

Financial Statements of

**LUMARA GRIEF AND
BEREAVEMENT CARE SOCIETY**

And Independent Practitioner's Review Engagement
Report thereon

Year ended March 31, 2023



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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Directors of Lumara Grief and Bereavement Care Society:

We have reviewed the financial statements of Lumara Grief and Bereavement Society, which comprise the statement of financial position as at March 31, 2023, the statements of operations, changes in net assets and cash flows for the year then ended, and notes, comprising 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.



Basis for Qualified Conclusion

In common with many not-for-profit organizations, Lumara Grief and Bereavement Care Society derives revenue from fundraising activities, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the review. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in the records of Lumara Grief and Bereavement Care Society. Therefore, we were not able to determine whether, as at and for the year ended March 31, 2023, any adjustments might be necessary to donations or fundraising revenues and deficiency of revenues over expenses reported in the statement of operations, deficiency of revenues over expenses reported in the statement of cash flows and current assets and unrestricted net assets reported in the statement of financial position.

Qualified Conclusion

Based on our review, except for effects of the matter described in the Basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of Lumara Grief and Bereavement Care Society as at March 31, 2023, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Comparative Information

We draw attention to note 2 to the financial statements which indicate that the comparative information as at and for the year ended March 31, 2022 have been amended. Our conclusion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

As required by Societies Act (British Columbia), we report that, in our opinion, the accounting principles applied in preparing and presenting the financial statements in accordance with Canadian accounting standards for not-for-profit organizations have been applied on a basis consistent with that of the preceding year.

A handwritten signature in black ink that reads 'KPMG LLP' with a horizontal line underneath.

Chartered Professional Accountants

Vancouver, Canada
June 26, 2023

LUMARA GRIEF AND BEREAVEMENT CARE SOCIETY

Statement of Financial Position

March 31, 2023, with comparative information for 2022

	2023	2022
		(Amended - note 2)
Assets		
Current assets:		
Cash and cash equivalents	\$ 517,991	\$ 633,498
Goods and services tax receivable	11,908	7,268
Accounts receivable	6,260	25,150
Prepaid expenses	12,257	3,619
	548,416	669,535
Capital assets (note 4)	40,453	21,604
	\$ 588,869	\$ 691,139

Liabilities and Net Assets

Current liabilities:		
Accounts payable and accrued liabilities (note 5)	\$ 27,428	\$ 31,714
Deferred contributions (note 6)	235,374	234,839
	262,802	266,553
Net assets:		
Unrestricted	226,067	324,586
Internally restricted fund (note 2)	100,000	100,000
	326,067	424,586
Commitments (note 10)		
	\$ 588,869	\$ 691,139

See accompanying notes to financial statements.

Approved on behalf of the Board:

Steve Kirstiuk Director

Daniel Hincks Director

LUMARA GRIEF AND BEREAVEMENT CARE SOCIETY

Statement of Operations

Year ended March 31, 2023, with comparative information for 2022

	2023	2022
		(Amended - note 2)
Revenue:		
Donations	\$ 196,712	\$ 183,200
Fundraising	48,800	25,980
Foundation grants	272,250	218,950
Gaming grant	142,500	127,700
Government funding	60,300	118,200
Interest income (note 7)	44,270	30,444
Membership fees	891	1,330
Program contributions	70,525	40,449
	836,248	746,253
Expenses:		
Amortization	8,160	4,412
Bank charges and interest	3,252	4,080
Counselling	109,017	101,333
Facility rent	88,322	58,852
Fundraising	6,236	277
Insurance	3,389	2,606
Licences and dues	55	155
Marketing	18,798	4,368
Office and general	72,136	68,760
Professional fees	225,523	219,831
Rent	24,092	42,929
Salaries and benefits (note 8)	343,438	261,392
Travel	32,349	12,804
	934,767	781,799
Deficiency of revenue over expenses	\$ (98,519)	\$ (35,546)

See accompanying notes to financial statements.

LUMARA GRIEF AND BEREAVEMENT CARE SOCIETY

Statement of Changes in Net Assets

Year ended December 31, 2023, with comparative information for 2022

	Unrestricted	Internally restricted fund	2023 Total
Balance, beginning of year (Amended - note 2)	\$ 324,586	\$ 100,000	\$ 424,586
Deficiency of revenue over expenses	(98,519)	-	(98,519)
Balance, end of year	\$ 226,067	\$ 100,000	\$ 326,067

	Unrestricted	Internally restricted fund	2022 Total
Balance, beginning of year (Amended - note 2)	\$ 460,132	\$ -	\$ 460,132
Transfer between funds	(100,000)	100,000	-
Deficiency of revenue over expenses (Amended - note 2)	(35,546)	-	(35,546)
Balance, end of year (Amended - note 2)	\$ 324,586	\$ 100,000	\$ 424,586

See accompanying notes to financial statements.

LUMARA GRIEF AND BEREAVEMENT CARE SOCIETY

Statement of Cash Flows

Year ended March 31, 2023, with comparative information for 2022

	2023	2022
		(Amended - note 2)
Cash provided by (used in):		
Cash flow from operating activities:		
Deficiency of revenue over expenses	\$ (98,519)	\$ (35,546)
Amortization of capital assets, an item not involving cash	8,160	4,412
Loss on disposal of equipment, an item not involving cash	-	364
Forgivable portion of loan	-	-
	(90,359)	(30,770)
Changes in non-cash operating working capital:		
Decrease (increase) in accounts receivable	18,890	(25,150)
(Increase) in goods and services tax receivable	(4,640)	(1,567)
(Increase) in prepaid expense	(8,638)	(2,357)
(Decrease) increase in accounts payable and accrued liabilities	(4,286)	28,125
Increase in deferred contributions	535	26,731
	88,498	(4,988)
Cash flow from financing activities:		
Proceeds from disposition of capital assets	-	1,174
Cash flow from investing activities:		
Purchase of capital assets	(27,009)	(16,785)
Decrease in cash and cash equivalents	(115,507)	(20,599)
Cash and cash equivalents, beginning of year	633,498	654,097
Cash and cash equivalents, end of year	\$ 517,991	\$ 633,498

See accompanying notes to financial statements.

LUMARA GRIEF AND BEREAVEMENT CARE SOCIETY

Notes to Financial Statements

Year ended March 31, 2023

1. Purpose of the Society:

Lumara Grief and Bereavement Care Society (the "Society") is a Not-for-Profit Society incorporated on January 25, 2011 under the Societies Act (British Columbia). The Society commenced operations independent of its founding organization, the Lions Gate Hospital Foundation, on December 2, 2011. The Society provides counselling, support and care for individuals and families coping with grief and loss due to illness or death of a loved one via therapeutic camps, retreats and support groups. The Society is a registered charity under the Income Tax Act and accordingly is exempt from income taxes.

2. Amendment of comparative information:

During the year, the Society identified certain donations received during the years ended March 31, 2021 and March 31, 2022 that were externally restricted by the donors but were not deferred in the financial statements. As a result, the following balances have been amended to defer these donations and recognize them in the year in which the related expenses are recognized:

	As previously presented	Adjustment	As amended
<i>Statement of financial position:</i>			
As at March 31, 2022			
Deferred contributions	\$ 199,200	\$ 35,639	\$ 234,839
Unrestricted net assets	360,225	(35,639)	324,586
<i>Statement of operations:</i>			
Year ended March 31, 2022			
Donations	195,731	(12,531)	183,200
<i>Statement of changes in net assets:</i>			
Year ended March 31, 2022			
Balance - beginning of year, March 31, 2021	483,240	(23,108)	460,132
Deficiency of revenue over expenses	(23,015)	(12,531)	(35,546)
Balance - end of year, March 31, 2022	460,225	(35,639)	424,586
<i>Statement of cash flows:</i>			
Year ended March 31, 2022			
Deficiency of revenue over expenses	(23,015)	(12,531)	(35,546)
Increase in deferred contributions	14,200	12,531	26,731

LUMARA GRIEF AND BEREAVEMENT CARE SOCIETY

Notes to Financial Statements

Year ended March 31, 2023

2. Amendment of comparative information (continued):

	As previously presented	Adjustment	As amended
<i>Note 6 - deferred contributions:</i>			
Balance - beginning of year, March 31, 2021	\$ 185,000	\$ 23,108	\$ 208,108
Restricted funding received in the year	177,500	17,850	195,350
Amounts spent and recognized as revenue in the year	(163,300)	(5,319)	(168,619)
Deferred contributions related to the Love, Cora Program	-	28,483	28,483
Deferred contributions related to the Rose Family Student Bursary	-	7,156	7,156

3. Significant accounting policies:

These financial statements have been prepared by management in accordance with Canadian Accounting Standards for Not-For-Profit Organizations ("ASNPO") in Part III of the Canadian Professional Accountants ("CPA Canada") Handbook. The Society's significant accounting policies are as follows:

(a) Revenue recognition and net assets:

The Society follows the deferral method of accounting for contributions which include donations and government grants.

Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Externally restricted contributions other than endowment contributions are recognized as revenue in the year in which the related expenses are recognized. Contributions restricted for the purchase of capital assets are deferred and amortized into revenue on a basis which corresponds with the amortization rate for the related capital assets.

Restricted investment income is recognized as revenue in the year in which the related expenses are recognized. Unrestricted investment income is recognized as revenue when earned.

LUMARA GRIEF AND BEREAVEMENT CARE SOCIETY

Notes to Financial Statements

Year ended March 31, 2023

3. Significant accounting policies (continued):

(a) Revenue recognition and net assets (continued):

The net assets of the Society are accounted for as follows:

(i) Unrestricted:

Unrestricted net assets represent unrestricted donations, in-kind donations, fundraisings and membership fees earned and net of expenses for Society initiatives.

(ii) Internally restricted fund:

The internally restricted fund represents funds protected for the acquisition and development of land for the purpose of running an outdoor adventure/land-based healing program for youth, families, and Indigenous peoples coping with grief and loss. The creation of the internally restricted fund was approved by the Board on March 8, 2022.

(b) Cash and cash equivalents:

Cash and cash equivalents include cash on hand and short-term deposits, which are highly liquid, with original maturities of less than three months.

(c) Account receivables:

Account receivables are measured at fair value on origination.

At year end, the Society assesses whether there are any indications that the carrying value of the receivables may be impaired. For purposes of impairment testing, each individually significant account is assessed individually; the balance of the accounts is grouped on the basis of similar credit risk characteristics. When there is an indication of impairment, the Society determines whether there has been a significant adverse change in the expected timing or amount of future cash flows. When the Society identifies a significant adverse change, it reduces the carrying amount of the receivable to the higher of the amount that could be realized by selling the receivable at the balance sheet date and the present value of the cash flows expected to be generated by holding the receivable.

When the extent of impairment of a previously written down receivable decreases and the decrease can be related to an event occurring after the impairment was recognized, the impairment loss is reversed to the extent of the improvement.

LUMARA GRIEF AND BEREAVEMENT CARE SOCIETY

Notes to Financial Statements

Year ended March 31, 2023

3. Significant accounting policies (continued):

(d) Capital assets:

Purchased capital assets are recorded at cost less accumulated amortization. Contributed capital assets are recorded at fair value at the date of contribution. Assets acquired under capital leases are amortized over the estimated life of the assets or over the lease term, as appropriate.

Capital assets are amortized on a declining balance basis using the following annual rates:

Asset	Rate
Furniture and fixtures	20%
Computer and equipment	30%

(e) Impairment of long-lived assets:

Long-lived assets, including capital assets subject to amortization are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability is measured by a comparison of the asset's carrying amount to the estimated undiscounted future cash flows expected to be generated by the asset. If the carrying amount of the asset exceeds its estimated future cash flows, an impairment charge is recognized for the amount by which the carrying amount of the asset exceeds the fair value of the asset. When quoted market prices are not available, the Society uses the expected future cash flows discounted at a rate commensurate with the risks associated with the recovery of the asset as an estimate of fair value.

(f) Contributed services:

A substantial number of volunteers contribute a significant amount of their time each year to assist the Society in carrying out its programs and services. Because of the difficulty of determining the fair value, contributed services are not recognized in the financial statements.

Contributions of supplies and services that would otherwise have been purchased are recorded at fair value at the date of contribution, provided a fair value can be reasonably determined.

(g) Use of estimates:

The preparation of financial statements in accordance with ASNPO 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 revenue and expenses during the year. Items subject to such estimates and assumptions include the provision for accounts receivable, and the carrying amount of capital assets. Actual results could differ from those estimates.

LUMARA GRIEF AND BEREAVEMENT CARE SOCIETY

Notes to Financial Statements

Year ended March 31, 2023

3. Significant accounting policies (continued):

(h) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Society has not elected to carry any such financial instruments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the effective interest rate method.

If there is an indicator of impairment, the Society determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Society expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future year, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

(i) Government assistance:

Government assistance related to current expenses and revenue is included in the determination of net income for the period. The government assistance claimed is recorded in the accounts, provided there is reasonable assurance that the Society had complied with all the conditions.

4. Capital assets:

			2023	2022
	Cost	Accumulated amortization	Net book value	Net book value
Furniture and fixtures	\$ 35,668	\$ 7,118	\$ 28,550	\$ 14,153
Computer and equipment	19,326	7,423	11,903	7,451
	\$ 54,994	\$ 14,541	\$ 40,453	\$ 21,604

5. Accounts payable and accrued liabilities:

Included in accounts payable and accrued liabilities is government remittances payable of \$1,718 (2022 - \$1,090) and \$70 (2021 - \$5,460) payable to employees and directors.

LUMARA GRIEF AND BEREAVEMENT CARE SOCIETY

Notes to Financial Statements

Year ended March 31, 2023

6. Deferred contributions:

Deferred contributions related to expenses of future periods below represents the unspent externally restricted donations for specific programs. The reason for deferrals is that the grants were received at the fiscal year end for programs that will be run the following fiscal year.

	2023	2022 (Amended - note 2)
Balance, beginning of year	\$ 234,839	\$ 208,108
Add restricted funding received in the year	204,926	195,350
Less amounts spent and recognized as revenue in the year	(204,391)	(168,619)
	\$ 235,374	\$ 234,839

The breakdown of deferred contribution balances by source is as follow:

	2023	2022 (Amended - note 2)
Deferred contributions related to grants received from provincial government - community gaming grant	\$ 180,000	\$ 142,500
Deferred contributions related to grants received from:		
BC Center for Palliative Care	4,250	-
Telus Friendly Future Foundation	15,000	-
Fortis BC	-	20,000
Johansen-Larsen Foundation	-	15,000
Community Foundations of Canada (Government of Canada Health Communities Grant)	-	21,700
Deferred contributions related to the Love, Cora Program	29,095	28,483
Deferred contributions related to the Rose Family Student Bursary	7,029	7,156
	\$ 235,374	\$ 234,839

7. Vancouver Foundation Endowment Fund:

The Society maintains an Endowment Fund with the Vancouver Foundation, known as The Kerry Glade Kirstiuk Legacy Fund. The Fund is owned and administered by the Vancouver Foundation and accordingly, the capital of the Fund is not available for use by the Society. As such, the Fund balance is not included in the Society's statement of financial position. All income from the Fund, when disbursed, is for the benefit of the Society. Interest paid to the Society during the year was \$37,710 (2022 - \$30,444). As at March 31, 2023, the fair value of the Fund is \$874,284 (2022 - \$912,484).

LUMARA GRIEF AND BEREAVEMENT CARE SOCIETY

Notes to Financial Statements

Year ended March 31, 2023

8. Employee and contractor remuneration:

For the year ended March 31, 2023, the Society paid total remuneration of \$215,000 (2022 - \$202,934) to two (2022 - two) employees, each of whom received total annual remuneration greater than \$75,000.

9. Financial risk and concentration risk:

The Society is exposed to liquidity risk. Liquidity risk is the risk that the Society will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The Society manages its liquidity risk by monitoring its operating requirements. The Society prepares budget and cash forecasts to ensure it has sufficient funds to fulfill its obligations. There has been no change to the risk exposure from 2022.

10. Commitments:

The Society is committed to minimum annual lease payments under two operating leases for the office premises at Parksville and New Westminster until the expiry of the leases as follows:

2024	\$ 21,081
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