



PAWS FOR HOPE ANIMAL FOUNDATION
Financial Statements
Year Ended March 31, 2019
(Unaudited)



PAWS FOR HOPE ANIMAL FOUNDATION

Index to Financial Statements

Year Ended March 31, 2019

(Unaudited)



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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Paws for Hope Animal Foundation

We have reviewed the accompanying financial statements of Paws for Hope Animal Foundation that comprise the statement of financial position as at March 31, 2019 and the statements of revenues and expenditures, changes in net assets and cash flows for the year then ended, and 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

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us 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, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of Paws for Hope Animal Foundation as at March 31, 2019, and the results of its operations and its cash flows for the year then ended in accordance with the Canadian accounting standards for not-for-profit organizations.

Burnaby, BC
August 14, 2019



A-R PARTNERS
CHARTERED PROFESSIONAL ACCOUNTANTS

PAWS FOR HOPE ANIMAL FOUNDATION

Statement of Financial Position

March 31, 2019

(Unaudited)



	2019	2018
ASSETS		
CURRENT		
Cash (Note 4)	\$ 81,475	\$ 68,832
Marketable securities (Note 5)	21,136	-
Goods and services tax recoverable	5,241	3,829
Prepaid expenses	629	4,650
	108,481	77,311
EQUIPMENT (Note 3)	1,178	1,657
	\$ 109,659	\$ 78,968
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 3,648	\$ 3,541
Deferred contributions (Note 8)	37,156	50,447
	40,804	53,988
NET ASSETS		
General funds	7,034	(13,518)
Restricted funds	61,821	38,498
	68,855	24,980
	\$ 109,659	\$ 78,968

ON BEHALF OF THE BOARD

Director

Director

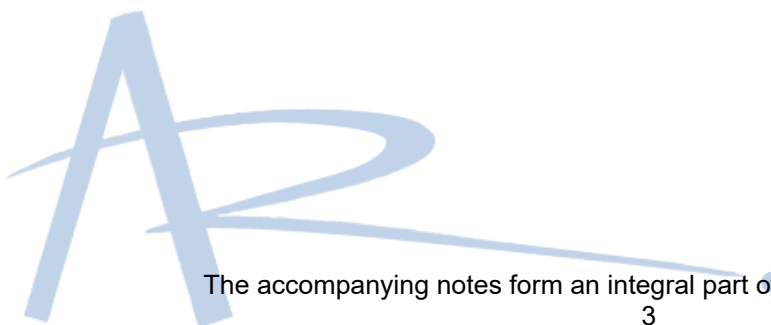
The accompanying notes form an integral part of these financial statements

PAWS FOR HOPE ANIMAL FOUNDATION
Statement of Revenues and Expenditures
Year Ended March 31, 2019

(Unaudited)



	2019	2018
REVENUE		
Donations	\$ 197,106	\$ 132,241
Events	14,937	4,990
General	11,293	200
Interest	59	821
Memberships	150	129
Merchandise	517	-
Restricted grants (Note 6)	127,790	80,745
	<u>351,852</u>	<u>219,126</u>
EXPENSES		
Advertising and promotion	6,643	12,304
Amortization	480	679
Conferences and events	2,845	3,414
Fund development	29,365	8,229
Insurance	4,650	4,650
Interest and bank charges	2,883	2,268
Licenses and dues	447	436
Management and administration wages and fees	40,384	42,932
Meals and entertainment	1,142	49
Merchandise	3,394	1,853
Office	3,685	3,013
Professional fees	7,674	7,924
Program expenditures (Note 7)	200,863	136,934
Strategic planning	5,457	1,838
Telephone	1,792	1,166
Travel	2,761	2,126
	<u>314,465</u>	<u>229,815</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES FROM OPERATIONS	<u>37,387</u>	<u>(10,689)</u>
OTHER INCOME (LOSS)		
Gain (loss) on disposal of marketable securities	62	(6,506)
Unrealized market value increase of marketable securities	6,426	-
	<u>6,488</u>	<u>(6,506)</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	<u>\$ 43,875</u>	<u>\$ (17,195)</u>



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PAWS FOR HOPE ANIMAL FOUNDATION

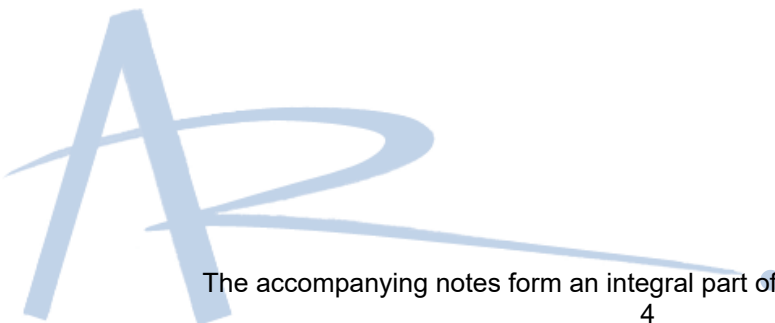
Statement of Changes in Net Assets

Year Ended March 31, 2019

(Unaudited)



	General Funds	Restricted Funds	2019	2018
NET ASSETS - BEGINNING OF YEAR	\$ (13,518)	\$ 38,498	\$ 24,980	\$ 42,175
EXCESS OF REVENUE OVER EXPENSES	20,552	23,323	43,875	(17,195)
NET ASSETS - END OF YEAR	\$ 7,034	\$ 61,821	\$ 68,855	\$ 24,980



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PAWS FOR HOPE ANIMAL FOUNDATION

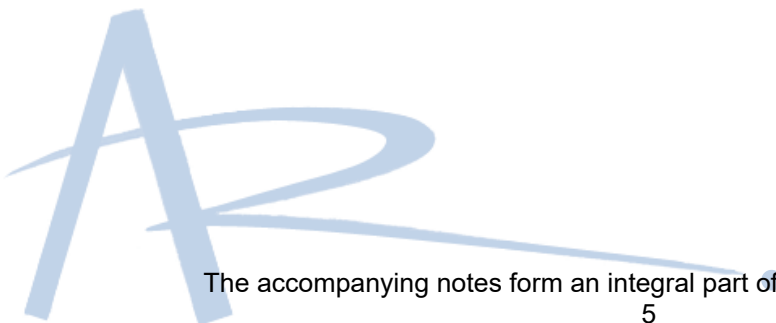
Statement of Cash Flows

Year Ended March 31, 2019

(Unaudited)



	2019	2018
OPERATING ACTIVITIES		
Cash receipts from customers	\$ 338,561	\$ 222,381
Cash paid to suppliers	(306,976)	(231,571)
Interest paid	(2,883)	(2,269)
Goods and services tax	(1,412)	(3,829)
	<u>27,290</u>	<u>(15,288)</u>
INVESTING ACTIVITIES		
Proceeds from sale of marketable securities	994	26,887
Purchase of marketable securities	(15,641)	-
	<u>(14,647)</u>	<u>26,887</u>
INCREASE IN CASH FLOW	12,643	11,599
Cash - beginning of year	<u>68,832</u>	<u>57,233</u>
CASH - END OF YEAR	\$ 81,475	\$ 68,832
CASH CONSISTS OF:		
Cash	<u>\$ 81,475</u>	<u>\$ 68,832</u>



The accompanying notes form an integral part of these financial statements

PAWS FOR HOPE ANIMAL FOUNDATION

Notes to Financial Statements

Year Ended March 31, 2019

(Unaudited)



1. NATURE OF OPERATIONS

Paws for Hope Animal Foundation (the Foundation) was incorporated on June 16, 2011. The Foundation is dedicated towards responding to the immediate and urgent needs of animals in crisis and functions to significantly improve the overall welfare of animals through education programs, awareness campaigns and community support.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO).

Cash

Cash represents unrestricted cash on hand, restricted cash on hand and deposits with banks.

Revenue recognition

Paws for Hope Animal Foundation follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

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

Unrestricted investment income is recognized as revenue when earned.

Contributed services

Volunteers contribute a significant amount of their time each year. Due to the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

Equipment

Equipment is stated at cost less accumulated amortization. Equipment is amortized over their estimated useful lives on a declining balance basis at the following rates and methods:

Equipment	20%	declining balance method
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Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

PAWS FOR HOPE ANIMAL FOUNDATION

Notes to Financial Statements

Year Ended March 31, 2019

(Unaudited)



3. EQUIPMENT

	Cost	Accumulated amortization	2019 Net book value	2018 Net book value
Computer equipment	\$ 2,489	\$ 1,452	\$ 1,037	\$ 1,481
Office equipment	306	165	141	176
	\$ 2,795	\$ 1,617	\$ 1,178	\$ 1,657

4. RESTRICTED CASH

Cash includes a gaming account that is restricted externally for programs that the Foundation offers.

	2019	2018
BC Gaming Account	\$ 2,639	\$ 5,494

5. CONTRIBUTED ASSETS

During the fiscal year, the Foundation received a donation of marketable securities with a cost of \$14,709 at March 31, 2019. Its fair value was \$21,136 at March 31, 2019. The contributed asset and related investment income have no external restrictions on its use.

6. RESTRICTED GRANTS

	2019	2018
BC Gaming	\$ 36,837	\$ 22,751
Vancouver Foundation	55,846	49,994
Telus Corporation	2,127	-
The River Foundation	8,000	8,000
Lush Cosmetics Inc.	24,980	-
	\$ 127,790	\$ 80,745



PAWS FOR HOPE ANIMAL FOUNDATION

Notes to Financial Statements

Year Ended March 31, 2019

(Unaudited)



7. PROGRAM EXPENDITURES

The following are programs that the Foundation offers

	2019	2018
Pets are Not Products	\$ 14,815	\$ 1,846
Pets are Not Products (Restricted)	7,568	643
Roxy's Relief	86,416	54,021
Roxy's Relief (Restricted)	31,396	22,108
Animal Welfare Advisory Network of BC (Restricted)	50,688	36,328
Guardian Angel - Animal Transport	1,000	-
Guardian Angel - Organizational Development	1,000	9,000
Guardian Angel - Veterinary Care	7,980	12,988
	\$ 200,863	\$ 136,934

8. DEFERRED CONTRIBUTIONS ON RESTRICTED GRANTS

	BC Gaming	Telus Corporation	Vancouver Foundation	Total
Roxy's Relief	\$ 2,639	\$ -	\$ -	\$ 2,639
Animal Welfare Advisory Network of BC	-	-	34,517	34,517
	\$ 2,639	\$ -	\$ 34,517	\$ 37,156

The BC Gaming grant is externally restricted for certain expenses related to the Roxy's Relief and Pets are Not Products programs.

The Telus Corporation grant is externally restricted for certain expenses related to the Roxy's Relief program.

The Vancouver Foundation grant is externally restricted for certain expenses related to the Animal Welfare Advisory Network of BC program.

9. CONTINGENT LIABILITY

The Foundation has a line of credit available in the amount of \$10,000 from Vancouver City Savings Credit Union. The line of credit bears interest at the bank's prime rate plus 2.9%. At March 31, 2019, the Foundation has no amount outstanding under this line of credit.

10. FINANCIAL INSTRUMENTS

The Foundation is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Foundation's risk exposure and concentration as of March 31, 2019.

(continues)

PAWS FOR HOPE ANIMAL FOUNDATION

Notes to Financial Statements

Year Ended March 31, 2019

(Unaudited)



10. FINANCIAL INSTRUMENTS *(continued)*

(a) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Foundation is exposed to this risk mainly in respect of its receipt of funds from its donors and other related sources, accounts payable and accrued liabilities.

(b) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk. The Foundation is mainly exposed to other price risk.

