

**Street Culture Kidz Project Inc.**  
**Financial Statements**  
*March 31, 2023*

## Management's Responsibility

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To the Members of Street Culture Kidz Project Inc.:

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian accounting standards for not-for-profit organizations. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Board of Directors is composed entirely of Directors who are neither management nor employees of the Organization. The Board is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial information included in the annual report. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Board is also responsible for recommending the appointment of the Organization's external auditors.

MNP LLP is appointed by the Board to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Board and management to discuss their audit findings.

August 29, 2023



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Chief Executive Officer

To the Members of Street Culture Kidz Project Inc.:

## Opinion

We have audited the financial statements of Street Culture Kidz Project Inc. (the "Organization"), which comprise the statement of financial position as at March 31, 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, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at March 31, 2023, 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 Organization 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 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.

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

August 29, 2023

The logo for MNP LLP is written in a stylized, handwritten font. The letters 'MNP' are larger and more prominent, with 'LLP' in a smaller font size to the right.

Chartered Professional Accountants

# Street Culture Kidz Project Inc. Statement of Financial Position


*As at March 31, 2023*

	<i>Operating Fund</i>	<i>Capital Fund</i>	<i>Reserve Fund</i>	<b>2023</b>	<i>2022</i>
<b>Assets</b>					
<b>Cash</b>					
Cash	282,809	-	-	282,809	516,350
Accounts receivable (Note 3)	128,219	-	-	128,219	136,204
Term deposits (Note 4)	103,128	-	-	103,128	102,689
Accrued interest	1,969	-	-	1,969	401
Prepaid expenses and deposits	11,496	-	-	11,496	13,827
	<b>527,621</b>	<b>-</b>	<b>-</b>	<b>527,621</b>	<b>769,471</b>
<b>Capital assets (Note 5)</b>	<b>-</b>	<b>1,451,515</b>	<b>-</b>	<b>1,451,515</b>	<b>2,098,266</b>
<b>Interfund receivable</b>	<b>-</b>	<b>-</b>	<b>277,391</b>	<b>277,390</b>	<b>155,416</b>
	<b>527,621</b>	<b>1,451,515</b>	<b>277,391</b>	<b>2,256,526</b>	<b>3,023,153</b>
<b>Liabilities</b>					
<b>Current</b>					
Accounts payable and accruals	175,913	-	-	175,912	199,115
Deferred contributions (Note 6)	89,298	-	-	89,298	3,461
Current portion of long-term debt (Note 7)	-	15,768	-	15,768	15,419
	<b>265,211</b>	<b>15,768</b>	<b>-</b>	<b>280,978</b>	<b>217,995</b>
Term loans subject to refinancing (Note 8)	-	-	-	-	167,558
	<b>265,211</b>	<b>15,768</b>	<b>-</b>	<b>280,978</b>	<b>385,553</b>
<b>Long-term debt (Note 7)</b>	<b>-</b>	<b>140,930</b>	<b>-</b>	<b>140,930</b>	<b>156,728</b>
<b>Saskatchewan Housing Corp. forgivable loan (Note 9)</b>	<b>-</b>	<b>223,306</b>	<b>-</b>	<b>223,306</b>	<b>274,838</b>
<b>Interfund payable</b>	<b>262,008</b>	<b>15,382</b>	<b>-</b>	<b>277,390</b>	<b>155,416</b>
	<b>527,219</b>	<b>395,386</b>	<b>-</b>	<b>922,604</b>	<b>972,535</b>
<b>Commitments (Note 13)</b>					
<b>Operating fund</b>					
Operating fund	402	-	-	402	418,430
Invested in capital assets	-	1,056,129	-	1,056,129	1,476,772
Reserve fund (Note 10)	-	-	277,391	277,391	155,416
	<b>402</b>	<b>1,056,129</b>	<b>277,391</b>	<b>1,333,922</b>	<b>2,050,618</b>
	<b>527,621</b>	<b>1,451,515</b>	<b>277,391</b>	<b>2,256,526</b>	<b>3,023,153</b>

Approved on behalf of the Board



Director



Director

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

**Street Culture Kidz Project Inc.**  
**Statement of Operations**  
*For the year ended March 31, 2023*

	<i>Operating Fund</i>	<i>Capital Fund</i>	<i>Reserve Fund</i>	<b>2023</b>	<i>2022</i>
<b>Revenue</b>					
Grant revenue (Schedule 1)	3,741,869	51,532	35,267	3,828,668	3,508,896
Project revenue	467,876	-	-	467,876	552,859
Ministry of Corrections, Public Safety & Policing	362,448	-	-	362,448	355,341
Donations	20,871	-	-	20,871	40,925
Interest revenue	2,033	-	-	2,033	1,635
	<b>4,595,097</b>	<b>51,532</b>	<b>35,267</b>	<b>4,681,896</b>	<b>4,459,656</b>
<b>Expenses</b>					
Amortization	-	166,646	-	166,646	209,221
Bad debts	639	-	-	639	11,631
Bank charges and interest	5,692	-	-	5,692	4,186
Board expenses	500	-	-	500	-
Housing projects	81,086	-	-	81,086	92,242
Interest on long-term debt	-	8,431	-	8,431	12,293
Membership fees	9,560	-	-	9,560	394
Office supplies and telephone	79,183	-	-	79,183	49,453
Professional fees	45,322	-	-	45,322	38,271
Project costs, supplies	334,515	-	64,210	398,725	444,597
Property taxes	1,848	-	-	1,848	2,497
Public relations & communication	25,304	-	-	25,304	11,811
Regina Connected Project (RCY)	425,596	-	-	425,596	418,456
Rent	150,239	-	-	150,239	98,829
Repairs and maintenance - building	2,487	-	-	2,487	871
Salaries and benefits	3,556,784	-	-	3,556,784	3,167,082
Training and education	721	-	-	721	7,831
Travel	148,863	-	-	148,863	116,047
Youth Spending	115,852	-	-	115,852	64,578
	<b>4,984,191</b>	<b>175,077</b>	<b>64,210</b>	<b>5,223,478</b>	<b>4,750,290</b>
<b>Deficiency of revenue over expenses before other items</b>	<b>(389,094)</b>	<b>(123,545)</b>	<b>(28,943)</b>	<b>(541,582)</b>	<b>(290,634)</b>
<b>Other items</b>					
(Loss) gain on disposal of capital assets	-	(175,114)	-	(175,114)	38,600
Government assistance	-	-	-	-	276,498
Organizational restructuring	-	-	-	-	500
	<b>-</b>	<b>(175,114)</b>	<b>-</b>	<b>(175,114)</b>	<b>315,598</b>
<b>(Deficiency) excess of revenue over expenses</b>	<b>(389,094)</b>	<b>(298,659)</b>	<b>(28,943)</b>	<b>(716,696)</b>	<b>24,964</b>

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

**Street Culture Kidz Project Inc.**  
**Statement of Changes in Net Assets**

*For the year ended March 31, 2023*

	<i>Operating Fund</i>	<i>Capital Fund</i>	<i>Reserve Fund</i>	<b>2023</b>	<i>2022</i>
<b>Net assets, beginning of year</b>	<b>418,430</b>	<b>1,476,772</b>	<b>155,416</b>	<b>2,050,618</b>	2,025,654
<b>(Deficiency) excess of revenue over expenses</b>	<b>(389,094)</b>	<b>(298,659)</b>	<b>(28,943)</b>	<b>(716,696)</b>	24,964
<b>Purchase of capital assets</b>	<b>(26,909)</b>	<b>26,909</b>	-	-	-
<b>Repayment of long term debt</b>	<b>(183,007)</b>	<b>183,007</b>	-	-	-
<b>Proceeds on disposal of capital assets</b>	<b>331,900</b>	<b>(331,900)</b>	-	-	-
<b>Transfer to reserve fund</b>	<b>(150,918)</b>	-	<b>150,918</b>	-	-
<b>Net assets, end of year</b>	<b>402</b>	<b>1,056,129</b>	<b>277,391</b>	<b>1,333,922</b>	2,050,618

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

**Street Culture Kidz Project Inc.**  
**Statement of Cash Flows**  
*For the year ended March 31, 2023*

	<i>Operating Fund</i>	<i>Capital Fund</i>	<i>Reserve Fund</i>	<b>2023</b>	<b>2022</b>
<b>Cash provided by (used for) the following activities</b>					
<b>Operating</b>					
(Deficiency) excess of revenue over expenses	<b>(389,095)</b>	<b>(298,659)</b>	<b>(28,943)</b>	<b>(716,696)</b>	24,964
Amortization	-	<b>166,646</b>	-	<b>166,646</b>	209,221
Gain (loss) on disposal of capital assets	-	<b>175,114</b>	-	<b>175,114</b>	(38,600)
Forgivable portion of loan	-	<b>(51,532)</b>	-	<b>(51,532)</b>	(51,532)
	<b>(389,095)</b>	<b>(8,431)</b>	<b>(28,943)</b>	<b>(426,468)</b>	144,053
Changes in working capital accounts					
Investments	<b>(439)</b>	-	-	<b>(439)</b>	(2,688)
Accounts receivable	<b>7,985</b>	-	-	<b>7,985</b>	100,077
Accrued interest	<b>(1,568)</b>	-	-	<b>(1,568)</b>	1,658
Prepaid expenses and deposits	<b>2,331</b>	-	-	<b>2,331</b>	39,019
Accounts payable and accruals	<b>(23,202)</b>	-	-	<b>(23,203)</b>	70,677
Deferred contributions	<b>85,837</b>	-	-	<b>85,837</b>	(117,216)
	<b>(318,151)</b>	<b>(8,431)</b>	<b>(28,943)</b>	<b>(355,525)</b>	235,580
<b>Financing</b>					
Repayment of long-term debt	-	<b>(183,007)</b>	-	<b>(183,007)</b>	(44,978)
<b>Investing</b>					
Purchase of capital assets	-	<b>(26,909)</b>	-	<b>(26,909)</b>	(137,720)
Proceeds on disposal of capital assets	-	<b>331,900</b>	-	<b>331,900</b>	38,600
Proceeds on disposal of investments	-	-	-	-	155,013
	-	<b>304,991</b>	-	<b>304,991</b>	55,893
<b>Increase (decrease) in cash resources</b>	<b>(318,151)</b>	<b>113,553</b>	<b>(28,943)</b>	<b>(233,541)</b>	246,495
<b>Cash resources, beginning of year</b>	<b>516,350</b>	-	-	<b>516,350</b>	269,855
<b>Interfund adjustments</b>	<b>84,610</b>	<b>(113,553)</b>	<b>28,943</b>	-	-
<b>Cash resources, end of year</b>	<b>282,809</b>	-	-	<b>282,809</b>	516,350

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



**1. Incorporation and nature of the organization**

Street Culture Kidz Project Inc. (the "Organization") was incorporated without share capital; incorporated under the authority of Non-Profit Corporations Act of Saskatchewan and is registered as a not-for-profit organization and thus is exempt from income taxes under section 149 of the Income Tax Act ("the Act").

The Organization's mandate is to create environments where participants, volunteers and mentors can choose to strengthen their personal support networks, advance personal skills and abilities and contribute to community activities and cultural initiatives.

**2. Significant accounting policies**

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada and include the following significant accounting policies:

***Fund accounting***

The Organization follows the deferral method of accounting for contributions and reports using fund accounting, and maintains three funds: Operating Fund, Capital Fund, and Reserve Fund.

The Operating Fund reports the Organization's general fundraising, granting, and administrative activities. This fund reports unrestricted resources available for immediate purposes.

The Capital Fund reports the Organization's activities for all capital transactions, related debt and the net investment of the Organization in such assets.

The Reserve Fund reports the Organization's resources that are to be used for special purposes as specified by the funder, the fundraising appeal or as determined by the board.

***Cash and cash equivalents***

Cash and cash equivalents include balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

***Capital assets***

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution plus all costs directly attributable to the acquisition.

Amortization is provided using the straight-line method at rates intended to amortize the cost of assets over their estimated useful lives.

	<b>Rate</b>
Buildings	25 years
Automotive	3 years
Computer equipment	3-5 years
Furniture and fixtures	5 years
Leasehold improvements	10 years

**2. Significant accounting policies** *(Continued from previous page)*

**Revenue recognition**

The Organization uses the deferral method of accounting for contributions and reports on a fund accounting basis. Restricted contributions, including certain grants, are recognized as revenue of the appropriate fund in the year in which the related expenses are incurred. Unrestricted contributions, including certain grants and donations are recognized as revenue in the Operating Fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Unrestricted investment income is recognized as revenue in the Operating Fund when earned.

Project revenue is recognized as revenue of the Operating Fund as the projects are completed and collection is reasonably assured.

**Financial instruments**

The Organization recognizes financial instruments when the Organization becomes party to the contractual provisions of the financial instrument.

**Arm's length financial instruments**

Financial instruments originated/acquired or issued/assumed in an arm's length transaction ("arm's length financial instruments") are initially recorded at their fair value.

At initial recognition, the Organization may irrevocably elect to subsequently measure any arm's length financial instrument at fair value. The Organization has not made such an election during the year.

The Organization subsequently measures its financial assets and liabilities at amortized cost.

Transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

**Financial asset impairment**

The Organization assesses impairment of all its financial assets measured at cost or amortized cost. The Organization groups assets for impairment testing when available information is not sufficient to permit identification of each individually impaired financial asset in the group. Management considers whether there are any impairment indicators in determining whether objective evidence of impairment exists. When there is an indication of impairment, the Organization determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the year.

The Organization reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets at the statement of financial position date; and the amount expected to be realized by exercising any rights to collateral held against those assets.

Any impairment, which is not considered temporary, is included in current year (deficiency) excess of revenue over expenses.

The Organization reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in (deficiency) excess of revenue over expenses in the year the reversal occurs.

# Street Culture Kidz Project Inc.

## Notes to the Financial Statements

For the year ended March 31, 2023

### 2. Significant accounting policies (Continued from previous page)

#### Long-lived assets

Long-lived assets consist of capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The Organization writes down long-lived assets held for use when conditions indicate that the asset no longer contributes to the Organization's ability to provide goods and services. The assets are also written-down when the value of future economic benefits or service potential associated with the group of assets is less than its net carrying amount. When the Organization determines that a long-lived asset is impaired, its carrying amount is written down to the asset's fair value.

#### Measurement uncertainty (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 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.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets.

By their nature, these judgments are subject to measurement uncertainty, and the effect on the financial statements of changes in such estimates and assumptions in future could be material. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues over expenses in the years in which they become known.

#### Government assistance

Government assistance is recognized when there is reasonable assurance that the Organization has complied and will continue to comply with all conditions of the assistance. Government assistance is recognized as other income in the period in which the assistance program is meant to fund.

#### Contributed materials

The Organization receives contributed materials from various supporters. Because of the difficulty of determining the fair value, contributed materials are not recognized in the financial statements.

### 3. Accounts receivable

	2023	2022
Accounts receivable	112,578	117,579
Employee advances	-	700
GST receivable	15,641	17,925
	<b>128,219</b>	<b>136,204</b>

### 4. Term Deposits

	2023	2022
Term Deposits	103,128	102,689

Term deposits consist of one Conexus Credit Union redeemable deposit maturing in April 2023 (2022 - matured July 2022) bearing interest at a rate of 2.05% (2022 - 0.55%).

## Street Culture Kidz Project Inc. Notes to the Financial Statements

*For the year ended March 31, 2023*

### 5. Capital assets

	<i>Cost</i>	<i>Accumulated amortization</i>	<i>2023 Net book value</i>	<i>2022 Net book value</i>
Land	120,454	-	120,454	310,454
Buildings	2,568,239	1,308,577	1,259,662	1,676,391
Automotive	444,873	403,390	41,483	68,248
Computer equipment	156,054	142,220	13,834	19,130
Furniture and fixtures	36,185	36,126	59	6,017
Leasehold improvements	20,029	4,006	16,023	18,026
	<b>3,345,834</b>	<b>1,894,319</b>	<b>1,451,515</b>	<b>2,098,266</b>

### 6. Deferred contributions

Deferred contributions consist of unspent contributions externally restricted for specific purposes. Recognition of these amounts as revenue is deferred to periods when the specified expenditures are made. Changes in the deferred contributions balance are as follows:

	<i>2023</i>	<i>2022</i>
Balance, beginning of year	3,461	120,677
Amount received during the year	89,298	5,000
Less: Amount recognized as revenue during the year	(3,461)	(122,216)
Balance, end of year	<b>89,298</b>	<b>3,461</b>

### 7. Long-term debt

	<i>2023</i>	<i>2022</i>
Conexus Credit Union residential mortgage bearing interest at 2.24%, payable in semi-monthly installments of \$735 including interest, secured by 2572 Rothwell St. with a net book value of \$216,999 (2022 - \$228,272) due January 2026.	156,698	172,147
Less: Current portion	15,768	15,419
	<b>140,930</b>	<b>156,728</b>

Principal repayments on long-term debt in each of the next five years are estimated as follows assuming similar payment terms on loan maturity:

2024	15,768
2025	16,125
2026	16,490
2027	16,863
2028	17,245

**8. Term loans subject to refinancing**

In the prior year, there was a Conexus Credit Union commercial mortgage bearing interest at 4.55%, secured by 2839 Victoria Avenue having a net book value of \$507,014. During the current fiscal year, the loan matured and was paid out in full as part of the disposal of the building.

**9. Saskatchewan Housing Corp. forgivable loan**

In 2013, Saskatchewan Housing Corporation (SHC) provided a one time forgivable capital loan which was used to build a 15 bed shelter for youth. Provided that an Event of Default has not occurred, the loan will be forgiven over a period of 180 months. \$51,532 is recognized into income on an annual basis.

**10. Restrictions on net assets**

As part of its funding agreement with the Ministry of Social Services (MSS), the Organization receives funding specified for establishing and maintaining reserves for the various program areas operated by the Organization. Street Culture Kidz Project Inc. has established the following restricted reserves:

*Building & maintenance reserve* - this reserve is meant to fund any repairs and maintenance costs that are required on the properties the Organization occupies.

*Equipment & furnishings reserve* - this reserve is meant to fund purchases of new equipment and furniture required by the various programs.

*General reserve* - this reserve is meant to fund operating deficits or adhoc purchases within the various programs of Organization, subject to approval by MSS.

**11. Financial instruments**

The Organization, as part of its operations, carries a number of financial instruments. It is management's opinion that the Organization is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

***Interest rate risk***

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk. The Organization is exposed to price risk on its long-term debt described in note 7 which is subject to a fixed interest rate of 2.24% and matures January 2026.

***Liquidity risk***

Liquidity risk is the risk that the Organization may not be able to fund its obligations as they come due or not be able to liquidate assets in a timely manner at a reasonable price. The Organization is exposed to liquidity risk with respect to its investments, accounts payable, and accrued liabilities. The Organization manages its liquidity risk by holding assets that can be readily converted into cash.

***Credit concentration***

As at March 31, 2023, two funders (2022 - two) accounted for 97% (2022 - 88%) of accounts receivable. The Organization believes that there is no unusual exposure associated with the collection of these receivables. The Organization performs regular credit assessments of its customers and provides allowances for potentially uncollectable accounts receivable.

**Street Culture Kidz Project Inc.**  
**Notes to the Financial Statements**  
*For the year ended March 31, 2023*

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**12. Economic dependence**

The Organization's primary source of revenue is government grants from the Ministry of Social Services. The grant funding can be cancelled if the Organization does not observe certain established guidelines. The Organization's ability to continue viable operations is dependent upon maintaining its compliance with the criteria within the Ministry's guidelines. As at the date of these financial statements the Organization believes that it is in compliance with the Ministry's guidelines.

**13. Commitments**

The Organization has entered into an occupancy lease agreement with estimated minimum annual payments as follows:

2024	21,000
2025	36,000
2026	36,000
2027	36,000
2028	36,000

**Street Culture Kidz Project Inc.**  
**Schedule 1 – Grant Revenue**  
*For the year ended March 31, 2023*

	<b>2023</b>	<b>2022</b>
<b>Revenue</b>		
Ministry of Social Services	<b>3,335,765</b>	3,047,528
Namerind Housing	<b>310,000</b>	283,865
Saskatchewan Health Authority	<b>63,532</b>	-
Government of Canada	<b>51,532</b>	51,532
Ministry of Social Services reserve allocation	<b>35,267</b>	34,576
City of Regina	<b>18,900</b>	18,900
Reaching Home (Namerind Housing)	<b>9,833</b>	20,606
Rising Youth Community Service	<b>3,839</b>	1,889
South Sask Community Fund	-	50,000
	<b>3,828,667</b>	3,508,896

**Street Culture Kidz Project Inc.**  
**Schedule 2 – Regina Connected Youth Project**  
*For the year ended March 31, 2023*

	<b>2023</b>	<b>2022</b>
<hr/>		
<b>Revenue</b>		
Ministry of Corrections, Public Safety & Policing (RCY Project)	<b>362,448</b>	355,341
<hr/>		
<b>Expenses</b>		
Advertising	<b>2,868</b>	931
Food and supplies	<b>16,915</b>	15,541
Insurance	<b>2,000</b>	2,000
Office and telephone	<b>12,196</b>	24,616
Professional fees	<b>4,645</b>	4,040
Project expenses	<b>17,464</b>	30,573
Rent	<b>38,446</b>	24,000
Salaries	<b>247,785</b>	240,457
Staff benefits	<b>28,501</b>	28,715
Staff training and education	<b>1,780</b>	1,831
Transportation	<b>51,493</b>	43,331
Youth spending	<b>1,501</b>	2,421
<hr/>		
	<b>425,594</b>	418,456
<hr/>		
<b>Deficiency of revenues over expenses</b>	<b>(63,146)</b>	(63,115)
<hr/>		



**Street Culture Kidz Project Inc.**  
**Schedule 3 – Externally Restricted Funds**

*For the year ended March 31, 2023*

**Ministry of Social Services Restricted Reserves**

**2023**

	Balance, beginning of year	Transfer	Annual allocation	Expenditures	Balance, end of year
Building & maintenance reserve	122,228	-	18,207	(53,978)	86,457
Equipment & furnishings reserve	33,188	-	17,060	(10,232)	40,016
General reserve	-	150,918	-	-	150,918
	155,416	150,918	35,267	(64,210)	277,391

**Ministry of Social Services Restricted Reserves**

**2022**

	Balance, beginning of year	Transfer	Annual allocation	Expenditures	Balance, end of year
Building & maintenance reserve	173,587	-	17,850	(69,209)	122,228
Equipment & furnishings reserve	39,404	-	16,726	(22,942)	33,188
	212,991	-	34,576	(92,151)	155,416

**Street Culture Kidz Project Inc.**  
**Schedule 4 – Doc's - Independent Living Support**  
*For the year ended March 31, 2023*

	2023	2022
<b>Revenue</b>		
Ministry of Social Services	314,304	250,515
Youth Spending	310	-
Project Revenue	130	-
	<b>314,744</b>	<b>250,515</b>
<b>Expenses</b>		
Advertising	1,825	592
Appropriation to reserves	1,722	1,690
Benefits	33,527	24,864
Food and supplies	11,955	14,590
Housekeeping	342	372
Insurance	1,437	1,440
Office and telephone	7,081	6,999
Professional fees	1,405	1,380
Program supplies	3,925	3,578
Recruitment and training	117	-
Repairs and maintenance/care of building	775	3,777
Salaries	201,975	148,514
Transportation	24,195	20,331
Utilities	6,434	7,357
Youth spending	18,351	15,228
	<b>315,066</b>	<b>250,712</b>
<b>Deficiency of revenues over expenses</b>	<b>(322)</b>	<b>(197)</b>

**Street Culture Kidz Project Inc.**  
**Schedule 5 – Wendy's - Peer Home**  
*For the year ended March 31, 2023*

	2023	2022
<b>Revenue</b>		
Ministry of Social Services	447,205	367,713
Youth Spending	767	179
	<b>447,972</b>	<b>367,892</b>
<b>Expenses</b>		
Advertising	2,086	677
Appropriation to reserves	2,830	2,775
Benefits	50,353	39,243
Food and supplies	13,899	15,511
Housekeeping	74	941
Insurance	603	606
Interest on long-term debt	3,661	4,000
Office and telephone	29,670	8,784
Professional fees	564	556
Program supplies	5,405	11,245
Property tax	136	136
Recruitment and training	134	-
Repairs and maintenance/care of building	477	392
Salaries	303,338	235,266
Transportation	9,420	24,653
Utilities	6,982	7,847
Youth spending	18,508	15,645
	<b>448,140</b>	<b>368,277</b>
<b>Deficiency of revenues over expenses</b>	<b>(168)</b>	<b>(385)</b>

**Street Culture Kidz Project Inc.**  
**Schedule 6 – Emergency Youth Shelter**  
*For the year ended March 31, 2023*

	2023	2022
<b>Revenue</b>		
Ministry of Social Services	1,446,758	1,387,632
Project Revenue	-	109
	<b>1,446,758</b>	<b>1,387,741</b>
<b>Expenses</b>		
Advertising	11,166	3,554
Appropriation to reserves	25,629	25,125
Benefits	170,904	168,584
Food and supplies	61,241	53,875
Housekeeping	-	463
Insurance	4,523	4,533
Medical supplies	2,633	600
Office and telephone	15,130	32,071
Professional fees and purchased services	12,663	12,618
Program supplies	9,727	7,208
Property tax	472	293
Recruitment and training	784	-
Repairs and maintenance/care of building	6,371	2,717
Salaries	1,029,550	1,008,313
Transportation	80,457	50,696
Utilities	21,979	18,613
	<b>1,453,229</b>	<b>1,389,263</b>
<b>Deficiency of revenues over expenses</b>	<b>(6,471)</b>	<b>(1,522)</b>

**Street Culture Kidz Project Inc.**  
**Schedule 7 – Leadership**  
*For the year ended March 31, 2023*

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	<b>2023</b>	2022
<b>Revenue</b>		
Ministry of Social Services	<b>209,644</b>	205,530
<b>Expenses</b>		
Benefits	<b>27,109</b>	26,578
Salaries	<b>180,731</b>	177,170
Transportation	<b>1,803</b>	-
	<b>209,643</b>	203,748
<b>Excess of revenues over expenses</b>	<b>1</b>	1,782

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# Street Culture Kidz Project Inc.

## Schedule 8 – GLINN

For the year ended March 31, 2023

	2023	2022
<b>Revenue</b>		
Ministry of Social Services	311,174	234,111
Youth Spending	1,866	190
	<b>313,040</b>	<b>234,301</b>
<b>Expenses</b>		
Advertising	3,129	1,015
Appropriation to reserves	2,830	2,775
Benefits	33,525	23,742
Food and supplies	14,646	13,449
Housekeeping	290	325
Insurance	503	506
Memberships, licenses & dues	109	-
Office and telephone	3,654	3,856
Professional fees	513	506
Program supplies	5,746	(9,467)
Recruitment and training	190	-
Rent	30,000	30,000
Repairs and maintenance/care of building	998	182
Salaries	201,972	142,266
Transportation	5,473	4,733
Utilities	7,638	6,541
Youth spending	17,308	14,495
	<b>328,524</b>	<b>234,924</b>
<b>Deficiency of revenues over expenses</b>	<b>(15,484)</b>	<b>(623)</b>

**Street Culture Kidz Project Inc.**  
**Schedule 9 – Intensive Direct Services IDS160**  
**Independent Skills Mentoring Program**  
*For the year ended March 31, 2023*

	2023	2022
<b>Revenue</b>		
Ministry of Social Services	189,761	186,039
Project revenue	4,562	822
Reimbursed expenses	-	4,123
	<b>194,323</b>	190,984
<b>Expenses</b>		
Bad debt	-	294
Benefits	25,627	25,179
Conference	-	13
Food and supplies	571	-
Office supplies	1,538	-
Professional fees	256	251
Program supplies	6,085	8,846
Recruitment and training	96	-
Salaries	154,372	151,285
Telephone	-	1,512
Transportation	5,382	3,417
Youth travel	396	185
	<b>194,323</b>	190,982
<b>Excess of revenues over expenses</b>	<b>1</b>	<b>2</b>

**Street Culture Kidz Project Inc.**  
**Schedule 10 – Group Home ACF103**

*For the year ended March 31, 2023*

	<b>2023</b>	2022
<b>Revenue</b>		
Ministry of Social Services	452,186	435,120
Youth Spending	500	640
Reimbursed expenses	(97)	-
	<b>452,589</b>	435,760
<b>Expenses</b>		
Advertising	3,390	1,100
Appropriation to reserves	2,256	2,212
Benefits	52,272	51,439
Food and supplies	14,216	10,761
Housekeeping	1,269	
Insurance	503	506
Office and telephone	2,892	2,634
Professional fees	513	506
Program supplies	3,686	2,773
Recruitment and training	218	-
Rent	33,600	33,600
Repairs and maintenance/care of building	410	99
Salaries	314,898	308,529
Transportation	57	3,064
Utilities	8,646	7,268
Youth spending	14,185	11,597
	<b>453,011</b>	436,088
<b>Deficiency of revenues over expenses</b>	<b>(422)</b>	<b>(328)</b>