

# **PEER MEDIATION AND SKILLS TRAINING**

## **FINANCIAL STATEMENTS** (Audited)

**December 31, 2023**

a member of

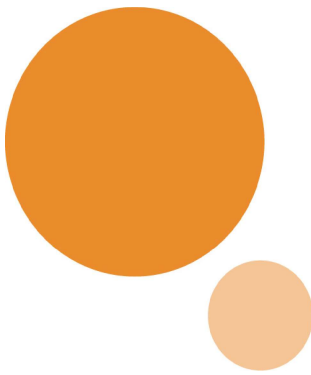


# PEER MEDIATION AND SKILLS TRAINING

December 31, 2023

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# Anthony Chiu

## Chartered Professional Accountant

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### **Independent Auditor's Report**

To the Members of  
**Peer Mediation and Skills Training**

#### **Qualified Opinion**

I have audited the financial statements of the Peer Mediation and Skills Training (the "Organization"), which comprise the Statement of Financial Position as at December 31, 2023, and the Statements of Operations, Changes in Fund Balances, and Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of my report, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2023, and its results of operations and its cash flows 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, the Organization derives revenue from fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Organization. Therefore, I was not able to determine whether any adjustments might be necessary to fundraising revenue, decrease in fund balances, and cash flows from operations for the year ended December 31, 2023, current assets as at December 31, 2023, and fund balances as at January 1, 2023 and December 31, 2023.

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Organization in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

#### **Comparative Information**

The financial statements of the Organization for the year ended December 31, 2022 and the statement of financial position at December 31, 2022 were not audited.

## **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 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 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**

My 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 my 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 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.
- 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusion is based on the audit evidence obtained up to the date of my 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.

I 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 I identify during my audit.

Calgary, Alberta  
September 24, 2024



Anthony Chiu  
Chartered Professional Accountant

**PEER MEDIATION AND SKILLS TRAINING**  
**STATEMENT OF FINANCIAL POSITION**  
(Audited)


As at December 31, 2023

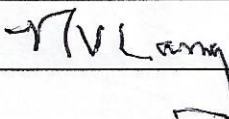
	General 2023	Casino 2023	Total 2023	Total 2022 (Unaudited)
<b>ASSETS</b>				
<b>Current</b>				
Cash and cash equivalents	\$ 14,442	\$ 14,592	\$ 29,034	\$ 102,289
Externally restricted cash (Note 3)	235,110	-	235,110	-
Goods and Services Tax receivable	2,335	-	2,335	724
Prepaid expenses	11,084	4,536	15,620	-
	<b>\$ 262,971</b>	<b>\$ 19,128</b>	<b>\$ 282,099</b>	<b>\$ 103,013</b>

**LIABILITIES AND FUND BALANCES**

<b>Current Liabilities</b>				
Accounts payable and accrued liabilities	\$ 23,598	\$ -	\$ 23,598	\$ -
Deferred cash contributions (Note 4)	235,110	-	235,110	-
	<b>258,708</b>	-	<b>258,708</b>	-
<b>Fund Balances</b>				
General	4,263	-	4,263	47,248
Casino	-	19,128	19,128	55,765
	<b>4,263</b>	<b>19,128</b>	<b>23,391</b>	<b>103,013</b>
	<b>\$ 262,971</b>	<b>\$ 19,128</b>	<b>\$ 282,099</b>	<b>\$ 103,013</b>

APPROVED ON BEHALF OF THE BOARD OF DIRECTORS

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

See Notes to the Financial Statements

**PEER MEDIATION AND SKILLS TRAINING  
STATEMENT OF CHANGES IN FUND BALANCES**

(Audited)

**For the Year Ended December 31, 2023**

	<b>General 2023</b>	<b>Casino 2023</b>	<b>2023</b>	<b>2022 (Unaudited)</b>
Balances, beginning of the year	\$ 47,248	\$ 55,765	\$ 103,013	\$ 57,759
Decrease (increase) in fund balances	<u>(42,985)</u>	<u>(36,637)</u>	<u>(79,622)</u>	45,254
Balances, end of the year	<u>\$ 4,263</u>	<u>\$ 19,128</u>	<u>\$ 23,391</u>	\$ 103,013

See Notes to the Financial Statements

**PEER MEDIATION AND SKILLS TRAINING**  
**STATEMENT OF OPERATIONS**

(Audited)

For the Year Ended December 31, 2023

	<u>General 2023</u>	<u>Casino 2023</u>	<u>Total 2023</u>	<u>Total 2022 (Unaudited)</u>
<b>REVENUES</b>				
Contribution from Casino	\$ -	\$ -	\$ -	\$ 71,358
Donations	5,034	-	5,034	2,180
Fundraising	10,448	-	10,448	47,079
Grant (Note 4)	20,090	-	20,090	-
Interest Income	77	12	89	22
Program	2,000	-	2,000	33,493
	<u>37,649</u>	<u>12</u>	<u>37,661</u>	<u>154,132</u>
<b>EXPENSES</b>				
Administrative	3,823	-	3,823	2,762
Advertising and promotion	3,910	126	4,036	1,730
Bank charge and interest	15	-	15	25
Board development	7,827	-	7,827	23,466
Computer and website	7,606	-	7,606	6,503
Contract service	5,803	24,743	30,546	32,826
Insurance	4,293	11,350	15,643	17,906
Meeting and workshops	7,064	-	7,064	160
Miscellaneous	-	-	-	384
Professional fees	22,504	-	22,504	2,250
Program	16,721	-	16,721	19,145
Rental	250	-	250	400
Telephone	537	430	967	916
Travel	281	-	281	405
	<u>80,634</u>	<u>36,649</u>	<u>117,283</u>	<u>108,878</u>
<b>DECREASE (INCREASE) IN FUND BALANCES</b>	<u>\$ (42,985)</u>	<u>\$ (36,637)</u>	<u>\$ (79,622)</u>	<u>\$ 45,254</u>

See Notes to the Financial Statements



**PEER MEDIATION AND SKILLS TRAINING**  
**STATEMENT OF CASH FLOWS**

(Audited)

For the Year Ended December 31, 2023

	<u>2023</u>	<u>2022</u> (Unaudited)
<b>Cash generated from (used in):</b>		
<b>OPERATING ACTIVITIES:</b>		
(Decrease) increase in fund balances	\$ (79,622)	\$ 45,254
Changes in non-cash operating working capital:		
GST receivable	(1,611)	(724)
Prepaid expenses	(15,620)	-
Accounts payable and accrued liabilities	23,598	-
	<u>(73,255)</u>	<u>44,530</u>
<b>FINANCING ACTIVITY</b>		
Receipt of deferred cash contributions	<u>235,110</u>	<u>-</u>
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>161,855</b>	<b>44,530</b>
Cash and cash equivalents, beginning of the year	<u>102,289</u>	<u>57,759</u>
<b>CASH AND CASH EQUIVALENTS, END OF THE YEAR</b>	<b><u>\$ 264,144</u></b>	<b><u>\$ 102,289</u></b>
<b>Cash and Cash Equivalents Consisting of:</b>		
Cash and cash equivalents, general	\$ 14,442	\$ 46,524
Cash and cash equivalents, gaming	14,592	55,765
Cash and cash equivalents, externally restricted	<u>235,110</u>	<u>-</u>
	<b><u>\$ 264,144</u></b>	<b><u>\$ 102,289</u></b>

See Notes to the Financial Statements

**PEER MEDIATION AND SKILLS TRAINING**  
**NOTES TO THE FINANCIAL STATEMENTS**  
(Audited)

**December 31, 2023**

**1. GENERAL**

Peer Mediation and Skills Training (the "Organization") was incorporated under the Societies Act of Alberta on January 23, 2003. The Organization exists to provide conflict management and dispute resolution skills to youth, families and communities.

The Organization is a registered charitable organization and is income tax exempt under Section 149 of the Income Tax Act (Canada).

**2. SIGNIFICANT ACCOUNTING POLICIES**

These financial statements have been prepared in accordance with Canadian generally accepted accounting standards for not-for-profit organizations. The significant accounting policies are as follows:

**a) Basis of Accounting**

Management has concluded, that the going concern basis of accounting is appropriate for the Organization.

**b) Fund Accounting**

The Organization follows the restricted fund method of accounting for contributions and uses the following funds:

**General Fund**, which includes general operating assets, liabilities, revenues, and expenses related to the operations, program delivery, and administration of the Organization.

**Casino Fund**, which includes casino assets, liabilities, revenues and expenses.

**c) Revenue Recognition**

Unrestricted contributions are recorded as revenue of the General Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Externally restricted contributions by third parties and related to general operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred.

Gaming contributions are recognized as revenue of the Gaming Fund.

**PEER MEDIATION AND SKILLS TRAINING**  
**NOTES TO THE FINANCIAL STATEMENTS**  
(Audited)

**December 31, 2023**

**2. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**d) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, balances with banks and short term deposits with original maturities of three months or less.

**e) Capital Assets**

Small not-for-profit organizations can opt to not capitalize purchases of a capital nature. During the year, the Organization expensed \$Nil (2022 - \$7,735) of expenditures in capital nature.

**f) Financial Instruments**

**Measurement of Financial Instruments**

The Organization initially measures its financial assets and financial liabilities at fair value. The Organization subsequently measures all its financial assets and financial liabilities at cost or amortized cost. Changes in fair value of these financial instruments are recognized in increase (decrease) in fund balances.

Financial instruments measured at amortized cost include cash and cash equivalents, accounts receivable, and accounts payable and accrued liabilities.

**Financial Risk**

It is management's opinion that the Organization is not exposed to significant interest, currency, price, market or credit risks arising from these financial instruments.

**g) Measurement Uncertainty**

The preparation of financial statements in accordance 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, the disclosure of contingent assets and liabilities at the statement of financial position date, and the reported amounts of revenues and expenses for the periods covered.

Estimates and assumptions include the amounts recorded as accrued liabilities. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

**PEER MEDIATION AND SKILLS TRAINING**  
**NOTES TO THE FINANCIAL STATEMENTS**  
(Audited)

**December 31, 2023**

**3. EXTERNALLY RESTRICTED CASH / DEFERRED CASH CONTRIBUTIONS**

The Youth Crime Prevention and Recidivism in Civic Society program grants ("YCPR") are externally restricted by the grantors and can only be used for approved program expenditures.

	<b>2023</b>	<b>2022</b>
Federal YCPR grant held in general bank account	<b>\$ 55,110</b>	\$ -
Alberta YCPR grant held in general bank account	<b>180,000</b>	-
	<b>\$ 235,110</b>	\$ -

**4. GRANT CONTRIBUTIONS**

	<b>2023</b>	<b>2022</b>
<b>YCPR - Government of Canada</b>		
Received	<b>\$ 75,200</b>	\$ -
Spent on operations	<b>(20,090)</b>	-
Carried forward	<b>\$ 55,110</b>	\$ -
<b>YCPR - Province of Alberta</b>		
Received	<b>\$ 180,000</b>	\$ -
Spent on operations	-	-
Carried forward	<b>\$ 180,000</b>	\$ -

**5. CONTRIBUTED GOODS AND SERVICES**

Contributed services and donated items are recognized in the financial statements when the fair value can reasonably be estimated, when the services are used in the normal course of the Organization's operations and when they otherwise would have been purchased. During the year, \$nil donated goods and services were recorded in the financial statements.

A substantial number of volunteers have made significant contributions of their time to develop the Organization's programs. The value of this contributed time is not reflected in these financial statements.

**6. FUNDRAISING EXPENSES**

As required under section 7(2) of the Charitable Fundraising Regulation of Alberta, the following amounts are disclosed.

- Direct costs incurred for the purpose of soliciting contributions \$Nil (2022 - \$Nil).
- Amounts paid as remuneration to employees whose principal duties involve fundraising \$Nil (2022 - \$Nil).

**PEER MEDIATION AND SKILLS TRAINING  
SCHEDULE 1 - YOUTH CRIME PREVENTION AND RECIDIVISM  
IN CIVIC SOCIETY PROGRAM**

For the Year Ended December 31, 2023

	2023	2022
<b>Revenue</b>		
YCPR grant	\$ 20,090	\$ -
<b>Expenses</b>		
Administrative	4,500	-
Insurance	5,444	-
Promotion and website	7,359	-
Program development	2,050	-
Software	456	-
Travel	281	-
	20,090	-
<b>Excess of Revenue over Expenses</b>	\$ -	\$ -