

SOUTH CENTRAL CANCER RESOURCE INC.

Financial Statements

Year Ended September 30, 2021

(Unaudited)

SOUTH CENTRAL CANCER RESOURCE INC.

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Year Ended September 30, 2021

(Unaudited)

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of South Central Cancer Resource Inc.

We have reviewed the accompanying financial statements of South Central Cancer Resource Inc. which comprise the statement of financial position as at September 30, 2021 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

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 these financial statements do not present fairly, in all material respects, the financial position of South Central Cancer Resource Inc. as at September 30, 2021, 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.

Winkler, Manitoba
February 8, 2022


CHARTERED PROFESSIONAL ACCOUNTANTS

SOUTH CENTRAL CANCER RESOURCE INC.

Statement of Financial Position

September 30, 2021

(Unaudited)

	2021	2020
ASSETS		
CURRENT		
Cash	\$ 311,352	\$ 247,378
Accounts and GST receivable	3,331	3,490
Prepaid expenses	1,522	1,891
	\$ 316,205	\$ 252,759
LIABILITIES		
CURRENT		
Accounts payable	\$ 29,543	\$ 12,195
Employee deductions payable	318	82
	29,861	12,277
NET ASSETS - UNRESTRICTED (SURPLUS)	286,344	240,482
	\$ 316,205	\$ 252,759

APPROVED BY THE BOARD

Director

Director

See accompanying notes to financial statements
Jim M. Smith Chartered Professional Accountants Inc.

SOUTH CENTRAL CANCER RESOURCE INC.

Statement of Operations and Net Assets

Year Ended September 30, 2021

(Unaudited)

	Budget 2021	2021	2020
REVENUE			
Donations	\$ 83,500	\$ 134,890	\$ 195,567
Fashion show	-	-	11,400
Fundraising	60,000	50,454	11,788
Grants	14,500	-	1,220
Interest and sundry	7,500	4,202	7,341
Donations/funding for specific purchases	-	9,204	5,500
Covid-19 grants and wage support	-	36,496	-
	165,500	235,246	232,816
EXPENSES			
Fixed expenses			
Coordinators	52,500	29,478	39,650
Insurance	1,250	1,274	1,182
Rent	13,000	12,241	11,820
Variable expenses			
Accommodation	20,000	3,775	7,258
Advertising and brochures	3,600	2,459	2,891
Community cancer support	2,500	-	-
Computer equipment	-	2,714	-
Family accommodation and travel	-	150	7,258
Fashion show	-	-	300
Furniture	5,500	2,122	1,186
Hope Haven	1,500	69	1,339
Internet	1,750	1,909	1,317
Office and miscellaneous	5,400	7,753	7,179
Patient self transport	100,000	80,848	90,342
Patient transport	42,000	3,805	29,955
Professional development	1,000	-	-
Professional fees	-	7,094	4,309
Renovations	-	-	2,857
Support groups and programs	19,000	25,191	15,917
Telephone	1,250	1,661	1,182
Website	1,700	6,841	1,984
	271,950	189,384	227,926
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES FOR THE YEAR	(106,450)	45,862	4,890
NET ASSETS - UNRESTRICTED, BEGINNING OF YEAR	240,482	240,482	235,592
NET ASSETS - UNRESTRICTED, END OF YEAR	\$ 134,032	\$ 286,344	\$ 240,482

SOUTH CENTRAL CANCER RESOURCE INC.

Statement of Cash Flows

Year Ended September 30, 2021

(Unaudited)

	2021	2020
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenses for the year	\$ 45,862	\$ 4,890
Changes in non-cash working capital:		
Accounts and GST receivable	159	6,284
Accounts payable	17,348	(514)
Prepaid expenses	369	5,786
Employee deductions payable	236	(470)
	18,112	11,086
INCREASE (DECREASE) IN CASH FLOW	63,974	15,976
Cash - beginning of year	247,378	231,402
CASH - END OF YEAR	\$ 311,352	\$ 247,378

SOUTH CENTRAL CANCER RESOURCE INC.

Notes to Financial Statements

Year Ended September 30, 2021

(Unaudited)

South Central Cancer Resource Inc. is a community based not-for-profit organization that provides education, hope and support to individuals with cancer and their families. It is a non-share capital corporation. For Canadian income tax purposes the organization qualifies as a charity and is exempt from income tax under the Income Tax Act.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

Revenue recognition

The organization follows the deferral method of accounting for contributions from grants and donations. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received. Fundraising and sundry are recognized as revenues when received. Interest is recognized on an accrual basis.

Capital assets

Capital assets are expensed in the year of purchase. During the year computer equipment and furniture costing \$4,836 (2020 - \$1,186) were expensed.

Patient supplies

Supplies that are loaned for a nominal fee to patients, such as wigs and hats, are expensed in the year of purchase.

Contributed services

The company is thankful for the many hours contributed by volunteers which assist greatly in allowing it to fulfill its purpose. Because of the difficulty of determining their fair value, contributed services are not recognized in these financial statements.

Use of estimates

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 amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

2. LEASE COMMITMENT

The organization has a lease with respect to its premises. The lease expires in January 2024. Under the terms of the lease, rent is \$975 per month plus GST for year one of the lease and rises each year to \$1,045 plus GST by year five.

SOUTH CENTRAL CANCER RESOURCE INC.

Notes to Financial Statements

Year Ended September 30, 2021

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3. UNCERTAINTY DUE TO THE COVID-19 PANDEMIC

The spread of the Covid-19 virus in 2020-2021 severely impacted many local economies throughout the world. In many countries, charities and not-for-profit organizations are being forced to cease or limit operations for significant or indefinite periods of time. Measures taken to contain the spread of the virus have triggered disruptions to local economies and caused economic slowdowns.

The Covid-19 pandemic disrupted the organization's ability to raise funds and to provide services to its clientele during the year ending September 30, 2021. Disruptions have continued into fiscal 2022.

It is not known how long the Covid-19 pandemic will last or how long measures taken to contain the spread of the virus will be in place. The potential financial impacts in the future on the organization resulting from the effects of the Covid-19 pandemic can't be reasonably estimated.

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4. FINANCIAL RISKS AND UNCERTAINTIES

The organization relies on its Board of Directors and management to manage financial risk.

Credit risk

The organization is exposed to credit risk resulting from the possibility that parties may default on their financial obligations. The organization does not hold directly any collateral as security for financial obligations of counterparties.

The maximum exposures that the organization has to credit risk as of September 30, 2021 and 2020 are as follows.

	2021	2020
Cash	\$ 311,352	\$ 247,378
Accounts and GST receivable	3,331	3,490
	\$ 314,683	\$ 250,868

Credit risk associated with cash is minimized by ensuring that it is invested with a credit worthy institution. A portion of accounts receivable are due from the federal government, which minimizes risk. Allowance for doubtful accounts for September 30, 2021 was nil (2020 - nil).

Liquidity risk

Liquidity risk is the risk that the organization will not be able to meet a demand for cash or fund its obligations as they become due. The organization meets its liquidity requirements by preparing an annual budget, monitoring cash flows and cash balances throughout the year and holding assets that can readily be converted to cash.

Interest rate risk

From time to time the organization may have funds invested in a variable rate savings account. Accordingly fluctuations in interest rates will affect excess of revenue for the year although the effects will be minimal given low interest rates.

Currency, other price and market risk

The Board believes that the organization has minimal or no exposure to these risks.
