

PARKINSON WELLNESS PROJECTS

Financial Statements

Period Ended March 31, 2021

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Period Ended March 31, 2021

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Parkinson Wellness Projects

We have reviewed the accompanying financial statements of Parkinson Wellness Projects (the Society) that comprise the statement of financial position as at March 31, 2021, and the statements of revenue and expenses, changes in net assets and cash flows for the period 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 the financial statements do not present fairly, in all material respects, the financial position of Parkinson Wellness Projects as at March 31, 2021, and the results of its operations and its cash flows for the period then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Victoria, British Columbia
July 27, 2021

PARKINSON WELLNESS PROJECTS
Statement of Financial Position
March 31, 2021

ASSETS

CURRENT

Cash	\$ 704,490
Accounts receivable	30,209
Prepaid expenses	3,120
Investment portfolio (<i>Market value</i>)	<u>130,310</u>

868,129

PLANT AND EQUIPMENT (*Note 3*)

44,373

LEASE DEPOSITS

10,336

\$ 922,838

LIABILITIES AND NET ASSETS

CURRENT

Accounts payable and accrued liabilities	\$ 18,669
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NET ASSETS

904,169

\$ 922,838

APPROVED BY DIRECTOR

_____ *Director*

The accompanying notes are an integral part of these financial statements

PARKINSON WELLNESS PROJECTS
Statement of Revenue and Expenses
Period Ended March 31, 2021

REVENUE	
Donations	\$ 190,249
Bequests	200,000
Major donor	110,000
Other income <i>(Note 4)</i>	38,377
Grants and contracts <i>(Note 6)</i>	43,050
Fundraising event (net)	7,181
	588,857
 EXPENSES	
Amortization	9,306
Equipment rentals	3,174
Fundraising and communications	9,686
Gym supplies	2,276
Instructors	23,239
Insurance	10,899
Interest and bank charges	2,691
Janitorial, repairs and maintenance	775
Licencing fees	1,072
Office	10,110
Payroll and related costs	228,940
Professional fees	21,711
Rent	82,367
Software and maintenance	13,677
Telecommunications	6,221
Training	3,472
	429,616
 EXCESS OF REVENUE OVER EXPENSES FROM OPERATIONS	 159,241
 OTHER ITEMS	
COVID-19 wage subsidies	95,898
Loss on disposal of plant and equipment	(1,850)
Non-recurring transition expenses	(9,164)
	84,884
 EXCESS OF REVENUE OVER EXPENSES FOR THE PERIOD	 \$ 244,125

The accompanying notes are an integral part of these financial statements

PARKINSON WELLNESS PROJECTS
Statement of Changes in Net Assets
Period Ended March 31, 2021

Victoria Epilepsy and Parkinson's Centre Society (VEPC) April 1, 2020	\$ 168,837
Parkinson Wellness Project (PWP) June 1, 2020	<u>491,207</u>
NET ASSETS OF THE AMALGAMATING ENTITIES	660,044
EXCESS OF REVENUE OVER EXPENSES FOR THE PERIOD	<u>244,125</u>
NET ASSETS - END OF PERIOD	<u>\$ 904,169</u>

The accompanying notes are an integral part of these financial statements

PARKINSON WELLNESS PROJECTS
Statement of Cash Flows
Period Ended March 31, 2021

OPERATING ACTIVITIES	
Excess of revenue over expenses for the period	\$ 244,125
Items not affecting cash:	
Amortization of plant and equipment	9,306
Gain on disposal of assets	<u>1,850</u>
	<u>255,281</u>
Changes in non-cash working capital:	
Accounts receivable	(30,209)
Prepaid expenses	10,723
Accounts payable and accrued liabilities	<u>(6,546)</u>
	<u>(26,032)</u>
Cash flow from operating activities	<u>229,249</u>
INVESTING ACTIVITIES	
Income from investment portfolio reinvested	(21,881)
Withdrawals from investment portfolio	55,000
Purchase of capital assets	<u>(24,719)</u>
Cash flow from (used by) investing activities	<u>8,400</u>
INCREASE IN CASH FOR THE PERIOD	238,832
CASH - BEGINNING OF PERIOD	
VEPC cash, April 1, 2020	12,637
PWP cash, June 1, 2020	<u>453,021</u>
CASH - END OF PERIOD	<u>\$ 704,490</u>

The accompanying notes are an integral part of these financial statements

PARKINSON WELLNESS PROJECTS
Notes to Financial Statements
Period Ended March 31, 2021

1. PURPOSE OF THE SOCIETY

Parkinson Wellness Projects (the "Society") is a not-for-profit organization incorporated provincially under the Societies Act of British Columbia by the amalgamation on November 20, 2020, of Victoria Epilepsy and Parkinson's Centre Society (VEPC) and Parkinson Wellness Project (PWP). The Society is a registered charity and is exempt from the payment of income taxes under the Income Tax Act.

The principal purposes of the Society are to:

- Provide information, counselling, support, and referral services to persons who have Parkinson's disease and their caregivers, to assist them to understand and cope with the effects of the disease.
- Promote the role of exercise in slowing down the progression of Parkinson's disease and provide community-based, Parkinson's specific exercise programs.
- Provide opportunities for persons with Parkinson's disease to engage in social interaction and be empowered to self-manage their disease.
- Educate the public and health care workers about the challenges and needs facing persons with Parkinson's disease; and communicate information on advances in treatment and management of the disease.
- Identify and support or provide other services and programs intended to improve the quality of life of persons with Parkinson's disease.

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 (ASNFPO).

Plant and equipment

Plant and equipment are stated at cost less accumulated amortization. Plant and equipment are amortized over their estimated useful lives at the following rates and methods:

Gym equipment	5 years	straight-line method
Leasehold improvements	5 years	straight-line method
Office furniture and equipment	5 years	straight-line method

(continues)

PARKINSON WELLNESS PROJECTS
Notes to Financial Statements
Period Ended March 31, 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue recognition

The Society follows the deferral method of accounting for contributions.

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.

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

Investment income, consisting of interest and dividend income received along with realized and unrealized gains and losses, is recognized as revenue when earned.

All other income is recognized as revenue when received.

Donated goods and services

Donated goods are recorded at their fair market value at the time of the donation. The Society receives substantial benefit from many sources through donations of volunteer time and other services; no attempt has been made to determine the fair market value of these contributions. As such, they are not recorded for accounting purposes.

Measurement uncertainty

Certain amounts in the financial statements are subject to measurement uncertainty and are based on the Society's best information and judgment. Actual results could differ from these estimates.

Examples of significant estimates include:

- providing for amortization of plant and equipment;
- the estimated useful lives of assets;
- the allowance for doubtful accounts;
- the recoverability of long-term investments;

Financial instruments

The Society's financial instruments consist of cash, accounts receivable, investments and accounts payable and accrued liabilities.

Financial instruments are recorded at fair value on initial recognition. Investments that are quoted in an active market are subsequently measured at fair value, on a trade date basis. All other financial instruments are subsequently recorded at cost.

PARKINSON WELLNESS PROJECTS
Notes to Financial Statements
Period Ended March 31, 2021

3. PLANT AND EQUIPMENT

	Cost	Accumulated amortization
Gym equipment	\$ 31,437	\$ 13,895
Leasehold improvements	24,719	1,684
Office furniture and equipment	6,671	2,875
	\$ 62,827	\$ 18,454
Net book value	\$ 44,373	

4. OTHER INCOME

Investment portfolio income and bank interest	\$ 26,059
Vancouver Foundation income (Note 5)	10,024
GST rebates received	2,294
	\$ 38,377

5. VANCOUVER FOUNDATION

In 1989, VEPC invested \$85,000 to establish an endowment fund with the Vancouver Foundation. The endowment fund was increased through a matching grant of \$75,000 from the Vancouver Foundation. The market value of this fund on March 31, 2021 was \$273,049. The Vancouver Foundation is bound to hold the funds in trust, in perpetuity, for the benefit of the Society while the Society retains the right to income in perpetuity from the initial endowment and any additions thereto. Since the Society only receives income and does not own the accumulated funds, the value of the endowment is not included in these financial statements.

6. GRANTS AND CONTRACTS

Island Health	\$ 26,650
Victoria Foundation	10,000
City of Victoria	3,400
Coast Capital Savings Credit Union	3,000
	\$ 43,050

PARKINSON WELLNESS PROJECTS
Notes to Financial Statements
Period Ended March 31, 2021

7. LEASE COMMITMENTS

The Society leases premises under a long-term lease that expires on July 31, 2025. Under the lease, the Society is required to pay a base rent in addition to its proportionate share of utilities, property taxes, maintenance and other related costs for the leased premises as estimated below.

2022	\$ 109,000
2023	116,000
2024	116,000
2025	116,000
2026	39,000
	<hr/>
	\$ 496,000

8. GOVERNMENT ASSISTANCE

The amalgamating entities were both eligible to participate in Federal government COVID-19 assistance programs. Wage subsidies provided directly by the Federal government totaled \$95,898. Rent subsidies provided jointly by the landlords and Federal government totaled \$41,951.

9. FISCAL PERIOD AND COMPARATIVE FIGURES

The Society was formed on November 20, 2020 by the amalgamation of VEPC and PWP. These financial statements cover the results of operations and cash flows from the end of each amalgamating entity's prior fiscal period, through the amalgamation date to the end of the current fiscal period. These periods are April 1, 2020 to November 19, 2020 for VEPC, June 1, 2020 to November 19, 2020 for PWP, and November 20, 2020 to March 31, 2021 for the Society. No comparative figures are presented as they would not be meaningful to the users of these financial statements.

10. FINANCIAL INSTRUMENTS

The Society is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. As of March 31, 2021, the Society is exposed to market risk, which 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 Society is mainly exposed to interest rate risk and other price risk.

Unless otherwise noted, it is management's opinion that the Society is not exposed to significant other price risks arising from these financial instruments.
