

**BC ASSOCIATION OF
COMMUNITY RESPONSE
NETWORKS**

**FINANCIAL STATEMENTS
March 31, 2025**

BC ASSOCIATION OF COMMUNITY RESPONSE NETWORKS

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March 31, 2025

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF BC ASSOCIATION OF COMMUNITY RESPONSE NETWORKS

Opinion

We have audited the financial statements of BC Association of Community Response Networks, which comprise the statements of financial position as at March 31, 2025, and the statements of operations, statement of changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of BC Association of Community Response Networks as at March 31, 2025, and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis for Opinion

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 the BC Association of Community Response Networks 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 opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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 ASNPO, 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 BC Association of Community Response Networks'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 BC Association of Community Response Networks or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the BC Association of Community Response Networks'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 judgment and maintain professional skepticism throughout the audit. We also:

INDEPENDENT AUDITOR'S REPORT, CONTINUED

- ◆ 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 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 Association'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 Association'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 Association 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.

Report on Other Legal and Regulatory Requirements

As required by the Societies Act of British Columbia, we report that, in our opinion, these principles have been applied on a consistent basis.



REID HURST NAGY INC.
CHARTERED PROFESSIONAL ACCOUNTANTS

VANCOUVER, B.C.
May 30, 2025

BC ASSOCIATION OF COMMUNITY RESPONSE NETWORKS

STATEMENT OF FINANCIAL POSITION

As at March 31, 2025

	Operating Fund	Externally Restricted Fund	Total 2025	Total 2024
	\$	\$	\$	\$
ASSETS				
Cash	553,159	2,525,300	3,078,459	4,444,402
Goods and services tax receivable	17,181	-	17,181	8,710
Prepaid expenses	-	5,837	5,837	8,471
Interfund receivable	84,903	-	84,903	84,903
	655,243	2,531,137	3,186,380	4,546,486
LIABILITIES				
Accounts payable and accrued liabilities	-	159,179	159,179	175,055
Due to government agencies	-	-	-	700
Funds held for local Community Response Networks	24,850	-	24,850	17,418
Deferred revenue (Note 3)	-	2,287,055	2,287,055	3,789,452
Interfund payable	-	84,903	84,903	84,903
	24,850	2,531,137	2,555,987	4,067,528
NET ASSETS				
Unrestricted	630,393	-	630,393	478,958
	655,243	2,531,137	3,186,380	4,546,486

Approved on behalf of the Board of Directors:

Michael Volker, Director 

Gloria Gutman, Director 

The accompanying notes are an integral part of these financial statements.

BC ASSOCIATION OF COMMUNITY RESPONSE NETWORKS

STATEMENT OF FINANCIAL POSITION – EXTERNALLY RESTRICTED FUNDS

As at March 31, 2025

	Gaming Fund	Ministry of Health	Ministry of Health CREA	Total 2025	Total 2024
	\$	\$	\$	\$	\$
ASSETS					
Cash - restricted	189,778	2,069,629	265,893	2,525,300	4,040,939
Prepaid expenses	-	5,837	-	5,837	8,471
	189,778	2,075,466	265,893	2,531,137	4,049,410
LIABILITIES					
Accounts payable and accrued liabilities	-	159,179	-	159,179	175,055
Deferred revenue (Note 3)	104,875	1,916,287	265,893	2,287,055	3,789,452
Interfund payable	84,903	-	-	84,903	84,903
	189,778	2,075,466	265,893	2,531,137	4,049,410
NET ASSETS					
Externally restricted	-	-	-	-	-
	189,778	2,075,466	265,893	2,531,137	4,049,410

The accompanying notes are an integral part of these financial statements.

BC ASSOCIATION OF COMMUNITY RESPONSE NETWORKS

STATEMENT OF OPERATIONS

March 31, 2025

	Operating Fund		Externally Restricted Funds		Total	
	2025	2024	2025	2024	2025	2024
	\$	\$	\$	\$	\$	\$
REVENUES						
Donation	17,612	-	-	-	17,612	-
Grants and contributions	-	-	1,697,397	1,650,457	1,697,397	1,650,457
Interest	135,655	226,775	5,308	8,338	140,963	235,113
	153,267	226,775	1,702,705	1,658,795	1,855,972	1,885,570
EXPENSES						
Administrative and program support	-	-	253,848	231,661	253,848	231,661
BC CRN programs	-	-	42,100	38,713	42,100	38,713
CREA grants paid	-	-	76,016	59,970	76,016	59,970
Conferences and staff meetings	-	-	33,255	28,185	33,255	28,185
Consulting	-	-	41,925	17,554	41,925	17,554
Education and awareness materials	-	-	84,791	101,126	84,791	101,126
Executive director fee	-	-	125,922	126,860	125,922	126,860
Funds for local CRN	1,000	8,003	432,284	382,233	433,284	390,236
Interest and bank charges	831	625	-	-	831	625
Mentor outreach and support	-	-	527,033	550,399	527,033	550,399
Mentor travel	-	-	36,078	48,084	36,078	48,084
Office	-	-	20,262	14,901	20,262	14,901
Professional fees	-	-	23,114	50,371	23,114	50,371
Provincial website	-	-	6,077	8,738	6,077	8,738
	1,831	8,628	1,702,705	1,658,795	1,704,536	1,667,423
EXCESS OF REVENUES OVER EXPENSES	151,436	218,147	-	-	151,436	218,147

BC ASSOCIATION OF COMMUNITY RESPONSE NETWORKS

STATEMENT OF OPERATIONS – EXTERNALLY RESTRICTED FUNDS

For the year ended March 31, 2025

	Gaming Fund		Ministry of Health		Ministry of Health CREA		Total	
	2025	2024	2025	2024	2025	2024	2025	2024
	\$	\$	\$	\$	\$	\$	\$	\$
REVENUES								
Gaming Grant	201,010	195,441	-	-	-	-	201,010	195,441
Interest	5,308	8,338	-	-	-	-	5,308	8,338
Ministry of Health Grants	-	-	1,420,371	1,395,046	-	-	1,420,371	1,395,046
Ministry of Health - CREA	-	-	-	-	76,016	59,970	76,016	59,970
	206,318	203,779	1,420,371	1,395,046	76,016	59,970	1,702,705	1,658,795
EXPENSES								
Administrative and program support	4,276	-	249,572	231,661	-	-	253,848	231,661
BC CRN programs	-	-	42,100	38,713	-	-	42,100	38,713
CREA grants paid	-	-	-	-	76,016	59,970	76,016	59,970
Conferences and staff meetings	-	-	33,255	28,185	-	-	33,255	28,185
Consulting	-	-	41,925	17,554	-	-	41,925	17,554
Education and awareness materials	84,791	91,901	-	9,225	-	-	84,791	101,126
Executive director fee	-	-	125,922	126,860	-	-	125,922	126,860
Funds for local CRN	-	-	432,284	382,233	-	-	432,284	382,233
Mentor outreach and support	101,920	106,884	425,113	443,515	-	-	527,033	550,399
Mentor travel	10,605	-	25,473	48,084	-	-	36,078	48,084
Office	4,726	4,994	15,536	9,907	-	-	20,262	14,901
Professional fees	-	-	23,114	50,371	-	-	23,114	50,371
Provincial website	-	-	6,077	8,738	-	-	6,077	8,738
	206,318	203,779	1,420,371	1,395,046	76,016	59,970	1,702,705	1,658,795
EXCESS OF REVENUES OVER EXPENSES	-	-	-	-	-	-	-	-

The accompanying notes are an integral part of these financial statements.

BC ASSOCIATION OF COMMUNITY RESPONSE NETWORKS

STATEMENT OF CHANGES IN NET ASSETS For the year ended March 31, 2025

	Operating Fund	Externally Restricted Fund	Total 2025	Total 2024
	\$	\$	\$	\$
BALANCE, BEGINNING OF YEAR	478,958	-	478,958	260,811
Excess of revenues over expenses	151,436	-	151,436	218,147
BALANCE, ENDING OF YEAR	630,394	-	630,394	478,958

The accompanying notes are an integral part of these financial statements.

BC ASSOCIATION OF COMMUNITY RESPONSE NETWORKS

STATEMENT OF CASH FLOWS For the year ended March 31, 2025

	2025	2024
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess of revenues over expenses	151,436	218,147
Change in non-cash working capital items:		
Accounts receivable	-	1,000
Goods and services tax receivable	(8,472)	2,484
Prepaid expenses	2,634	(2,443)
Accounts payable and accrued liabilities	(15,876)	(12,340)
Due to government agencies	(700)	-
Deferred revenue	(1,502,398)	3,044,543
Funds held for local Community Response Networks	7,433	(40,303)
INCREASE (DECREASE) IN CASH	(1,365,943)	3,211,088
CASH, BEGINNING OF YEAR	4,444,402	1,233,314
CASH, END OF YEAR	3,078,459	4,444,402

The accompanying notes are an integral part of these financial statements.

BC ASSOCIATION OF COMMUNITY RESPONSE NETWORKS

NOTES TO THE FINANCIAL STATEMENTS March 31, 2025

1 PURPOSE OF THE ORGANIZATION

The Association was incorporated on March 14, 2003 pursuant to the Societies Act of British Columbia as a not-for-profit organization for the purpose of working to prevent adult abuse and neglect and to support the development of Community Response Networks (CRNs). The Association provides modest funding to local CRNs, provincial community and regional workshops, community development consultation and print materials.

The Association is registered as a charitable organization under the Income Tax Act of Canada.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

(a) DEFERRAL METHOD

The Association adopts the deferral method of revenue recognition as follows:

Operating Fund – Unrestricted

The Association's revenues and expenses from general operations and administration are reported in the Operating Fund. The Fund is unrestricted.

Externally Restricted Funds

(i) Gaming Fund

The Gaming Fund is established to record funding from the Direct Access Program grant to assist paying the mentors' team and other volunteer support activities for CRNs.

(ii) Ministry of Health

The funding is provided by the Ministry of Health to support the Association's local community-based work and its collaborative efforts to raise awareness about abuse and neglect, and promote safety and security, for older adults. The program started in March 2012.

(b) CASH AND RESTRICTED CASH

Cash comprises bank balances. Restricted cash includes amounts held in bank accounts secured from gaming activities and other designated funds. There are no restrictions that prevent restricted cash use for current purposes.

(c) REVENUE RECOGNITION

Unrestricted contributions are recognized as revenue of the Operating Fund in the year received or receivable.

Restricted contributions are recognized as revenue of the appropriate restricted fund in the same period or periods which the related expenditures are incurred.

BC ASSOCIATION OF COMMUNITY RESPONSE NETWORKS

NOTES TO THE FINANCIAL STATEMENTS March 31, 2025

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

(d) FINANCIAL INSTRUMENTS

Financial assets and financial liabilities are initially measured at fair value. The Association subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments, which are measured at fair value. Changes in fair value are recognized in statement of operations.

Financial assets measured at amortized cost include cash, restricted cash and accounts receivable. Interest receivable are measured at fair value.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, amounts due to government agencies, funds held for local CRNs, and deferred revenue.

Financial assets, other than those measured at fair value, are tested for impairment at the end of each reporting period when there are indicators the assets may be impaired.

(e) CONTRIBUTED GOODS AND SERVICES

Volunteers contribute a significant amount of time to assist the Association in carrying out its activities. Because of the difficulty in determining its fair value, contributed time is not recognized or included in the financial statements. Refer to note (5).

(f) MEASUREMENT UNCERTAINTY

The preparation of financial statements 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. Actual results could differ from those estimates. Significant areas of estimation include collectibility of accounts receivable and accrued liabilities.

(g) TANGIBLE CAPITAL ASSETS

Tangible capital assets are recorded at cost. The Association provides for amortization using the following methods at rates designed to amortize the cost of the tangible capital assets over their estimated useful lives. Amortization is calculated by the declining balance method or the straight-line method at the annual rates set out. To the year end date, no tangible capital assets have been acquired.

3 DEFERRED REVENUE

	Opening Balance	Funds Received	Funds Utilized	Total 2025	Total 2024
	\$	\$	\$	\$	\$
BC Gaming	110,885	195,000	(201,010)	104,875	110,885
Ministry of Health	3,336,658	-	(1,420,371)	1,916,287	3,336,658
Ministry of Health - CREA	341,909	-	(76,016)	265,893	341,909
	3,789,452	195,000	(1,697,397)	2,287,055	3,789,452

BC ASSOCIATION OF COMMUNITY RESPONSE NETWORKS

NOTES TO THE FINANCIAL STATEMENTS March 31, 2025

4 FINANCIAL INSTRUMENTS

The Association's financial instruments consist of cash, accounts receivables, accounts payable and accrued liabilities, funds held for local CRNs, and deferred revenue. It is management's opinion that the Association is not exposed to significant interest rate, market, currency, or credit risks arising from these financial instruments and that the fair value of these financial instruments approximate their carrying values.

The Association is exposed to the following risks in respect of certain of the financial instruments held:

Liquidity risk

The Association does have a liquidity risk in accounts payable and accrued liabilities of \$159,179 (2024 - \$175,055). Liquidity risk is the risk that the Association cannot repay its obligations when they become due to its creditors. The Association reduces its exposure to liquidity risk by ensuring that it documents when authorized payments become due; maintains adequate cash to repay creditors as they become due.

5 CONTRIBUTED SERVICES AND "IN-KIND"

The Association has advised that local "in-kind" contributions from July 1, 2023 to June 30, 2024 are estimated to be valued at \$2,145,589 (2024: \$1,734,947). This figure is derived from the Use of Funds and Activities Reports filed by local CRN coordinators on an annual basis and it is comprised of:

- (i) in-kind donations - \$123,994;
- (ii) in-kind contributions like space, materials and supplies - \$404,082;
- (iii) education and orientation in local communities and volunteer labour for core CRN activities - \$1,617,510.

Because of the difficulty of determining the fair value for donated space, materials and supplies, volunteer hours and contributed services at the time of receipt, these amounts are not reflected or included in the financial statements.

6 EMPLOYEES/CONTRACTORS REMUNERATION

Section 36(1)(b) of the Societies Act of British Columbia requires that all remuneration paid to employees/contractors that is greater than \$75,000 be disclosed. For the fiscal year ending March 31, 2025, the Association paid the following:

	2025	2024
	\$	\$
Director of Administrative Services	115,428	115,428
Executive Director	125,922	126,860
Director of Operations	75,075	-

7 ECONOMIC DEPENDENCE

The Association received \$1,496,388 (2024 - \$1,455,016), which represents 80.63% (2024 - 77.17%) of its revenues, from the Ministry of Health.