

ALL NATIONS INTERNATIONAL DEVELOPMENT AGENCY
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

ALL NATIONS INTERNATIONAL DEVELOPMENT AGENCY

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of: All Nations International Development Agency

Qualified Opinion

We have audited the accompanying financial statements of All Nations International Development Agency, which comprise the statement of financial position as at December 31, 2021 and the statements of revenues and expenses and 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, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, these financial statements present fairly, in all material respects, the financial position of All Nations International Development Agency as at December 31, 2021 and the results of its operations and its cash flows for the 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 some of the revenues from cash sources, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to revenues, excess of revenues over expenditures and cash flows from operations for the years ended December 31, 2021 and 2020, current assets as at December 31, 2021 and 2020, and net assets as at January 1 and December 31 for both the 2021 and 2020 years. Our audit opinion on the financial statements for the year ended December 31, 2020 was modified accordingly because of the possible effects of this limitation in scope.

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 All Nations International Development Agency in accordance with the 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 qualified audit 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 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 a 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.

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:

- 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 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.



Guelph, Ontario
May 5, 2022

Chartered Professional Accountants
Licensed Public Accountants

ALL NATIONS INTERNATIONAL DEVELOPMENT AGENCY
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2021

	2021	2020
ASSETS		
CURRENT		
Cash	\$ 145,054	\$ 51,215
Short term investments	10,000	10,000
Accounts receivable	9,121	9,961
Prepaid expenses	<u>0</u>	<u>600</u>
	164,175	71,776
CAPITAL ASSETS (note 3)	<u>1,553,471</u>	<u>1,614,981</u>
	<u>\$ 1,717,646</u>	<u>\$ 1,686,757</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 10,384	\$ 3,896
GOVERNMENT LOAN (note 4)	<u>39,989</u>	<u>29,989</u>
	<u>50,373</u>	<u>33,885</u>
NET ASSETS		
EDUCATION FUND - INTERNALLY RESTRICTED	238,040	238,040
NET ASSETS	<u>1,429,233</u>	<u>1,414,832</u>
	<u>1,667,273</u>	<u>1,652,872</u>
	<u>\$ 1,717,646</u>	<u>\$ 1,686,757</u>

ALL NATIONS INTERNATIONAL DEVELOPMENT AGENCY
STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2021

	2021	2020
REVENUES		
Institutional donations	\$ 774,467	\$ 385,896
Government and other grants	405,458	182,895
Donations and sponsorships	226,756	201,173
Other income	<u>7,257</u>	<u>3,519</u>
	<u>1,413,938</u>	<u>773,483</u>
EXPENDITURES		
Program expenses		
Emergency assistance	884,087	404,730
Education and Development	233,086	158,917
Strengthen Communities	87,565	65,994
Women Empowerment	34,893	32,151
Program support		
Operating support	90,211	59,436
Amortization	61,510	65,113
Fundraising expense	<u>8,185</u>	<u>34,296</u>
	<u>1,399,537</u>	<u>820,637</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES for the year	14,401	(47,154)
NET ASSETS, beginning of year	<u>1,652,872</u>	<u>1,700,026</u>
NET ASSETS, end of year	<u>\$ 1,667,273</u>	<u>\$ 1,652,872</u>

ALL NATIONS INTERNATIONAL DEVELOPMENT AGENCY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2021

	2021	2020
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenditures for the year	\$ 14,401	\$ (47,154)
Items not requiring an outlay of cash		
Amortization	<u>61,510</u>	<u>65,113</u>
	75,911	17,959
Changes in non-cash working capital		
Accounts receivable	840	(2,892)
Prepaid expenses	600	(600)
Accounts payable and accrued liabilities	<u>6,488</u>	<u>(7,727)</u>
	<u>83,839</u>	<u>6,740</u>
CASH PROVIDED BY FINANCING ACTIVITIES		
Long term debt	<u>10,000</u>	<u>29,989</u>
NET INCREASE IN CASH	93,839	36,729
NET CASH, BEGINNING OF YEAR	<u>51,215</u>	<u>14,486</u>
NET CASH, END OF YEAR	<u>\$ 145,054</u>	<u>\$ 51,215</u>

ALL NATIONS INTERNATIONAL DEVELOPMENT AGENCY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

1. NATURE OF OPERATIONS

All Nations International Development Agency (ANIDA) is a not-for-profit organization incorporated under the laws of Ontario without share capital and is a registered charity under the Income Tax Act and accordingly, is exempt from income tax. ANIDA conducts programs and projects in Canada and internationally in developing countries to facilitate education, alleviate human suffering, provide relief from poverty, and elevate the standard of living for those in need, all done as a practical expression and manifestation of the Gospel of Jesus Christ in accordance with its Statement of Faith, which programs and projects are carried out in the context of the Christian faith in order to assist all people without regard to religion, race or gender.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian accounting standards for not for profit organizations and include the following significant accounting policies:

(a) REVENUE RECOGNITION

The organization follows the restricted fund method of accounting for contributions in which internally restricted contributions are recognized upon receipt in the appropriate fund corresponding to the purpose for which they were contributed. Unrestricted contributions are recognized in the general operating fund when received.

Other revenue is recognized when earned and collection is reasonably assured.

(b) FUND ACCOUNTING

General operating fund

The general operating fund reports resources available for the organization's general operating activities.

Internally restricted education fund

The internally restricted education fund reports resources that are specifically raised and held to fund education programs in Jamaica and Ghana.

(c) CAPITAL ASSETS

Capital assets are recorded at cost and amortized on the basis of their estimated useful life using the following methods and rates:

Buildings	- 4 % declining balance basis
Vehicles	- 30 % declining balance basis
Furniture and fixtures	- 20 % declining balance basis
Computer hardware	- 30 % declining balance basis
Computer software	- 30 % declining balance basis

Amortization is recorded at 50% of the above rates in the year of addition.

(d) IMPAIRMENT OF LONG LIVED ASSETS

Long lived assets are tested for recoverability whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. An impairment loss is recognized when the carrying value exceeds the total undiscounted cash flows expected from their use and eventual disposition. The amount of the impairment loss is determined as the excess of the carrying value of the asset over its fair value.

ALL NATIONS INTERNATIONAL DEVELOPMENT AGENCY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) USE OF ESTIMATES

The preparation of financial statements in conformity with Canadian generally accepted accounting principles for not for profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Significant areas requiring management's estimates include the useful lives of capital assets. Actual results could differ from those estimates.

(f) FINANCIAL INSTRUMENTS

Measurement of financial instruments

The organization initially measures its financial assets and liabilities at fair value. The organization subsequently measures all its financial assets and financial liabilities at amortized cost.

Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of impairment. If an impairment has occurred, the carrying amount of financial assets measured at amortized cost is reduced to the greater of the discounted future cash flows expected or the proceeds that could be realized from the sale of the financial asset. The amount of the write-down is recognized in net surplus. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net surplus.

Transaction costs

The organization recognizes its transaction costs in net income in the period incurred. However, financial instruments that will not be subsequently measured at fair value are adjusted by the transaction costs that are directly attributable to their origination, issuance or assumption.

3. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net 2021	Net 2020
Land	\$ 147,659	\$ 0	\$ 147,659	\$ 147,659
Buildings	2,122,165	726,641	1,395,524	1,453,671
Vehicles	86,334	85,290	1,044	1,492
Furniture and fixtures	109,328	103,467	5,861	7,326
Computer hardware	62,255	62,005	250	357
Computer software	<u>21,930</u>	<u>18,797</u>	<u>3,133</u>	<u>4,476</u>
	<u>\$ 2,549,671</u>	<u>\$ 996,200</u>	<u>\$ 1,553,471</u>	<u>\$ 1,614,981</u>

ALL NATIONS INTERNATIONAL DEVELOPMENT AGENCY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

4. GOVERNMENT LOAN

In the prior year, the organization received \$40,000 from the Canada Emergency Business Account (CEBA) program. Within the current year, the organization received an additional \$20,000 expansion of the loan. There is a forgivable portion of \$20,000 if repaid by December 31, 2023, which the entity intends to do. The CEBA loan is interest-free until January 1, 2024, when it begins to accrue interest on unpaid balances at 5% per annum.

5. MATERIAL UNCERTAINTY DUE TO THE NOVEL CORONAVIRUS (COVID-19)

During the year and subsequent to year end, the impact of the Novel Coronavirus (COVID-19) in Canada and on the global economy increased significantly. Although the disruption from the virus is expected to be temporary, given the dynamic nature of these circumstances, the duration of business disruption and the related financial impact cannot be reasonably estimated at this time. Further, the timing and amounts realized on the organization's assets may be impacted by the evolving circumstances of the virus.