

Financial Statements

Amici Children's Camp Charity

Toronto, Ontario

September 30, 2023

Contents

Independent Auditors' Report.....	3 - 5
Statement of Financial Position.....	6
Statement of Changes in Net Assets.....	7
Statement of Operations.....	8
Statement of Cash Flows.....	9
Notes to Financial Statements.....	10 - 13

Independent Auditors' Report

To the Members of Amici Children's Camp Charity:

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of Amici Children's Camp Charity (the Organization), which comprise the statement of financial position as at September 30, 2023 and the statements of changes in net assets, operations 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 effects of the matter described in the Basis for Qualified Opinion section of our report, the financial statements present fairly, in all material respects, the financial position of Amici Children's Camp Charity as at September 30, 2023, and its results of operations and 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 Organization derives revenue from donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Organization. Therefore, we are not able to determine whether any adjustments might be necessary to donations revenue, surplus and cash flows from operations for the years ended September 30, 2023 and September 30, 2022, and current assets and net assets as at September 30, 2023 and September 30, 2022. Our audit opinion on the financial statements for the year ended September 30, 2022 was modified accordingly because of the possible effects of this limitation in scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of Amici Children's Camp Charity 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.

Independent Auditors' Report - continued

In preparing the financial statements, management is responsible for assessing Amici Children's Camp Charity'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 Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing Amici Children's Camp Charity's financial reporting process.

Auditors' 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 auditors' 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 Amici Children's Camp Charity'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 Amici Children's Camp Charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Organization to cease to continue as a going concern.

Independent Auditors' Report - continued

- 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.

Toronto, Ontario
January 31, 2024

A handwritten signature in black ink that reads "Pruthi Yathu & Clark". The signature is written in a cursive, flowing style.

Chartered Professional Accountants, Licensed Public Accountants

Amici Children's Camp Charity

September 30, 2023

Statement of Financial Position			2023	2022
	General Fund	Endowment Fund	Total	Total
Current Assets				
Cash, Note 3	\$ 677,453	\$ 0	\$ 677,453	\$ 671,569
Accounts receivable - HST rebate	48,898	0	48,898	50,410
Prepaid expenses	2,270	0	2,270	20,074
Total Current	728,621	0	728,621	742,053
Long-Term Investments, Note 3	0	1,038,731	1,038,731	984,373
	728,621	1,038,731	1,767,352	1,726,426
Current Liabilities				
Accounts payable and accrued liabilities	9,814	0	9,814	11,305
Government remittances	10,396	0	10,396	9,246
Deferred revenue	575	0	575	800
Total Liabilities	20,785	0	20,785	21,351
Net Assets, per statement				
General Fund	707,836	0	707,836	720,702
Endowment Fund	0	1,038,731	1,038,731	984,373
	707,836	1,038,731	1,746,567	1,705,075
	728,621	1,038,731	1,767,352	1,726,426

Approved by The Board

Director: John Medland

Director: Nenone Donaldson

The notes on pages 10 through 13 form an integral part of these financial statements.

Amici Children's Camp Charity

Year ended September 30, 2023

Statement of Changes in Net Assets	2023			2022
	General Fund	Endowment Fund	Total	Total
Balance beginning	\$ 720,702	\$ 984,373	\$ 1,705,075	\$ 1,854,101
Add (deduct)				
Surplus (deficit)	(50,025)	91,517	41,492	(149,026)
Interfund transfers, Note 6	37,159	(37,159)	0	0
<i>Balance September 30</i>	707,836	1,038,731	1,746,567	1,705,075

Amici Children's Camp Charity

Year ended September 30, 2023

Statement of Operations			2023	2022
	General Fund	Endowment Fund	Total	Total
Revenues				
Donations	\$ 1,074,338	\$ 0	\$ 1,074,338	\$ 923,750
Events, Note 5	310,052	0	310,052	307,233
Rent subsidy	0	0	0	6,545
Total Revenues	1,384,390	0	1,384,390	1,237,528
Program Expenses				
Camp fees	780,515	0	780,515	718,504
Program support	245,688	14,554	260,242	219,516
	1,026,203	14,554	1,040,757	938,020
Operating Expenses				
Fundraising	234,962	0	234,962	232,263
Office and general	66,025	0	66,025	52,322
Professional fees	15,161	0	15,161	15,481
Consulting	68,344	0	68,344	42,454
Rent	41,558	0	41,558	37,684
	426,050	0	426,050	380,204
Total Expenses	1,452,253	14,554	1,466,807	1,318,224
Deficit Before Other	(67,863)	(14,554)	(82,417)	(80,696)
Other				
Dividend income	0	20,758	20,758	21,265
Interest income	17,838	0	17,838	4,558
Realized gains (losses) on investments	0	(3,337)	(3,337)	6,624
Unrealized gains (losses) on investments	0	88,650	88,650	(100,777)
Other Surplus	17,838	106,071	123,909	(68,330)
Surplus (Deficit)	(50,025)	91,517	41,492	(149,026)

Amici Children's Camp Charity

Year ended September 30, 2023

Statement of Cash Flows			2023	2022
	General Fund	Endowment Fund	Total	Total
Operating Activities				
Surplus (deficit)	\$ (50,025)	\$ 91,517	\$ 41,492	\$ (149,026)
Items not affecting cash				
Unrealized losses (gains) on investments	0	(88,650)	(88,650)	100,777
Donated camp contribution fees	(390,990)	0	(390,990)	(359,244)
Donated camp fees	390,990	0	390,990	359,244
	(50,025)	2,867	(47,158)	(48,249)
Changes in non-cash working capital				
Accounts receivable	1,512	0	1,512	(17,819)
Prepaid expenses	17,804	0	17,804	(9,966)
Accounts payable	(341)	0	(341)	1,700
Deferred revenue	(225)	0	(225)	0
Interfund transfers	37,159	(37,159)	0	0
Cash Provided By (Used In) Operating Activities	5,884	(34,292)	(28,408)	(74,334)
Investing Activities				
Decrease in investments	0	34,292	34,292	24,598
Cash Provided by Investing Activities	0	34,292	34,292	24,598
Net cash increase (decrease) during the year	5,884	0	5,884	(49,736)
Cash position beginning of year	671,569	0	671,569	721,305
Cash Position End of Year	677,453	0	677,453	671,569

Notes to Financial Statements

Status and Nature of Activities

The mission of Amici Children's Camp Charity (the Organization) is to foster personal growth and life-long skills in children with financial need. This is accomplished through multi-year access to the unique environment of overnight summer camp in the Province of Ontario. The Organization was incorporated under the Ontario Corporations Act on March 15, 1990 as a not-for-profit organization without share capital.

Income Tax Status

The Organization is a charitable organization as defined in the Income Tax Act (Canada) and may issue charitable receipts for donations received.

Note 1

Significant Accounting Policies

a) Basis of Accounting

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

b) Fund Accounting

Revenues and expenses related to program delivery and administrative activities are reported in the General Fund.

Endowment contributions are reported in the Endowment Fund. Dividend and interest income earned on endowment contributions are reported in the Endowment Fund.

Realized and unrealized gains and losses on investments of the Endowment Fund are reported in the Endowment Fund.

c) Revenue Recognition

The Organization 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. Endowment contributions are recognized as direct increases in the net assets in the year.

Donations are recorded when received or receivable and when collection is reasonably determined. Event revenue is recognized upon completion of the event and when collection is reasonably assured. Rental forgiveness is recognized for the period that has been claimed. Camp fees are provided using resources available and may not be reflected in the same year as the donations were received. Consequently, General Fund surplus (deficit) may vary considerably from one year to the next.

Note 1 Significant Accounting Policies - continued

Pooled funds are held by the Toronto Foundation in trust for the Organization. Revenue from investments is recognized based on information supplied by the Toronto Foundation to the Organization. This investment income in the Endowment Fund includes interest, dividend income, realized and unrealized investment gains and losses.

(d) Use of Estimates

The preparation of financial statements requires management to make assumptions about future events 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 expenses during the reporting period. Actual results could differ from these estimates.

(e) Donations in Kind

Donated goods and services are included in revenue and expenses when it is likely that the Organization would have had to otherwise pay for these goods and services.

(f) Allocation of Salary

Salaries are allocated between salaries and benefits, fundraising and program expenses. The allocation is based on the amount of time staff spent on fundraising and program activities. Some degree of management estimation is made using Board approved allocation percentages. The remaining portion of salaries is then allocated to office and general. Please refer to Note 4 for additional detail regarding this allocation.

(g) Financial Instruments

Measurement of Financial Instruments

The Organization initially measures its financial assets and financial liabilities at fair value, except for certain non-arm's length transactions.

The Organization subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in income.

Financial assets measured at amortized cost include cash and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable.

Note 1 Significant Accounting Policies - continued

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in surplus. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in income.

Note 2 Financial Instruments

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a loss.

The Organization is subject to concentrations of credit risk through its cash and investment accounts. The maximum credit risk is equivalent to the carrying value.

Liquidity Risk

Liquidity risk is the risk that the Organization will encounter difficulty in meeting obligations associated with financial liabilities. The Organization is not exposed to significant liquidity risk.

Market Risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates. These fluctuations may be significant. The market risk factors for the pooled fund investments are those to which the Toronto Foundation Endowment funds are exposed. The methods and assumptions management uses have not changed substantially from the prior period. It is the Board of Directors' opinion that the Organization is not exposed to significant interest rate risks.

Note 3 Cash and Investments

Cash

	2023	2022
Chequing account	\$ 117,041	\$ 28,994
Savings account	560,412	642,575
	677,453	671,569

Long-Term Investments

Pooled investments held in trust by the Toronto Foundation in their Endowment Fund	1,038,731	984,373
	1,716,184	1,655,942

Amici Children's Camp Charity

September 30, 2023

Note 4 Salary and Benefits

Remuneration to employees during the year totaled \$436,626 (2022 - \$388,054).

The remuneration has been allocated as follows:

	2023		2022
Program support	\$ 237,194	\$	199,623
Fundraising	164,068		162,852
Office and general	35,364		25,579
Total remuneration during the year	<u>436,626</u>		<u>388,054</u>

Note 5 Event Revenue

Event revenue is comprised of revenues generated through the following events:

	2023		2022
Canoe Heads for Kids	\$ 276,843	\$	255,346
Community events	33,209		51,887
	<u>310,052</u>		<u>307,233</u>

Note 6 Interfund Transfers

The Endowment Fund requires a minimum of 3.5% transfer per year to the General Fund. In fiscal 2023, the Organization transferred \$37,159 to the General Fund to support its charitable programs. There are no externally imposed requirements for the General Fund to repay these funds to the Endowment Fund.

Note 7 Rental Agreement

The Organization signed an agreement for the rental of office space. The remaining terms of the agreement are as follows:

October 1, 2023 to January 31, 2025 \$ 3,332 per month plus HST