

Cyber-Seniors:Connecting Generations

Financial Statements

For the year ended December 31, 2020



Independent Practitioner's Review Engagement Report

To the Directors of Cyber-Seniors:Connecting Generations

I have reviewed the accompanying financial statements of Cyber-Seniors:Connecting Generations ("the Organization") that comprise the statement of financial position as at December 31, 2020 and the statements of operations and 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

My responsibility is to express a conclusion on the accompanying financial statements based on my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me 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, I do not express an audit opinion on these financial statements.

Basis for Qualified Conclusion

In common with many not-for-profit organizations, the Organization derives revenue from donations, the completeness of which is not susceptible to satisfactory verification using review procedures.

Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the Organization and I was not able to determine whether any adjustments might be necessary to revenue, excess of revenue over expenditures and cash flows from operations for the year ended December 31, 2020, current assets and net assets as at December 31, 2020.

Qualified Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the financial statements do not present fairly, in all material respects, the financial position of Cyber-Seniors:Connecting Generations as at December 31, 2020, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Edmonds Professional Corporation

Authorized to practice public accounting by the
Chartered Professional Accountants of Ontario
Toronto, Canada
August 27, 2021

Cyber-Seniors:Connecting Generations

Statement of Financial Position

As at

	December 31, 2020	December 31, 2019 (unreviewed)	January 1, 2019 (unreviewed)
Assets			
Current			
Cash	\$ 109,048	\$ -	\$ 10,004
Accounts receivable	5,828	127,824	35,313
HST recoverable	39,475	16,738	19,817
	154,351	144,562	65,134
Website (Note 4)	150,215	141,735	138,521
	304,566	286,297	203,655
Liabilities			
Current			
Bank overdraft	-	32,967	-
Accounts payable and accrued liabilities (Note 5)	45,115	57,503	12,424
Source deductions payable	10,072	6,773	5,403
Due to related parties	-	63,331	44,570
Deferred revenue	94,495	-	-
	149,682	160,574	62,397
Long-term loans (Note 6)	40,000	-	24,802
	189,682	160,574	87,199
Net assets	114,884	125,723	116,455
	\$ 304,566	\$ 286,297	\$ 203,654

Contingent liability (Note 7)

APPROVED ON BEHALF OF THE BOARD:

_____, Director

_____, Director

Cyber-Seniors:Connecting Generations
Statement of Operations and Change in Net Assets
For the year ended December 31,

	2020	2019
Revenue	\$ 676,730	\$ 514,426
Expenses		
Advertising and promotion	15,750	19,902
Consultants	22,283	267,464
Contractors	319,567	-
Fiscal sponsorship fees	24,537	16,326
Insurance	810	737
Interest and bank charges	6,441	4,217
Office and general	141,449	81,836
Professional fees	20,384	4,775
Salaries and benefits	103,725	85,998
Travel	2,395	7,555
Amortization	18,352	15,628
	675,693	504,438
Excess of revenue over expenses before foreign exchange loss	1,037	9,988
Foreign exchange loss	11,876	720
Excess (deficiency) of revenue over expenditures for the year	(10,839)	9,268
Net assets, beginning of year	125,723	116,455
Net assets, end of year	\$ 114,884	\$ 125,723

Cyber-Seniors:Connecting Generations

Statement of Cash Flows

For the year then ended December 31,

	2020	2019
Cash provided by (used in)		
Operations		
Excess (deficiency) of revenue over expenditures for the year	\$ (10,839)	\$ 9,268
Items not affecting cash		
Amortization	18,352	15,628
	7,513	24,896
Net changes in non-cash working capital		
Accounts receivable	121,996	(92,511)
HST recoverable	(22,737)	3,079
Accounts payable and accrued liabilities	(12,388)	45,078
Source deductions payable	3,299	1,370
Due to related parties	(63,331)	18,761
Deferred revenue	94,495	-
	128,847	673
Investing		
Website development costs	(26,832)	(18,842)
Financing		
Advance (repayment) of long-term loan	40,000	(24,802)
Net change in cash	142,015	(42,971)
Cash (bank overdraft), beginning of year	(32,967)	10,004
Cash (bank overdraft), end of year	\$ 109,048	\$ (32,967)

Cyber-Seniors:Connecting Generations
Notes to the Financial Statements
For the year ended December 31, 2020

1. NATURE OF THE ORGANIZATION

Cyber-Seniors:Connecting Generations ("the Organization") was incorporated by Ontario Letters Patent without share capital on December 19, 2014 under the Canada Not-for-profit Corporations Act. The Organization is exempt from income taxes under the Income Tax Act.

Cyber-Seniors:Connecting Generations is a non-profit organization that provides senior citizens with technology training using an intergenerational, volunteer model. Programs are offered through young digital mentors who help senior citizens gain access to effective technology training and to become socially connected and engaged to evolving technology trends.

2. IMPACT OF FIRST-TIME ADOPTION OF CANADIAN ACCOUNTING STANDARDS FOR NOT-FOR-PROFIT ORGANIZATIONS

These financial statements are the first financial statements prepared in accordance with Canadian accounting standards for not-for-profit organizations.

The financial statements for the year ended December 31, 2019 were prepared in accordance with the accounting principles described and the provisions set out in Section 1501, First-Time Adoption By Not-for-profit Organizations of CPA Canada Handbook - Accounting for first-time adopters of this basis of accounting.

3. SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. Outlined below are those policies considered particularly significant for the Organization.

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Notes to the Financial Statements
For the year ended December 31, 2020

3. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Revenue Recognition

The Organization uses the deferral method of accounting for donations. Restricted donations are deferred and recognized into revenue when related expenses are incurred. Government grants are recorded when there is a reasonable assurance that the Organization has complied with and will continue to comply with all the necessary conditions of the grant. Training fees are recognized as revenue when related services are completed.

The Organization does not record the value of donated services.

Use of Estimates

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 amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenue and expenditures during the year. Actual results could differ from those estimates.

Capital Assets

Capital assets are recorded at cost less accumulated amortization. Contributed property is recorded at the fair value at the date of the gift. When property and equipment no longer contributes to the Organization's ability to provide services, its carrying amount is written down to its residual value.

The Organization amortizes its capital assets on the diminishing balance method at the following rates per annum:

Website - 30%

Financial Instruments

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

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

Financial assets measured at cost or amortized cost are tested for impairment when there are indicators of impairment. The amount of the write-down, if any, is recognized in the excess of revenue over expenditures. Reversals of impairment

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For the year ended December 31, 2020

3. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Financial Instruments (Cont'd)

are recorded to the extent that the value has increased, up to 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 the excess of revenue over expenditures.

Donated Services

Volunteers have donated time and services to assist the Organization in the delivery of activities. Because of the difficulty of determining their fair value, donated services are not recognized in the financial statements. The Organization recorded 4,761 volunteer hours in 2020. No similar estimate exists for 2019.

4. CAPITAL ASSETS

	Cost	Accumulated Amortization	December 31, 2020 Net Book Value	December 31, 2019 Net Book Value	January 1, 2019 Net Book value
Website	\$ 191,486	\$ 41,271	\$ 150,215	\$ 141,735	\$ 138,521

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Included in accounts payable and accrued liabilities are government remittances of \$Nil (2019 - \$Nil).

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Notes to the Financial Statements

For the year ended December 31, 2020

6. LONG-TERM LOANS

During 2020, the Organization obtained a \$40,000 loan through the Canada Emergency Business Account. The loan is non-interest bearing until December 31, 2022. Repayment of \$30,000 on the outstanding balance on or before this date will result in loan forgiveness of \$10,000 (25%).

If not fully repaid by December 31, 2022, the government loan will be converted into a three-year term loan with an annual fixed interest rate of 5%. The outstanding balance must be repaid in full by December 31, 2025.

7. CONTINGENT LIABILITY

The Organization is contingently liable to return all or a portion of grants received for expenditures should it not use the grant funds as set out in the terms of the respective agreements. The amount of any such losses or repayments are not currently anticipated or determinable. In the event of repayment of a grant, the losses will be recorded if and when it becomes anticipated and determinable.