874		86,578
Depreciation of capital assets							2,269	2,269		1,579
	<u>37,385</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>8,693</u>	<u>4,797</u>	<u>33,610</u>	<u>84,485</u>		<u>134,927</u>

City of Toronto - Community Service Partnerships Program (CSP)

Foundations - Ontario Trillium Foundation (OTF)

Grants - Investing in Neighbourhoods (IIN)

Grants - ASHAS

Grants - Canada Summer Job (CSJ)