

ARUSHA CENTRE SOCIETY
Financial Statements
Year Ended December 31, 2022

May 5, 2023

Arusha Centre Society
 C/O The Old Y Building
 # 106, 223 - 12 Avenue SW
 Calgary Alberta T2R 0G9

Attention: Gerald Lajeunesse, Board Chair

Dear Lajeunesse:

This letter has been prepared to assist you with your review of the financial statements of Arusha Centre Society for the year ending December 31, 2022. We look forward to meeting with you and discussing the matters outlined below.

Audit Status

We have completed the audit of the financial statements, with the exception of the following items:

1. Receipt of a signed representation letter by management;
2. Obtaining evidence of the Board's approval of the financial statements;

Once these items have been completed, we will date and sign our auditor's report.

Significant Risks

The following is a list of the significant risks that we identified during the engagement as well as our audit responses:

#	Description of each significant risk	Audit response
1	Revenue/Grant - Completeness and Existence	Analytical procedures were performed. Reviewed accounts receivables and analysed subsequent months bank statements to ensure payments were received against accounts receivables.
2	Expenses - Completeness, Existence and AV	Sample tested invoices to ensure the agency manager's approval. We also reviewed the subsequent month's GL to ensure all the expenses were recorded in the correct period.

* Denotes Professional Corporation

Significant Risks (continued)

3	Payroll - Existence and Accuracy	Sample tested few employees' detail payroll for one pay period and compared their YTD with T4 submitted to CRA. Also, Compared T4 summary for entity from CRA to the GL accounts.
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Comments on Accounting Practices**Accounting Policies**

The significant accounting policies used by the entity are outlined in Note 3 to the financial statements.

- a. There were no significant changes in accounting policies.
- b. We did not identify any alternative accounting policies that would have been more appropriate in the circumstances.
- c. We did not identify any significant accounting policies in controversial or emerging areas.

Significant Accounting Estimates

The following significant estimates/judgments are contained in the financial statements:

1. *Useful life of capital assets*
2. *Accrued liabilities;*
3. *Deferred revenue;*

Based on audit work performed, we are satisfied with the estimates made by management.

Significant Deficiencies in Internal Control

A deficiency in internal control exists when a risk is not treated by a control or when a control is designed, implemented or operated in such a way that it is unable to prevent, or detect and correct, misstatements in the financial statements on a timely basis, or when a control necessary to prevent, or detect and correct, misstatements in the financial statements on a timely basis is missing.

A significant deficiency in internal control is defined as a deficiency or combination of deficiencies in internal control that, in the auditor's professional judgment, is of sufficient importance to merit the attention of TCWG.

To identify and assess the risks of material misstatement in the financial statements, we are required to obtain an understanding of internal control relevant to the audit. This understanding is used for the limited purpose of designing appropriate audit procedures. It is not used for the purpose of expressing an opinion on the effectiveness of internal control and, as a result, we do not express any such opinion. The limited purpose also means that there can be no assurance that all significant deficiencies in internal control, or any other control deficiencies, will be identified during our audit.

We did not identify any control deficiencies that, in our judgment, would be considered significant deficiencies, apart from those outlined below:

#	Nature of significant deficiency	Implication for the financial statements	Recommendation
1	<i>Manager is able to sign the cheques for the invoices approved by himself.</i>	<i>The effectiveness of the control for segregation of duty may be compromised. Fraud risk may increase.</i>	<i>The cheques should be signed by someone other than the manager and finance administrator.</i>

Written Representations

In a separate communication, as attached, we have requested a number of written representations from management in respect to their responsibility for the preparation of the financial statements in accordance with Canadian generally accepted accounting principles.

Other Audit Matters of Governance Interest

We did not identify any other matters to bring to your attention at this time.

I was engaged to conduct an audit, in accordance with Canadian generally accepted auditing standards, on the financial statements prepared by the entity's management in accordance with Canadian accounting standards for not-for-profit organizations.

We would like to thank management and staff for the assistance they provided to us during the audit.

We hope the information in this audit findings letter will be useful. We would be pleased to discuss them with you and respond to any questions you may have.

This letter was prepared for the sole use of TCWG of Arusha Centre Society to carry out and discharge their responsibilities. The content should not be disclosed to any third party without our prior written consent, and we assume no responsibility to any other person.

Yours truly,

Rajinder Singh

RSPC Professional Corporation
Chartered Professional Accountant

ARUSHA CENTRE SOCIETY
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Year Ended December 31, 2022

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INDEPENDENT AUDITOR'S REPORT

To the Members of Arusha Centre Society

Opinion

I have audited the financial statements of Arusha Centre Society (the Organization), which comprise the statement of financial position as at December 31, 2022, and the statements of operations, 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 my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2022, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis for Opinion

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the Organization in accordance with ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Organization in accordance with ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 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 Organization'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 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.

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* Denotes Professional Corporation

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 my 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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.

I 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 I identify during my audit.

~~RSPC Professional Corporation~~

RSPC Professional Corporation
Chartered Professional Accountant

Calgary, Alberta
May 8, 2023

ARUSHA CENTRE SOCIETY
Statement of Financial Position
December 31, 2022

	<i>December 31</i> 2022	<i>December 31</i> 2021
ASSETS		
CURRENT		
Cash (<i>Note 4</i>)	\$ 275,160	\$ 194,721
Accounts receivable	115,457	20,553
Goods and services tax recoverable	449	416
Prepaid and sundry	<u>2,351</u>	<u>1,331</u>
	393,417	217,021
CAPITAL ASSETS (<i>Note 5</i>)	2,501	3,904
LONG TERM INVESTMENTS (<i>Note 6</i>)	<u>20,544</u>	<u>84,663</u>
	\$ 416,462	\$ 305,588
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 10,772	\$ 8,893
Deferred contributions (<i>Note 7</i>)	<u>243,733</u>	<u>164,835</u>
	254,505	173,728
NET ASSETS	<u>161,957</u>	<u>131,860</u>
	\$ 416,462	\$ 305,588

APPROVED ON BEHALF OF THE BOARD


 _____ Director


 _____ Director

ARUSHA CENTRE SOCIETY
Statement of Operations
Year Ended December 31, 2022

	Operating 2022	Projects 2022	TAG 2022	FCSS Calgary 2022	C\$ 2022	Climate Program 2022	Total 2022	Total 2021
REVENUES								
Grants	\$ 67,724	\$ 84,673	\$ 17,844	\$ 43,154	\$ 73,779	\$ 102,970	\$ 390,144	\$ 213,661
Donations	9,948	-	-	-	212	244	10,403	16,407
Event services	5,510	-	-	-	2,704	350	8,564	3,307
Other income	531	-	-	-	3,385	-	3,916	27,735
Interest income	3,642	-	-	-	7	-	3,650	2,831
Rental revenues	540	-	-	-	-	-	540	-
	87,894	84,673	17,844	43,154	80,088	103,564	417,217	263,941
EXPENSES								
Salaries, wages and benefits	\$ 56,079	\$ 4,974	\$ 4,500	\$ 32,012	\$ 59,094	\$ 75,301	\$ 231,961	\$ 186,851
Consulting fees	-	60,640	4,000	-	1,652	1,416	67,708	2,285
Events, project and development	- 210	10,792	6,750	1,847	1,088	5,346	25,613	23,943
Project administrative	466	5,773	-	321	4,529	8,782	19,872	5,428
Office	1,115	326	100	3,927	3,520	5,647	14,635	19,882
Rental	2,228	1,275	-	2,400	5,250	2,495	13,648	13,368
Professional fees	425	829	2,494	731	-	2,711	7,190	5,214
Advertising and promotion	62	-	-	573	185	1,800	2,621	2,768
Insurance	400	-	-	1,325	-	-	1,725	1,376
Amortization	1,402	-	-	-	-	-	1,402	1,390
Interest and bank charges	542	64	-	15	58	65	745	398
Training	-	-	-	-	-	-	-	632
	62,509	84,673	17,844	43,154	75,377	103,564	387,121	263,536
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES FROM OPERATIONS	\$ 25,385	\$ -	\$ -	\$ -	\$ 4,711	\$ -	\$ 30,096	\$ 405
GOVERNMENT SUBSIDY	\$ -						\$ -	\$ 478
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	\$ 25,385	\$ -	\$ -	\$ -	\$ 4,711	\$ -	\$ 30,096	\$ 883

ARUSHA CENTRE SOCIETY
Statement of Changes in Net Assets
Year Ended December 31, 2022

	2021 Balance	Excess of revenues over expenses	Contributions	Withdrawals	2022 Balance
Net Assets	\$ 131,861	\$ 30,096	\$ -	\$ -	\$ 161,957

See notes to financial statements

ARUSHA CENTRE SOCIETY
Statement of Cash Flows
Year Ended December 31, 2022

	2022	2021
OPERATING ACTIVITIES		
Excess of revenues over expenses	\$ 30,096	\$ 883
Item not affecting cash:		
Amortization of capital assets	1,402	1,917
	<u>31,498</u>	<u>2,800</u>
Changes in non-cash working capital:		
Accounts receivable	(94,904)	5,508
Accounts payable and accrued liabilities	1,881	737
Deferred contributions	78,898	921
Prepaid and sundry	(1,020)	32
Goods and services tax recoverable	(33)	(90)
	<u>(15,178)</u>	<u>7,108</u>
Cash flow from operating activities	<u>16,320</u>	<u>9,908</u>
INVESTING ACTIVITY		
Purchase of capital assets	-	(2,811)
Cash flow from (used by) investing activity	<u>-</u>	<u>(2,811)</u>
FINANCING ACTIVITIES		
Long term Investments	64,119	(2,627)
Canada Emergency Business Assistance	-	(40,000)
Cash flow from (used by) financing activities	<u>64,119</u>	<u>(42,627)</u>
INCREASE (DECREASE) IN CASH FLOW	80,439	(35,530)
Cash - beginning of year	<u>194,721</u>	<u>230,251</u>
CASH - END OF YEAR	\$ 275,160	\$ 194,721

See notes to financial statements

ARUSHA CENTRE SOCIETY
Notes to Financial Statements
Year Ended December 31, 2022

1. PURPOSE OF THE ORGANIZATION

The Arusha Centre Society (the "society") is a not-for-profit organization incorporated under the Societies Act of the Province of Alberta. The Society is dedicated to the public understanding of issues of social justice and how they relate to the choices we take in our community and community-based programming. The society is registered as a charitable organization under the Income Tax Act and is exempt from income taxes.

2. BASIS OF PRESENTATION

The financial statements have been prepared in accordance with Canadian Accounting Standards for Not-for-profit Organizations within the framework of the accounting policies described in Note 3

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash

Cash includes cash in hand, in banks and Calgary dollars. The organization currently holds no investments classified as cash equivalents.

Goods and Services Tax

Goods and services tax is recoverable at 50% as a rebate. The unrecoverable portion is recorded as an expense with the rebate being treated as a receivable.

Prepaid expenses

Prepaid expenses represent expenses paid in advance where the organization expects to use the benefits within a year. It is a future expenses that a company has paid for in advance. A prepaid expense is only recognized in the income statement when the organization consumes the services.

Capital assets

Property, plant and equipment are recorded at cost which includes all amounts that directly attribute to acquisition and betterment of the assets less accumulated amortization. Property, plant and equipment is amortized over its estimated useful life on a declining balance basis using the following rates and methods:

Furniture and fixtures	20%	declining balance method
Equipment	30%	declining balance method
Computer equipment	45%	declining balance method

The Organization regularly reviews its capital assets to eliminate obsolete items, and assess for impairment.

Revenue recognition

Arusha Centre Society follows the deferral method of accounting for contributions.

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

Event services, interest and other income are recognized as revenue when received or receivable, the amount to be received can be reasonably estimated, collection is reasonably assured and services have been performed.

(continues)

ARUSHA CENTRE SOCIETY
Notes to Financial Statements
Year Ended December 31, 2022

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Contributed services

The operations of the corporation depends on contributed time by directors and volunteers. These services materially benefit the organization; however, a reasonable estimate of the time spent and its fair market value cannot be made and accordingly, these contributed services are not recognized in financial statements.

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealised gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. The organization currently holds no financial instruments that are carried at fair value.

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 amount 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 expenses during the reporting period. These estimates are reviewed periodically and they are reported in the period in which they become known by making necessary adjustments. Estimates used in the preparation of these financial statements relate to accrual of expenses, useful life of capital assets and determination of timing of recognition of revenues from deferred contributions.

4. CASH

Cash includes \$11,345 (2020: \$38,186) of restricted cash subject to the requirements of the AGLC.

5. CAPITAL ASSETS

	Cost	Accumulated amortization	2022 Net book value	2021 Net book value
Equipment	\$ 35,191	\$ 33,655	\$ 1,536	\$ 2,149
Computer equipment	2,808	1,843	965	1,755
	\$ 37,999	\$ 35,498	\$ 2,501	\$ 3,904

6. LONG TERM INVESTMENT

Common share investment in First Calgary Financial represents equity or capital in First Calgary Financial. Unlike term deposits which are 100% guaranteed by the Credit Union Deposit Guarantee Corporation, Common shares are not 100% guaranteed. The redemption policy for Common shares allows members to redeem their shares once per calendar year, up to a maximum of 20% of the member's Common Share balance subject to other terms and conditions of issuer.

ARUSHA CENTRE SOCIETY
Notes to Financial Statements
Year Ended December 31, 2022

7. DEFERRED CONTRIBUTIONS

	Opening Balance	Addition	Expenses	2022
Arusha Climate Program	\$ 52,508	\$ 9,518	\$ (10,823)	\$ 51,203
Canada Healthy Communities Initiative	-	52,000	(7,284)	44,716
University of Calgary	-	50,000	(11,500)	38,500
Community Economic Development for Increased Food Security	-	80,440	(56,440)	24,000
Calgary \$ - Calgary Foundation	-	75,000	(53,884)	21,116
Norfolk Wellness	-	25,000	(6,249)	18,751
OSE Climate Hub Collaboration	-	50,000	(39,240)	10,760
Casino Fund	38,033	-	(27,395)	10,638
Calgary \$'s - Norfolk	7,639	10,000	(9,095)	8,544
Calgary \$ General	4,178	92	-	4,270
Eco Canada Action Grant	-	12,500	(8,333)	4,167
Calgary \$'s - Subnet Housing CUPS	2,367	5,000	(3,799)	3,568
Take Action Grant	21,343	-	(17,843)	3,500
	<u>\$ 126,068</u>	<u>\$ 369,550</u>	<u>\$ (251,885)</u>	<u>\$ 243,733</u>

8. CALGARY \$

The organization uses "Calgary Dollars", which is a complementary currency system that brings together local talents and resources to strengthen the local economy and build community. In 2022, the organization received \$5,893 (2021: \$6,872) "Calgary Dollars" as payment for various types of services performed and used \$1,186 (2021: \$3,223) "Calgary Dollars" in payment of various expenses. All "Calgary Dollars" are transacted at the fair value of goods and services exchanged.

9. FINANCIAL INSTRUMENTS

The Organization is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Organization's risk exposure and concentration as of December 31, 2022.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The organization is exposed to credit risk from customers. In order to reduce its credit risk, the organization reviews a new customer's credit history before extending credit and conducts regular reviews of its existing customers' credit performance. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The organization has no significant concentration of credit risk.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Organization is exposed to this risk mainly in respect of its accounts payable, accrued expenses and receipt of funds from its Funders.

Arusha Centre Society

Year End: December 31, 2022

Trial Balance

Map No: 110 To 999

Preparer	Reviewed by	EQCR	Partner final
KP 2023-04-19	SP 2023-04-26		RP 2023-05-05

A-380

Account	Prelim	Adj's	Reclass	Rep	Annotation	Rep 12/21	%Chg
1010 Connect First - Arusha Generated - 1583616	183,988.08	0.00	0.00	183,988.08	A-A. 1. 01	127,417.44	44
1020 Connect First - Calgary Dollar - 1576263	68,946.36	0.00	0.00	68,946.36	A-A. 1. 01	18,988.50	263
1050 Connect First - Casino - 1583624	11,185.41	0.00	0.00	11,185.41	A-A. 1. 01	38,033.87	-71
1090 CFCU Cash - shares	10,631.34	0.00	0.00	10,631.34	A-A.100. 2	10,129.90	5
1200 CFCU Sub 4 -Arusha - Casino	159.23	0.00	0.00	159.23	A-A. 1. 01	151.69	5
1300 Undeposited funds	250.00	0.00	0.00	250.00	1	0.00	0
111.1000 Cash	275,160.42	0.00	0.00	275,160.42		194,721.40	41
1210 Accounts Receivable	115,457.00	0.00	0.00	115,457.00		20,567.65	461
1215 Other receivable	0.00	0.00	0.00	0.00		-14.22	-100
115.1060 Accounts receivable	115,457.00	0.00	0.00	115,457.00		20,553.43	462
1320 Prepaid Expenses & Office Deposits	1,036.97	0.00	0.00	1,036.97	A-L. 1	782.16	33
1321 Common Room Deposits	200.00	0.00	0.00	200.00	2	277.20	-28
1322 Key Tag/FOB Deposits	1,114.00	0.00	0.00	1,114.00	2	272.00	310
128.1484 Prepaid and sundry	2,350.97	0.00	0.00	2,350.97		1,331.36	77
1441 Equipment - Arusha	22,404.11	0.00	0.00	22,404.11	A-U. 1	22,404.11	0
1442 Equipment - Donated	10,140.00	0.00	0.00	10,140.00	A-U. 1	10,140.00	0
1451 Furniture - Arusha	2,647.02	0.00	0.00	2,647.02	A-U. 1	2,647.02	0
157.1740 Equipment	35,191.13	0.00	0.00	35,191.13		35,191.13	0
1448 Accum Amort - Equipment Arusha	-31,264.10	0.00	0.00	-31,264.10	A-U. 1	-30,715.52	2
1458 Accum Amort - Furniture	-2,390.95	0.00	0.00	-2,390.95	A-U. 1	-2,326.94	3
158.1741 Equipment - acc amort	-33,655.05	0.00	0.00	-33,655.05		-33,042.46	2
1431 Computer - Arusha	2,807.98	0.00	0.00	2,807.98	A-U. 1	2,807.98	0
157.1774.01 Computer equipment	2,807.98	0.00	0.00	2,807.98		2,807.98	0
1435 Accum Amort - Computer	-1,447.87	-394.91	0.00	-1,842.78	3 A-U. 1	-1,053.00	75
158.1775.01 Computer equipment - acc amort	-1,447.87	-394.91	0.00	-1,842.78		-1,053.00	75
1205 CFCU Common Shares - 1583616	20,301.46	0.00	0.00	20,301.46	A-A.100. 2	84,431.93	-76
1206 Sub 7 - Arusha Casino	209.23	0.00	0.00	209.23	A-A.100. 3	199.35	5
1207 Sub 8 - Arusha Common Shares	33.41	0.00	0.00	33.41	A-A.100. 3	31.86	5
131.2300 Long term Investments	20,544.10	0.00	0.00	20,544.10		84,663.14	-76
2005 Collabria Master Card - 3056	1,437.20	-1,437.20	0.00	0.00	4 A-CC. 2	-578.78	-100
2020 Accounts payable	-11,972.76	750.00	5,288.54	-5,934.22	A-CC. 1	-2,827.50	110
2030 Accrued liabilities	0.00	450.00	-5,288.54	-4,838.54		-5,487.00	-12
2035 Employee Collect Reimburse	0.08	0.00	0.00	0.08		0.02	300
2110 CPP Payable	0.00	0.00	0.00	0.00		0.27	-100
2120 EI Payable	0.00	0.00	0.00	0.00		0.07	-100
2130 Income Tax Payable	0.00	0.00	0.00	0.00		-0.18	-100
215.2620 Accounts payable and accrued liab	-10,535.48	-237.20	0.00	-10,772.68		-8,893.10	21
1220 GST Receivable	448.90	0.00	0.00	448.90		415.84	8
217.2680.10 Goods and services tax payable	448.90	0.00	0.00	448.90		415.84	8
2100 Deferred Income	-243,733.23	0.00	0.00	-243,733.23	A-DD. 1	-164,834.95	48
218.2770 Deferred contributions	-243,733.23	0.00	0.00	-243,733.23		-164,834.95	48
3010 Retained earnings - Arusha	0.00	0.00	0.00	0.00		7,957.47	-100
3020 Retain earnings - Calgary \$	0.00	0.00	0.00	0.00		-59,290.32	-100
3021 Capial Assets	0.00	0.00	0.00	0.00		-10,693.57	-100
3030 Retain earnings - T4T	0.00	0.00	0.00	0.00		-69,136.19	-100

Preparer	Reviewed by	EQCR	Partner final
KP 2023-04-19	SP 2023-04-26		RP 2023-05-05

Account	Prelim	Adj's	Reclass	Rep	Annotation	Rep 12/21	%Chg
3050 Retain earnings - Property	0.00	0.00	0.00	0.00		-1,630.90	-100
3060 Retained earnings - CUPE	0.00	0.00	0.00	0.00		1,816.02	-100
3200 Unrestricted Net Assets	-132,060.77	0.00	200.00	-131,860.77		0.00	0
280.0001 Net Assets	-132,060.77	0.00	200.00	-131,860.77		-130,977.49	1
4120 Calgary \$'s - Subnet Housing	-3,799.26	0.00	0.00	-3,799.26		-2,632.78	44
4125 Calgary \$'s - Collaborators	-9,095.46	0.00	0.00	-9,095.46		-2,360.07	285
4130 Calgary \$'s - Calgary Foundation	0.00	0.00	0.00	0.00		-39,020.12	-100
4135 Calgary \$'s - Venture Program	-7,000.00	0.00	0.00	-7,000.00		0.00	0
4140 Calgary \$'s - FCSS	-43,154.00	0.00	0.00	-43,154.00		-43,154.00	0
4169 Calgary \$'s - Program Revenue	-116,573.80	0.00	0.00	-116,573.80		-13,865.12	741
4390 AGLC - Casino	-27,395.44	0.00	0.00	-27,395.44		-18,270.09	50
4420 Deferred Income	0.00	0.00	0.00	0.00		-28,551.87	-100
4575 Arusha - Parks Foundation	-14,700.00	0.00	0.00	-14,700.00		0.00	0
4576 Arusha - Program Funding	-33,523.81	0.00	0.00	-33,523.81		0.00	0
4580 Arusha - Calgary Foundation	-17,843.72	0.00	0.00	-17,843.72		-656.28	2619
4593 Arusha - One Time Funding	-38,763.51	0.00	0.00	-38,763.51		-14,465.99	168
4595 Arusha - Service Canada Grant - Summer J	-21,825.00	0.00	0.00	-21,825.00		-19,043.00	15
4640 Arusha - Open Streets	-17,229.56	0.00	0.00	-17,229.56		-23,832.04	-28
311.8000.01 Grants	-350,903.56	0.00	0.00	-350,903.56		-205,851.36	70
4510 Arusha - Donation (Corp.)	-450.00	0.00	0.00	-450.00	A-705. 3. 1	-2,989.35	-85
4520 Arusha - Donation (Individual)	-40,396.13	0.00	0.00	-40,396.13	A-705. 3. 1	-400.00	9999
4525 Arusha - Donation (Individual CAFT)	-5,425.00	-450.00	0.00	-5,875.00	A-705. 3. 1	-5,340.00	10
4540 Arusha - Doantion (Canada Helps)	-3,179.50	0.00	0.00	-3,179.50	A-705. 3. 1	-8,250.00	-61
4542 Arusha - Donation Expenses	256.89	0.00	0.00	256.89		572.84	-55
311.8000.02 Donations	-49,193.74	-450.00	0.00	-49,643.74		-16,406.51	203
4155 Calgary \$'s - Interest Income	0.00	0.00	0.00	0.00		-6.75	-100
4720 Arusha - Interest Income	-43.96	0.00	0.00	-43.96		-2,824.45	-98
4721 Investment Income (T5)	-3,605.91	0.00	0.00	-3,605.91		0.00	0
311.8000.03 Interest and investment	-3,649.87	0.00	0.00	-3,649.87		-2,831.20	29
4170 Calgary \$'s - Event Revenue	-180.00	0.00	0.00	-180.00		-135.00	33
4710 Arusha - Fundraising	0.00	0.00	0.00	0.00		-0.19	-100
4722 Arusha - Bike Equipment Rental	-5,850.00	0.00	0.00	-5,850.00		-1,220.00	380
4723 Arusha - Button Sales & labour	-150.00	0.00	0.00	-150.00		-1,397.55	-89
4725 Arusha - Copies & Printing	-1,466.00	0.00	0.00	-1,466.00		-2,828.00	-48
4730 Arusha - Membership	-10.00	0.00	0.00	-10.00		-50.00	-80
4773 Arusha - Tent Rental	-908.00	0.00	0.00	-908.00		0.00	0
311.8000.04 Event services	-8,564.00	0.00	0.00	-8,564.00		-5,630.74	52
4760 Arusha - Rent	-540.00	0.00	0.00	-540.00		0.00	0
311.8000.05 Rental	-540.00	0.00	0.00	-540.00		0.00	0
4150 Calgary \$'s - Other Income	331.37	0.00	0.00	331.37		-19,261.63	-102
4157 Calgary \$'s - Membership Fee Income	0.00	0.00	0.00	0.00		-20.00	-100
4158 Calgary \$'s - Transaction Fees Income	-68.93	0.00	0.00	-68.93		-141.18	-51
4165 Calgary \$'s - Advertising	-5.00	0.00	0.00	-5.00		0.00	0
4176 Calgary \$'s - Used Digital	-2,105.84	0.00	0.00	-2,105.84		-1,220.26	73
4178 Creation of Calgary \$'s Digital	-755.00	0.00	0.00	-755.00		-70.00	979
4740 Arusha - Misc	-1,112.60	0.00	-200.00	-1,312.60		-12,508.47	-90
311.8000.07 Other income	-3,716.00	0.00	-200.00	-3,916.00		-33,221.54	-88
5230 Advertising & Promotion	2,558.73	61.94	0.00	2,620.67		2,768.73	-5
511.8520 Advertising and promotion	2,558.73	61.94	0.00	2,620.67		2,768.73	-5

Preparer	Reviewed by	EQCR	Partner final
KP 2023-04-19	SP 2023-04-26		RP 2023-05-05

Account	Prelim	Adj's	Reclass	Rep	Annotation	Rep 12/21	%Chg
5820 Amortization - Arusha	1,007.46	394.91	0.00	1,402.37	A-U. 1	1,916.71	-27
521.8670 Amortization	1,007.46	394.91	0.00	1,402.37		1,916.71	-27
5185 WCB	1,725.27	0.00	0.00	1,725.27		1,375.85	25
523.8690 Insurance	1,725.27	0.00	0.00	1,725.27		1,375.85	25
5570 Interest & Bank	585.31	135.95	0.00	721.26		398.37	81
5590 Transaction Fees	23.97	0.00	0.00	23.97		0.00	0
525.8710 Interest and bank charges	609.28	135.95	0.00	745.23		398.37	87
5252 Computer Software	4,120.60	0.00	0.00	4,120.60		3,326.34	24
5280 Miscellaneous	376.11	7.59	0.00	383.70		1,842.80	-79
5290 Photocopying/Printing	2,144.25	0.00	0.00	2,144.25		3,366.16	-36
5440 Communications (Phone/Web. Etc)	4,472.03	799.02	0.00	5,271.05		6,845.52	-23
5520 Insurance	2,389.17	0.00	0.00	2,389.17		3,094.50	-23
5535 Dues & Memberships	40.00	0.00	0.00	40.00		115.00	-65
5550 Purchases - Materials & Supplies	256.67	0.00	0.00	256.67		52.97	385
5560 Postage & Courier	0.00	0.00	0.00	0.00		64.33	-100
5580 Office Supplies	30.00	0.00	0.00	30.00		253.64	-88
5910 GST Expenses	0.00	0.00	0.00	0.00		394.01	-100
529.8810 Office	13,828.83	806.61	0.00	14,635.44		19,355.27	-24
5310 Professional Services	1,884.23	0.00	0.00	1,884.23		0.00	0
5500 Audit Fees	5,306.07	0.00	0.00	5,306.07		5,214.28	2
531.8860 Professional fees	7,190.30	0.00	0.00	7,190.30		5,214.28	38
5253 Consulting/Contractor Fees	67,708.28	0.00	0.00	67,708.28		2,284.66	2864
531.8863 Consulting fees	67,708.28	0.00	0.00	67,708.28		2,284.66	2864
5315 Professional development	0.00	0.00	0.00	0.00		631.95	-100
531.8876 Training	0.00	0.00	0.00	0.00		631.95	-100
5410 Rent	13,648.00	0.00	0.00	13,648.00		13,368.00	2
533.8910 Rental	13,648.00	0.00	0.00	13,648.00		13,368.00	2
5020 Salary - Projects	213,111.05	0.00	0.00	213,111.05	A-706. 2	172,371.75	24
5060 CPP Expenses - Employer	10,935.58	0.00	0.00	10,935.58	A-706. 2	8,365.99	31
5070 EI Expenses - Employer	4,713.89	0.00	0.00	4,713.89	A-706. 2	3,812.70	24
5140 Staff Wellness	3,199.99	0.00	0.00	3,199.99		2,300.01	39
537.9060 Salaries and wages	231,960.51	0.00	0.00	231,960.51		186,850.45	24
5270 Meetings & Workshops	252.00	256.95	0.00	508.95		259.00	97
5340 Special Events	14,358.80	0.00	0.00	14,358.80		12,134.58	18
5810 Project Funded	6,750.00	-750.00	0.00	6,000.00	A-706. 4	9,050.00	-34
5815 Project Funded - CAG	4,000.00	0.00	0.00	4,000.00	A-706. 4	0.00	0
5930 One Time Funding	745.50	0.00	0.00	745.50		2,500.00	-70
581.9270.06 Events, projects and developme	26,106.30	-493.05	0.00	25,613.25		23,943.58	7
5190 Other Employee Costs	0.00	0.00	0.00	0.00		2,973.34	-100
5205 Accounting	803.44	0.00	0.00	803.44		824.00	-2
5240 Client & Volunteer	749.59	0.00	0.00	749.59		615.00	22
5260 Honorarium/Referral	8,245.00	0.00	0.00	8,245.00		115.00	7070
5330 Resource Materials	8,535.82	0.00	0.00	8,535.82		-5.95	*****
5345 Market Costs	226.42	0.00	0.00	226.42		795.00	-72
5350 Travel & Transportation	1,135.84	175.75	0.00	1,311.59		111.60	1075

Preparer	Reviewed by	EQCR	Partner final
KP 2023-04-19	SP 2023-04-26		RP 2023-05-05

Account	Prelim	Adj's	Reclass	Rep	Annotation	Rep 12/21	%Chg
581.9284 Projects administrative	19,696.11	175.75	0.00	19,871.86		5,427.99	266
4450 Government Subsidy	0.00	0.00	0.00	0.00	5	-477.77	-100
381.8230.01 CANADA EMERGENCY WAGE S	0.00	0.00	0.00	0.00		-477.77	-100
	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>		<u>0.00</u>	<u>0</u>
Net Income (Loss)	30,528.10			30,095.99		883.28	3307

Merald Kapfwe

APPROVED ON THE BEHALF OF BOARD:

- Trivial amount hence no further procedures were done.
- Common Room Deposit and FOB deposits were reconciled with Community Wise Resource Centre (Landlord for Arusha's office) and difference was Reclassified from prepaid insurance to Key fob.

As this below performance materiality risk is low so no future procedures are performed.
- Worksheet prepared by accountant had calculation error, hence updated the sheet and record the adjusting entry.
- Byra, never reconciled credit card, Upon discussion with her she said that she has reconciled the credit card as at
- No other Income this year.

Arusha Centre Society
Year End: December 31, 2022
Adjusting Journal Entries
Date: 2022-01-01 To 2022-12-31

Preparer	Reviewed by	EQCR	Partner final
KP 2023-04-19	SP 2023-04-26		RP 2023-05-05

A-385

Number	Date	Type	Name	Account No	Reference	Annotation	Debit	Credit	Recurrence	Misstatement
1	2022-12-31	N	Accum Amort - Computer	1435				394.91		
1	2022-12-31	N	Amortization - Arusha	5820			394.91			
During the amortization, there was a calculation error for one of the asset, Hence adjusting the error.										
2	2022-12-31	N	Accrued liabilities	2030			450.00			
2	2022-12-31	N	Arusha - Donation (Individual CAFT)	4525				450.00		
Accrual of CAFT donation of December 2022 received in January 2023.										
3	2022-12-31	R	Accounts payable	2020			5,288.54			
3	2022-12-31	R	Accrued liabilities	2030				5,288.54		
Reclassification of Audit fees.										
4	2022-12-31	N	Collabria Master Card - 3056	2005				1,437.20		
4	2022-12-31	N	Advertising & Promotion	5230			61.94			
4	2022-12-31	N	Meetings & Workshops	5270			256.95			
4	2022-12-31	N	Miscellaneous	5280			7.59			
4	2022-12-31	N	Travel & Transportion	5350			43.64			
4	2022-12-31	N	Travel & Transportion	5350			132.11			
4	2022-12-31	N	Communications (Phone/Web. Etc)	5440			131.25			
4	2022-12-31	N	Communications (Phone/Web. Etc)	5440			593.90			
4	2022-12-31	N	Communications (Phone/Web. Etc)	5440			41.98			
4	2022-12-31	N	Communications (Phone/Web. Etc)	5440			31.89			
4	2022-12-31	N	Interest & Bank	5570			135.95			
Record of credit card transactions, not recorded during the year.										
5	2022-12-31	N	Accounts payable	2020	A-CC. 1		750.00			
5	2022-12-31	N	Project Funded	5810	A-CC. 1			750.00		
Reversing AP created in 2021, which are not payable.										
6	2022-12-31	R	Unrestricted Net Assets	3200			200.00			
6	2022-12-31	R	Arusha - Misc	4740				200.00		
Reclassifying entry maid against net asset in error.										

Arusha Centre Society
 Year End: December 31, 2022
 Adjusting Journal Entries
 Date: 2022-01-01 To 2022-12-31

Preparer	Reviewed by	EQCR	Partner final
KP 2023-04-19	SP 2023-04-26		RP 2023-05-05

A-385-1

Number	Date	Type	Name	Account No	Reference	Annotation	Debit	Credit	Recurrence	Misstatement
							8,520.65	8,520.65		

Net Income (Loss) 30,095.99



APPROVED ON THE BEHALF OF BOARD: _____

ARUSHA CENTRE SOCIETY

C/O The Old Y Building
106, 223 - 12 Avenue SW
Calgary, Alberta
T2R 0G9

May 5, 2023

Confidential

RSPC Professional Corporation
Unit 2, 2023 - 34th Street NE
Calgary Alberta T1Y 6Z2

Attention: Rajinder Singh, CPA, CA

Dear Rajinder:

This representation letter is provided in connection with your audit of the financial statements of Arusha Centre Society for the year ended December 31, 2022, for the purpose of expressing an opinion as to whether the financial statements are presented fairly, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.

In making the representations outlined below, I took the time necessary to appropriately inform myself on the subject matter through inquiries of entity personnel with relevant knowledge and experience, and, where appropriate, by inspecting supporting documentation.

I confirm that (to the best of my knowledge and belief, having made such inquiries as I considered necessary for the purpose of appropriately informing myself):

Financial Statements

I have fulfilled my responsibilities, as set out in the terms of the audit engagement dated January 2, 2023 for:

- a) Preparing and fairly presenting the financial statements in accordance with Canadian accounting standards for not-for-profit organizations;
- b) Providing you all relevant information, such as:
 - i) Accounting records, supporting data and other relevant documentation,
 - ii) Minutes of meetings (such as shareholders, board of directors and audit committees) or summaries of actions taken for which minutes have not yet been prepared, and
 - iii) Information on any other matters, of which we are aware, that is relevant to the preparation of the financial statements
- c) Ensuring that all transactions have been recorded in the accounting records and are reflected in the financial statements; and
- d) Designing and implementing such internal control as we determined is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. I have also communicated to you any deficiencies in the design and implementation or the maintenance of internal control over financial reporting of which management is aware.

Fraud and Non Compliance

I have disclosed to you:

- a) All of my knowledge in relation to actual, alleged or suspected fraud affecting the entity's financial statements involving:
 - i) Management;
 - ii) Employees who have significant roles in internal control; or
 - iii) Others where the fraud could have a material effect on the financial statements;

- b) All of my knowledge in relation to allegations of fraud or suspected fraud communicated by employees, former employees, analysts, regulators or others;
- c) All known instances of non-compliance or suspected non-compliance with laws and regulations, including all aspects of contractual agreements that should be considered when preparing the financial statements;
- d) All known, actual, or possible litigation and claims that should be considered when preparing the financial statements; and
- e) The results of my risk assessments regarding possible fraud or error in the financial statements.

Related Parties

I have disclosed to you the identity of all of the entity's related-party relationships and transactions of which I am aware. All related-party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of Canadian accounting standards for not-for-profit organizations.

Estimates

I acknowledge my responsibility for determining the accounting estimates required for the preparation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations. Those estimates reflect my judgment based on my knowledge and experience of past and current events, and on my assumptions about conditions I expect to exist and courses of action I expect to take. I believe that the significant assumptions and measurement methods used by me in making accounting estimates, including those measured at fair value, are reasonable.

Subsequent Events

All events subsequent to the date of the financial statements and for which Canadian accounting standards for not-for-profit organizations requires adjustment or disclosure have been adjusted or disclosed.

Commitments and Contingencies

There are no commitments, contingent liabilities/assets or guarantees (written or oral) that should be disclosed in the financial statements. This includes liabilities arising from contract terms, illegal acts or possible illegal acts, and environmental matters that would have an impact on the financial statements.

Adjustments

I have reviewed, approved and recorded all of your proposed adjustments to my accounting records. This includes journal entries, changes to account coding, classification of certain transactions and preparation of, or changes to, certain accounting records.

Misstatements

I believe the effects of uncorrected misstatements are immaterial, individually and in aggregate, to the financial statements as a whole. A list of the uncorrected misstatements is attached to this letter.

General

1. I believe that the significant assumptions used in arriving at the fair values of financial instruments as measured and disclosed in the financial statements are reasonable and appropriate in the circumstances.
2. The nature of all material measurement uncertainties has been appropriately disclosed in the financial statements, including all estimates where it is reasonably possible that the estimate will change in the near term and the effect of the change could be material to the financial statements.
3. We have informed you of all outstanding and possible claims, whether or not they have been discussed with legal counsel.
4. All liabilities and contingencies, including those associated with guarantees, whether written or oral, have been disclosed to you and are appropriately reflected in the financial statements.
5. I have disclosed to you, and the Organization has complied with, all aspects of contractual agreements that would have a material effect on the financial statements in the event of non-compliance, including all covenants, conditions or other requirements of all outstanding debt.

6. There have been no events subsequent to the balance sheet date up to the date hereof that would require recognition or disclosure in the financial statements. Further, there have been no events subsequent to the date of the comparative financial statements that would require adjustment of those financial statements and the related notes.
7. Receivables recorded in the financial statements represent valid claims against debtors for sales or other charges arising on or before the balance sheet date and have been appropriately reduced to their estimated net realizable value.
8. There are no material unrecorded assets or contingent assets (such as claims relating to patent infringements or unfulfilled contracts whose value depends on satisfying conditions regarded as uncertain), that have not been disclosed to you.
9. I have disclosed to you all significant estimates and fair value measurements. I am of the opinion that:
 - a) The measurement methods used are permitted under Canadian accounting standards for not-for-profit organizations and appropriate in the circumstances;
 - b) The underlying assumptions are reasonable and reflect management's best estimates considering existing market information;
 - c) The method of valuation has been applied consistently;
 - d) The assumptions are consistent with management's intended courses of action; and
 - e) Financial statement disclosures are in accordance with Canadian accounting standards for not-for-profit organizations.
10. I have obtained all consents that are required under applicable privacy legislation for the collection, use, and disclosure to you of personal information.
11. The minute books of the Organization are a complete record of all meetings and resolutions of members and directors throughout the period and to the present date.
12. I am aware of the environmental laws and regulations that have an impact on my Organization and I am in compliance. There are no known environmental liabilities that have not been accrued for or disclosed in the financial statements.
13. I have discussed with you all donations made by the Organization to qualified donees, and I understand that any donations made to Qualified Donees that may be used for political activities by the Qualified Donee, may be considered by the Canada Revenue Agency (CRA) to be a political activity expenditure made directly by the Organization.
14. The corporation has three bank accounts (Account # 130011583624, 350011576263, and 340011583616) with ConnectFirst Credit. These are the only three bank accounts of the corporation and, all the income and expenses are paid through these bank accounts.

Yours truly,

ARUSHA CENTRE SOCIETY



Gerald Lajeunesse, Board Chair

May 5, 2023

Date signed











The Arusha Center Society - Audit Report (2022)

Final Audit Report


2023-05-08

Created:	2023-05-05
By:	RAJINDER SINGH, CPA,CA (admin@rspc.ca)
Status:	Signed
Transaction ID:	CBJCHBCAABAADGMrx2eFOp-MgYDpGa5UJz_U19TyeoIV


"The Arusha Center Society - Audit Report (2022)" History

-  Document created by RAJINDER SINGH, CPA,CA (admin@rspc.ca)
2023-05-05 - 8:48:13 PM GMT- IP address: 205.206.248.14
-  Document emailed to galajeunesse@cbe.ab.ca for signature
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-  Email viewed by galajeunesse@cbe.ab.ca
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-  Signer galajeunesse@cbe.ab.ca entered name at signing as gerald lajeunesse
2023-05-05 - 8:59:46 PM GMT- IP address: 142.59.183.205
-  Document e-signed by gerald lajeunesse (galajeunesse@cbe.ab.ca)
Signature Date: 2023-05-05 - 8:59:48 PM GMT - Time Source: server- IP address: 142.59.183.205
-  Document emailed to jonesmn@gmail.com for signature
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-  Signer jonesmn@gmail.com entered name at signing as Michael Nelson Jones
2023-05-07 - 2:30:07 PM GMT- IP address: 198.53.37.5
-  Document e-signed by Michael Nelson Jones (jonesmn@gmail.com)
Signature Date: 2023-05-07 - 2:30:09 PM GMT - Time Source: server- IP address: 198.53.37.5
-  Document emailed to rsingh@rspc.ca for signature
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 Signer rsingh@rspc.ca entered name at signing as Rajinder Singh, CPA, CA

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 Agreement completed.

2023-05-08 - 6:17:55 PM GMT



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