

ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION
FINANCIAL STATEMENTS
AS AT MARCH 31, 2021

ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION
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INDEPENDENT AUDITOR'S REPORT

To the Members of
Algonquin and Lakeshore Catholic Education Foundation

Qualified Opinion

We have audited the financial statements of Algonquin and Lakeshore Catholic Education Foundation (the Foundation), which comprise the statement of financial position as at March 31, 2021, and the statements of changes in net assets, revenue and expenditures and 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 Foundation as at March 31, 2021, 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.

Basis for Qualified Opinion

In common with many charitable organizations, the Foundation derives revenue from donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Foundation and we were not able to determine whether, as at and for the years ended March 31, 2021 and March 31, 2020, any adjustments might be necessary to donations revenue, excess of revenues over expenditures, assets and fund balances.

We conducted our audit in accordance with Canadian generally accepted 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 the Foundation 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 qualified 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 these financial statements, management is responsible for assessing the Foundation'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 Foundation, or to cease operations, or has no realistic alternative but to do so.

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

**INDEPENDENT AUDITOR'S REPORT
(CONT'D)**

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 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 Foundation'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 Foundation'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 the Foundation 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.



KINGSTON, Canada
June 9, 2021

Wilkinson & Company LLP

Chartered Professional Accountants
Licensed Public Accountants

WILKINSON & COMPANY LLP - CHARTERED PROFESSIONAL ACCOUNTANTS

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION
STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2021**

	2021	2020
	\$	\$
ASSETS		
CURRENT		
Cash	187,754	134,374
Investments - Note 3		51,000
Accounts receivable	14,377	8,652
	202,131	194,026
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	2,103	1,902
NET ASSETS		
NET ASSETS	200,028	192,124
APPROVED ON BEHALF OF THE BOARD		
	Director	
	Director	
	202,131	194,026

The accompanying notes form an integral part of these financial statements

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION
STATEMENT OF NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2021**

	2021	2020
	\$	\$
NET ASSETS - BEGINNING OF YEAR	192,124	202,843
EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE) FOR YEAR	7,904	(10,719)
NET ASSETS - END OF YEAR	200,028	192,124

The accompanying notes form an integral part of these financial statements

ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION
STATEMENT OF REVENUE AND EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 2021

	2021	2020
	\$	\$
REVENUE		
Donations and fundraising - Note 4	58,217	52,891
Interest	1,301	2,660
	59,518	55,551
EXPENSES		
Office administration	851	1,331
Professional fees	2,123	2,019
Insurance	5,052	4,491
	8,026	7,841
EXCESS OF REVENUE OVER EXPENDITURES BEFORE EMERGENCY RESPONSE DISBURSEMENTS	51,492	47,710
EMERGENCY RESPONSE DISBURSEMENTS	43,588	58,429
EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE) FOR YEAR	7,904	(10,719)

The accompanying notes form an integral part of these financial statements

ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2021

	2021	2020
	\$	\$
OPERATING ACTIVITIES		
Excess of revenue over expenditures (expenditures over revenue) for year	7,904	(10,719)
Net change in non-cash working capital balances related to operations - Note 5	(5,524)	(7,115)
CASH FLOWS PROVIDED FROM (USED IN) OPERATING ACTIVITIES	2,380	(17,834)
INVESTING ACTIVITIES		
Decrease in investments	51,000	110,168
CASH FLOWS PROVIDED FROM INVESTING ACTIVITIES	51,000	110,168
NET INCREASE IN CASH AND EQUIVALENTS FOR YEAR	53,380	92,334
CASH AND EQUIVALENTS - BEGINNING OF YEAR	134,374	42,040
CASH AND EQUIVALENTS - END OF YEAR	187,754	134,374
REPRESENTED BY:		
Cash	187,754	134,374

The accompanying notes form an integral part of these financial statements

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021**

1. NATURE OF OPERATIONS AND FINANCIAL STATEMENTS

Algonquin and Lakeshore Catholic Education Foundation was incorporated on May 31, 2002 under the Ontario Corporations Act as a corporation without share capital. It received its charitable status as a public foundation on February 4, 2004. The Foundation is committed to raising and granting funds, beyond basic government funding, to support opportunities and environments, including alleviation of poverty, that will better serve students of the Algonquin and Lakeshore Catholic District School Board.

2. ACCOUNTING POLICIES

Outlined below are those accounting policies adopted by the Foundation considered to be particularly significant:

(a) Basis of Accounting

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

(b) Accounting Estimates

The preparation of 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 and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Significant items subject to such estimates and assumptions include valuation of accounts receivable and accrued liabilities. Actual results could differ from those estimates.

(c) Investments

Investments are initially recorded at their acquisition cost. At the year end date the investments are adjusted to amortized cost and the corresponding income is recorded in the statement of revenue and expenditures.

(d) Capital Expenditures

The Foundation does not capitalize amounts incurred for equipment purchases. The capital expenditures are reported as expenditures on the Statement of Revenue and Expenditures in the year of acquisition. There were no expenditures during the 2021 fiscal year which would otherwise have been reported as capital.

(e) Revenue Recognition

Donations and fundraising are recognized as revenue when received. Interest income is recognized as revenue during the year in which it is earned.

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021**

2. ACCOUNTING POLICIES (Cont'd)

(f) Financial Instruments

(i) Measurement of Financial Instruments

The Foundation initially measures its financial assets and liabilities at fair value adjusted by, in the case of financial instruments that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument. The Foundation subsequently measures all its financial assets and financial liabilities at amortized cost. Financial assets measured at amortized cost include cash and accounts receivable. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

(ii) Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of possible impairment. When a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset or group of assets, a write-down is recorded in excess revenue over expenditures. When events occurring after the impairment confirm that a reversal is necessary, the reversal is recognized in excess revenue over expenditures up to the impairment amount previously recognized.

(g) Cash and Equivalents

Cash and equivalents consist of cash on deposit.

3. INVESTMENTS

Investments held at year-end comprise of the following:

	2021	2020
	\$	\$
1.85% Concentra Financial Services Association GIC due August 17, 2020	NIL	51,000

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021**

4. RELATED PARTY TRANSACTIONS

The Foundation was established to raise funds for the benefit of the students of the Algonquin and Lakeshore Catholic District School Board. The Board has agreed to fund certain costs incurred in the operational expenditures of the Foundation, through the payment to the Foundation of specified gifts, as defined under the *Income Tax Act*. For the year ended March 31, 2021, the Board contributed \$8,026 as a specified donation to the Foundation. (2020 - \$7,841)

5. NET CHANGE IN NON-CASH WORKING CAPITAL BALANCES RELATED TO OPERATIONS

Cash provided from (used in) non-cash working capital is compiled as follows:

	2021	2020
	\$	\$
(INCREASE) DECREASE IN CURRENT ASSETS		
Accounts receivable	(5,725)	(7,317)
INCREASE (DECREASE) IN CURRENT LIABILITIES		
Accounts payable and accrued liabilities	201	202
NET CHANGE IN NON-CASH WORKING CAPITAL BALANCES RELATED TO OPERATIONS	(5,524)	(7,115)

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021**

6. FINANCIAL INSTRUMENTS

The Foundation has a comprehensive risk management framework to monitor, evaluate and manage the principal assumed with financial instruments. The risks that arise from transacting financial instruments are as follows:

Credit Risk

Credit risk is the risk of financial loss to the Foundation if a debtor fails to make payments of interest and principal when due. The Foundation does not obtain collateral or other security to support the accounts receivable subject to credit risk but mitigates this risk by dealing only with what management believes to be financially sound counterparties and, accordingly, does not anticipate significant loss for non-performance.

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of market factors. Market factors include three types of risk: currency risk, interest rate risk, and equity risk, or which only interest rate risk is a consideration for the Foundation.

Liquidity Risk

Liquidity risk is the risk that the Foundation will not be able to meet all cash outflow obligations as they come due. The Foundation's exposure to liquidity risk is dependent on the receipt of funds from its operations.

There have been no significant changes from the previous period in the exposure to risk or policies, procedures and methods used to measure the risks.

7. CAPITAL DISCLOSURE

The Foundation's objectives with respect to capital management are to maintain a minimum capital base that allows the Foundation to continue with and execute its overall purpose as outlined in Note 1. The Foundation's Board of Directors performs periodic reviews of the Foundation's capital needs to ensure they remain consistent with the risk tolerance that is acceptable to the Foundation.

8. IMPACT OF COVID-19

The coronavirus disease COVID-19 has had considerable impact, both globally and locally, which has the potential to create financial stress on the corporation in the following area:

Due to the economic uncertainty that affects potential donors, the receipt of revenue from donations and fundraising may be reduced. Certain fundraising events, such as the annual golf tournament, were unable to be held due to safety restrictions.