

2-SPIRITED PEOPLE OF MANITOBA INC.
Financial Statements
Year Ended March 31, 2021

2-SPIRITED PEOPLE OF MANITOBA INC.
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Year Ended March 31, 2021

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INDEPENDENT AUDITOR'S REPORT

To the Members of 2-Spirited People of Manitoba Inc.

Opinion

We have audited the financial statements of 2-Spirited People of Manitoba Inc. (the organization), which comprise the statement of financial position as at March 31, 2021, and the statements of revenues and expenses, changes in net assets and cash flows 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, 2021, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis for Opinion

We conducted our audit in accordance with Canadian 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 are independent of the organization in accordance with ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our 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 the financial statements in accordance with ASNPO, 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 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.

(continues)

Independent Auditor's Report to the Members of 2-Spirited People of Manitoba Inc. *(continued)*

As part of an audit in accordance with Canadian 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.
- 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.

Winnipeg, MB
October 26, 2021



CHARTERED PROFESSIONAL ACCOUNTANTS

2-SPIRITED PEOPLE OF MANITOBA INC.

Statement of Financial Position

March 31, 2021

ASSETS

CURRENT

Cash	\$ 133,120
Goods and services tax recoverable	<u>75</u>
	<u>\$ 133,195</u>

LIABILITIES AND NET ASSETS

CURRENT

Accounts payable	\$ 21,845
Wages payable	403
Deferred income	<u>110,947</u>
	<u>\$ 133,195</u>

ON BEHALF OF THE BOARD

_____ *Director*

_____ *Director*

See notes to financial statements

2-SPIRITED PEOPLE OF MANITOBA INC.
Statement of Revenues and Expenses
Year Ended March 31, 2021

REVENUES

Women and Gender Equality Canada	\$ 27,383
Indigenous Service Canada - COVID Relief	11,386
Miscellaneous Revenue	<u>1,322</u>
	<u>40,091</u>

EXPENSES

Administration	4,963
Advertising and promotion	1,469
Interest and bank charges	57
Outreach	9,717
Professional fees	2,900
Rental	6,500
Salaries and wages	11,216
Supplies and materials	3,086
Telephone and internet	120
Travel	<u>63</u>
	<u>40,091</u>

EXCESS OF REVENUES OVER EXPENSES

\$ -

See notes to financial statements

2-SPIRITED PEOPLE OF MANITOBA INC.
Statement of Changes in Net Assets
Year Ended March 31, 2021

	2021
NET ASSETS - BEGINNING OF YEAR	\$ -
NET ASSETS - END OF YEAR	\$ -

See notes to financial statements

2-SPIRITED PEOPLE OF MANITOBA INC.

Statement of Cash Flows

Year Ended March 31, 2021

OPERATING ACTIVITIES

Excess of revenues over expenses \$ -

Changes in non-cash working capital:

 Accounts payable 21,845
 Deferred income 110,947
 Goods and services tax payable (75)
 Wages payable 403

133,120

INCREASE IN CASH FLOW

133,120

Cash - beginning of year

-

CASH - END OF YEAR

\$ 133,120

See notes to financial statements

2-SPIRITED PEOPLE OF MANITOBA INC.

Notes to Financial Statements

Year Ended March 31, 2021

1. DESCRIPTION OF OPERATIONS

The organization was incorporated on March 20, 2006 under the laws of Manitoba as a not for profit organization , its purpose is to improve the quality of life of Two Spirit people in Manitoba.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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.

Revenue recognition

2-Spirited People of Manitoba Inc. 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. Endowment contributions are recognized as direct increases in net assets.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Seminar fees are recognized as revenue when the seminars are held.

3. SUBSEQUENT EVENTS

In March 2020, the World Health Organization declared a global pandemic due to the novel coronavirus (COVID-19). The situation is constantly evolving, and the measures put in place are having multiple impacts on local, provincial, national and global economies.

As at October 26, 2021 , the organization is aware of changes in its operations as result of the COVID-19 crisis..

The overall effect of these events on the organization and its operations is too uncertain to be estimated at this time. The impacts will be accounted for when they are known and may be assessed.
