

**TODAY HOUSE INC**  
**FINANCIAL STATEMENTS**

**YEAR ENDED DECEMBER 31 2018**

**TODAY HOUSE INC**  
**(Incorporated under the laws of Manitoba)**

**FINANCIAL STATEMENTS**

**YEAR ENDED DECEMBER 31 2018**

**INDEX**

|                                   | <b>Page</b> |
|-----------------------------------|-------------|
| Statement of Financial Position   | 1           |
| Statement of Operations           | 2           |
| Statement of Cash Flows           | 3           |
| Notes to the Financial Statements | 4-6         |

**TODAY HOUSE INC**  
**(Incorporated under the laws of Manitoba)**

STATEMENT OF FINANCIAL POSITION

AT DECEMBER 31, 2018

|  | 2018       | 2017       |
|--|------------|------------|
| <b><u>ASSETS</u></b>                     |            |            |
| <b>CURRENT ASSETS</b>                    |            |            |
| Cash                                     | \$ 178,517 | \$ 162,430 |
| Receivables                              | 2,219      | 1,168      |
|  | -          | -          |
|  | 180,736    | 163,598    |
| <b>CAPITAL ASSETS (Note 2)</b>           | 254,800    | 260,000    |
| <b>Other Receivables</b>                 | -          | -          |
| <b>TOTAL ASSETS</b>                      | \$ 435,536 | \$ 423,598 |
| <b><u>LIABILITIES</u></b>                |            |            |
| <b>CURRENT LIABILITIES</b>               |            |            |
| Accounts Payable and Accrued Liabilities | \$ 2,751   | \$ 234     |
| Deferred Revenues                        | -          | -          |
|  | -          | -          |
|  | 2,751      | 234        |
| <b>MORTGAGE LOAN (Note 3)</b>            | 15,380     | 22,793     |
|  | 18,131     | 23,027     |
| <b><u>COMMITMENTS</u></b>                |            |            |
| <b>NET ASSETS:</b>                       |            |            |
| Unrestricted Net Assets                  | 417,405    | 400,571    |
|  | 417,405    | 400,571    |
| <b>TOTAL LIABILITIES AND COMMITMENTS</b> | \$ 435,536 | \$ 423,598 |

**APPROVED BY THE BOARD**

**DIRECTOR** \_\_\_\_\_  
**DIRECTOR** \_\_\_\_\_

**TODAY HOUSE INC**  
**(Incorporated under the laws of Manitoba)**

STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31 2018

|  | 2018           | 2017           |
|--|----------------|----------------|
| <b>REVENUE</b>   |                |                |
| Donations Revenue  | \$ 23,877      | \$ 24,017      |
| Fundraisers  | 8,096          | 5,055          |
| Grants   | 3,500          | 3,000          |
| Adopt a Night  | -              | 3,592          |
| CEO Sleepout   | 56,233         | 47,871         |
| RBB Fundraiser Sponsor   | 5,875          | 6,800          |
| RBB Fundraiser Tickets   | 460            | 280            |
| RBB Fundraiser Donations   | 9,645          | 8,927          |
| Other Revenue  | 3,022          | 2,929          |
|  | <u>110,708</u> | <u>102,471</u> |
| <b>Operating Expenses</b>  |                |                |
| Contract Expense   | 45,279         | 22,636         |
| Amortization   | 5,200          | -              |
| HR Development   | 2,182          | 1,455          |
| Business Registration  | 25             | 25             |
| WCB  | -              | 202            |
| Telephone  | 3,210          | 2,956          |
| Utilities  | 2,201          | 2,574          |
| Office Supplies  | 177            | 304            |
| Postage & delivery   | 340            | 170            |
| Food   | 1,021          | 2,476          |
| Alarm System   | 457            | -              |
| Maintenance  | 7,544          | 8,567          |
| Hotel  | 3,686          | 1,070          |
| Professional Fees  | 948            | 963            |
| Insurance- Boiler  | 729            | 300            |
| Insurance- Liability   | -              | 3,600          |
| Insurance - Property   | 6,050          | 2,500          |
| Marketing  | 741            | 733            |
| Sundries   | 408            | 296            |
| Property Taxes   | 2,596          | 2,665          |
| CEO Sleepout Expense   | 1,279          | 1,728          |
| RBB Funds to Community Outreach                                  | 7,990          | 8,003          |
| Interest Expense   | 687            | 903            |
| SBOB Fee   | 127            | 154            |
| GST  | 997            | 791            |
|  | <u>93,874</u>  | <u>65,071</u>  |
| <b>Excess(deficiency) of revenues over expenses for the year</b> | <u>16,834</u>  | <u>37,400</u>  |
| <b>BALANCE , BEGINNING OF YEAR</b>                               | \$ 400,571     | 363,171        |
| <b>BALANCE AT END OF YEAR</b>                                    | \$ 417,405     | \$ 400,571     |

**TODAY HOUSE INC**  
**(Incorporated under the laws of Manitoba)**

STATEMENT OF CASH FLOWS

YEAR ENDED DECEMBER 31 2018

|  | 2018       | 2017       |
|--|------------|------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>        |            |            |
| Excess(deficiency) of revenue over expenses        | \$ 16,834  | \$ 37,400  |
|  | 16,834     | 37,400     |
| Add back charges against income not involving cash |            |            |
| Amortization                                       | 5,200      | -          |
| Net (Increase) Decrease Receivables                | (1,051)    | 1,512      |
| Net Increase (Decrease) Payables                   | 2,517      | 234        |
| Adjust for non-cash working capital balances       | -          | -          |
| Net cash received from operating activities        | 23,500     | 39,146     |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>        |            |            |
| Purchase of capital assets, net of disposals       | -          | -          |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>        |            |            |
| Long Term Loan                                     | (7,413)    | (7,197)    |
|  | -          | -          |
|  | (7,413)    | (7,197)    |
| <b>(DECREASE) INCREASE IN CASH FOR THE YEAR</b>    | 16,087     | 31,949     |
| Cash beginning of year                             | 162,430    | 130,481    |
| <b>CASH END OF YEAR</b>                            | \$ 178,517 | \$ 162,430 |

1. Nature of the Organization and Summary of Significant Accounting Policies

a) Nature of the Organisation

Today House Inc. is a non-taxable, not-for-profit organisation that provides an integrated community based program that provides immediate, overnight emergency temporary shelter for individuals who are homeless or street involved.

b) Contributed Services

A number of people have volunteered time to Today House. No objective basis is available to measure the value of this contribution and no amount has been reflected in these financial statements for these services.

c) Basic of Accounting

The financial statements have been prepared using Canadian accounting standards for not-for-profit organisations.

d) Revenue Recognition

The organization follows the restricted fund method in which externally restricted contributions are recognized in the fund corresponding to the purpose for which they were contributed.

Unrestricted campaign contributions, net of an allowance for uncollectible pledges, are recognized as revenue in the period in which the campaign is held.

e) Fundraising Costs

Fundraising costs are recognized as an expense in the period in which they incur.

f) Capital Assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution. Amortization is calculated using the following rates:

|                       |          |
|-----------------------|----------|
| Furniture & Equipment | 20%      |
| Building              | 50 years |

g) Use of Estimates

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 amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. The significant estimates include the allowance for doubtful accounts and the useful life of capital assets. Actual results could differ from these estimates.

h) Financial Instruments

Financial instruments are recorded at fair value when required or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate the assets are tested for impairment when changes in circumstances indicate the asset could be impaired. Transaction costs on the acquisition, sales or issue of financial instruments are expensed for those item premeasured at fair value at each balance sheet date and charged to the financial instrument for those measured at amortized cost.

i) Inventory

Inventory is valued at the lower of cost or net realizable value determined by the first-in, first-out method.

j) Cash and Cash Equivalentents

Cash and cash equivalentents include cash on hand and balance with banks net of bank overdrafts.

2) Capital Assets

|                                    | 2018      |                          | 2017      |                          |
|------------------------------------|-----------|--------------------------|-----------|--------------------------|
|                                    | Cost      | Accumulated Amortization | Cost      | Accumulated Amortization |
| Building                           | \$260,000 | \$5,200                  | \$260,000 | \$0                      |
| Cost less accumulated amortization |           | <u>\$254,800</u>         |           | <u>\$260,000</u>         |

3) Mortgage Payable

Today House Inc. has a revolving open commercial mortgage loan with Steinbach Credit Union and a 15-year amortization. The loan bears interest at a variable rate of 3.95%.

4) Economic Dependence

The organization’s primary source of income is from general donations, fundraising events, and grants from other organizations, therefore, the organisation’s ongoing operations are dependant on the goodwill of the donors, who provide support through a direct donation or through fund raising events.