

Financial Statements of

**UNIFORM LAW CONFERENCE
OF CANADA**

March 31, 2022

July 27, 2022

INDEPENDENT AUDITOR'S REPORT

To the Members of
Uniform Law Conference of Canada:

Opinion

We have audited the accompanying financial statements of Uniform Law Conference of Canada ("ULCC"), which comprise the statement of financial position as at March 31, 2022, and the statements of operations, changes in net assets and cash flow for the year then ended, as well as a summary of significant accounting policies and other explanatory information.

In our opinion, the financial statements present fairly, in all material respects, the financial position of ULCC 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 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 ULCC 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 audit opinion.

Other Information

Management is responsible for the other information. The other information comprises the Annual Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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 ULCC'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 ULCC or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing ULCC'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 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 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 ULCC'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 ULCC'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 ULCC 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.



HENDRY WARREN _{LLP}
Chartered Professional Accountants
Licensed Public Accountants
Ottawa, Ontario

UNIFORM LAW CONFERENCE OF CANADA

Statement of Financial Position

March 31, 2022, with comparative figures for the year ended March 31, 2021

	General	Research	2022	2021
Assets				
Current assets				
Cash	\$ 69,235	\$ 27,961	\$ 97,196	\$ 92,848
Accounts receivable	90,000	21,500	111,500	246,500
GST/HST recoverable	7,144	-	7,144	8,392
Short-term investments (Note 2)	210,373	388,009	598,382	570,407
Interfund balances	126,442	(126,442)	-	-
	503,194	311,028	814,222	918,147
Intangible asset (Note 3)	28,465	28,465	56,930	63,256
	\$ 531,659	\$ 339,493	\$ 871,152	\$ 981,403

Liabilities and Net Assets

Current liabilities				
Accounts payable and accrued liabilities	\$ 15,740	\$ 2,500	\$ 18,240	\$ 12,585
Deferred contributions	100,000	27,500	127,500	246,500
	115,740	30,000	145,740	259,085
Net assets				
Unrestricted	200,919	114,493	315,412	312,318
Internally restricted (Note 5)	215,000	195,000	410,000	410,000
	415,919	309,493	725,412	722,318
	\$ 531,659	\$ 339,493	\$ 871,152	\$ 981,403

Approved on behalf of the Executive Committee:

President

UNIFORM LAW CONFERENCE OF CANADA

Statement of Operations

Year ended March 31, 2022, with comparative figures for the year ended March 31, 2021

	General	Research	2022	2021
Revenue				
Annual contributions (Schedule A)	\$ 171,000	\$ 85,500	\$ 256,500	\$ 241,500
Interest	656	6,009	6,665	9,070
	171,656	91,509	263,165	250,570
Expenses				
Amortization	3,163	3,163	6,326	-
Annual meeting	10,269	9,738	20,007	12,280
Audit and bookkeeping fees	6,640	6,640	13,280	8,086
Central activities - project management	-	65,252	65,252	65,252
Executive committee	24	-	24	-
Executive director	100,230	-	100,230	52,307
Memberships and licences	2,995	-	2,995	691
Miscellaneous	3,729	5	3,734	1,608
Office supplies	367	-	367	542
Research activities (ACPDM)	-	16,328	16,328	6,912
Translation	3,555	1,833	5,388	598
Unrealized contributions	9,000	-	9,000	-
Website	8,570	8,570	17,140	186
	148,542	111,529	260,071	148,462
Excess (deficiency) of revenue over expenses	\$ 23,114	\$ (20,020)	\$ 3,094	\$ 102,108

UNIFORM LAW CONFERENCE OF CANADA

Statement of Changes in Net Assets

Year ended March 31, 2022, with comparative figures for the year ended March 31, 2021

	General		Research			
	Unrestricted	Internally Restricted (Note 5)	Unrestricted	Internally Restricted (Note 5)	2022	2021
Balance, beginning of year	\$ 177,805	\$ 215,000	\$ 134,513	\$ 195,000	\$ 722,318	\$ 620,210
Excess (deficiency) of revenue over expenses	23,114	-	(20,020)	-	3,094	102,108
Balance, end of year	\$ 200,919	\$ 215,000	\$ 114,493	\$ 195,000	\$ 725,412	\$ 722,318

UNIFORM LAW CONFERENCE OF CANADA

Cash Flow Statement

Year ended March 31, 2022, with comparative figures for the year ended March 31, 2021

	General	Research	2022	2021
Operating activities				
Excess (deficiency) of revenue over expenses	\$ 23,114	\$ (20,020)	\$ 3,094	\$ 102,108
Non-cash items:				
Accrued interest income	(325)	(5,960)	(6,285)	(7,558)
Interfund balances	15,803	(15,803)	-	-
Amortization	3,163	3,163	6,326	-
Changes in non-cash working capital balances (Note 6)	16,903	6,000	22,903	(34,135)
Cash provided by (used in) operating activities	58,658	(32,620)	26,038	60,415
Investing activities				
Re-invested interest income	-	-	-	(1,512)
Acquisition of investments	(60,000)	-	(60,000)	(52,195)
Redemption of investments	-	38,310	38,310	-
Acquisition of intangible asset	-	-	-	(35,092)
Cash (used in) provided by investing activities	(60,000)	38,310	(21,690)	(88,799)
(Decrease) increase in cash	(1,342)	5,690	4,348	(28,384)
Cash, beginning of year	70,577	22,271	92,848	121,232
Cash, end of year	\$ 69,235	\$ 27,961	\$ 97,196	\$ 92,848

UNIFORM LAW CONFERENCE OF CANADA

Notes to the Financial Statements

March 31, 2022, with comparative figures for 2021

Organization

Uniform Law Conference of Canada ("ULCC") is an unincorporated not-for-profit organization within the meaning of the Income Tax Act (Canada) and is exempt from income taxes under section 149(1)(l) of the Income Tax Act (Canada). Its primary objective is to promote uniformity of legislation throughout Canada on subjects on which uniformity may be found to be possible and advantageous.

1. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

Revenue recognition

ULCC receives annual funding from provincial and federal governments. ULCC follows the deferral method of accounting for contributions. Under this method, restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when they are received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

ULCC holds Guaranteed Investment Certificates ("GICs") that earn annual interest. The interest income is recognized as it accrues and when collection is reasonably assured.

Fund accounting

General Fund

Revenue and expenses for the delivery of service activities and administration are reported in the General Fund.

Research Fund

The Research Fund supports the working groups who undertake study of specific points of law for the purpose of harmonizing criminal and civil law across all jurisdictions in Canada. The Research Fund expenses are approved by the Executive Committee.

UNIFORM LAW CONFERENCE OF CANADA

Notes to the Financial Statements

March 31, 2022, with comparative figures for 2021

Internally restricted funds

Part of ULCC's net assets have been restricted as approved by the Executive Committee (the "Committee"). Transfers among net asset categories are recorded when approved by the Committee. The purpose of each category of internally restricted net assets is as follows:

Operating Reserve

This fund is available to address shortfalls in annual assessments, unexpected expenses and an orderly wind-up if required.

Annual Meeting Expenses

As annual meeting budgets have significant differentials dependent on the location of the meetings, this fund is available to ensure that there are funds available to cover annual meetings with higher costs.

Website and Record Management/ Cloud Storage

This fund is for enhancements of the website, which is assumed to be every five years.

Strategic Planning and Related Meetings

This fund is available to cover costs of remote and in-person strategic planning meetings.

Liability Fund

This fund is for self-insurance for potential legal fees and liabilities related to contract disputes and liability for incidents at annual meetings.

Special Initiatives Fund

This fund is available to the Executive Committee to fund one-time initiatives.

Cash and cash equivalents

ULCC's policy is to disclose bank balances and temporary investments, with a maturity period of three months or less from the date of acquisition, under cash and cash equivalents. Term deposits that the entity cannot use for current transactions because they are pledged as security are excluded from cash and cash equivalents.

Intangible asset

Website costs are recognized at cost and are amortized on the basis of their useful lives using the straight-line method over 5 years. One-half of the annual amount is claimed in the year the asset becomes available for use.

UNIFORM LAW CONFERENCE OF CANADA

Notes to the Financial Statements

March 31, 2022, with comparative figures for 2021

Use of estimates

The preparation of these 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, liabilities, revenue and expenses and disclosure of contingent assets and liabilities. These estimates are reviewed periodically and adjustments are made to excess (deficiency) of revenue over expenses as appropriate in the year they become known. Significant estimates include the allocation of expenses between the General and Research funds.

Financial instruments

ULCC's financial instruments consist of cash, accounts receivable, short-term investments, and accounts payable and accrued liabilities.

Measurement

Financial instruments are recorded at fair value on initial recognition and are subsequently measured at amortized cost.

Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of impairment. The amount of any write-down is recognized in excess (deficiency) of revenue over expenses. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no 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 excess (deficiency) of revenue over expenses.

Contributed services

ULCC receives the service of many volunteers, the cost of which cannot be reasonably estimated. Therefore, no representation of this expense has been included in these financial statements.

2. Short-term investments

Short-term investments are comprised of GICs earning interest at rates between 0.40% and 2.50% per annum with maturity dates between October 2022 and September 2024.

3. Intangible asset

	2022		2021	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Website	\$ 63,256	\$ 6,326	\$ 56,930	\$ 63,256

UNIFORM LAW CONFERENCE OF CANADA

Notes to the Financial Statements

March 31, 2022, with comparative figures for 2021

4. Internally restricted funds

In March 2021, management and the Executive Committee established a reserve fund to be shown on the financial statements as "internally restricted assets" to ensure that ULCC is able to withstand fluctuations in annual assessment payments and/or non-recurring or periodic expenses. Funds drawn from the reserve fund will require a recommendation from the Budget and Finance Committee and a decision by the Executive Committee. Decisions will also be required about whether to replenish the amount expended when funds are available to do so. Each year, the Budget and Finance Committee and the Executive Committee will review the funds and the amounts allocated to each category to determine if modifications to the categories and amounts are required.

5. Internally restricted net assets

General Fund

	Operating Reserve	Annual Meeting Expenses	Website and Record Management /Cloud Storage	Strategic Planning and Related Meetings	Liability Fund	Special Initiatives Fund	Total
Balance, end of year	\$ 87,500	\$ 22,500	\$ 37,500	\$ 12,500	\$ 35,000	\$ 20,000	\$ 215,000

Research Fund

	Operating Reserve	Annual Meeting Expenses	Website and Record Management /Cloud Storage	Strategic Planning and Related Meetings	Liability Fund	Special Initiatives Fund	Total
Balance, end of year	\$ 87,500	\$ 22,500	\$ 37,500	\$ 12,500	\$ 15,000	\$ 20,000	\$ 195,000

UNIFORM LAW CONFERENCE OF CANADA

Notes to the Financial Statements

March 31, 2022, with comparative figures for 2021

6. Changes in non-cash working capital balances

Changes in non-cash working capital balances have provided (used) cash as follows:

	General	Research	2022	2021
Accounts receivable	\$ 71,000	\$ 64,000	\$ 135,000	\$ (33,500)
GST/HST recoverable	1,248	-	1,248	3,719
Accounts payable and accrued liabilities	5,655	-	5,655	(4,354)
Deferred contributions	(61,000)	(58,000)	(119,000)	-
	\$ 16,903	\$ 6,000	\$ 22,903	\$ (34,135)

7. Financial instruments

Risk and concentrations

It is management's opinion that ULCC is not exposed to significant interest rate, liquidity, market, currency or credit risks arising from its financial instruments. There has been no change in the risk exposure from the year ended March 31, 2021.

UNIFORM LAW CONFERENCE OF CANADA

Schedule of Annual Contributions

Schedule A

Year ended March 31, 2022, with comparative figures for the year ended March 31, 2021

	General	Research	2022	2021
Annual Contributions				
Alberta	\$ 15,000	\$ 6,000	\$ 21,000	\$ 21,000
British Columbia	15,000	6,000	21,000	21,000
Canada	6,000	44,000	50,000	50,000
Manitoba	15,000	-	15,000	19,000
New Brunswick	10,000	-	10,000	10,000
Newfoundland and Labrador	10,000	2,000	12,000	12,000
Northwest Territories	10,000	-	10,000	-
Nova Scotia	15,000	6,000	21,000	12,000
Nunavut	10,000	1,000	11,000	11,000
Ontario	15,000	6,000	21,000	21,000
Prince Edward Island	10,000	-	10,000	10,000
Quebec	15,000	6,000	21,000	21,000
Saskatchewan	15,000	6,000	21,000	21,000
Yukon	10,000	2,500	12,500	12,500
	\$ 171,000	\$ 85,500	\$ 256,500	\$ 241,500