

Financial Statements

Amici Camping Charity

Toronto, Ontario

September 30, 2017

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Independent Auditors' Report

To the Members of Amici Camping Charity:

We have audited the accompanying financial statements of Amici Camping Charity, which comprise the statement of financial position as at September 30, 2017 and the statements of changes in net assets, operations 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.

Auditors' 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 Organization'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 Organization'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 qualified audit opinion.

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Independent Auditors' Report - continued

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, our verification of these revenues was limited to the amounts recorded in the records of the organization and we are not able to determine whether any adjustments might be necessary to contributions, surplus, current assets and net assets.

Qualified Opinion

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Amici Camping Charity as at September 30, 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.

Toronto, Ontario
January 16, 2018



Chartered Professional Accountants, Licensed Public Accountants

Amici Camping Charity

September 30, 2017

Statement of Financial Position			2017	2016
	General Fund	Endowment Fund	Total	Total
Current Assets				
Cash, Note 3	\$ 322,443	\$ 0	\$ 322,443	\$ 27,374
Accounts receivable	49,240	0	49,240	34,526
Prepaid expenses	1,850	0	1,850	9,651
Total Current	373,533	0	373,533	71,551
Long-Term Investments, Note 3	0	884,798	884,798	871,159
	373,533	884,798	1,258,331	942,710
Current Liabilities				
Accounts payable and accrued liabilities	23,120	0	23,120	23,312
Government remittances	7,454	0	7,454	7,240
Deferred revenue	0	0	0	8,087
Total Liabilities	30,574	0	30,574	38,639
Net Assets, per statement				
General Fund	342,959	0	342,959	32,912
Endowment Fund	0	884,798	884,798	871,159
	342,959	884,798	1,227,757	904,071
	373,533	884,798	1,258,331	942,710

Approved by The Board

Laura Burgar

Director

James Vallance

Director

The notes on pages 9 through 12 form an integral part of these financial statements.

Amici Camping Charity
Year ended September 30, 2017

Statement of Changes in Net Assets	2017			2016
	General Fund	Endowment Fund	Total	Total
Balance beginning	\$ 32,912	\$ 871,159	\$ 904,071	\$ 1,074,008
Add (deduct)				
Surplus (deficit)	279,129	44,557	323,686	(169,937)
Interfund transfers, Note 7	30,918	(30,918)	0	0
<i>Balance September 30</i>	342,959	884,798	1,227,757	904,071

Amici Camping Charity
Year ended September 30, 2017

Statement of Operations	2017			2016
	General Fund	Endowment Fund	Total	Note 6 Total
Revenues				
Donations	\$ 984,604	\$ 0	\$ 984,604	\$ 666,173
Events, Note 5	204,436	0	204,436	204,885
50th Gala	276,887	0	276,887	0
Total Revenues	1,465,927	0	1,465,927	871,058
Program Expenses				
Camp fees	601,640	0	601,640	543,654
Program support	149,807	9,613	159,420	145,184
	751,447	9,613	761,060	688,838
Operating Expenses				
Fundraising	204,074	0	204,074	228,840
50th Gala	96,052	0	96,052	0
Office and general	61,258	0	61,258	45,153
Professional fees	14,701	0	14,701	15,318
Consulting	33,747	0	33,747	106,616
Rent	25,569	0	25,569	19,593
	435,401	0	435,401	415,520
Total Expenses	1,186,848	9,613	1,196,461	1,104,358
Surplus (Deficit) Before Other	279,079	(9,613)	269,466	(233,300)
Other				
Dividend income	0	24,443	24,443	11,684
Interest income	50	0	50	8,760
Realized gains on investments	0	33,853	33,853	4,870
Unrealized gains (losses) on investments	0	(4,126)	(4,126)	38,049
Other Surplus	50	54,170	54,220	63,363
Surplus (Deficit)	279,129	44,557	323,686	(169,937)

Amici Camping Charity
Year ended September 30, 2017

Statement of Cash Flows			2017	2016
	General Fund	Endowment Fund	Total	Total
Operating Activities				
Surplus (deficit)	\$ 279,129	\$ 44,557	\$ 323,686	\$ (169,937)
Items not affecting cash				
Unrealized gains (losses) on investments	0	4,126	4,126	(38,049)
	279,129	48,683	327,812	(207,986)
Changes in non-cash working capital				
Accounts receivable	(14,714)	0	(14,714)	4,220
Prepaid expenses	7,801	0	7,801	(6,889)
Accounts payable	(8,065)	0	(8,065)	29,346
Interfund transfers	30,918	(30,918)	0	0
Cash Provided By (Used in) Operating Activities	295,069	17,765	312,834	(181,309)
Investing Activities				
Decrease (increase) in investments	0	(17,765)	(17,765)	14,527
Cash Provided by (Used in) Investing Activities	0	(17,765)	(17,765)	14,527
Net cash increase during the year	295,069	0	295,069	(166,782)
Cash position beginning of year	27,374	0	27,374	194,156
Cash Position End of Year	322,443	0	322,443	27,374

Notes to Financial Statements

Status and Nature of Activities

The mission of Amici Camping Charity is to sponsor children to attend summer camp each year 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.

Donation revenue is recognized on an accrual basis. 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 (loss) 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 and dividend income, and 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) Property and Equipment

Purchases of property and equipment are expensed as incurred.

(g) 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.

(h) 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.

Note 1 Significant Accounting Policies - continued

Financial liabilities measured at amortized cost include accounts payable.

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

	2017	2016
Cash		
Operating current account	\$ 322,443	\$ 27,374
 Long-Term Investments		
Pooled investments held in trust by the Toronto Foundation in their Endowment Fund	884,798	871,159
	1,207,241	898,533

Amici Camping Charity

September 30, 2017

Note 4 Salary and Benefits

Remuneration to employees during the year totaled \$302,604 (2016 - 258,801).

The remuneration has been allocated as follows:

	2017	2016
		Note 6
Program support	\$ 144,133	\$ 132,506
Fundraising	130,562	119,566
Office and general	27,909	6,729
Total remuneration during the year	<u>302,604</u>	<u>258,801</u>

Note 5 Event Income

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

	2017	2016
		Note 6
Canoe Heads for Kids	\$ 179,137	\$ 189,276
Other community events	25,299	15,609
	<u>204,436</u>	<u>204,885</u>

Note 6 Classification

The prior year figures have been reclassified, where necessary, to conform to the current year's presentation. Deficit for the previous year is not affected by the reclassification.

Note 7 Interfund Transfers

In fiscal 2017, the Organization transferred 3.5% of the Endowment Fund to the General Fund to support its charitable programs. The amount transferred in fiscal 2017 was \$30,918. There are no externally imposed requirements for the General Fund to repay these funds to the Endowment Fund.

Note 8 Rental Agreement

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

October 1, 2017 to January 31, 2018	\$ 2,100 per month plus HST
February 1, 2018 to January 31, 2019	2,200 per month plus HST