

**LANGLEY ANIMAL PROTECTION SOCIETY**

**FINANCIAL STATEMENTS  
(Unaudited)**

**DECEMBER 31, 2021**

**LANGLEY ANIMAL PROTECTION SOCIETY**

**FINANCIAL STATEMENTS**  
*(Unaudited)*

**YEAR ENDED DECEMBER 31, 2021**

**Exhibit “A” – Statement of Operations**

**Exhibit “B” – Statement of Financial Position**

**Exhibit “C” – Statement of Cash flows**

**Notes to Financial Statements**

**LANGLEY ANIMAL PROTECTION SOCIETY**  
**STATEMENT OF OPERATIONS**  
**YEAR ENDED DECEMBER 31, 2021**  
*(Unaudited)*

	<b>2021</b>	<b>2020</b>
<b>REVENUE</b>		
Sheltering revenue	\$ 195,005	\$ 215,632
Service contracts	482,344	478,431
Dues & memberships	612	648
Donations	293,733	417,401
Deferred contributions recognized <i>(Note 5)</i>	98,624	100,679
Fund development	116,122	152,559
Estate Gifts	385,824	0
Rental income	0	8,400
Interest income	8,599	12,562
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Total Revenue	1,580,863	1,386,312
<b>EXPENSES</b>		
<b>Cost of Animal Care</b>		
Veterinary & Supplies	146,256	180,651
Wages & benefits	1,099,354	928,976
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	1,245,610	1,109,626
<b>Administration</b>		
Advertising	8,446	6,671
Amortization	48,704	44,413
Automobile expense	10,672	14,417
Bank charges & interest	11,355	9,762
Commissions	12,449	15,225
Retail	8,277	11,973
Fund development	29,905	28,388
Insurance	3,052	6,078
Office supplies & postage	8,215	12,562
IT support	19,927	19,934
Professional fees	65,191	22,753
Repairs and maintenance	24,715	17,934
Telephone & utilities	49,286	41,196
Staff & volunteer training	3,454	3,055
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	303,648	254,361
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Total Expenses	1,549,258	1,363,988
EXCESS OF REVENUE OVER (EXPENSES) FOR THE YEAR	 \$31,605	 \$ 22,324
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**LANGLEY ANIMAL PROTECTION SOCIETY**  
**STATEMENT OF FINANCIAL POSITION**  
**YEAR ENDED DECEMBER 31, 2021**  
*(Unaudited)*

**ASSETS**

	<b>2021</b>	<b>2020</b>
<b>CURRENT</b>		
Cash <i>(Note 4)</i>	\$ 348,303	\$ 251,784
Term deposits	796,533	378,623
Accounts receivable	49,400	60,916
Prepaid expenses	12,769	8,367
	1,207,005	699,690
<b>CAPITAL ASSETS</b> <i>(Notes 2 &amp; 3)</i>	550,587	553,756
	\$ 1,757,592	\$ 1,253,446

**LIABILITIES**

<b>CURRENT</b>		
Accounts payable & accrued liabilities	\$ 107,282	\$ 80,928
Unearned revenue	31,772	31,520
Deferred contributions <i>(Note 6)</i>	861,269	415,334
	1,000,323	527,782

**NET ASSETS**

Retained earnings	725,664	703,340
Current earnings	31,605	22,324
	\$ 1,757,592	\$ 1,253,446

**APPROVED BY THE DIRECTORS:**

\_\_\_\_\_ Director

\_\_\_\_\_ Director

**LANGLEY ANIMAL PROTECTION SOCIETY**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED DECEMBER 31, 2021**  
*(Unaudited)*

	<b>2021</b>	<b>2020</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Excess of revenue over (expenses)	\$ 31,605	\$ 22,324
Amortization	48,704	44,413
Deferred contributions	445,935	26,986
Unearned revenue	252	(823)
	<u>526,496</u>	<u>92,900</u>
 <b>NON-CASH WORKING CAPITAL BALANCES</b>		
Accounts receivable	11,516	(3,487)
Accounts payable & accrued liabilities	26,354	7,965
Prepaid expenses	(4,402)	(2,737)
	<u>33,468</u>	<u>1,741</u>
 <b>INVESTING ACTIVITIES</b>		
Purchase of capital assets	(45,534)	(7,195)
Purchase of term deposits & marketable securities	(417,910)	(7,982)
	<u>(463,444)</u>	<u>(15,177)</u>
 <b>INCREASE (DECREASE) IN CASH</b>	 96,520	 79,465
<b>CASH AT BEGINNING OF YEAR</b>	<u>251,784</u>	<u>172,319</u>
<b>CASH AT END OF YEAR</b>	<u>\$ 348,303</u>	<u>\$ 251,784</u>

**LANGLEY ANIMAL PROTECTION SOCIETY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2021**  
*(Unaudited)*

**1. NATURE OF OPERATIONS**

The Langley Animal Protection Society (the Society) was incorporated on May 9, 2003. The Society's mandate is to promote the physical, emotional and psychological wellbeing of companion animals in Langley. This is achieved using professional and humane animal control methods and innovative animal welfare programs while operating under long term contract as the animal control service provider for the City and the Township of Langley.

**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 (ASNPO).

Cash

Cash represents unrestricted cash on hand, restricted cash on hand and deposits with banks.

Revenue recognition

The 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.

Unrestricted investment income is recognized as revenue when earned.

Contributed services

Volunteers contribute a significant amount of their time each year. Due to the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

Capital assets

Capital assets are stated at cost less accumulated amortization. Amortization is estimated over their useful lives at the following rates and methods:

Office & kennel equipment	20% per annum declining method
Computer equipment	30% per annum declining method
Yard equipment	30% per annum declining method
Vehicles	30% per annum declining method
Cat Intake and Isolation Facility	Straight line 20 years (2019 start)

### Measurement uncertainty

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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reporting in earnings in the period in which they become known. Actual results could differ from these estimates.

### 3. CAPITAL ASSETS

	<b>Cost</b>	<b>Accumulated Amortization</b>	<b>2021</b>	<b>2020</b>
Office & Kennel Equipment	53,609	44,112	9,497	2,883
Computer Equipment	90,894	59,613	31,281	21,998
Lawn Equipment	11,869	10,992	877	1,253
Vehicles	151,124	144,381	6,743	9,633
Leasehold Improvements	59,052	49,362	9,690	0
Cat Intake and Isolation Facility	596,313	103,814	492,499	517,989
	<u>\$ 962,861</u>	<u>\$ 412,274</u>	<u>\$ 550,587</u>	<u>\$ 553,756</u>

### 4. RESTRICTED CASH

Cash includes a gaming account that is restricted externally for programs that the Society offers.

	<b>2021</b>	<b>2020</b>
BC Gaming Account	<u>\$70,538</u>	<u>\$54,382</u>

### 5. RECOGNITION OF DEFERRED CONTRIBUTIONS

	<b>2021</b>	<b>2020</b>
LAPS Cat Intake & Isolation Facility	\$17,250	\$17,250
LAPS Major's Legacy Fund	15,482	18,429
BC Community Gaming – LAPS ISOasis, Adoption, Major's Legacy Fund & TNR	53,750	40,000
PetSmart Charities – LAPS Adoption Program support	0	15,000
Telus Friendly Future Foundation – LAPS Youth Employment	<u>0</u>	<u>10,000</u>
	<u>\$ 86,482</u>	<u>\$100,679</u>

### 6. DEFERRED CONTRIBUTIONS

<b>Restricted Grants</b>	<b>2021</b>	<b>2020</b>
BC Community Gaming – LAPS ISOasis, Adoption, Major's Legacy Fund & TNR	\$70,000	\$53,750
CanFel Foundation – LAPS Community Cat Education Program	20,000	20,000
PetSmart Charities - LAPS Adoption Program support	21,000	0
Animal Welfare Foundation of Canada – Staff Wellness Program	5,000	0
First West Foundation – Staff Wellness Program	10,025	0
Paws for Hope - Staff Wellness Program	1,000	0
Compassion in Action – LAPS Doghouse Program	5,000	0
Chris Spencer Foundation – LAPS Youth Employment	<u>10,000</u>	<u>10,000</u>
	<u>\$142,025</u>	<u>\$83,750</u>

	<b>2021</b>	<b>2020</b>
<b>Unrestricted Funds</b>	\$330,000	\$0
<b>Restricted Donations</b>		
LAPS Cat Intake & Isolation Facility	\$284,632	\$301,882
LAPS Major's Legacy Fund	<u>104,612</u>	<u>29,702</u>
	<u>\$389,244</u>	<u>\$331,584</u>
<b>Total Deferred Contributions</b>	<u>\$861,269</u>	<u>\$415,334</u>

## 7. CONTINGENT LIABILITY

The Society has a Mastercard account with credit available in the amount of \$17,000 from Aldergrove Credit Union. The credit card account bears annual interest at 19.99% on purchases and 22.99% on cash advances. At December 31, 2021, the Society had a current outstanding balance of \$11,926.

## 8. 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. The following analysis provides about the Society's risk exposure and concentration as of December 31, 2021.

### Liquidity risk

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

### Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market price. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk. The Society is mainly exposed to other price risk.