

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION  
FINANCIAL STATEMENTS  
AS AT MARCH 31, 2020**

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION**  
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**AS AT MARCH 31, 2020**

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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, 2020, 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, 2020, 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, 2020 and March 31, 2019, 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:

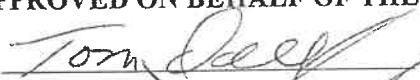

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting 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 8, 2020

*Wilkinson & Company LLP*  
Chartered Professional Accountants  
Licensed Public Accountants

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION**  
**STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2020**

	2020	2019
	\$	\$
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	134,374	42,040
Investments - Note 3	51,000	161,168
Accounts receivable	8,652	1,335
	194,026	204,543
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	1,902	1,700
<b>NET ASSETS</b>		
<b>NET ASSETS</b>	192,124	202,843
<b>APPROVED ON BEHALF OF THE BOARD</b>		
	Director	
	Director	
	194,026	204,543

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, 2020**

	2020	2019
	\$	\$
<b>NET ASSETS - BEGINNING OF YEAR</b>	<b>202,843</b>	198,947
<b>EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE) FOR YEAR</b>	<b>(10,719)</b>	3,896
<b>NET ASSETS - END OF YEAR</b>	<b>192,124</b>	<b>202,843</b>

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, 2020**

	2020	2019
	\$	\$
<b>REVENUE</b>		
Donations and fundraising - Note 4	52,891	51,335
Interest	2,660	2,914
	55,551	54,249
<b>EXPENSES</b>		
Office administration	1,331	953
Professional fees	2,019	1,915
Insurance	4,491	4,235
	7,841	7,103
<b>EXCESS OF REVENUE OVER EXPENDITURES BEFORE EMERGENCY RESPONSE DISBURSEMENTS</b>	<b>47,710</b>	<b>47,146</b>
<b>EMERGENCY RESPONSE DISBURSEMENTS</b>	<b>58,429</b>	<b>43,250</b>
<b>EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE) FOR YEAR</b>	<b>(10,719)</b>	<b>3,896</b>

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, 2020**

	2020	2019
	\$	\$
<b>OPERATING ACTIVITIES</b>		
Excess of revenue over expenditures (expenditures over revenue) for year	(10,719)	3,896
Net change in non-cash working capital balances related to operations - Note 5	(7,115)	568
<b>CASH FLOWS PROVIDED FROM (USED IN) OPERATING ACTIVITIES</b>	<b>(17,834)</b>	<b>4,464</b>
<b>INVESTING ACTIVITIES</b>		
Decrease (increase) in investments	110,168	(2,757)
<b>CASH FLOWS PROVIDED FROM (USED IN) INVESTING ACTIVITIES</b>	<b>110,168</b>	<b>(2,757)</b>
<b>NET INCREASE IN CASH AND EQUIVALENTS FOR YEAR</b>	<b>92,334</b>	<b>1,707</b>
<b>CASH AND EQUIVALENTS - BEGINNING OF YEAR</b>	<b>42,040</b>	<b>40,333</b>
<b>CASH AND EQUIVALENTS - END OF YEAR</b>	<b>134,374</b>	<b>42,040</b>
<b>REPRESENTED BY:</b>		
Cash	134,374	42,040

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, 2020

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.

(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, 2020**

**2. ACCOUNTING POLICIES (Cont'd)**

**(f) Cash and Equivalents**

Cash and equivalents consist of cash on deposit.

**3. INVESTMENTS**

Investments held at year-end comprise of the following:

	<b>2020</b>	2019
	<b>\$</b>	\$
1.82% Home Trust Company GIC August 19, 2019		51,000
1.85% Concentra Financial Services Association GIC due August 17, 2020	<b>51,000</b>	51,000
Cash		59,168
<b>TOTAL</b>	<b>51,000</b>	<b>161,168</b>

**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, 2020, the Board contributed \$7,841 as a specified donation to the Foundation. (2019 - \$7,103)

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2020**

**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:

	<b>2020</b>	2019
	\$	\$
<b>(INCREASE) DECREASE IN CURRENT ASSETS</b>		
Accounts receivable	(7,317)	367
<b>INCREASE (DECREASE) IN CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities	202	201
<b>NET CHANGE IN NON-CASH WORKING CAPITAL BALANCES RELATED TO OPERATIONS</b>	<b>(7,115)</b>	<b>568</b>

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2020**

**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.

**Interest Rate Risk**

Interest rate risk is the potential for financial loss caused by fluctuations in fair value or future cash flows of financial instruments because of changes in market interest rates. The Foundation is exposed to interest rate risk through its investments.

**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.

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2020**

**8. SUBSEQUENT EVENTS**

Since the end of the year, 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 areas:

(a) The global investment markets have experienced substantial volatility and downward valuation due to the economic concerns at this time, which could significantly impact the corporation's investment portfolio, and

(b) Due to the economic uncertainty that affects potential donors, the receipt of revenue from donations and fundraising may be reduced.

At the time that these financial statement were finalized, the amount of the financial impact of these two areas could not be determined.