

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION  
FINANCIAL STATEMENTS  
AS AT MARCH 31, 2017**

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION**  
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**AS AT MARCH 31, 2017**

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## **INDEPENDENT AUDITOR'S REPORT**

To the Members of  
Algonquin and Lakeshore Catholic Education Foundation

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Algonquin and Lakeshore Catholic Education Foundation, which comprise the statement of financial position as at March 31, 2017 and the statements of revenue and expenditures and changes in fund balances, and cash flows for the year then ended, and 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.

### **Basis for Qualified Opinion**

In common with many not-for-profit organizations, Algonquin and Lakeshore Catholic Education Foundation derives revenue from donations and fundraising activities, 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 organization and we were not able to determine whether, as at and for the years ended March 31, 2017 and March 31, 2016, any adjustments might be necessary to contributions, excess of revenue over expenditures, current assets and fund balances.

### **Qualified Opinion**

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, these financial statements present fairly, in all material respects, the financial position of Algonquin and Lakeshore Catholic Education Foundation as at March 31, 2017, and its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

KINGSTON, Canada  
September 18, 2017

*Wilkinson Company LLP*

Chartered Professional Accountants  
Licensed Public Accountants

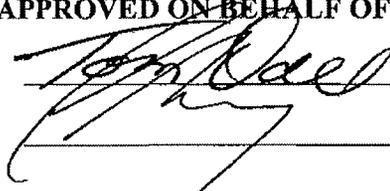
**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION  
STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2017**

|                      | 2017    | 2016    |
|----------------------|---------|---------|
|                      | \$      | \$      |
| <b>ASSETS</b>        |         |         |
| <b>CURRENT</b>       |         |         |
| Cash                 | 25,261  | 26,812  |
| Investments - Note 3 | 155,653 | 153,653 |
| Accounts receivable  | 1,895   | 8,068   |
|                      | <hr/>   | <hr/>   |
|                      | 182,809 | 188,533 |
|                      | <hr/>   | <hr/>   |

|  |       |       |
|--|-------|-------|
| <b>LIABILITIES</b>                       |       |       |
| <b>CURRENT</b>                           |       |       |
| Accounts payable and accrued liabilities | 2,726 | 1,500 |
|  | <hr/> | <hr/> |

|                   |         |         |
|-------------------|---------|---------|
| <b>NET ASSETS</b> |         |         |
| <b>NET ASSETS</b> | 180,083 | 187,033 |

**APPROVED ON BEHALF OF THE BOARD**

 Director  
 \_\_\_\_\_ Director

|  |         |         |
|--|---------|---------|
|  | <hr/>   | <hr/>   |
|  | 182,809 | 188,533 |
|  | <hr/>   | <hr/>   |

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, 2017**

|   | <b>2017</b>    | 2016    |
|---|----------------|---------|
|   | <b>\$</b>      | \$      |
| <b>NET ASSETS - BEGINNING OF YEAR</b>   | <b>187,033</b> | 168,156 |
| <b>EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES<br/>OVER REVENUE) FOR YEAR</b> | <b>(6,950)</b> | 18,877  |
| <b>NET ASSETS - END OF YEAR</b>   | <b>180,083</b> | 187,033 |

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, 2017**

|  | 2017           | 2016          |
|--|----------------|---------------|
|  | \$             | \$            |
| <b>REVENUE</b>   |                |               |
| Donations and fundraising - Note 4   | 48,385         | 47,804        |
| Interest   | 2,523          | 2,075         |
|  | 50,908         | 49,879        |
| <b>EXPENSES</b>  |                |               |
| Office administration  | 883            | 724           |
| Professional fees  | 1,559          | 1,555         |
| Insurance  | 3,848          | 3,848         |
|  | 6,290          | 6,127         |
| <b>EXCESS OF REVENUE OVER EXPENDITURES BEFORE<br/>EMERGENCY RESPONSE DISBURSEMENTS</b> | <b>44,618</b>  | <b>43,752</b> |
| <b>EMERGENCY RESPONSE DISBURSEMENTS</b>  | <b>51,568</b>  | <b>24,875</b> |
| <b>EXCESS OF REVENUE OVER EXPENDITURES<br/>(EXPENDITURES OVER REVENUE) FOR YEAR</b>    | <b>(6,950)</b> | <b>18,877</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, 2017**

|  | 2017           | 2016            |
|--|----------------|-----------------|
|  | \$             | \$              |
| <b>OPERATING ACTIVITIES</b>  |                |                 |
| Excess of revenue over expenditures (expenditures over revenue) for year       | (6,950)        | 18,877          |
| Net change in non-cash working capital balances related to operations - Note 5 | 7,399          | (6,502)         |
| <b>CASH FLOWS PROVIDED FROM OPERATING ACTIVITIES</b>                           | <b>449</b>     | <b>12,375</b>   |
| <b>INVESTING ACTIVITIES</b>  |                |                 |
| Decrease (increase) in investments   | (2,000)        | (51,721)        |
| <b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>                                 | <b>(2,000)</b> | <b>(51,721)</b> |
| <b>NET DECREASE IN CASH AND EQUIVALENTS FOR YEAR</b>                           | <b>(1,551)</b> | <b>(39,346)</b> |
| <b>CASH AND EQUIVALENTS - BEGINNING OF YEAR</b>                                | <b>26,812</b>  | <b>66,158</b>   |
| <b>CASH AND EQUIVALENTS - END OF YEAR</b>                                      | <b>25,261</b>  | <b>26,812</b>   |
| <b>REPRESENTED BY:</b>   |                |                 |
| Cash   | 25,261         | 26,812          |

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, 2017**

**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, 2017**

**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:

|   | 2017           | 2016           |
|---|----------------|----------------|
|   | \$             | \$             |
| 1.65% Equitable Bank GIC due August 17, 2018                              | <b>53,653</b>  |                |
| 1.82% Home Trust Company GIC August 19, 2019                              | <b>51,000</b>  |                |
| 1.85% Concentra Financial Services Association GIC<br>due August 17, 2020 | <b>51,000</b>  |                |
| Matured investments   |                | 153,653        |
| <b>TOTAL</b>  | <b>155,653</b> | <b>153,653</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, 2017, the Board contributed \$6,290 as a specified donation to the Foundation. (2016 - \$6,100)

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2017**

**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>2017</b>  | <b>2016</b>    |
|--|--------------|----------------|
|  | <b>\$</b>    | <b>\$</b>      |
| <b>(INCREASE) DECREASE IN CURRENT ASSETS</b>                                     |              |                |
| Accounts receivable  | <b>6,173</b> | <b>(6,603)</b> |
| <b>INCREASE (DECREASE) IN CURRENT LIABILITIES</b>                                |              |                |
| Accounts payable and accrued liabilities   | <b>1,226</b> | <b>101</b>     |
| <b>NET CHANGE IN NON-CASH WORKING CAPITAL<br/>BALANCES RELATED TO OPERATIONS</b> | <b>7,399</b> | <b>(6,502)</b> |

**ALGONQUIN AND LAKESHORE CATHOLIC EDUCATION FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2017**

**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.