

**ADOPTIVE FAMILIES ASSOCIATION
OF BRITISH COLUMBIA**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2022

INDEPENDENT AUDITORS' REPORT

To the Members of Adoptive Families Association of British Columbia

Report on the Financial Statements

Qualified Opinion

We have audited the financial statements of Adoptive Families Association of British Columbia (the "Association"), which comprise the statement of financial position as at March 31, 2022, and the statement of operations and changes in fund balances, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Association 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 Qualified Opinion

In common with many charitable organizations, the Association derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Association and we were not able to determine whether any adjustments might be necessary to donations revenue, excess of revenues over expenses, and cash flows from operations for the years ended March 31, 2022 and 2021, total assets as at March 31, 2022 and 2021 and net assets as both the beginning and end of March 31, 2022 and 2021 years. The audit opinion on the financial statements for the year ended March 31, 2021 also contained a qualification because of the possible effects of this limitation in scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Association 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 those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our 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 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 Association'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 Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

INDEPENDENT AUDITORS' REPORT, continued

Auditors' 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 auditors' 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 Association'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 Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Association 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.

Report on Other Legal and Regulatory Requirements

As required by the British Columbia Societies Act, we report that in our opinion, the Association's financial statements have been prepared following Canadian accounting standards for not-for-profit organizations applied on a consistent basis with the preceding year.

Manning Elliott LLP

Chartered Professional Accountants
Vancouver, B.C.
June 15, 2022

ADOPTIVE FAMILIES ASSOCIATION OF BRITISH COLUMBIA
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2022

	Unrestricted Funds 2022	Restricted Funds 2022	Total 2022	Total 2021
ASSETS				
Current assets				
Cash	\$ 636,679	\$ 346,754	\$ 983,433	\$ 644,558
Term deposits	-	171,980	171,980	169,364
Accounts receivable	3,981	-	3,981	8,029
Interest receivable	-	-	-	2,536
Goods and services tax receivable	6,364	-	6,364	5,666
Prepaid expenses	80,180	-	80,180	28,843
Portfolio investments (Note 4)	211,306	727,635	938,941	906,243
	<u>938,510</u>	<u>1,246,369</u>	<u>2,184,879</u>	<u>1,765,239</u>
Endowment fund (Note 8)	<u>-</u>	<u>16,736</u>	<u>16,736</u>	<u>16,566</u>
	<u>\$ 938,510</u>	<u>\$ 1,263,105</u>	<u>\$ 2,201,615</u>	<u>\$ 1,781,805</u>

LIABILITIES

Current liabilities				
Accounts payable and accrued liabilities	\$ 131,365	\$ -	\$ 131,365	\$ 137,428
Bursary fund (Note 5)	-	274,273	274,273	58,987
Deferred revenue (Note 6)	314,263	1,815	316,078	158,186
Externally restricted projects (Note 7)	-	161,767	161,767	227,400
	<u>445,628</u>	<u>437,855</u>	<u>883,483</u>	<u>582,001</u>

FUND BALANCES

Internally restricted (Note 8)	-	825,250	825,250	625,080
Unrestricted	492,882	-	492,882	574,724
	<u>492,882</u>	<u>825,250</u>	<u>1,318,132</u>	<u>1,199,804</u>
	<u>\$ 938,510</u>	<u>\$ 1,263,105</u>	<u>\$ 2,201,615</u>	<u>\$ 1,781,805</u>

Commitments (Note 9)

Approved by the Directors:

Director 
 Merel Veldhuis, AFABC Board Chair

Director 
 Rebecca Dhillon, AFABC Treasurer

ADOPTIVE FAMILIES ASSOCIATION OF BRITISH COLUMBIA
STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 2022

	Unrestricted Funds 2022	Restricted Funds 2022	Total 2022	Total 2021
Revenues				
Service contract (Note 13)	\$ 1,238,040	\$ -	\$ 1,238,040	\$ 1,156,126
Donations	293,963	-	293,963	80,068
Project grants (Note 10)	-	261,493	261,493	305,851
Wendy's Wonderful Kids	-	172,358	172,358	146,380
Direct Access Gaming	106,260	-	106,260	118,360
Education and support activities (Note 11)	56,015	-	56,015	80,558
Interest and investment income (Note 12)	41,182	-	41,182	77,261
Sublet rent	26,875	-	26,875	29,300
Other income	26,648	-	26,648	56,721
Membership dues	1,340	-	1,340	6,330
	<u>1,790,323</u>	<u>433,851</u>	<u>2,224,174</u>	<u>2,056,955</u>
Expenses				
Program Services				
Provincial adoption support	1,164,536	-	1,164,536	1,105,010
Wendy's Wonderful Kids	-	176,349	176,349	144,429
Teen adoption recruitment and support	123,540	-	123,540	94,845
Parent education, training and resource centre	90,406	-	90,406	90,189
Community awareness	45,241	-	45,241	47,916
Post adoption counselling and support	-	-	-	2,291
	<u>1,423,723</u>	<u>176,349</u>	<u>1,600,072</u>	<u>1,484,680</u>
Project Costs				
Program projects	44,187	239,110	283,297	280,235
Support Services				
Fundraising	125,001	-	125,001	131,004
Management and administration	80,724	18,104	98,828	100,756
	<u>205,725</u>	<u>18,104</u>	<u>223,829</u>	<u>231,760</u>
	<u>1,673,635</u>	<u>433,563</u>	<u>2,107,198</u>	<u>1,996,675</u>
Unrealized gains on investments	1,352	-	1,352	88,070
Excess of revenues over expenses	<u>118,040</u>	<u>288</u>	<u>118,328</u>	<u>148,350</u>
Fund balances, beginning of year				
Excess (deficiency) for the year	118,040	288	118,328	148,350
Interfund transfer	288	(288)	-	-
Transfer to operating contingency fund	(125,000)	125,000	-	-
Transfer to development fund	(75,000)	75,000	-	-
Endowment fund	(170)	170	-	-
Fund balances, end of year	<u>\$ 492,882</u>	<u>\$ 825,250</u>	<u>\$ 1,318,132</u>	<u>\$ 1,199,804</u>

ADOPTIVE FAMILIES ASSOCIATION OF BRITISH COLUMBIA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2022

	2022	2021
Operating activities		
Excess of revenues over expenses for the year	\$ 118,328	\$ 148,350
Item not affecting cash:		
Amortization of capital assets	-	1,543
Unrealized gains on investments	(1,352)	(88,070)
	<u>116,976</u>	<u>61,823</u>
 Change in non-cash working capital items		
Accounts receivable	4,048	14,765
Interest receivable	2,536	-
Goods and services tax receivable	(699)	2,053
Prepaid expenses	(51,337)	(18,674)
Accounts payable and accrued liabilities	(6,063)	96,128
Bursary fund	215,286	9,403
Deferred revenue	157,892	18,890
Externally restricted projects	(65,633)	187,209
	<u>373,006</u>	<u>371,597</u>
 Investing activities		
Term deposits	(2,616)	(1,977)
Investment in portfolio investments	(31,345)	(79,655)
Endowment funds received	(170)	(2,555)
	<u>(34,131)</u>	<u>(84,187)</u>
 Increase in cash during the year	338,875	287,410
Cash, beginning of year	644,558	357,148
Cash, end of year	<u>\$ 983,433</u>	<u>\$ 644,558</u>

ADOPTIVE FAMILIES ASSOCIATION OF BRITISH COLUMBIA

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2022

1. Purpose of the organization

Adoptive Families Association of British Columbia (the "Association") was incorporated under the Society Act of British Columbia and transitioned to the British Columbia Societies Act on July 26, 2017 and is a registered charity under the Income Tax Act (Canada). The Association is a province-wide not-for-profit society which offers information, education and support to families and individuals involved in adoption.

During 2020, a global pandemic was declared due to the COVID-19 virus, which has had a significant impact on economic and social activity through the restrictions put in place by various levels of government regarding travel, business operations, and isolation/quarantine orders. At this time, the extent the COVID-19 pandemic will have on the Association is unknown and will depend on future developments that are highly uncertain and that cannot be predicted with confidence. The Association will continue to monitor its cash reserves and will make all necessary adjustments to maintain its financial position.

2. Significant accounting policies

The following is a summary of the significant accounting policies used by management in the preparation of these financial statements.

(a) Basis of presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO") under Part III of the CPA Canada Handbook. Financial statements prepared in accordance with ASNPO are also in accordance with Canadian generally accepted accounting principles ("GAAP").

These financial statements have, in management's opinion, been prepared within reasonable limits of materiality using the significant accounting policies noted below:

(b) Fund accounting

In order to ensure observance of the limitations and restrictions placed on the use of resources available to the Association, the accounts of the Association are maintained in accordance with the principles of fund accounting following the deferral method of accounting. Accordingly, resources are classified for accounting and reporting purposes into funds. These funds are held in accordance with the objectives specified by the funders, donors or in accordance with directives issued by the Board of Directors ("the Board").

Transfers between the funds are made when they are considered appropriate and when they are authorized by the Board. To meet these objectives of financial reporting and stewardship over assets, certain interfund transfers are necessary to ensure the appropriate allocation of assets and liabilities to the respective fund. These interfund transfers are reported in the statement of changes in fund balances.

Revenues and expenses related to externally restricted projects and programs are reported in Restricted Funds. Internally Restricted Funds, segregated funds established by the Board, and related investment income are also reported in Restricted Funds (Note 8). The internally restricted endowment fund can, at the discretion of the Board, be used to fund the operations of the Association. All other revenue and expenses including those related to ongoing programs and services are reported in Unrestricted Funds.

(c) Cash

Cash consists of cash on deposit.

ADOPTIVE FAMILIES ASSOCIATION OF BRITISH COLUMBIA

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2022

2. Significant accounting policies, continued

(d) Revenue recognition

The Association follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. 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.

Membership dues are recorded as revenue in the year to which they relate.

Investment income includes dividend and interest income and realized investment gains and losses and is recognized as earned.

(e) Contributed materials and services

The Association benefits from contributed services in the form of volunteer time and contributed materials. Contributed services are not recognized in the financial statements. Contributed materials and services are recorded at their fair value only when a realizable value of the related benefit can be reasonably estimated and when the materials and services are used in the normal course of operations and would otherwise have been purchased.

(f) Use of estimates

The preparation of the financial statements in conformity with Canadian accounting standards for not-for-profit organizations require management to make estimates and assumptions about future events that affect the reported amounts of assets, liabilities, revenues and expenses at the end of or during the reporting period. Management believes that the estimates used are reasonable and prudent, however, actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the valuation of accounts receivable, measurement of deferred revenue and externally restricted projects, and the amounts recorded as accrued liabilities.

(g) Financial instruments

Measurement

The Association's financial instruments consist of cash, term deposits, accounts receivable, portfolio investments and accounts payable.

The Association initially measures all of its financial assets and liabilities at fair value. The Association subsequently measures all of its financial assets and liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value of equity instruments carried at fair value are recognized in the statement of operations in the period incurred.

Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of impairment. The amount of any write-down that is determined is recognized in the statement of operations. A previously recognized impairment loss may be reversed to the extent of any improvement, 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 the statement of operations in the period in which it is determined.

ADOPTIVE FAMILIES ASSOCIATION OF BRITISH COLUMBIA

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2022

2. Significant accounting policies, continued

(h) Portfolio investments

The Association's investment policy is to invest with sound and prudent investment management principles. Investments for the portfolio will be based on the requirement for safety, growth, yield and liquidity in that order of importance. The policy directs that this is to be accomplished by investing in a diversified portfolio which includes cash equivalents, common stocks, bonds and alternative investments that will allow for the portfolio to achieve the rate of return goal at an appropriate level of risk. Portfolio investments are recorded at fair market value.

3. Financial instruments risks

The Association's financial instruments are described in Note 2(g). In management's opinion the Association is not exposed to significant credit, liquidity, market, currency, interest rate or other price risks arising from these financial statements, other than as described below. In addition, the Association is not exposed to any material concentrations of risk and there has been no significant change in risk exposures from the prior year.

(a) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge its responsibilities. The Association is exposed to this risk by providing credit to program attendees. The Association mitigates this risk by actively monitoring its receivables and maintaining an allowance for doubtful accounts provision. Included in accounts receivable as at March 31, 2022 is an allowance for doubtful accounts provision of \$Nil (2021 - \$6,656).

(b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Association is exposed to this risk mainly in respect of its accounts payable. The Association manages its liquidity risk by monitoring its operating requirements. The Association prepares budgets and cash forecasts to ensure it has sufficient funds to fulfill its obligations.

(c) 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 risk, interest rate risk and other price risk. The Association manages risk through its investment policy, diversification of investments and engaging professional investment managers.

(d) Currency risk

Currency risk is the risk to the Association's earnings that arises from fluctuations of foreign exchange rates and the degree of volatility of these rates. The Association is exposed to foreign currency exchange risk on cash and investments held in U.S. dollars totaling \$141,748 (USD \$113,218) (2021 - \$145,601; USD \$116,017). The Association does not use derivative instruments to reduce its exposure to foreign currency risk. The Association mitigates currency risk by having a portion of its investments in Canadian dollars and monitoring exchange rates.

(e) 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. The Association is exposed to interest rate risk through its term deposits and portfolio investments. In seeking to minimize the risks from interest rate fluctuations, the Association manages exposure through diversifying its investments, and through its normal operating and financing activities.

ADOPTIVE FAMILIES ASSOCIATION OF BRITISH COLUMBIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022

3. Financial instruments risks, continued

(f) Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Association is exposed to other price risk through its investments. The Association mitigates other price risk by maintaining a diverse investment portfolio.

4. Portfolio investments

	2022 Cost	2022 Market Value	2021 Cost	2021 Market Value
Cash and cash equivalents	\$ 20,626	\$ 20,626	\$ 27,432	\$ 27,432
Fixed income	414,414	397,985	386,090	394,832
Equity	332,623	520,330	322,584	483,979
	\$ 767,663	\$ 938,941	\$ 736,106	\$ 906,243

5. Bursary fund

The Association has received externally restricted contributions for the Howard Legacy Youth Bursary and BC Orcas Scholars Fund as follows:

	2022	2021
Opening balance	\$ 58,987	\$ 49,584
Donations	220,762	13,403
Bursaries paid out	(4,000)	(4,000)
Expenses	(1,476)	-
	\$ 274,273	\$ 58,987

6. Deferred revenue

Deferred revenue consists of restricted amounts received from the following funders to be realized as projects are completed in a future period:

	2022	2021
Community Gaming Grant	\$ 179,700	\$ 106,260
Ministry of Children and Family Development	131,053	44,489
Association members	3,510	3,185
Wendy's Wonderful Kids Foundation	1,815	4,252
	\$ 316,078	\$ 158,186

ADOPTIVE FAMILIES ASSOCIATION OF BRITISH COLUMBIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022

7. Externally restricted projects

The Association has received externally restricted funds to carry out specific projects that will be spent in a future period. The projects relate to the following programs:

	2022	2021
Youth, including Agedout.com services	\$ 97,167	\$ 161,100
Family support and home studies	26,000	60,300
Mental health support	25,000	-
Recruitment	10,000	6,000
Joy MacPhail bursary	3,600	-
	\$ 161,767	\$ 227,400

The projects were funded by the following:

	2022	2021
May and Stanley Smith Charitable Trust	\$ 62,863	\$ 86,933
Corporate donations	42,385	10,963
Victoria Foundation	26,000	60,000
RBC Foundation	25,000	-
Ministry of Children and Family Development	5,519	4,921
Children's Aid Foundation of Canada	-	64,583
	\$ 161,767	\$ 227,400

8. Internally restricted funds

	Development fund	Operating contingency fund	AFABC youth bursary fund	Family camp fund	Victoria Foundation endowment fund	2022	2021
Opening balance	\$ 225,000	\$ 375,000	\$ 4,260	\$ 4,254	\$ 16,566	\$ 625,080	\$ 626,525
Investment income	-	-	-	-	931	931	3,217
Grants paid out	-	-	-	-	(761)	(761)	(662)
Bursaries paid out	-	-	-	-	-	-	(4,000)
Transfer from unrestricted fund	75,000	125,000	-	-	-	200,000	-
Closing balance	\$ 300,000	\$ 500,000	\$ 4,260	\$ 4,254	\$ 16,736	\$ 825,250	\$ 625,080

The Development fund is internally restricted by the Board for the purposes of building the Association's organizational capacity over the next three years, including upgrading business systems and building development capacity. These funds are held in portfolio investments and term deposits.

Funds for the operating contingency fund are held in portfolio investments.

Funds for the youth bursary fund and family camp fund are held in term deposits.

Funds for the Victoria Foundation endowment fund are held in trust by the Victoria Foundation. The Victoria Foundation is one of the oldest community foundations and is a registered charity in Canada which manages charitable gifts to create permanent, income-earning funds that support charities locally in British Columbia and across Canada.

ADOPTIVE FAMILIES ASSOCIATION OF BRITISH COLUMBIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022

9. Commitments

The Association is committed to an operating rental lease for its office premises in Burnaby, British Columbia until August 31, 2022 and an operating lease for its office equipment until December 31, 2023.

The minimum expected lease payments for the next two years are as follows:

2023	24,375
2024	<u>1,608</u>
	<u>25,983</u>

10. Project grants

Project grants were funded by the following:

	2022	2021
Ministry of Children and Family Development	\$ 196,910	\$ 170,434
Children's Aid Foundation of Canada	64,583	135,417
	<u>\$ 261,493</u>	<u>\$ 305,851</u>

11. Education and support activities

Education and support activities were funded by the following:

	2022	2021
Association members and clients	\$ 56,015	\$ 80,083
Ministry of Children and Family Development	-	475
	<u>\$ 56,015</u>	<u>\$ 80,558</u>

12. Interest and investment income

	2022	2021
Interest and dividend income	\$ 20,494	\$ 29,275
Interest on term deposits	449	1,977
Realized gains	20,239	46,009
	<u>\$ 41,182</u>	<u>\$ 77,261</u>

ADOPTIVE FAMILIES ASSOCIATION OF BRITISH COLUMBIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022

13. Economic dependence

The Association receives its service contract revenue of \$1,238,040 (2021 - \$1,156,126) from the Province of British Columbia, Ministry of Children and Family Development ("the Ministry"). The Association has a client services agreement with the Ministry effective from April 1, 2016 through to March 31, 2022. The agreement has been extended for a new term from April 1, 2022 to March 31, 2025.

14. Employee remuneration

Wages and employee benefits expense for the year includes one annualized employee that earned over \$75,000, for a total of \$130,559 (2021 - one employee totaling \$124,390).

15. Comparative figures

Certain amounts from the prior year financial statements have been reclassified for comparative purposes to conform with the presentation in the current year financial statements. Such reclassification does not have an impact on the total assets, total fund balances, or excess of revenues over expenses previously reported.