

Peel Children's Aid Foundation

Financial Statements
March 31, 2018



August 2, 2018

Independent Auditor's Report

To the Board of Directors and Members of Peel Children's Aid Foundation

We have audited the accompanying financial statements of Peel Children's Aid Foundation, which comprise the statement of financial position as at March 31, 2018 and the statements of operations and changes in fund balances and cash flows for the year then ended, and the related notes, which comprise a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these 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.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Peel Children's Aid Foundation as at March 31, 2018 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.

PricewaterhouseCoopers LLP

Chartered Professional Accountants, Licensed Public Accountants

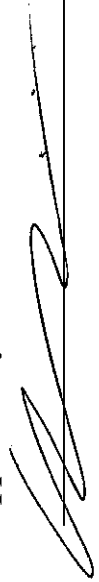
Peel Children's Aid Foundation

Statement of Financial Position

As at March 31, 2018

	General fund			Endowment funds			Total
	2018	2017	2018	2017	2018	2017	
	\$	\$	\$	\$	\$	\$	\$
Assets							
Current assets							
Cash	538,279	425,476	59,563	63,740	597,842	489,216	489,216
Accounts receivable	6,899	4,773	756	4,296	7,655	9,069	9,069
Inventory - vouchers and gifts	300	3,800	-	-	300	3,800	3,800
Prepaid expenses	10,213	26,104	-	-	10,213	26,104	26,104
	555,691	460,153	60,319	68,036	616,010	528,189	528,189
Liabilities							
Current liabilities							
Accounts payable and accrued liabilities	29,483	27,494	-	-	29,483	27,494	27,494
Deferred revenue (note 3)	404,125	413,275	-	-	404,125	413,275	413,275
	433,608	440,769	-	-	433,608	440,769	440,769
Fund Balances							
General fund	122,083	19,384	-	-	122,083	19,384	19,384
Endowment funds (note 4)	-	-	60,319	68,036	60,319	68,036	68,036
	122,083	19,384	60,319	68,036	182,402	87,420	87,420
	555,691	460,153	60,319	68,036	616,010	528,189	528,189

Approved by the Board of Directors



Director



Director

The accompanying notes are an integral part of these financial statements.

Peel Children's Aid Foundation

Statement of Operations and Changes in Fund Balances

For the year ended March 31, 2018

	General fund		Endowment funds			Total	
	2018	2017	2018	2017	2018	2017	
	\$	\$	\$	\$	\$	\$	
Revenue							
Donations	727,887	631,821	7,217	4,912	735,104	636,733	
Fundraising events	220,426	146,049	-	-	220,426	146,049	
Investment income	4,618	2,935	2,587	2,490	7,205	5,425	
Gifts-in-kind	952,931	780,805	9,804	7,402	962,735	788,207	
	512,254	1,115,251	-	-	512,254	1,115,251	
	1,465,185	1,896,056	9,804	7,402	1,474,989	1,903,458	
Expenses							
Fundraising events	49,910	36,364	-	-	49,910	36,364	
Other fundraising	122,404	127,061	-	-	122,404	127,061	
General and administrative	89,249	74,601	-	-	89,249	74,601	
Community awareness	14,624	15,165	-	-	14,624	15,165	
Program development, monitoring and evaluation	103,606	84,804	-	-	103,606	84,804	
	379,793	337,995	-	-	379,793	337,995	
Excess of revenue over expenses before the following	1,085,392	1,558,061	9,804	7,402	1,095,196	1,565,463	
Contributions to programs for children (note 5)							
Payments made	479,960	438,510	8,000	5,600	487,960	444,110	
Donations of gifts-in-kind	512,254	1,115,251	-	-	512,254	1,115,251	
Excess of revenue over expenses for the year	992,214	1,553,761	8,000	5,600	1,000,214	1,559,361	
Fund balances - Beginning of year	93,178	4,300	1,804	1,802	94,982	6,102	
Fund balances - End of year	19,384	12,828	68,036	68,490	87,420	81,318	
Interfund transfers (note 2)	9,521	2,256	(9,521)	(2,256)	-	-	
Fund balances - End of year	122,083	19,384	60,319	68,036	182,402	87,420	

The accompanying notes are an integral part of these financial statements.

Peel Children's Aid Foundation

Statement of Cash Flows

For the year ended March 31, 2018

	2018 \$	2017 \$
Cash provided by (used in)		
Operating activities		
Excess of revenue over expenses for the year	94,982	6,102
Items not affecting cash		
Gifts-in-kind received	(512,254)	(1,115,251)
Donations of gifts-in-kind	512,254	1,115,251
	94,982	6,102
Net changes in non-cash working capital items		
Accounts receivable	1,414	4,117
Inventory - vouchers and gifts	3,500	(3,500)
Prepaid expenses	15,891	(4,331)
Accounts payable and accrued liabilities	1,989	11,533
Deferred revenue	(9,150)	(19,306)
Amount due to The Children's Aid Society of the Region of Peel	-	(18,195)
	108,626	(23,580)
Investing activities		
Sale of investments	-	19,547
Increase (decrease) in cash during the year	108,626	(4,033)
Cash - Beginning of year	489,216	493,249
Cash - End of year	597,842	489,216

The accompanying notes are an integral part of these financial statements.

Peel Children's Aid Foundation

Notes to Financial Statements

March 31, 2018

1 Nature and purpose of organization

Peel Children's Aid Foundation (the Foundation) is a not-for-profit organization incorporated on July 8, 2002 without share capital under the laws of the Province of Ontario. The Foundation is a registered charity (registration number 864521240 RR0001) and, as such, is exempt from income taxes and may issue income tax receipts to donors.

While protection services provided by The Children's Aid Society of the Region of Peel (the Society) are funded by the Ontario Ministry of Children and Youth Services, other programs and services of the Society are funded by donations from the public. The mission of the Foundation is to raise funds, including gifts-in-kind, for the benefit of these other programs and services of the Society, which are directed to poverty relief, enrichment and education of children and youth.

2 Summary of significant accounting policies

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO) and reflect the following policies.

Revenue recognition and funds

- General fund

Donation revenue is recorded in the year to which it relates if receipt is reasonably assured. Revenue relating to specific events and programs that have not yet occurred is recorded as deferred revenue until the event or program takes place.

Donors contribute gifts-in-kind, food and gift vouchers, clothing, toys, etc., and these contributions are recorded as revenue at their fair value. Gift vouchers received are retained by the Foundation and donated to the Society as required to support children's programs. Food vouchers, clothing, toys, etc. are donated to the Society for children's programs when received.

The Foundation's operating and administrative activities are paid from the general fund.

- Endowment funds

Endowment funds are resources contributed for restricted uses, as determined by the donors. Endowment donations and net investment income are recognized as revenue when collection is reasonably assured and when earned.

- Interfund transfers

Interfund transfers from the general to the endowment funds are made by the Foundation to fund any new endowment funds. Transfers from the endowment to the general funds are made when the restricted contributed resources are used for their intended purpose.

Peel Children's Aid Foundation

Notes to Financial Statements

March 31, 2018

Contributed services

Volunteers contribute a large number of hours per week to assist the Foundation in carrying out its activities. Despite the fact that without these volunteer hours certain activities would have to be cut back or possibly cancelled, these services would not otherwise be purchased and, as a result, the value of contributed services has not been recognized in these financial statements.

Allocation of expenses

The Foundation allocates certain of its salary and wages expenses by identifying the appropriate basis of allocating each component expense and applies that basis consistently each year.

Financial instruments

Financial assets and financial liabilities are recognized when the Foundation becomes a party to the contractual provisions of the instrument. Financial assets and financial liabilities are derecognized when the rights and obligations to receive or repay cash flows from the assets and liabilities have expired or have been transferred and the Foundation has transferred substantially all the risks and rewards of ownership.

The Foundation initially recognizes all its financial assets and financial liabilities at fair value and subsequently at amortized cost, except for investments, which are recorded at fair value. Changes in fair value are recognized in the statement of operations and changes in fund balances. Financial assets, at amortized cost, are tested for impairment at the end of each reporting period when there are indicators the assets may be impaired.

Use of estimates

The preparation of financial statements in accordance with ASNPO requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

3 Deferred revenue

Deferred revenue comprises the following amounts:

	2018 \$	2017 \$
Corporate donations deferred	187,660	191,822
Donations - bursaries	215,290	220,628
Fundraising events	1,175	825
	<u>404,125</u>	<u>413,275</u>

Peel Children's Aid Foundation

Notes to Financial Statements

March 31, 2018

4 Endowment funds

The following endowment funds were established by donors to fund bursaries or special education needs for children in the care of the Society:

	2018 \$	2017 \$
Carl Ingebertson Child Welfare Bursary Fund	1,482	1,437
Knights of Columbus Heart Lake Council 9108 Memorial Bursary Fund	22,378	21,393
Independence Achievement Award Fund	11,712	12,572
Jim Ho Bursary Fund	2,604	3,069
Robert Armstrong Memorial Fund	4,257	4,120
Blair Eales Advancement Resource Fund	7,777	8,183
Ujima Trust Fund	2,228	4,180
Firefly Bursary	7,881	13,082
	<hr/> 60,319	<hr/> 68,036

The Foundation is the sole beneficiary of funds held at local community foundations. The funds are maintained by the community foundations and annual distributions are made to the Foundation to fund bursaries. The funds are comprised of the following amounts:

	December 31, 2017 \$	December 31, 2016 \$
Community Foundation of Mississauga RBC Fund for Peel Children's Aid Foundation	31,997	21,430
Brampton and Caledon Community Foundation Robert Armstrong Memorial Fund	49,128	50,276
Carl Ingebertson Child Welfare Bursary Fund	33,146	33,124
	<hr/> 114,271	<hr/> 104,830

The Foundation is entitled to the interest revenue earned year over year from the endowment funds, which are to be used as bursaries and other special education needs. The Foundation is restricted from using the principal portion of the funds for any activity other than earning interest income.

Peel Children's Aid Foundation

Notes to Financial Statements

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5 Contributions to programs for children

The Foundation works with the Society to identify programs requiring funding. These programs are funded from general donations raised and from donations for which the donor has specifically identified a children's program.

The programs supported are:

	2018	2017
	\$	\$
Payments made		
Bursaries	219,215	173,956
Holiday Wishes	50,350	61,544
Infant Wellness Program	35,852	23,979
School Supplies 4 Kids	2,142	8,975
Skills for Success	59,399	48,518
Sports 4 Kids	1,970	11,087
Wishes 4 Kids	25,205	29,437
Summer Camp	10,373	19,618
Poverty Relief	570	3,729
Foster Care Kits	39,968	35,595
GAP clothing program	34,916	22,072
	<hr/>	<hr/>
	479,960	438,510
Donations of gifts-in-kind		
Holiday Wishes and Poverty Program	512,254	1,115,251
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	992,214	1,553,761
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Salaries and benefits of the Foundation staff specifically incurred for children's programs in the amount of \$53,623 (2017 - \$73,255) are included above.