

CALGARY CATHOLIC EDUCATION FOUNDATION
Financial Statements
August 31, 2017

CALGARY CATHOLIC EDUCATION FOUNDATION
Index to Financial Statements
For the Year Ended August 31, 2017

	Page
INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENTS	
Statement of Financial Position	2
Statement of Operations	3
Statement of Changes in Net Assets	4
Statement of Cash Flows	5
Notes to Financial Statements	6 - 7

INDEPENDENT AUDITOR'S REPORT

To the Members of Calgary Catholic Education Foundation:

We have audited the accompanying financial statements of Calgary Catholic Education Foundation, which comprise the statement of financial position as at August 31, 2017 and the statements of operations, changes in net assets 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.

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Calgary Catholic Education Foundation as at August 31, 2017 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.

Calvista LLP

Calgary, Alberta
January 16, 2018

Chartered Professional Accountants

CALGARY CATHOLIC EDUCATION FOUNDATION
Statement of Financial Position
As at August 31, 2017

	2017	2016
Assets		
Current		
Cash and cash equivalents	\$ 74,087	\$ 160,829
Marketable securities (Note 3)	284,912	283,419
Accounts receivable	4,196	4,411
Short term investment (Note 3)	5,000	5,000
Prepaid expenses	4,388	5,961
	<u>\$ 372,583</u>	<u>\$ 459,620</u>
Liabilities and net assets		
Current liabilities		
Accounts payable and accrued liabilities	\$ 27,075	\$ 22,386
Deferred contributions (Note 5)	-	66,543
	<u>27,075</u>	88,929
Unrestricted net assets	<u>345,508</u>	370,691
	<u>\$ 372,583</u>	<u>\$ 459,620</u>

ON BEHALF OF THE BOARD

_____ Director

_____ Director

CALGARY CATHOLIC EDUCATION FOUNDATION
Statement of Operations
For the Year Ended August 31, 2017

	2017	2016
Revenue		
Donations	\$ 133,668	\$ 134,511
Raffle (Note 5)	66,563	42,307
Fundraising events	10,533	-
Investment income	1,518	1,773
	<u>212,282</u>	<u>178,591</u>
Expenses		
Distribution of funds	151,804	146,668
Operating expenses		
Salaries and wages	64,432	65,194
Professional fees	7,850	8,218
Insurance	5,783	5,782
Office	3,989	3,650
Software licensing costs	1,574	1,574
Interest and bank charges	1,078	761
Telephone	935	987
Raffle	20	46,354
Fundraising consulting	-	695
	<u>237,465</u>	<u>279,883</u>
Deficiency of revenue over expenses	<u>\$ (25,183)</u>	<u>\$ (101,292)</u>

CALGARY CATHOLIC EDUCATION FOUNDATION
Statement of Changes in Net Assets
For the Year Ended August 31, 2017

	2017	2016
Net assets - beginning of year	\$ 370,691	\$ 471,983
Deficiency of revenue over expenses	<u>(25,183)</u>	<u>(101,292)</u>
Net assets - end of year	<u>\$ 345,508</u>	<u>\$ 370,691</u>

CALGARY CATHOLIC EDUCATION FOUNDATION
Statement of Cash Flows
For the Year Ended August 31, 2017

	2017	2016
Operating activities		
Cash receipts from donors and fundraising events	\$ 144,436	\$ 258,008
Cash paid to Calgary Catholic School District for grants	(151,804)	(146,668)
Cash paid to employees and suppliers	(79,399)	(134,132)
Interest income	1,518	1,773
	<u>(85,249)</u>	<u>(21,019)</u>
Investing activity		
Net proceeds (acquisition) from sale of marketable securities	<u>(1,493)</u>	128,047
Increase (decrease) in cash flow	(86,742)	107,028
Cash and cash equivalents - beginning of year	<u>160,829</u>	53,801
Cash and cash equivalents - end of year	<u>\$ 74,087</u>	<u>\$ 160,829</u>

CALGARY CATHOLIC EDUCATION FOUNDATION

Notes to Financial Statements

Year Ended August 31, 2017

1. Description of the organization

The Catholic Education Foundation of Calgary (the "Foundation") was incorporated under the Companies Act of Alberta on October 27, 2008. On February 14, 2014, the Foundation changed its name to Calgary Catholic Education Foundation. The Foundation is a resource dedicated to enhancing the educational experience of students in the Calgary Catholic School District.

The Foundation is a registered charity, and under Section 149(1)(f) of the Income Tax Act, is exempt from the payment of income tax.

2. Summary of significant accounting policies

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO") in Part III of the CPA Canada Handbook, and in management's opinion, have been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below:

Cash and cash equivalents

Cash includes cash on hand and in banks. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash, with original maturities of three months or less and that are subject to an insignificant risk of change in value.

Revenue recognition

The Calgary Catholic Education Foundation follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Restricted contributions for the purchase of property and equipment are deferred and recognized as income on the same basis that the related assets are amortized.

Financial instruments

The Foundation initially measures its financial assets and financial liabilities at fair value. It subsequently measures all of its financial assets and financial liabilities at amortized cost, except for investments in equity instruments and mutual funds that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized as unrealized gains or losses in the statement of operations.

The financial assets measured at amortized cost include cash and cash equivalents, accounts receivable and short term investment. The financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

Volunteer services

Volunteers contribute many hours per year to assist the Foundation in carrying out its service delivery activities. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

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CALGARY CATHOLIC EDUCATION FOUNDATION

Notes to Financial Statements

Year Ended August 31, 2017

2. Summary of significant accounting policies (*continued*)

Measurement uncertainty

Under Canadian accounting standards for not-for-profit organizations, an important concept in the preparation of financial statements is the use of estimates in the determination of assets, liabilities, revenues, expenses and excess (deficit) of revenue over expenses for the year. To the extent that these estimates may vary from actual results, there would be a corresponding effect on various elements of the financial statements.

3. Investments

a) Marketable securities consist of shares in publicly traded companies and investments in money market funds. These investments are reported at fair value. Equity investments with a market value of \$284,912 (2016: \$283,419).

b) Short term investment consist of a cashable guaranteed investment certificate of \$5,000 (2016: \$5,000), with interest rate at 0.5% annually, maturing within one year.

4. Capital management

The Foundation defines capital as net assets. The Foundation receives the majority of its operating and capital funds from general donations.

5. Deferred contributions

	Opening	Addition	Utilization	Ending
Raffle revenue	\$ 66,543	\$ 20	\$ 66,563	\$ -

6. Financial instruments

The Foundation's financial instruments consist of cash, accounts receivable, marketable securities and short term investment, accounts payable and accrued liabilities. All of these are reported at amortized cost, except for marketable securities which are recorded at fair market value.

Management has determined that the Foundation is not exposed to significant credit or interest rate risk, but does have some market risk due to the nature of investments held. To mitigate the market risk, the Board of Directors has implemented an investment policy that limits the nature of investments held.

7. Comparative figures

Some of the comparative figures have been reclassified to conform to the current year's presentation.
