

CHILDREN'S HOSPITAL AID SOCIETY

Financial Statements

November 30, 2016

CHILDREN'S HOSPITAL AID SOCIETY
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For the Year Ended November 30, 2016

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INDEPENDENT AUDITOR'S REPORT

To the Members of Children's Hospital Aid Society:

We have audited the accompanying financial statements of Children's Hospital Aid Society, which comprise the statement of financial position as at November 30, 2016 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 Children's Hospital Aid Society as at November 30, 2016 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.

Calgary, Alberta
January 20, 2017

Calvista LLP
Chartered Professional Accountants

CHILDREN'S HOSPITAL AID SOCIETY
Statement of Financial Position
As at November 30, 2016

	2016	2015
Assets		
Current		
Cash and cash equivalents	\$ 202,046	\$ 322,518
Goods and services tax recoverable	2,125	2,229
Prepaid expenses	<u>32,386</u>	<u>28,813</u>
	\$ 236,557	\$ 353,560
Liabilities and Net Assets		
Current		
Accounts payable and accrued liabilities	\$ 5,960	\$ 5,000
Unearned revenue	<u>68,920</u>	<u>45,532</u>
	74,880	50,532
Deferred contributions related to operations (<i>Note 3</i>)	<u>33,843</u>	<u>77,641</u>
	108,723	128,173
Unrestricted net assets	<u>127,834</u>	<u>225,387</u>
	\$ 236,557	\$ 353,560

ON BEHALF OF THE BOARD

_____ *Director*

_____ *Director*

CHILDREN'S HOSPITAL AID SOCIETY
Statement of Operations
For the Year Ended November 30, 2016

	2016	2015
Revenue		
Golf tournament	\$ 258,069	\$ 266,330
Holiday luncheon	124,256	129,037
Casino revenue	43,798	36,302
Donations	41,747	46,955
Projects	31,575	133,630
Bridge revenue	17,830	16,085
Membership dues	5,000	4,540
Interest income	131	228
	<u>522,406</u>	<u>633,107</u>
Expenses		
Contributions made (<i>Schedule 1</i>)	501,900	433,280
Golf tournament	49,173	45,889
Holiday lunch	34,866	34,865
Bridge	7,667	7,049
General and administrative	6,757	1,298
Interest and bank charges	5,553	5,217
Special project	5,228	31,729
Professional fees	5,125	5,000
Insurance	2,120	2,090
Rent	1,570	1,800
	<u>619,959</u>	<u>568,217</u>
Excess (deficiency) of revenue over expenses	\$ (97,553)	\$ 64,890

CHILDREN'S HOSPITAL AID SOCIETY
Statement of Changes in Net Assets
For the Year Ended November 30, 2016

	2016	2015
Net assets - beginning of year	\$ 225,387	\$ 160,497
Excess (deficiency) of revenue over expenses	<u>(97,553)</u>	<u>64,890</u>
Net assets - end of year	<u>\$ 127,834</u>	<u>\$ 225,387</u>

CHILDREN'S HOSPITAL AID SOCIETY
Statement of Cash Flows
For the Year Ended November 30, 2016

	2016	2015
Operating activities		
Cash receipts from general operations	\$ 545,899	\$ 627,529
Cash paid for general operations	(660,818)	(525,999)
Bank charge	(5,553)	(5,217)
Increase (decrease) in cash flows	(120,472)	96,313
Cash and cash equivalents - beginning of year	<u>322,518</u>	<u>226,205</u>
Cash and cash equivalents - end of year	<u>\$ 202,046</u>	<u>\$ 322,518</u>

CHILDREN'S HOSPITAL AID SOCIETY
Notes to Financial Statements
For the Year Ended November 30, 2016

1. Description of the organization

Children's Hospital Aid Society (the "Society") was incorporated under the Societies Act of Alberta, and is a registered charity under the Income Tax Act and therefore is not subject to the payment of income tax section 149 (1)(f) of Canada.

The Society is a non-profit, volunteer, charitable organization committed to funding programs and services for children and young adults in cooperation with the Alberta Children's Hospital, other agencies and the community.

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:

Revenue recognition

Children's Hospital Aid Society 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.

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.

Donated goods and services

Donated materials are recognized when their fair value can be reasonably measured. Donated services are recognized when the fair value can be reasonably measured and the services would otherwise have been purchased.

Volunteer labour

The Society relies to a great extent on volunteer labour from its members in its operations. As a result of the difficulty in determining its fair value, volunteer labour is not recognized in these financial statements.

Goods and services tax

Goods and services tax is recoverable at 50% as a rebate. The unrecoverable portion is recorded as an expense with the rebate treated as a receivable.

(continues)

CHILDREN'S HOSPITAL AID SOCIETY
Notes to Financial Statements
For the Year Ended November 30, 2016

2. Summary of significant accounting policies (continued)

Financial instruments

The Society 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.

The financial assets measured at amortized cost include cash and cash equivalents. The financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

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. Deferred contributions related to operations

Deferred contributions represent unspent resources externally restricted for specific purposes.

	Beginning balance	Received	Utilized	Ending balance
Casino	\$ 77,641	\$ -	\$ 43,798	\$ 33,843

4. Donations in kind

The Society received gifts-in-kind during the year with a fair market value of \$7,928 (2015 - \$12,266). The balance is reported in the statement of operations.

5. Financial instruments

The Society's financial instruments consists of cash and cash equivalents, accounts payable and accrued liabilities. All of these are reported at amortized costs.

Management has determined that the Society is not exposed to significant credit, market or interest rate risk.

CHILDREN'S HOSPITAL AID SOCIETY
Schedule of Contributions Made
For the Year Ended November 30, 2016

(Schedule 1)

	2016	2015
Alberta Children's Hospital Foundation	\$ 155,000	\$ 100,000
Cornerstone Youth Centre	60,000	15,000
Children's Cottage Society	20,000	20,000
Hospice Calgary Society	20,000	20,000
Calgary Women's Emergency Shelter Association	20,000	-
EvenStart for Children Foundation of Calgary	20,000	30,000
CanLearn Society	20,000	-
Between Friends Club	16,900	15,500
PaceKids Society	15,000	11,160
Calgary Inter-Faith Food Bank	15,000	-
Ups and Downs - Calgary's Down Syndrome Association	12,800	-
Easter Seals-Camp Horizon	12,500	34,500
Autism & Asperger's Friendship Society of Calgary	10,000	5,000
Alex Youth Health Centre	10,000	-
Inn from the Cold Society	10,000	21,600
Deaf and Hard of Hearing Society	10,000	10,000
Opening Gaits Therapeutic Riding	10,000	-
Youth Central	10,000	-
Discovery House Family Violence Prevention	8,200	-
Vecova	7,500	-
Boys and Girls Club of Calgary	6,500	1,500
The PREP Program	5,000	5,000
Foothills Academy Society	5,000	5,000
Camp Cadicasu Association of Calgary	5,000	-
Crohn's and Colitis Canada	5,000	-
Epilepsy Association of Calgary	5,000	-
Kidsport Society of Calgary	5,000	-
Stephen's Backpack for Children In Need Society	2,500	-
Youville Residence Society of Alberta	-	5,000
The Doorway	-	10,000
Sonshine Society of Christian Community Services	-	56,000
Education Matters	-	650
Tales	-	370
Camp Carmangay	-	5,000
CARYA	-	20,000
Cerebral Palsy Kids	-	10,000
Providence Child Development	-	32,000
	\$ 501,900	\$ 433,280

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