

**CANADIAN POSITIVE PEOPLE NETWORK (CPPN) /
RÉSEAU CANADIEN DES PERSONNES SÉROPOSITIVES (RCPS)**

FINANCIAL STATEMENTS

MARCH 31, 2022

**CANADIAN POSITIVE PEOPLE NETWORK (CPPN) /
RÉSEAU CANADIEN DES PERSONNES SÉROPOSITIVES (RCPS)**

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INDEPENDENT AUDITOR'S REPORT

To the Members of
Canadian Positive People Network (CPPN) /
Réseau canadien des personnes séropositives (RCPS)

Opinion

We have audited the financial statements of the Canadian Positive People Network (CPPN) / Réseau canadien des personnes séropositives (RCPS) (the Organization), which 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, 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, 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.

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.

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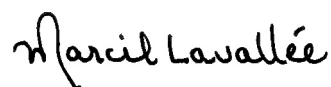
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Independent firm affiliated to



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.



Chartered Professional Accountants, Licensed Public Accountants

Ottawa, Ontario
August 16, 2022

**CANADIAN POSITIVE PEOPLE NETWORK (CPPN) /
RÉSEAU CANADIEN DES PERSONNES SÉROPOSITIVES (RCPS)**

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED MARCH 31, 2022

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	2022	2021
REVENUES		
Public Health Agency of Canada (PHAC) contribution	\$ 196,317	\$ 150,075
Interest	75	181
Other	-	5
	196,392	150,261
EXPENSES		
Project expenses (PHAC)		
Contractual fees	81,645	79,416
Professional and bookkeeping fees	48,768	29,220
Peer collaborators	30,437	3,675
Evaluation	25,716	24,000
Materials	7,755	10,261
Insurance	1,809	1,705
Office equipment	187	1,798
	196,317	150,075
Operating expenses		
Office expenses	-	229
Other	-	140
	-	369
	196,317	150,444
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ 75	\$ (183)

**CANADIAN POSITIVE PEOPLE NETWORK (CPPN) /
RÉSEAU CANADIEN DES PERSONNES SÉROPOSITIVES (RCPS)**

**STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2022**

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	Unrestricted	Dr. Walter Ewing Fund	2022 Total	2021 Total
BALANCE, BEGINNING OF YEAR	\$ 8,855	\$ 1,711	\$ 10,566	10,749
Excess (deficiency) of revenues over expenses	75	-	75	(183)
BALANCE, END OF YEAR	\$ 8,930	\$ 1,711	\$ 10,641	10,566

**CANADIAN POSITIVE PEOPLE NETWORK (CPPN) /
 RÉSEAU CANADIEN DES PERSONNES SÉROPOSITIVES (RCPS)**

STATEMENT OF FINANCIAL POSITION

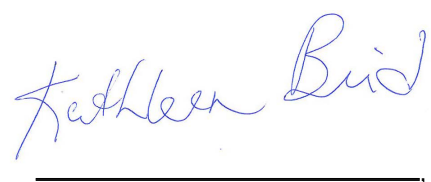
MARCH 31, 2022

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	2022	2021
ASSETS		
CURRENT ASSETS		
Cash	\$ 17,492	\$ -
Contribution receivable from the Public Health Agency of Canada	19,793	18,500
Accounts receivable (Note 3)	17,591	16,434
Prepaid expenses	237	2,559
	\$ 55,113	\$ 37,493
LIABILITIES		
CURRENT LIABILITIES		
Bank indebtedness	\$ -	\$ 127
Accounts payable	44,472	11,257
Deferred contribution (Note 4)	-	15,543
	44,472	26,927
NET ASSETS		
Unrestricted	8,930	8,855
Internal restriction (Note 5)		
Dr. Walter Ewing Fund	1,711	1,711
	10,641	10,566
	\$ 55,113	\$ 37,493

ON BEHALF OF THE BOARD


 _____, Director


 _____, Director

**CANADIAN POSITIVE PEOPLE NETWORK (CPPN) /
RÉSEAU CANADIEN DES PERSONNES SÉROPOSITIVES (RCPS)**

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED MARCH 31, 2022

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	2022	2021
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenses	\$ 75	\$ (183)
Net change in non-cash items related to operating activities:		
Contribution receivable from the Public Health Agency of Canada	(1,293)	(15,978)
Accounts receivable	(1,157)	6,605
Prepaid expenses	2,322	409
Accounts payable	33,215	(21,579)
Deferred contribution	(15,543)	15,543
	17,544	(15,000)
	17,619	(15,183)
INVESTING ACTIVITY		
Net change in term deposit	-	2,000
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	17,619	(13,183)
CASH AND CASH EQUIVALENTS (DEFICIENCY), BEGINNING OF YEAR	(127)	13,056
CASH AND CASH EQUIVALENTS (DEFICIENCY), END OF YEAR	\$ 17,492	\$ (127)

Cash and cash equivalents consist of cash and bank indebtedness.

CANADIAN POSITIVE PEOPLE NETWORK (CPPN) / RÉSEAU CANADIEN DES PERSONNES SÉROPOSITIVES (RCPS)

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2022

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1. STATUTE AND NATURE OF OPERATIONS

The Canadian Positive People Network (CPPN) / Réseau canadien des personnes séropositives (RCPS) was incorporated without share capital as a not-for-profit organization under the Canada Not-for-profit Corporations Act and, as such, is exempt from income tax.

The Organization is a national independent network by and for people living with HIV and HIV co-infections who advocates for better services for the community, while focusing on barriers to prevention, care, treatment and support, on research and on knowledge translation and exchange.

2. SIGNIFICANT ACCOUNTING POLICIES

The Organization applies the Canadian accounting standards for not-for-profit organizations.

Use of estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the amounts recognized as revenues and expenses for the periods covered. Actual results may differ from these estimates.

Revenue recognition

The Organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred when the amount to be received can be reasonably estimated and collection is reasonably assured.

Donations are recognized when received and other revenues are recognized in the year received or receivable if the amount to be received can be estimated and collections reasonably assured.

Contribution receivable

A contribution receivable is recognized as an asset when the amount to be received can be reasonably estimated and ultimate collection is reasonably assured.

Financial instruments

Initial measurement

The Organization initially measures its financial assets and liabilities originated or exchanged in arm's length transactions at fair value. Financial assets and liabilities originated or exchanged in related party transactions, except for those that involve parties whose sole relationship with the Organization is in the capacity of management, are initially measured at cost.

**CANADIAN POSITIVE PEOPLE NETWORK (CPPN) /
RÉSEAU CANADIEN DES PERSONNES SÉROPOSITIVES (RCPS)**

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2022

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2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments (continued)

Subsequent measurement

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

Financial assets measured at amortized cost include cash, contribution receivable and accounts receivable.

Impairment

For financial assets measured at cost or amortized cost, the Organization determines whether there are indications of possible impairment. When there are, and the Organization determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows, a write-down is recognized in operations. If the indicators of impairment have decreased or no longer exist, the previously recognized impairment loss may be reversed to the extent of the improvement. The carrying amount of the financial asset may not be greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in operations.

Capital assets

Capital assets are expensed in the year they are purchased.

Cash and cash equivalents

The Organization's policy is to present bank balances, including bank indebtedness with balances that can fluctuate from being positive to overdrawn, under cash and cash equivalents.

3. ACCOUNTS RECEIVABLE

	2022		2021
Accounts receivable	\$ 2,413	\$	3,500
Sales taxes receivable	15,178		12,934
	\$ 17,591	\$	16,434

**CANADIAN POSITIVE PEOPLE NETWORK (CPPN) /
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NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2022

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4. DEFERRED CONTRIBUTION

Changes in deferred contributions are as follows:

	2022	2021
Balance, beginning of year	\$ 15,543	\$ -
Plus: Amount granted in the year	180,774	165,618
Less: Amount recognized as revenue in the year	(196,317)	(150,075)
Balance, end of year	\$ -	\$ 15,543

The deferred contribution is from the Public Health Agency of Canada.

5. INTERNAL RESTRICTION - DR. WALTER EWING FUND

The Dr. Walter Ewing Fund was established to honour the memory of one of the Organization's founding members and one of its first member of the Board of Directors. The Fund allocates dedicated financial resources to support the participation of the Organization members at community-based events, meetings, conferences, workshops, symposia and more.

6. CONTINGENCIES

Other indemnification agreements

In the normal course of operations, the Organization signs agreements whereby funds are provided for the execution of projects which are subject to restrictions as to the use of the funds. The funders can execute an audit of the financial records of the Organization to ensure compliance with the project requirements. In the event that amounts to be reimbursed are identified, the necessary adjustments will be recognized in the year they are identified.