

CBC PENSIONERS NATIONAL ASSOCIATION

FINANCIAL STATEMENTS

MARCH 31, 2021

CBC PENSIONERS NATIONAL ASSOCIATION

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INDEPENDENT AUDITOR'S REPORT

To the Members of
CBC Pensioners National Association

Opinion

We have audited the financial statements of CBC Pensioners National Association (the Association), which comprise the statement of financial position as at March 31, 2021, 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 our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Association as at March 31, 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.

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 Association 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.

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 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.

In preparing the financial statements, management is responsible for assessing the Association'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 Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association'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.

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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:

- 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.

Marcil Lavallée

Chartered Professional Accountants, Licensed Public Accountants

Ottawa, Ontario
May 17, 2021

CBC PENSIONERS NATIONAL ASSOCIATION

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED MARCH 31, 2021

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	2021	2020
REVENUE		
Membership dues	\$ 480,890	\$ 473,920
Interest	2,215	8,039
Other	12,999	13,659
	496,104	495,618
TRANSFERS		
Transfers to regions	149,823	140,360
Payments to chapters	27,573	25,654
85 and over refunds	17,203	20,484
	194,599	186,498
NET REVENUE	301,505	309,120
EXPENSES		
Honoraria	54,514	51,001
Communications	48,246	55,151
Rent	21,604	20,959
Translation	16,522	14,450
Telecommunications	8,880	7,791
Insurance	5,018	4,905
Office	4,092	4,578
Office furniture and equipment	1,469	282
Travel	130	25,255
Meetings and conventions	-	82,688
Professional fees	6,820	6,808
Interest and service charges	823	940
	168,118	274,808
EXCESS OF REVENUES OVER EXPENSES	\$ 133,387	\$ 34,312

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STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED MARCH 31, 2021

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	Unrestricted	Internal restrictions (Note 3)	2021 Total	2020 Total
BALANCE, BEGINNING OF YEAR	\$ 394,063	\$ 50,000	\$ 444,063	\$ 409,751
Excess of revenues over expenses	133,387	-	133,387	34,312
Interfund transfer (Note 3)	(25,000)	25,000	-	-
BALANCE, END OF YEAR	\$ 502,450	\$ 75,000	\$ 577,450	\$ 444,063

CBC PENSIONERS NATIONAL ASSOCIATION

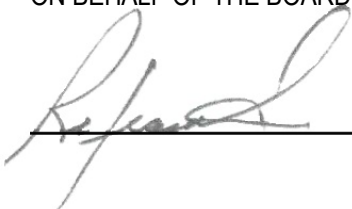
STATEMENT OF FINANCIAL POSITION

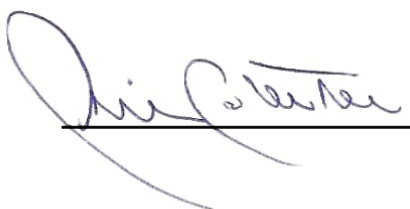
MARCH 31, 2021

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	2021	2020
ASSETS		
CURRENT ASSETS		
Cash	\$ 73,473	\$ 146,190
Prepaid expenses	12,874	13,762
Current portion of investments (Note 4)	178,580	136,596
	264,927	296,548
INVESTMENTS (Note 4)	330,927	155,406
	\$ 595,854	\$ 451,954
LIABILITY		
CURRENT LIABILITY		
Accounts payable	\$ 18,404	\$ 7,891
NET ASSETS		
Unrestricted	502,450	394,063
Internal restrictions (Note 3)	75,000	50,000
	577,450	444,063
	\$ 595,854	\$ 451,954

ON BEHALF OF THE BOARD


_____, Director


_____, Director

CBC PENSIONERS NATIONAL ASSOCIATION

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2021

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	2021	2020
OPERATING ACTIVITIES		
Excess of revenues over expenses	\$ 133,387	\$ 34,312
Net change in non-cash items related to operating activities:		
Prepaid expenses	888	(3,856)
Accounts payable	10,513	815
	11,401	(3,041)
	144,788	31,271
INVESTING ACTIVITIES		
Acquisition of term deposits	(352,978)	(130,000)
Proceeds of term deposits	135,473	148,542
	(217,505)	18,542
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(72,717)	49,813
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	146,190	96,377
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 73,473	\$ 146,190

Cash and cash equivalents consist of cash.

CBC PENSIONERS NATIONAL ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2021

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1. STATUTE AND NATURE OF OPERATIONS

The CBC Pensioners National Association (the "Association") is a not-for-profit organization incorporated under the Canada Not-for-Profit Corporations Act, and operates as a non-profit association that provides various services to its members. The Association is exempt from income tax under Section 149(1)(1) of the Income Tax Act.

2. SIGNIFICANT ACCOUNTING POLICIES

The Association applies the Canadian accounting standards for not-for-profit organizations in Part III of the CPA Canada Handbook – Accounting.

Revenue recognition

Membership dues are recognized as revenue in the year in which they become due if the amount to be received can be reasonably estimated and collection is reasonably assured. Membership dues that pertain to subsequent years are deferred and recognized as revenue in the period to which they relate.

Other revenue and interest are recognized when they become due.

Cash and cash equivalents

The Association's policy is to present bank balances, including bank indebtednesses with balances that can fluctuate frequently from being positive to overdrawn, under cash and cash equivalents.

Capital assets

Capital assets are recorded as expenses in the period in which they are acquired.

Financial instruments

Initial and subsequent measurement

The Association initially measures its financial assets and liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The Association subsequently measures all its financial assets and liabilities at cost or amortized cost.

Financial assets measured at amortized cost include cash and investments.

Financial liabilities measured at amortized cost include the accounts payable.

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NOTES TO THE FINANCIAL STATEMENTS

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2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments (continued)

Impairment

For financial assets measured at cost or amortized cost, the Association determines whether there are indications of possible impairment. When there is an indication of impairment, and the Association determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows, a write-down is recognized in net earnings. A previously recognized impairment loss may be reversed to the extent of the improvement. The carrying amount of the financial asset may not be greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net earnings.

Transaction costs

Transaction costs related to financial instruments that will be subsequently measured at fair value are recognized in net earnings in the period incurred. Transaction costs related to financial instruments subsequently measured at amortized cost are included in the original cost of the asset or liability and recognized in net earnings over the life of the instrument using straight-line method.

3. INTERNAL RESTRICTIONS

During the year, the Board of Directors approved the transfer of \$25,000 (2020: \$25,000) to the Internally Restricted Fund for the 2021 Triennial Convention. This internally restricted amount is not available for any other purpose unless approved by the Board of Directors.

4. INVESTMENTS

	2021	2020
Term deposits, 0.05% - 1.30%, maturing between June 2021 and March 2024	\$ 509,507	\$ 292,002
Current portion of investments	178,580	136,596
	\$ 330,927	\$ 155,406

Estimated payments for the next three years are as follows:

2022	\$	178,580
2023	\$	80,531
2024	\$	250,396

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NOTES TO THE FINANCIAL STATEMENTS

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5. COMMITMENT

The commitment of the Association under a lease agreement for the rental of premises maturing in November 2022 aggregates to \$33,974. The instalments over the next two years are the following:

2022	\$	20,211
2023	\$	13,763