

**BRIARPATCH INCORPORATED**  
**Regina, Saskatchewan**  
**Financial Statements**  
**(unaudited)**  
**For the fiscal year ended March 31, 2022**

**INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT**

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**To the Members,  
Briarpatch Incorporated**

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We have reviewed the accompanying financial statements of Briarpatch Incorporated that comprise the statement of financial position as at March 31, 2022, and the statements of operations, changes in net assets and cash flows for the year then ended, as well as a summary of significant accounting policies and other explanatory information.

*Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these 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.

*Practitioner's Responsibility*

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

*Conclusion*

Based on our review, nothing has come to our attention causing us to believe that the financial statements do not present fairly, in all material respects, the financial position of Briarpatch Incorporated as at March 31, 2022, 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.

**Regina, Saskatchewan  
September 29, 2022**

**Iris E. Howden  
CPA CMA**

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**BRIARPATCH INCORPORATED**  
**STATEMENT OF FINANCIAL POSITION**  
**For the Fiscal Period Ended March 31, 2022**  
(with comparative figures at March 31, 2021)

**ASSETS**

	<u>2022</u>	<u>2021</u>
Current Assets:		
Bank	\$ 50,796	\$ 41,965
Andrea Walker Memorial Fund	562	562
Accounts Receivable	4,736	4,628
Prepaid Expense	-	137
Short Term Investments (Note 4)	10,779	10,762
	66,873	58,054
Capital Assets (Note 3)	879	136
<b>TOTAL ASSETS</b>	<b>\$ 67,752</b>	<b>\$ 58,190</b>

**LIABILITIES & NET ASSETS**

Current Liabilities:		
Accounts Payable and Accrued Liabilities	\$ 4,525	\$ 5,479
Payroll Remittance Payable	1,356	289
Wages Payable	2,864	2,545
	8,745	8,313
Long Term Liabilities:		
Andrea Walker Grant Obligation (Note 5)	555	555
Net Assets:		
Internally Restricted Reserve (Note 6)	5,100	-
Surplus - General	53,352	49,322
	58,452	49,322
<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<b>\$ 67,752</b>	<b>\$ 58,190</b>

Approved on behalf of the Board of Directors

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**BRIARPATCH INCORPORATED**  
**STATEMENT OF REVENUE AND EXPENDITURES**  
**For the Fiscal Period Ended March 31, 2022**  
(with comparative figures at March 31, 2021)

	<u>2022</u>	<u>2021</u>
<b>REVENUE</b>		
Subscriptions	\$ 59,602	\$ 90,785
Advertising	23,820	26,170
Royalties	3,322	2,048
CPF Grant	33,631	21,590
Canada Summer Jobs Grant	3,901	3,088
Other Grants	2,500	8,450
Fees Collected for Participants	7,000	-
Fundraisers	3,829	8,927
Donations	78,780	99,541
Interest	102	154
Subsidies and Grants (Note 8)	20,000	2,546
Miscellaneous	1,500	701
	237,987	264,000
<b>EXPENSES</b>		
Accounting and Legal	2,528	2,783
Advertising and Promotion	676	424
Amortization	179	58
Bank and Credit Card Charges	4,482	5,896
Donations	1,289	-
Fundraising	718	18
Insurance	587	518
Magazine Production	97,639	99,479
Memberships	580	719
Miscellaneous	59	367
Office Expenses	1,881	1,400
Printing and Postage - Other	15,141	14,176
Professional Fees	1,113	1,113
Rent	7,731	6,248
Salaries and Benefits	96,901	94,924
Telephone	1,437	1,420
Web Hosting	1,016	924
Total	233,957	230,467
<b>NET REVENUE OVER EXPENDITURES</b>	<b>\$ 4,030</b>	<b>\$ 33,533</b>
<b>Surplus, Opening Balance</b>	<b>49,322</b>	<b>15,789</b>
<b>SURPLUS, End of Year</b>	<b>\$ 53,352</b>	<b>\$ 49,322</b>

**BRIARPATCH INCORPORATED**  
**STATEMENT OF CHANGES IN FINANCIAL POSITION**  
**For the Fiscal Period Ended March 31, 2022**  
(with comparative figures at March 31, 2021)

	<u>2022</u>	<u>2021</u>
<b>Cash Provided by (Used in) Operating Activities:</b>		
Net Revenue over Expenditures	\$ 4,030	\$ 33,533
Amortization Expense	179	58
Non-cash operating working capital		
- Decrease (Increase) in Accounts Receivable	(108)	(1,079)
- Decrease (Increase) in Andrea Walker Memorial Fund Account	-	500
- Decrease (Increase) in Prepaid Expenses	137	(137)
- Increase (Decrease) in Accounts Payable	(954)	(903)
- Increase (Decrease) in Other Payables	1,386	(3,633)
- Draw from Andrew Walker Memorial Fund	-	(296)
- Increase in Internally Restricted Reserve	5,100	-
	9,770	28,043
 Cash Provided by (Used in) Investing Activities:		
- Purchase of Capital Assets	(922)	-
	8,848	28,043
<b>Increase (Decrease) in Cash</b>		
	8,848	28,043
<b>Cash Position - Beginning of Year</b>		
	52,727	24,684
<b>Cash Position - End of Year</b>		
	\$ 61,575	\$ 52,727
 Cash consists of:		
Cash	\$ 50,796	\$ 41,965
Term Deposits - General	10,779	10,762
	\$ 61,575	\$ 52,727

**BRIARPATCH INCORPORATED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Period Ended March 31, 2022**

1. **Purpose of Organization**

To organization was incorporated under the Non-Profit Corporations Act in October, 1974. The main business activity is the publication of a magazine.

2. **Summary of Significant Accounting Policies**

**Basis of Presentation**

The financial statements have been prepared in accordance with generally accepted accounting standards for not-for-profit organizations and reflect the following policies:

**Capital Assets**

Capital assets are recorded at cost and amortized over their estimated useful lives. One half of the annual rate is used in the year of purchase. Amortization rates are as follows:

Computer Equipment	30% declining balance method
Software	100% straight line
Office Furniture	20% declining balance method
Leasehold Improvements	20% straight line

**Revenue Recognition**

Subscription revenue is recognized when invoiced. No allowance has been made for deferred subscription revenue

Donations are recognized when received. There were no pledges or receivables relating to donations for fiscal years ending March 31, 2022 and 2021. No donations were restricted for 2022 or 2021 fiscal year ends.

**Investments**

Investments consist of term deposits and recorded at cost.

**Income Taxes**

The organization is a non-profit organization and is not subject to income taxes.

**Donated Services**

The organization operated under the guidance of volunteers. The value of donated services is not recognized in these statements.

**Measurement Uncertainty**

The preparation of financial statements in conformity with Canadian generally accepted accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Estimates are used when accounting for amortization. Actual results could differ from these estimates.

**BRIARPATCH INCORPORATED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Period Ended March 31, 2022**

**2. Summary of Significant Accounting Policies (continued)**

**Financial Instruments**

The company's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities. Their carrying values approximate their fair value due to their short term maturity. The company does not have a significant credit exposure to any individual or counterpart.

**3. Capital Assets**

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Mar-22</u>	<u>Mar-21</u>
Computer Equipment	9,608	8,729	879	136
	<u>\$ 9,608</u>	<u>\$ 8,729</u>	<u>\$ 879</u>	<u>\$ 194</u>

**4. Investments**

	<u>2022</u>	<u>2021</u>
1 Year Redeemable term deposit, due Jan 20, 2023 at 0.40% interest	5,779	5,762
3 Year Convertible term deposit, due Dec 31, 2022 at 1.70% interest	5,000	5,000
	<u>\$ 10,779</u>	<u>\$ 10,762</u>

**5. Andrea Walker Memorial Fund**

The Andrea Walker Memorial Fund is a restricted fund that was set up with the provision of awarding \$300 annually to prairie writers or artists who contribute articles, poetry, fiction, drawing or photography on the themes of health, women or work. An offsetting deferred revenue has been established.

During the 2021/22 year, no funds were awarded. The organization will be awarding the remaining amounts in the 2022/2023 fiscal year. (2020/21 \$500 awarded)

**6. Internally Restricted Reserve**

During the year the Board raised \$5,100 through fundraising which was specifically earmarked for hiring an editor for Dispatch for the months of July and August 2022. Since the funds for this project will be spent in the next fiscal year, the revenue raised has been set up as a reserve.

**7. Commitments**

The organization rents its office space at 2138 McIntyre Street, Regina for \$435 per month. The rental is on a month to month basis.

During the year it was determined that the organization owed back rent. A total of \$2,329 was paid back to the landlord during the year. No additional amounts are owing.

**BRIARPATCH INCORPORATED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Period Ended March 31, 2022**

**8. Canada Emergency Business Loan**

The organization applied for and received \$60,000 Canada Emergency Business loan from the Government of Canada during the year. \$40,000 of the loan was repaid before the end of the fiscal year. The remaining \$20,000 is forgivable and therefore has been recognized as revenue in the year received in accordance with guidelines set out by the Federal Government. The forgivable portion of the loan was recognized by the bank shortly after the fiscal year end and as of the date of this statement no balance remains owing.