

# 2021 Report & Financial Statements

Year ended December 31, 2021



# About Hope in the Dark

## 1. PURPOSE AND NATURE OF THE ORGANIZATION

Hope in the Dark (HITD) is a Canadian registered charity that serves impoverished children and their parents living in precarious physical and social conditions.

HITD's main goals are to see the lives of each family member transformed as they know and follow Jesus Christ, and for them to be released from the cycle of poverty. To accomplish this, we show the love of God in a tangible way by providing consistent aid and support through daily meals, educational assistance, extracurricular activities, and the teaching of God's word.

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared by management in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO). The more significant of the accounting policies are outlined below:

### REVENUE RECOGNITION

HITD follows the deferral method of accounting for contributions. Under this method, restricted contributions, events and grants are recognized as revenue when the expenses are incurred. Unrestricted contributions, events and grants are recognized as received or receivable if the amount is reasonably estimable and collection is reasonably assured.

# HITD's Sources of Revenue are as Follows:

## **A) SPONSORSHIP SUPPORT FOR CHILDREN AND FAMILIES**

Sponsorship support for children and families are treated as general contributions. Sponsorship support received that is considered to be prepayments of monthly sponsorship support for children and families is included in deferred contributions on the statement of financial position and is recognized monthly as revenue throughout the year.

## **B) GENERAL CONTRIBUTIONS**

General contributions from the public are recognized in the financial statements as revenue when received.

## **C) RESTRICTED CONTRIBUTIONS**

Contributions that are restricted for a designated purpose are recognized in the financial statements using the deferral method, whereby contributions relating to expenses of future years are deferred and recognized as revenue in the year in which the related expenses are incurred. These contributions include psychologist and evening programs.

# Statement of Operations:

## Year to Year Comparison: 2021-2022

	2021 \$	2020 \$
<b>Revenue</b>		
Sponsorship support for children and families	24,563	23,415
General contributions	60,563	41,546
Psychologist and evening programs	2,486	1,219
Other Income	35	888
	<u>87,647</u>	<u>67,068</u>
<b>Expenditure</b>		
Program expenses	59,067	39,472
Fundraising	-	855
Administration	2,973	3,180
	<u>62,040</u>	<u>43,507</u>
 Excess (Deficiency) of revenue over expenditure for the year	 <u>25,607</u>	 <u>23,561</u>



# Summary at a Glance:

## MAIN SOURCES OF REVENUE

\$60,563

GENERAL CONTRIBUTIONS

\$24,563

CHILD SPONSORSHIP

\$2,486

PSYCHOLOGIST & EVENING PROGRAMS

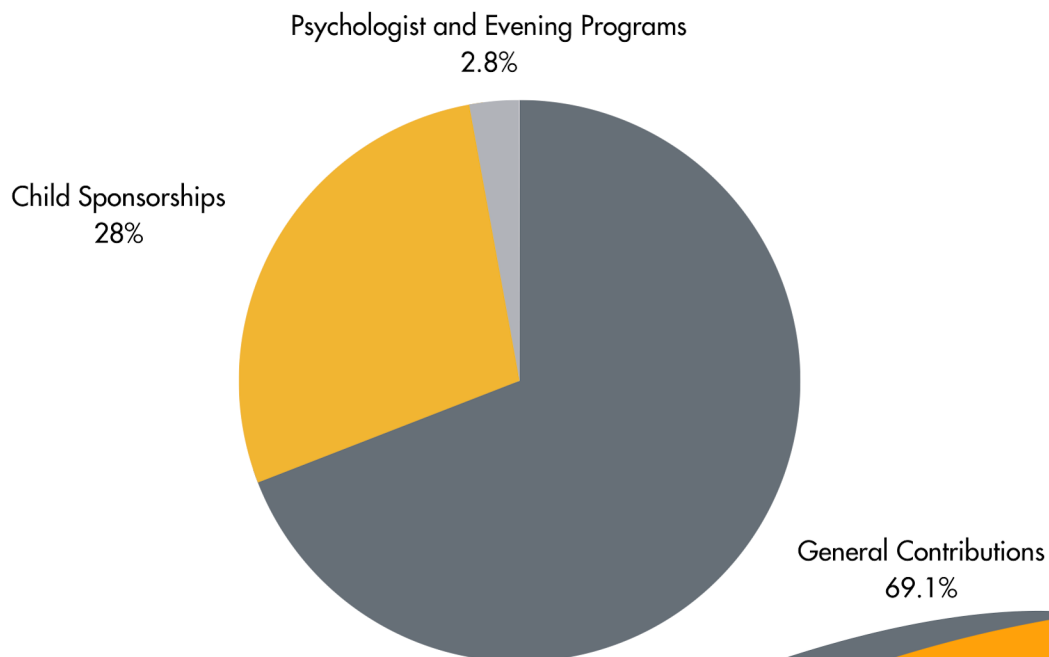
\$35

OTHER INCOME

---

**\$87,647**

TOTAL ANNUAL REVENUE- 2021



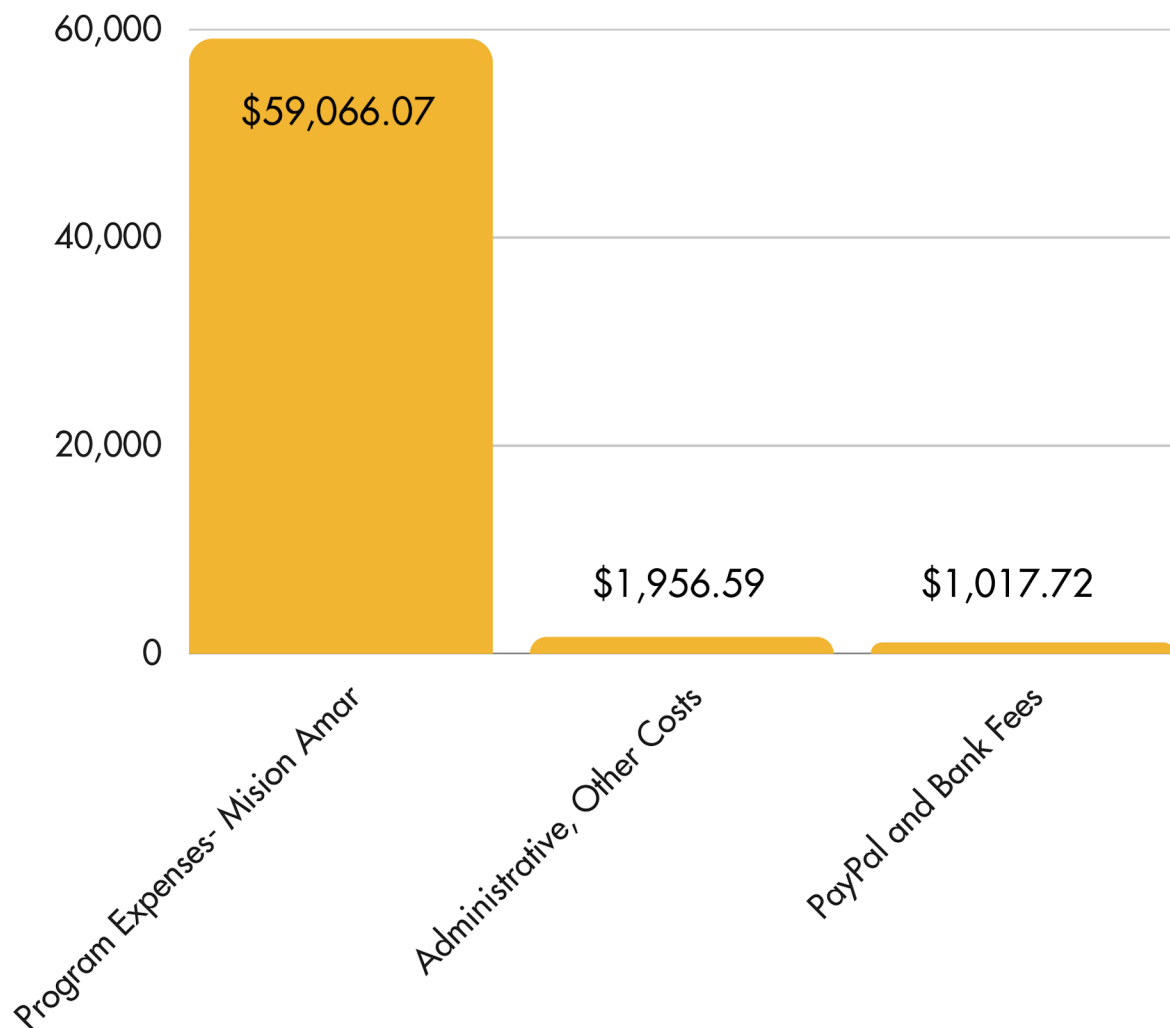
## HITD EXPENDITURES

95.2%

OF FUNDS USED FOR PROGRAMMING AND  
OPERATION COSTS FOR OUR CENTRES

4.8%

OTHER COSTS INCLUDING ADMINISTRATION  
LICENSES, BANKING AND OTHER FEES



## **HIGHLIGHTS OF 2021:**

- In April 2021, we moved to a larger centre located in the same community and have increased the number of children we serve from 70 to 105;
- We have been able to provide a safe space for these children to continue to do school online. These children do not have internet, laptops or desktops at home;
- We hired a new children's worker and a part-time psychologist to help serve the larger number of children we are caring for on a daily basis;
- We started an extracurricular program for our teens to learn valuable skills such as computer literacy, food preparation, handcrafts, etc.
- In 2021, we had 3 teens graduate from high school. This is an enormous achievement for these teens who have very little support and live in communities where very few graduate from high school.

## **KEY CHALLENGES IN 2021:**

- Colombia is going through a great deal of civil unrest; anti-government protests; crippled economy from continued lockdowns due to Covid-19, which makes life very difficult and more stressful for the local people
- Operating within Covid-related restrictions, such as not being able to serve full meals and operating with reduced capacity at times.

## **GOALS FOR 2022:**

- Open a new centre in Cartagena, Colombia
- Hire two additional youth workers as we are now helping 100 kids
- Hire a Communications and Development Coordinator in Canada