

**STUDENTS AGAINST DRINKING AND DRIVING
SASKATCHEWAN INCORPORATED**

Financial Statements

Year Ended June 30, 2023

STUDENTS AGAINST DRINKING AND DRIVING SASKATCHEWAN INCORPORATED
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Year Ended June 30, 2023

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DUDLEY & COMPANY LLP

Chartered Professional Accountants

INDEPENDENT AUDITOR'S REPORT

To the Members of Students Against Drinking and Driving Saskatchewan Incorporated

Qualified Opinion

We have audited the financial statements of Students Against Drinking and Driving Saskatchewan Incorporated (the organization), which comprise the statement of financial position as at June 30, 2023, 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, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the organization as at June 30, 2023, 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 Qualified Opinion

In common with many not-for-profit organizations, the organization derives revenue from time to time from self-generated non-grant activities the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to non-grant revenue, excess of revenues over expenses, current assets and net assets. Our audit opinion on the financial statements for the year ended June 30, 2022 was modified accordingly because of the possible effects of this limitation of scope.

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 organization in accordance with 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 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.

(continues)

Independent Auditor's Report to the Members of Students Against Drinking and Driving Saskatchewan
Incorporated (*continued*)

Those charged with governance are responsible for overseeing the organization'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:

- 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 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 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 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.

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.

Regina, Saskatchewan
September 14, 2023

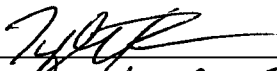
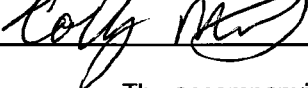


Dudley & Company LLP
Chartered Professional Accountants

STUDENTS AGAINST DRINKING AND DRIVING SASKATCHEWAN INCORPORATED
Statement of Financial Position
June 30, 2023

	2023	2022
ASSETS		
CURRENT		
Cash (Note 3)	\$ 99,238	\$ 69,024
Accounts receivable (Note 5)	1,111	573
	100,349	69,597
CAPITAL ASSETS (Note 6)	1,147	530
LONG TERM INVESTMENTS (Note 4)	16,719	19,152
TOTAL ASSETS	\$ 118,215	\$ 89,279
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable (Note 7)	\$ 2,442	\$ 2,220
Deferred revenue (Note 7)	-	6,000
	2,442	8,220
NET ASSETS		
General Fund	114,626	80,529
Capital Asset Fund	1,147	530
	115,773	81,059
TOTAL LIABILITIES AND NET ASSETS	\$ 118,215	\$ 89,279

ON BEHALF OF THE BOARD


 _____ Director

 _____ Director

The accompanying notes form an integral part of these financial statements

STUDENTS AGAINST DRINKING AND DRIVING SASKATCHEWAN INCORPORATED

**Statement of Operations
Year Ended June 30, 2023**

	2023	2022
GRANT REVENUE		
Operating grant - S.G.I.	\$ 193,985	\$ 108,985
SELF GENERATED REVENUE		
Conferences and events - fees and sponsorships	12,600	-
Donations	1,936	3,814
Membership fees	1,241	820
Other revenue	299	29
	16,076	4,663
EXPENSES		
Amortization	252	107
Awards	4,500	2,500
Board meetings	1,955	-
Conferences and events	30,048	12,230
Courier and postage	735	478
Insurance	2,207	2,103
Memberships	631	609
Miscellaneous	2,312	2,035
Professional fees	2,387	2,170
Promotion	535	2,601
Speakers and presentations	6,000	-
Stationery and supplies	1,562	2,821
Telephone	2,982	2,881
Wages and benefits	118,932	86,297
Website	309	309
	175,347	117,141
REVENUE OVER (UNDER) EXPENSES FOR THE YEAR	\$ 34,714	\$ (3,493)

The accompanying notes form an integral part of these financial statements

STUDENTS AGAINST DRINKING AND DRIVING SASKATCHEWAN INCORPORATED
Statement of Changes in Net Assets
Year Ended June 30, 2023

	General Fund	Capital Asset Fund	2023	2022
NET ASSETS - BEGINNING OF YEAR	\$ 80,529	\$ 530	\$ 81,059	\$ 84,552
Revenue over (under) expenses for the year	34,714	-	34,714	(3,493)
Capital asset amortization	252	(252)	-	-
Capital asset purchases	(869)	869	-	-
NET ASSETS - END OF YEAR	\$ 114,626	\$ 1,147	\$ 115,773	\$ 81,059

The accompanying notes form an integral part of these financial statements

STUDENTS AGAINST DRINKING AND DRIVING SASKATCHEWAN INCORPORATED

Statement of Cash Flows

Year Ended June 30, 2023

	2023	2022
CASH FLOWS FROM (FOR) OPERATING ACTIVITIES		
Cash receipts from grants and donations	\$ 196,921	\$ 118,799
Cash receipts from events and fees	6,880	914
Cash paid to suppliers and employees	<u>(175,151)</u>	<u>(117,113)</u>
Cash Flows From (For) Operating Activities	<u>28,650</u>	<u>2,600</u>
CASH FLOWS FROM (FOR) INVESTING ACTIVITIES		
Purchase of capital assets	(869)	-
Reduction in term investments	<u>2,433</u>	<u>2,371</u>
Cash Flows From (For) Investing Activities	<u>1,564</u>	<u>2,371</u>
INCREASE IN CASH FLOWS	30,214	4,971
Cash - beginning of year	<u>69,024</u>	<u>64,053</u>
CASH - END OF YEAR (Note 3)	<u>\$ 99,238</u>	<u>\$ 69,024</u>

The accompanying notes form an integral part of these financial statements

STUDENTS AGAINST DRINKING AND DRIVING SASKATCHEWAN INCORPORATED

Notes to Financial Statements

Year Ended June 30, 2023

1. NATURE OF OPERATIONS

Students Against Drinking and Driving (SADD) was incorporated March 12, 1997 under *The Non-Profit Corporations Act* of Saskatchewan. The purpose of the corporation is to initiate, encourage and facilitate activities, events and general behaviour that will prevent impaired driving acts, both directly and indirectly. The organization is a registered charity operating in Saskatchewan, and as such, is exempt from tax under section 149 of the *Income Tax Act*.

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).

Capital assets

Capital assets are stated at cost less accumulated amortization. Capital assets, net of estimated salvage value, are amortized over their estimated useful lives on a straight-line basis at the following rates:

Office equipment	20%
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Capital assets acquired during the year, but not placed into use, are not amortized until they are placed into use.

Revenue recognition

SADD follows the deferral method of accounting for contributions. Externally restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions and other revenues are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

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 reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Voluntary services and other in-kind contributions

The operation of the organization is partially dependent on voluntary services and other in-kind contributions. Since these items would not normally be purchased by the organization within their current budget and because of difficulty of determining the fair market value of certain items such as donated services, these donated services and other in-kind contributions are not recognized in these statements.

STUDENTS AGAINST DRINKING AND DRIVING SASKATCHEWAN INCORPORATED
Notes to Financial Statements
Year Ended June 30, 2023

3. CASH

	2023	2022
Credit union chequing	\$ 99,238	\$ 69,024

4. TERM DEPOSITS

	2023	2022
Conexus Credit Union 2.0 % term investment (2022 0.35%)	\$ 16,719	\$ 19,152

Term deposits held are non-redeemable, and are therefore excluded from "cash" in Note 3.

5. ACCOUNTS RECEIVABLE

Accounts receivable are comprised of the following:

	2023	2022
Accrued revenues - interest	\$ 320	\$ 60
GST rebate	791	513
	\$ 1,111	\$ 573

6. CAPITAL ASSETS

	Cost	Accumulated amortization	2023 Net book value	2022 Net book value
Office equipment	\$ 6,927	\$ 5,780	\$ 1,147	\$ 530

7. CURRENT LIABILITIES

Accounts payable and deferred revenue are comprised of the following:

	2023	2022
Accounts payable (accrued professional fees)	\$ 2,442	\$ 2,220
Deferred revenue (SGI community grant)	-	6,000
Total Current Liabilities	\$ 2,442	\$ 8,220

STUDENTS AGAINST DRINKING AND DRIVING SASKATCHEWAN INCORPORATED
Notes to Financial Statements
Year Ended June 30, 2023

8. FINANCIAL INSTRUMENTS - MEASUREMENT AND IMPAIRMENT

The organization initially measures its financial assets and financial liabilities at fair value. The organization subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments, if any, in equity instruments that are quoted in an active market, which are measured at fair value. Financial assets measured at amortized cost include cash and accounts receivable. Financial liabilities measured at amortized cost include accounts payable. At the end of each reporting period, the organization assesses whether there are any indications that a financial asset measured at amortized cost may be impaired, and if so, reduces the carrying amount accordingly.

9. FINANCIAL INSTRUMENTS - RISK EXPOSURES

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 June 30, 2023.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The organization typically doesn't extend credit and so isn't significantly exposed to credit risk from customers.

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 receipt of funds from its customers and other related sources, obligations under leases, contributions to employee benefit plans, and accounts payable.

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 prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk. The organization exposure to these risks is minimal since they don't regularly transact in foreign currencies, they don't have bank indebtedness or other credit facilities, and their normal investment vehicles are simple low-risk term investments.

Unless otherwise noted, it is management's opinion that the organization is not exposed to significant other risks arising from their financial instruments.

10. ECONOMIC DEPENDENCE

As SADD's major source of revenue is derived from grants received from S.G.I., ongoing operations will be dependent upon continued future funding.

STUDENTS AGAINST DRINKING AND DRIVING SASKATCHEWAN INCORPORATED
Notes to Financial Statements
Year Ended June 30, 2023

11. SIGNIFICANT EVENT

In March of 2020, the World Health Organization declared a global pandemic for the COVID-19 virus. The COVID-19 pandemic is complex and rapidly evolving. It has caused material disruption to businesses and has resulted in an economic slowdown. The corporation continues to assess and monitor the impact of COVID-19 on its financial condition. The magnitude and duration of COVID-19 is still uncertain and, accordingly, it is difficult to reliably measure the potential future impact on the corporation's financial position and operations.