
**SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
FINANCIAL STATEMENTS
DECEMBER 31, 2023**

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ANEAL R. THANSINGH PROFESSIONAL CORPORATION

CHARTERED PROFESSIONAL ACCOUNTANT

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Satya Sanatan Dharma Cultural Sabha of Canada

Qualified Opinion

I have audited the accompanying financial statements of Satya Sanatan Dharma Cultural Sabha of Canada, which comprise the statements of financial position as at December 31, 2023, and the statements of changes in net assets, operations and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of my report, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2023, and the results of its operation and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

In common with many charitable organizations, the organization derives revenue from donations and projects, and shows income, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the organization and I was not able to determine whether any adjustments might be necessary to donations and projects and shows income, excess (shortage) of revenues over expenses, cash flows provided by operations for the year ended December 31, 2023, and current assets and net assets as at January 1, 2023 and December 31, 2023.

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of Satya Sanatan Dharma Cultural Sabha of Canada in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the applicable financial reporting framework, 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 these financial statements, management is responsible for assessing the Satya Sanatan Dharma Cultural Sabha of Canada's ability to continue as a going concern, disclosing, as applicable, matters related to a going concern and using the going concern basis of accounting unless management either intends to liquidate the Satya Sanatan Dharma Cultural Sabha of Canada or to cease operations, or has no realistic alternative to do so.

Those charged with governance are responsible for overseeing the Satya Sanatan Dharma Cultural Sabha of Canada's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements


My 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 my 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, I exercise professional judgement and maintain professional skepticism throughout the audit. I 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 my 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 Satya Sanatan Dharma Cultural Sabha of Canada'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 Satya Sanatan Dharma Cultural Sabha of Canada's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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.

I 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 I identify during my audit.

Mississauga, Ontario
July 25, 2024


Aneal R. Thansingh Professional Corporation
Chartered Professional Accountant
Authorized to Practice Public Accounting by
The Chartered Professional Accountants of Ontario

**SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2023**

	Notes	2023	2022
		\$	\$
ASSETS			
CURRENT			
Cash		216,794	154,814
Short Term Investments	3	2,103	2,000
Term Deposits	4	7,318	7,210
HST Receivable		32,704	24,292
Prepays		6,818	524
		<u>265,737</u>	<u>188,840</u>
CAPITAL ASSETS	5	<u>2,268,572</u>	<u>2,317,919</u>
Total Assets		<u><u>2,534,309</u></u>	<u><u>2,506,759</u></u>
LIABILITIES AND NET ASSETS			
CURRENT			
Accounts payable and accrued liabilities		39,512	35,964
Deposits received		9,000	2,000
Mortgage payable	6	600,000	600,000
		<u>648,512</u>	<u>637,964</u>
DEFERRED CAPITAL GRANTS	7	70,846	80,636
MEMBER LOANS PAYABLE	8	14,274	14,274
BANK LOAN - CEBA	10	60,000	60,000
		<u>145,120</u>	<u>154,910</u>
Total Liabilities		<u>793,632</u>	<u>792,874</u>
NET ASSETS - GENERAL FUND UNRESTRICTED		<u>1,740,677</u>	<u>1,713,885</u>
Total Liabilities and Net Assets - General Fund Unrestricted		<u><u>2,534,309</u></u>	<u><u>2,506,759</u></u>

APPROVED ON BEHALF OF THE BOARD

Director

Director

- See Notes to Financial Statements -

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**SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
STATEMENT OF CHANGES IN NET ASSETS - GENERAL FUND UNRESTRICTED
FOR THE YEAR ENDED DECEMBER 31, 2023**

	2023	2022
	\$	\$
BALANCE - beginning of year	1,713,885	1,730,109
EXCESS (SHORTAGE) OF REVENUE OVER EXPENSES FOR THE YEAR	<u>26,792</u>	<u>(16,224)</u>
BALANCE - end of year	<u><u>1,740,677</u></u>	<u><u>1,713,885</u></u>

- See Notes to Financial Statements -

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**SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2023**

	2023	2022
	\$	\$
REVENUE		
Donations	234,197	194,218
Membership fees	4,135	36,279
Amortization of capital grants	9,790	9,790
Government grants	7,500	15,000
Veridian rebates	7,186	6,070
Rental of auditorium	21,150	28,850
Parking income	2,100	800
Projects and shows income	10,015	8,722
Pooja services	12,914	4,120
Store sales	477	877
Interest and dividend income	211	510
	<u>309,675</u>	<u>305,236</u>
EXPENSES		
Garbage disposal	4,853	3,582
Insurance	4,242	4,209
Interest and bank charges	4,153	3,295
Interest expense	39,188	36,000
Office and administration	2,656	4,940
Professional fees	21,926	36,844
Projects and shows	15,040	30,159
Religious services	8,690	-
Repairs and maintenance	55,111	68,900
Salaries and benefits	29,184	28,605
Supplies	13,395	10,598
Travel	791	1,652
Utilities and telephone	28,326	33,661
Amortization	55,328	59,015
	<u>282,883</u>	<u>321,460</u>
EXCESS (SHORTAGE) OF REVENUES OVER EXPENSES FROM OPERATIONS	<u>26,792</u>	<u>(16,224)</u>

- See Notes to Financial Statements -

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**SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2023**

	2023	2022
	\$	\$
STATEMENT OF CASH FLOWS		
CASH WAS PROVIDED (USED) BY		
OPERATING ACTIVITIES		
Excess (shortage) of revenues over expenses	26,792	(16,224)
Add: Items not requiring cash outlay - amortization	55,328	59,015
Amortization of deferred capital grants	(9,790)	(9,790)
Cash provided by operations	<u>72,330</u>	<u>33,001</u>
Changes in non-cash working capital items		
Increase in HST receivable	(8,412)	(18,883)
Increase in accounts payable and accrued liabilities	3,548	7,656
(Increase) decrease in prepaids	(6,294)	3,209
Increase (decrease) in deposits received	7,000	(2,700)
Cash provided by operations	<u>68,172</u>	<u>22,283</u>
INVESTING ACTIVITIES		
Purchase of capital assets	(5,981)	(38,567)
Purchase of term deposit	(108)	(2,046)
Purchase of short-term investments	(103)	(466)
Cash flow used by investing activities	<u>(6,192)</u>	<u>(41,079)</u>
NET INCREASE (DECREASE) IN CASH	61,980	(18,797)
CASH - beginning of year	<u>154,814</u>	<u>173,610</u>
CASH - end of year	<u><u>216,794</u></u>	<u><u>154,814</u></u>

- See Notes to Financial Statements -

**SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023**

NOTE 1. PURPOSE OF SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA

The purpose of Satya Sanatan Dharma Cultural Sabha of Canada (the "Organization") is to promote and advance the spiritual teachings of Hinduism by practicing the religious observances, tenets and doctrines associated with that faith. The Organization is a charitable organization under the Income Tax Act and, as such, is exempt from income tax, provided certain requirements of the Income Tax Act are met.

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

Cash and cash equivalents

Cash is defined as cash on hand, cash on deposit, and short-term deposits with maturity dates of less than 90 days, net of any cheques issued and outstanding at the reporting date.

Revenue Recognition

Unrestricted contributions from donations, grants, shows and projects and rental income are recorded in the year received or receivable, if the amount to be received can be reasonably estimated and collection is reasonably assured. All restricted contributions are recognized as revenue of the General fund in the year in which the related expenses are incurred. Externally restricted contributions for the purchase of depreciable capital assets are deferred and amortized over the life of the related capital asset.

Interest income is recognized as revenue of the related fund when earned. Grants received for the purchase of depreciable assets are amortized at the same rate as the related capital assets.

Basis of Accounting

These financial statements were prepared using the accrual basis of accounting. The accrual basis recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipts of goods or services and the creation of a legal obligation to pay.

Use of Estimates

The preparation of these financial statements in accordance 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 at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Significant items subject to such estimates and assumptions include the estimated useful lives of capital assets. Actual results could differ from management's best estimates as additional information becomes available in the future.

SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Contributed services

A substantial number of volunteers contribute a significant amount of their time each year. Because of the difficulty of determining their value, contributed services are not recognized in the financial statements.

Capital assets

Capital assets are stated at cost or deemed cost, less accumulated amortization. Capital assets are amortized over their estimated useful lives at the following rates and methods:

Building	2% declining balance method
Building improvements	2% declining balance method
Washrooms	10% declining balance method
Furniture and equipment	20% declining balance
Office equipment	20% declining balance method
Parking lot	15 years straight-line method
Stage renovations	15 years straight-line method

In the year of acquisition, capital assets are amortized at 50% of the annual rate.

Murties and jewellery are capitalized at the time of purchase and are not amortized because of their nature.

Financial Instruments

The Organization initially measures its financial assets and liabilities at fair value. The Organization subsequently measures all its financial assets and financial liabilities at amortized cost, except for short-term investments which are measured at fair value. Financial assets measured at amortized cost include cash, accounts receivable, term deposit, and deposits. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, deposits received, member loans payable, mortgage payable and bank loan – CEBA.

NOTE 3. SHORT-TERM INVESTMENTS

Short-term investments consist of mutual funds with RBC and are measured at fair value.

NOTE 4. TERM DEPOSITS

Term deposits consist of the following investment certificates (GICS):

	2023	2022
	\$	\$
GIC maturing on March 17, 2024, bearing interest at 1.75%	5,260	5,188
The GIC was reinvested on maturity		
GIC maturing on April 12, 2024, bearing interest at 4.00%	2,058	2,022
The GIC was reinvested on maturity.	<u>7,318</u>	<u>7,210</u>

SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 5. CAPITAL ASSETS

	2023		2022	
	Cost	Accumulated Amortization	Net Book Value	Net Book value
	\$	\$	\$	\$
Land	192,000	-	192,000	192,000
Landscaping	14,920	-	14,920	14,920
Murties and Jewellery	82,237	-	82,237	82,237
Building	2,173,243	910,943	1,262,300	1,288,062
Building improvements	699,815	105,752	594,063	606,197
Washrooms	49,517	18,653	30,864	34,293
Parking lot	228,967	177,352	51,615	56,597
Office equipment	169,666	151,303	18,363	15,850
Furniture and fixtures	143,461	121,251	22,210	27,763
Stage renovations	77,373	77,373	-	-
	<u>3,831,199</u>	<u>1,562,627</u>	<u>2,268,572</u>	<u>2,317,919</u>

NOTE 6. MORTGAGE PAYABLE

The Organization has a \$600,000 mortgage payable with a private lender at the interest rate of 6.5% (2022-6%) per annum. The mortgage, which requires monthly interest payment only, matured on November 7, 2021, and has been extended on a month-to-month basis. It is secured by the property and a general security agreement.

NOTE 7. DEFERRED CAPITAL GRANTS

During 2011, Ontario Trillium Foundation agreed to provide 50% funding for various capital projects, on condition that the Organization provides the other 50%. The grant is being amortized to income over the life of the capital projects, being 20 years.

	2023	2022
	\$	\$
Grant amounts	195,800	195,800
Accumulated amortization	(124,954)	(115,164)
	<u>70,846</u>	<u>80,636</u>

NOTE 8. MEMBER LOANS PAYABLE

	2023	2022
	\$	\$
Non-interest bearing	<u>14,274</u>	<u>14,274</u>

The loans are unsecured, non-interest bearing and have no set repayment terms.

SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 9. COMMITMENTS

The Organization has a commitment to perform work on the property to comply with the by-laws of The City of Pickering. The Organization has a letter of credit with The City of Pickering for \$4,450 as a performance bond in relation to this work. The City of Pickering will release this letter of credit once the Organization has completed the required work, subject to its inspection process.

The Letter of Credit was released on June 12, 2024.

NOTE 10. BANK LOAN - CEBA

The Organization has received a Canada Emergency Business Account (CEBA) loan of \$60,000. The loan is non-interest bearing and \$20,000 will be forgiven if the balance of the loan is fully paid before January 18, 2024. The \$40,000 repayment was made in January 2024 prior to the set repayment date.

NOTE 11. FINANCIAL INSTRUMENTS

The Organization 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 Organization's risk exposure and concentration as of December 31, 2023.

Liquidity Risk

Liquidity risk is the risk that the Organization will encounter difficulty in meeting obligations associated with financial liabilities. The Organization manages its liquidity by monitoring its operating requirements.

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk. The Organization 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. In seeking to minimize the risks from interest rate fluctuations, the Organization manages exposure through its normal operating and financing activities. The Organization is exposed to interest rate risk primarily through its interest rate on the GIC.