
**Memorial University of Newfoundland Pensioners' Association
Inc.**

FINANCIAL STATEMENTS
(Unaudited)
For the year ended March 31, 2023

JOHN F. MORGAN

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INDEPENDENT ACCOUNTANT'S REVIEW ENGAGEMENT REPORT

To the Members of Memorial University of Newfoundland Pensioners' Association Inc.

I have reviewed the balance sheet of Memorial University of Newfoundland Pensioners' Association Inc. as at March 31, 2023 the statement of income and retained earnings (deficit) and cash flows for the year then ended, and 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 the financial statements that are free from material misstatement, whether due to fraud or error.

Practitioner's Responsibility

My responsibility is to express a conclusion on the accompanying financial statements based on my review made in accordance with Canadian generally accepted standards for review engagements, which requires compliance with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. A review is completed by procedures consisting primarily of enquiry, analysis, and discussion related to information supplied by the company to evaluate 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. A review does not constitute an audit and, consequently, I do not express an audit opinion on these financial statements.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that these financial statements do not present fairly, in all material respects, the financial position of Memorial University of Newfoundland Pensioners' Association Inc. as at March 31, 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.

John F. Morgan
Chartered Professional Accountants

St. John's, Newfoundland
May 24, 2023

Memorial University Pensioners' Association Inc.
Balance Sheet
As At March 31, 2023
(Unaudited)

	2023	2022
ASSETS		
CURRENT		
Cash	\$ 14,595	\$ 18,368
Prepaid expenses	-	125
	<u>14,595</u>	<u>18,493</u>
Long term investments	<u>17,221</u>	<u>17,112</u>
	<u><u>\$ 31,816</u></u>	<u><u>\$ 35,605</u></u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 2,286	\$ 2,156
Prepaid membership dues	-	48
	<u>2,286</u>	<u>2,204</u>
MEMBERS' EQUITY		
Net assets	<u>29,530</u>	<u>33,401</u>
	<u><u>\$ 31,816</u></u>	<u><u>\$ 35,605</u></u>

Approved on Behalf of the Board:

The accompanying notes are an integral part of these financial statements.
John F. Morgan, Chartered Professional Accountant

Memorial University Pensioners' Association Inc.
Statement of Revenue and Expenses, and Contributed Surplus
For the Year Ended March 31, 2023
(Unaudited)

	2023	2022
REVENUE		
Membership dues	\$ 28,176	\$ 29,206
Other income	109	125
	28,285	29,331
Operating expenses		
Programme - St. John's	11,286	14,723
Salaries and wages	10,260	9,690
Donations	2,500	4,700
Accounting fees	2,286	2,156
Programme - Grenfell	1,924	2,543
Parking	1,142	918
Office and Administration	935	1,145
Tribute awards	510	-
Insurance	471	-
Special initiatives	437	1,618
Printing	347	303
WHSCC	58	-
	32,156	37,796
Expenditures in excess of revenue	(3,871)	(8,465)
Members' equity (deficit), beginning	33,401	41,866
Members' equity (deficit), ending	\$ 29,530	\$ 33,401

The accompanying notes are an integral part of these financial statements.

John F. Morgan, Chartered Professional Accountant

Memorial University Pensioners' Association Inc.
Statement of Cash Flows
For the Year Ended March 31, 2023
(Unaudited)

	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Excess of expenditures over revenue for the period	\$ (3,871)	\$ (8,465)
Change in non-cash working capital	205	2,378
	<u>(3,666)</u>	<u>(6,087)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Decrease (increase) in long term investments	(107)	(298)
 Net cash increase (decreases) in cash and cash equivalents	 (3,773)	 (6,385)
Cash and cash equivalents at beginning of period	<u>18,368</u>	<u>24,753</u>
Cash and cash equivalents at end of period	<u>\$ 14,595</u>	<u>\$ 18,368</u>
 Cash and cash equivalents consist of the following:		
 Cash	 <u>\$ 14,595</u>	 <u>\$ 18,368</u>

The accompanying notes are an integral part of these financial statements.

John F. Morgan, Chartered Professional Accountant

Memorial University Pensioners' Association Inc.
Notes to the Financial Statements
For the Year Ended March 31, 2023
(Unaudited)

1. DESCRIPTION OF BUSINESS

Memorial University Pensioners' Association Inc. ("the company") is incorporated under the Newfoundland and Labrador Corporations Act on June 12, 2002. The company is a non-profit organization with the objective of defending the interest of retirees and monitoring changes in pension plans. Memorial University Pensioners' Association Inc. operates as a not for profit organization and as such, maintains that status for income tax purposes. The financial information has been prepared to reflect the operations of Memorial University Pensioners' Association Inc. for the year ended March 31, 2022 with comparative amounts for the year ended March 31, 2021.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Basis of accounting

These financial statements were prepared in accordance with Canadian Accounting Standards for Not for Profit Organizations as outlined in Part III of the CPA Handbook - Accounting ("Part III").

b. Cash and cash equivalents

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

c. Use of estimates

The preparation of financial statements in accordance with Canadian accounting standards for private enterprises 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. Actual results could differ from those estimates and may have impact on future periods.

d. Long-term investments

Long-term investments are accounted for using the cost method.

e. Property, plant and equipment

Property, plant and equipment are expensed in the period it is acquired. Property, plant and equipment is use are disclosed in the notes to the financial statements (Note 3). This is consistent for non-profit organizations with revenues under \$500,000.

Memorial University Pensioners' Association Inc.
Notes to the Financial Statements
For the Year Ended March 31, 2023
(Unaudited)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Revenue recognition

The company recognizes revenues when membership dues are paid. Membership dues are received from individual members or from automatic monthly deductions received from Memorial University. Any membership fees received for a subsequent period are deferred and recognized in that period.

g. Financial instruments policy

The organization has evaluated the fair values of its financial instruments based on the current interest rate environment, related market values and current pricing of financial instruments with comparable terms. The carrying value of its financial instruments is considered to approximate fair value, unless otherwise indicated.

The Organization considers any contract creating a financial asset, liability or equity instrument as a financial instrument, except in certain limited circumstances. The Organization accounts for the following as financial instruments:

Cash and cash equivalents
Trade and other receivables
Payables and accruals

A financial asset or liability is recognized when the Organization becomes party to contractual provisions of the instruments.

Financial assets or liabilities obtained in arm's length transactions are initially measured at their fair value. In the case of a financial asset or liability not being subsequently measured at fair value, the initial fair value will be adjusted for financing fees and transaction costs that are directly attributable to its origination, acquisition, issuance or assumption.

Financial assets and financial liabilities are subsequently measured according to the following methods:

Financial instrument	Subsequent measurement
Cash and cash equivalents	Amortized cost
Trade and other receivables	Amortized cost
Payables and accruals	Amortized cost

The Organization removes financial liabilities, or portion of, when the obligation is discharged, cancelled or expires.

Memorial University Pensioners' Association Inc.
Notes to the Financial Statements
For the Year Ended March 31, 2023
(Unaudited)

3. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment are expensed in the period it is acquired. No property, plant and equipment was acquired in the current year. Current property, plant and equipment in use consist of the following:

	2023	2022
Computer equipment	\$ 4,404	\$ 4,404
Furniture	413	413
Sewing Machine	309	309
Banners	1,265	1,265
Total	\$ 6,391	\$ 6,391

4. FINANCIAL INSTRUMENTS

The company 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 company's risk exposure and concentration as of March 31, 2021.

Liquidity risk

Liquidity risk is the risk that the company will encounter difficulty in meeting its obligations associated with financial liabilities. Liquidity risk includes the risk that, as a result of operational liquidity requirements, the company will not have sufficient funds to settle a transaction on the due date; will be forced to sell financial assets at a value, which is less than what they are worth; or may be unable to settle or recover a financial asset. The company is exposed to this risk mainly in respect of its accounts payable.

Market Risk

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

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in interest rates. The company is exposed to interest rate risk through return on long-term investments.