

CHILDREN'S HOSPITAL AID SOCIETY
Financial Statements
November 30, 2018

CHILDREN'S HOSPITAL AID SOCIETY
Index to Financial Statements
For the Year Ended November 30, 2018

	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 - 8
Schedule of Contributions Made (<i>Schedule 1</i>)	9



Tel: 403-266-5608
Fax: 403-233-7833
www.bdo.ca

BDO Canada LLP
903 - 8th Avenue SW, Suite 620
Calgary AB T2P 0P7 Canada

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, 2018 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, 2018 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.

Other Matter

The financial statements of Children's Hospital Aid Society for the year ended November 30, 2017, were audited by the firm of Calvista LLP, whose practice now operates under BDO Canada LLP, and who expressed an unmodified opinion on those statements on January 25, 2018.

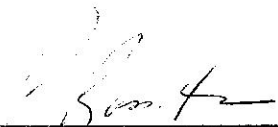
BDO Canada LLP


Chartered Professional Accountants

Calgary, Alberta
February 2, 2019

CHILDREN'S HOSPITAL AID SOCIETY
Statement of Financial Position
As at November 30, 2018

	2018	2017
Assets		
Current		
Cash and cash equivalents	\$ 278,512	\$ 216,621
Restricted cash (Note 3)	40,236	69,439
Accounts receivable	366	1,689
Goods and services tax recoverable	2,284	2,431
Prepaid expenses	37,433	36,909
	<u>358,831</u>	327,089
Long term Investments (Note 4)	<u>30,444</u>	-
	<u>\$ 389,275</u>	<u>\$ 327,089</u>
Liabilities and net assets		
Current		
Accounts payable and accrued liabilities	\$ 5,316	\$ 5,000
Unearned revenue (Note 7)	100,467	78,329
Deferred contributions related to operations (Note 5)	40,236	69,439
	<u>146,019</u>	152,768
Net assets	<u>243,256</u>	174,321
	<u>\$ 389,275</u>	<u>\$ 327,089</u>


 _____ Director


 _____ Director

CHILDREN'S HOSPITAL AID SOCIETY
Statement of Operations
For the Year Ended November 30, 2018

	2018	2017
Revenue		
Golf tournament	\$ 299,589	\$ 269,638
Holiday luncheon	157,831	138,143
Donations <i>(Note 6)</i>	85,587	89,975
Special projects	8,908	75,596
Casino revenue	29,204	31,447
Bridge revenue	18,960	17,950
Membership dues	7,640	4,470
Interest income	445	62
	<u>608,164</u>	<u>627,281</u>
Expenses		
Contributions made (Schedule 1)	416,150	440,130
Golf tournament	49,128	47,416
Holiday luncheon	40,642	45,766
Special projects	9,172	24,446
Bridge	7,002	7,062
Bank charges	5,808	5,191
Professional fees	5,125	5,125
Insurance	2,528	2,293
Rent	2,365	2,135
General and administrative	1,309	1,230
	<u>539,229</u>	<u>580,794</u>
Excess of revenue over expenses	<u>\$ 68,935</u>	<u>\$ 46,487</u>

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

CHILDREN'S HOSPITAL AID SOCIETY
Statement of Changes in Net Assets
For the Year Ended November 30, 2018

	2018	2017
Net assets - beginning of year	\$ 174,321	\$ 127,834
Excess (deficiency) of revenue over expenses	<u>68,935</u>	<u>46,487</u>
Net assets - end of year	<u>\$ 243,256</u>	<u>\$ 174,321</u>

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

CHILDREN'S HOSPITAL AID SOCIETY
Statement of Cash Flows
For the Year Ended November 30, 2018

	2018	2017
Operating activities		
Cash receipts from general operations	\$ 601,099	\$ 701,737
Cash paid for general operations	(532,159)	(612,532)
Change in restricted cash	29,203	(35,596)
Bank charges	(5,808)	(5,191)
	<u>92,335</u>	<u>48,418</u>
Investing activity		
Purchase of investment	(30,444)	-
	<u>(30,444)</u>	<u>-</u>
Increase in cash flows	61,891	48,418
Cash and cash equivalents - beginning of year	<u>216,621</u>	<u>168,203</u>
Cash and cash equivalents - end of year	\$ 278,512	\$ 216,621

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

CHILDREN'S HOSPITAL AID SOCIETY

Notes to Financial Statements

Year Ended November 30, 2018

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 (l)(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

The 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.

Event (golf, holiday luncheon, bridge) revenue is recognized in the year the events occur. Donations and membership dues are recognized as revenue in the year when received or earned.

Casino revenue is recognized as revenue in the year in which the related expenses occur. All other revenue, including interest income, is recognized on an accrual basis in the year earned.

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.

(continues)

CHILDREN'S HOSPITAL AID SOCIETY

Notes to Financial Statements

Year Ended November 30, 2018

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

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.

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 and accounts receivable. 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 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. Such estimates are periodically reviewed and adjustments necessary are reported in earnings in the period in which they become known.

Estimates included in the financial statements are the accrued liabilities, assessment of recoverability of accounts receivable and amortization of deferred contributions.

3. Restricted cash

Cash subject to restrictions imposed by the Alberta Gaming and Liquor Commission is classified as restricted cash.

4. Long term investment

Guaranteed investment certificates with maturity dates greater than one year from the date of acquisition, bearing interest rate 2.43% per annum, maturing May 26, 2020.

	<u>2018</u>	<u>2017</u>
	\$ 30,444	\$ -

CHILDREN'S HOSPITAL AID SOCIETY
Notes to Financial Statements
Year Ended November 30, 2018

5. Deferred contributions related to operations

Deferred contributions represent unspent resources externally restricted for specific purposes.

	<u>Beginning balance</u>	<u>Received</u>	<u>Utilized</u>	<u>Ending balance</u>
Casino	\$ 69,439	\$ -	\$ 29,203	\$ 40,236

6. Donations in kind

Included in donations revenue are gifts-in-kind received during the year with a fair market value of \$2,515 (2017 - \$17,588). The balance is reported in the statement of operations.

7. Unearned revenue

	<u>2018</u>	<u>2017</u>
Holiday Lunch tickets sold	\$ 48,790	\$ 45,840
Holiday Lunch donations	32,677	32,459
Golf Donation	10,000	-
Calgary Foundation	9,000	-
Prepaid dues	-	30
	<u>\$ 100,467</u>	<u>\$ 78,329</u>

8. Financial instruments

The Society's financial instruments consists of cash and cash equivalents, term deposits, accounts receivable, accounts payable and accrued liabilities and long term investment. 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, 2018

(Schedule 1)

	2018	2017
Alberta Children's Hospital Foundation	\$ 150,600	\$ 155,000
Children's Cottage Society	75,000	-
Inn from the Cold Society	35,000	-
Hospice Calgary Society	20,000	15,000
I Can for Kids Foundation	20,000	-
PaceKids Program	19,550	-
Easter Seals-Camp Horizon	12,500	12,820
Between Friends Club	10,000	20,000
Camp Carmangay	10,000	10,000
Ronald McDonald Care Mobile	10,000	-
Autism Aspergers Friendship Society of Calgary	10,000	-
Foothills Academy Society	7,500	5,000
Calgary Meals on Wheels	6,500	-
Alex Youth Health Centre	6,000	-
The PREP Program	5,000	5,000
Big Brothers Big Sisters	5,000	2,500
Brown Bagging for Calgary Kids	5,000	2,000
Kidsport Society of Calgary	5,000	-
Alberta Guide Dogs	2,500	-
National Music Centre	1,000	-
Calgary Counselling Centre	-	50,000
Providence Child Development	-	33,000
The Military Museums Foundation	-	30,000
Resolve	-	20,000
Calgary Women's Emergency Shelter Association	-	14,500
Northern Star Mothers Milk Bank	-	10,000
The Salvation Army	-	10,000
Cerebral Palsy Kids	-	10,000
Sheldon Kennedy Child Advocacy	-	10,000
Unlocking Potential Foundation	-	6,810
Boys and Girls Club of Calgary	-	6,500
YWCA of Calgary	-	5,000
Calgary Urban Project Society	-	5,000
Arthritis Society , AB & NWT	-	2,000
Total	\$ 416,150	\$ 440,130