



Financial Statements

Canadian Women's Foundation
Fondation canadienne des femmes

August 31, 2020

Contents

	Page
Independent Auditor's Report	1 - 2
Statement of Financial Position	3
Statement of Operations	4
Statement of Changes in Fund Balances	5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 14
Schedule 1 – Government funded grants and program activities	15 - 16

Independent Auditor's Report

To the Members of
Canadian Women's Foundation
Fondation canadienne des femmes

Grant Thornton LLP
Suite 200
15 Allstate Parkway
Markham, ON
L3R 5B4
T +1 416 366 0100
F +1 905 475 8906

Qualified Opinion

We have audited the financial statements **Canadian Women's Foundation Fondation canadienne des femmes** ("the Foundation"), which comprise the statement of financial position as at August 31, 2020, and the statements of operations, changes in fund balances 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 possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of **Canadian Women's Foundation Fondation canadienne des femmes** as at August 31, 2020, and its results of operations and its 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 not-for-profit organizations, the Foundation derives revenue from fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Foundation. Therefore, we were not able to determine whether any adjustments might be necessary to donation and fundraising revenue, excess of revenues over expenses, and cash flows from operations for the years ended August 31, 2020 and August 31, 2019, current assets as at August 31, 2020 and August 31, 2019, and net assets as at September 1 and August 31 for both the 2020 and 2019 years. Our audit opinion on the financial statements for the year ended August 31, 2019 was modified accordingly because of the possible effects on 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 *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Foundation 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 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.

In preparing the financial statements, management is responsible for assessing the Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

Auditor's 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 auditor's 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 the Foundation'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 the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.
- 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.

The logo for Grant Thornton LLP, featuring the company name in a stylized, cursive script.

Markham, Canada
January 14, 2020

Chartered Professional Accountants
Licensed Public Accountants

Canadian Women's Foundation
Fondation canadienne des femmes
Statement of Financial Position

August 31

2020

2019

Assets

Current

Cash and cash equivalents	\$ 1,958,981	\$ 120,334
Accounts receivable	627,555	506,975
GST/HST charity rebate receivable	80,637	91,474
Prepaid expenses	<u>75,224</u>	<u>123,353</u>
	2,742,397	842,136
Investments (Note 3)	17,649,989	17,080,495
Computer, office equipment and furniture (Note 4)	<u>93,048</u>	<u>105,286</u>
	<u>\$ 20,485,434</u>	<u>\$ 18,027,917</u>

Liabilities

Current

Bank indebtedness (Note 5)	\$ -	\$ 360,000
Accounts payable and accrued liabilities	322,594	187,655
Deferred revenue and contributions (Note 6)	<u>4,145,473</u>	<u>452,484</u>
	<u>4,468,067</u>	<u>1,000,139</u>

Fund balances

Endowment fund	233,168	230,032
Restricted fund	4,471,903	4,682,133
Internally restricted fund	11,502,190	12,050,503
Unrestricted fund (deficit)	<u>(189,894)</u>	<u>65,110</u>
	<u>16,017,367</u>	<u>17,027,778</u>
	<u>\$ 20,485,434</u>	<u>\$ 18,027,917</u>

Commitments (Note 7)

Subsequent event (Note 11)

On behalf of the Board



Director



Director

Canadian Women's Foundation
Fondation canadienne des femmes
Statement of Operations

Year ended August 31

	Endowment Fund	Restricted Fund	Internally Restricted Fund	Unrestricted Fund	Total 2020	Total 2019
Revenue						
Donations - corporate, corporate foundation and partnerships	\$ -	\$ -	\$ -	\$ 1,690,699	\$ 1,690,699	\$ 2,197,042
Individual donations	3,136	-	-	1,374,155	1,377,291	1,418,255
Special events	-	-	-	313,685	313,685	505,501
Foundations and associations	-	-	-	217,091	217,091	253,063
Investment income, net of management fees (Note 3)	-	-	-	136,590	136,590	704,511
Unrealized investment income (loss) (Note 3)	-	-	541,457	-	541,457	(428,388)
Government wage subsidy	-	-	-	323,352	323,352	-
Government funded grants and programs (Schedule 1)	-	-	-	14,857,455	14,857,455	1,061,098
	<u>3,136</u>	<u>-</u>	<u>541,457</u>	<u>18,913,027</u>	<u>19,457,620</u>	<u>5,711,082</u>
Grants and charitable program expenses						
Grants						
Program grants	-	-	-	2,900,242	2,900,242	2,265,997
Government funded grants (Schedule 1)	-	-	-	11,236,667	11,236,667	199,401
Charitable program delivery						
Evaluation, capacity building and program delivery	-	-	-	594,131	594,131	1,258,079
Government funded programs (Schedule 1)	-	-	-	3,620,788	3,620,788	861,697
	-	-	-	18,351,828	18,351,828	4,585,174
Administrative expenses	-	-	-	883,499	883,499	1,339,853
Fundraising expenses	-	-	-	1,232,704	1,232,704	1,744,493
Total expenses	-	-	-	20,468,031	20,468,031	7,669,520
Excess (deficiency) of revenue over expenses	\$ 3,136	\$ -	\$ 541,457	\$ (1,555,004)	\$ (1,010,411)	\$ (1,958,438)

See accompanying notes to the financial statements.

Canadian Women's Foundation
Fondation canadienne des femmes
Statement of Changes in Fund Balances

Year ended August 31

	Endowment Fund	Restricted Fund	Internally Restricted Fund	Unrestricted Fund	Total 2020
Fund balance, beginning of year	\$ 230,032	\$ 4,682,133	\$ 12,050,503	\$ 65,110	\$ 17,027,778
Excess (deficiency) of revenue over expenses	3,136	-	541,457	(1,555,004)	(1,010,411)
Interfund transfers for the year	-	-	(1,300,000)	1,300,000	-
Transfer for 10 year restriction on gifts expiring during year	-	(210,230)	210,230	-	-
Fund balance, end of year	\$ 233,168	\$ 4,471,903	\$ 11,502,190	\$ (189,894)	\$ 16,017,367

	Endowment Fund	Restricted Fund	Internally Restricted Fund	Unrestricted Fund	Total 2019
Fund balance, beginning of year	\$ 225,031	\$ 4,866,771	\$ 13,804,253	\$ 90,161	\$ 18,986,216
Excess (deficiency) of revenue over expenses	5,001	-	(428,388)	(1,535,051)	(1,958,438)
Interfund transfers for the year	-	-	(1,510,000)	1,510,000	-
Transfer for 10 year restriction on gifts expiring during year	-	(184,638)	184,638	-	-
Fund balance, end of year	\$ 230,032	\$ 4,682,133	\$ 12,050,503	\$ 65,110	\$ 17,027,778

See accompanying notes to the financial statements.

Canadian Women's Foundation
Fondation canadienne des femmes
Statement of Cash Flows

Year ended August 31

2020

2019

Increase (decrease) in cash and cash equivalents

Operating

Deficiency of revenue over expenses	\$ (1,010,411)	\$ (1,958,438)
Items not affecting cash		
Amortization	23,278	10,184
Realized losses (gains) on investments	273,646	(235,777)
Unrealized (gains) losses on investments	(541,457)	428,388

(1,254,944) **(1,755,643)**

Change in non-cash working capital items

Accounts receivable	(120,580)	(214,174)
Sales taxes receivable	10,837	(33,668)
Prepaid expenses	48,129	39,407
Accounts payable and accrued liabilities	134,939	(369,775)
Deferred revenue	3,692,989	159,187

3,766,314 **(419,023)**

Financing

Payments of bank indebtedness	<u>(360,000)</u>	<u>(35,000)</u>
-------------------------------	-------------------------	-----------------

Investing

Net proceeds on disposal (purchase) of investments	(301,683)	1,481,849
Additions to equipment	<u>(11,040)</u>	<u>(108,256)</u>

(312,723) **1,373,593**

Increase (decrease) in cash and cash equivalents

1,838,647 (836,073)

Cash and cash equivalents

Beginning of year	<u>120,334</u>	<u>956,407</u>
-------------------	-----------------------	----------------

End of year	<u>\$ 1,958,981</u>	<u>\$ 120,334</u>
-------------	----------------------------	--------------------------

Canadian Women's Foundation

Fondation canadienne des femmes

Notes to Financial Statements

August 31, 2020

1. Description of organization

Canadian Women's Foundation Fondation canadienne des femmes ("Foundation"), was incorporated without share capital under the laws of Canada in 1989 and is registered with the Canada Revenue Agency as a charitable organization and is exempt from income taxes under Section 149 of the Income Tax Act. The organization is Canada's public foundation for women and girls. It raises money and invests in community programs across Canada that are ending poverty, stopping violence against women, ending the trafficking of women and girls for the purpose of sexual exploitation, and empowering girls.

2. Summary of significant accounting policies

These financial statements are prepared by management in accordance with Canadian Accounting Standards for Not-For-Profit Organizations in Part III of the CPA Canada Handbook.

Fund accounting

For financial reporting purposes, the accounts of the Foundation have been classified into the following funds:

Endowment fund

The Endowment fund consists of gifts received from donors which cannot be used in perpetuity. While income generated from the funds is immediately available to the Foundation, the principal amount cannot be used. The income generated from this fund is recognized in the Unrestricted fund.

Restricted fund

This Restricted fund consists of gifts received with a 10 year non-use external restriction which have not expired as at August 31, 2020. In the year of the 10 year expiration of the restricted gift, the amounts are transferred to the Internally Restricted fund by the Board. Income generated from this fund is immediately available to the Foundation and recorded in the Unrestricted fund.

Internally restricted fund

This Board restricted fund results from general bequests, in memorial donations, and amounts transferred by the Board in prior years from the Restricted fund because the 10 year holding restriction from the date the gifts were originally received expired. The Board nominated to restrict the use of this principal for an undefined period in order to build the Foundation's capital. This fund also includes the annual unrealized investment gains and losses for the year and amounts deemed by the Board necessary for the capital preservation of the organization. Income generated from this fund is immediately available to the Foundation and recorded in the Unrestricted fund.

Unrestricted fund

The Unrestricted fund accounts for the Foundation's programs, grants, advocacy, research, fundraising and administration activities.

Canadian Women's Foundation

Fondation canadienne des femmes

Notes to Financial Statements

August 31, 2020

2. Summary of significant accounting policies (continued)

Cash and cash equivalents

Cash and cash equivalents consist of cash on hand and balances with banks. Cash and cash equivalents held in investment portfolio accounts have been included with investments as the purpose of this cash is for investment rather than meeting short term cash commitments.

Revenue recognition

The Foundation follows the restricted method of accounting for contributions. Endowments and time restricted contributions are recognized as revenue in the year they are received. When a restricted contribution is received for which there is not a restricted fund established, the contribution will be deferred and recognized as revenue in the Unrestricted fund in the year in which the related expenses are incurred. Charitable donations are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Investment income is recognized on an accrual basis. Realized investment income is included in the Unrestricted fund. Changes in fair value of investments subsequently measured at fair value are included in investment income in the statement of revenue and expenses in the Internally Restricted fund.

Grant funding is recognized as revenue in the year in which the related expenses are incurred.

Special events revenue is recognized on completion of the event.

Donations in kind recognition

The Foundation derives a significant benefit from its supporters. During the year, individuals, businesses and corporations contribute in-kind services and gifts. Since these services are not normally purchased by the Foundation and due to the difficulty in determining their fair market value, the value of these services and gifts is not recognized in these financial statements except for those gifts for which charitable receipts were issued.

Computer, office equipment and furniture

Computer, office equipment and furniture is recorded at cost. Amortization is provided annually at rates calculated to write off the assets over their estimated useful lives as follows:

Computer, office equipment and furniture	20% straight line
--	-------------------

A long-lived asset is tested for impairment whenever events or changes in circumstances indicate that its carrying amount may not be recoverable. An impairment loss is recognized when the carrying amount of the asset exceeds the sum of the undiscounted cash flows resulting from its use and eventual disposition. The impairment loss is measured as the amount by which the carrying amount of the long-lived asset exceeds its fair value. There were no impairment indicators in 2020.

Canadian Women's Foundation

Fondation canadienne des femmes

Notes to Financial Statements

August 31, 2020

2. Summary of significant accounting policies (continued)

Financial instruments

Financial instruments

The Foundation initially measures its financial assets and liabilities at fair value. The Foundation subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments, which are measured at fair value. Changes in fair value are recognized in net income.

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

Financial liabilities measured at amortized cost include bank indebtedness, and accounts payable and accrued liabilities.

Financial assets measured at fair value include investments. The portion of investments in equity instruments that are quoted in an active market are measured at fair value. The Foundation has elected to carry bonds and other securities held in the investment portfolio at fair value.

The Foundation does not have any financial liabilities measured at fair value and has not elected to recognize any financial liabilities at fair value.

Transaction costs

The Foundation recognizes its transaction costs in net income in the period incurred except for financial instruments that will not be subsequently measured at fair value. The carrying amounts of these instruments are adjusted by the transaction costs that are directly attributable to their issuance.

Prepaid expenses

Prepaid expenses consists primarily of deposits, last month's rent deposits, future event deposits and prepaid insurance.

Allocation of expenditures

The Foundation incurs a number of general support expenditures that are common to the operation of its fundraising and charitable activities, as well as administrative. Certain expenditures benefit more than one activity and accordingly have been attributed to the relevant activity. Salary allocations are based on the percentage of the employees' time spent supporting each activity. Such allocations are reviewed annually.

Contributed material and services

Donated materials and capital assets are recognized in the accounts when the fair market value of the materials is readily determinable and has been received by the organization.

Volunteers contribute many hours per year to assist the Canadian Women's Foundation in carrying out its mandate. Contributed services are not recognized in the financial statements.

Canadian Women's Foundation

Fondation canadienne des femmes

Notes to Financial Statements

August 31, 2020

2. Summary of significant accounting policies (continued)

Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Estimated life of equipment, valuation of accounts receivable, and valuation of accrued liabilities are the most significant items that involve use of estimates.

Foreign currency transactions

Monetary assets and liabilities of the Foundation, which are denominated in foreign currencies are translated at year end exchange rates. Revenue and expenses are translated throughout the year at the prevailing exchange rate on the date of the transaction. The resulting gains and losses are recorded in the statement of revenue and expenses.

Adoption of new accounting standards

On September 1, 2019, the Foundation adopted new accounting standards Section 4433 Tangible capital assets held by not-for-profit organizations and Section 4434 Intangible assets held by not-for-profit organizations (the "standards"). The most significant requirements include:

- tangible capital assets must be separated into their component parts, when practicable, and when estimates can be made of the lives of the separate components;
- tangible capital assets and intangible assets are written down to fair value or replacement cost to reflect partial impairments when conditions indicate that the assets no longer contribute to an organization's ability to provide goods and services, or that the value of future economic benefits or service potential associated with the tangible capital assets are less than their net carrying amounts; and
- additional disclosures when an impairment has occurred.

The adoption of the new accounting standards was applied prospectively. The adoption of these standards did not have any impact on the statement of financial position as at September 1, 2019 and the changes in financial position for the current period.

Canadian Women's Foundation
Fondation canadienne des femmes
Notes to Financial Statements

August 31, 2020

3. Investments

Investments are held in portfolio accounts with TD Wealth Private Investment Counsel and C.A Delaney Capital Management LTD. The investments are presented at fair value and comprised of the following:

	<u>2020</u>	<u>2019</u>
Bond portfolio	\$ 7,377,284	\$ 7,521,268
Equities		
Canadian	5,876,696	5,326,268
Foreign - US and others	<u>4,396,009</u>	<u>4,232,959</u>
	<u>\$ 17,649,989</u>	<u>\$ 17,080,495</u>

Investment income, net of management fees, is comprised of:

	<u>2020</u>	<u>2019</u>
Interest and dividends	\$ 410,236	\$ 468,734
Realized capital gains (losses)	(273,646)	235,777
Unrealized capital gains (losses)	<u>541,457</u>	<u>(428,388)</u>
	<u>\$ 678,047</u>	<u>\$ 276,123</u>

4. Computer, office equipment and furniture

	<u>2020</u>	<u>2019</u>		
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	<u>Net Book Value</u>
Computer, office equipment and furniture	<u>\$ 156,529</u>	<u>\$ 63,481</u>	<u>\$ 93,048</u>	<u>\$ 105,286</u>

5. Bank loan

The Foundation has a credit facility of \$1,500,000, which is secured by a General Hypothecation of Stocks and Bonds with power of attorney on a portfolio of marketable securities held at TD Wealth - Private Investment Counsel, and a Control Agreement between The Foundation, TD Commercial Banking and TD Wealth. The facility bears interest at prime per annum. As at August 31, 2020 the outstanding balance related to the credit facility was \$Nil (2019 - \$360,000). The credit facility amount outstanding is due on demand.

Canadian Women's Foundation

Fondation canadienne des femmes

Notes to Financial Statements

August 31, 2020

6. Deferred revenue and contributions

Deferred revenue represents funds received in respect of future periods. This is primarily composed of funds received for events to be held after August 31, and funding collected in advance but designated and intended for specific program expenses not yet incurred.

	<u>2020</u>	<u>2019</u>
Deferred program contributions	\$ 18,442	\$ 94,584
Deferred government grant (Schedule 1)	4,127,031	307,900
Deferred events revenue	<u>-</u>	<u>50,000</u>
	<u>\$ 4,145,473</u>	<u>\$ 452,484</u>

7. Commitments

The Foundation's total obligations, under operating leases for equipment and for the occupied premises inclusive of estimated realty taxes and other operating charges, are as follows:

2021	\$ 274,993
2022	274,993
2023	270,364
2024	271,135
2025 and thereafter	<u>1,327,805</u>
	<u>\$ 2,419,290</u>

8. Donations in kind

The Foundation gratefully acknowledges the contribution from all supporters for their in-kind donations valued at \$851,746 with special thanks to Google Inc., Rogers Media, Facebook, Pattison Outdoor Advertising, UB Media Inc. Chameleon Digital Media, Juniper Park TBWA, Meta4Films Inc., Brown & Cohen Communications & Public Affairs Inc. and Osler Hoskin & Harcourt LLP for pro bono legal work.

9. Financial instruments

The Foundation is exposed to various risks through its financial instruments. The following analysis provides a measure of the Foundation's risk exposure and concentrations at the statement of financial position date.

There has been no change in risk assessment from the prior period.

Canadian Women's Foundation

Fondation canadienne des femmes

Notes to Financial Statements

August 31, 2020

9. Financial instruments (continued)

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Foundation's main credit risks relate to accounts receivable, however the risk is limited due to the nature of its accounts receivable. Contributions are not recorded in receivables unless collection is reasonably assured. The Foundation has not had issues with these collections over the past several years. As at August 31, 2020, there are pledged contributions of \$335,000 (2019 - \$195,000) included in accounts receivable. The allowance for doubtful accounts is \$Nil (2019 - \$Nil).

Liquidity risk

Liquidity risk is the risk that the Foundation will encounter difficulty in meeting obligations associated with financial liabilities. The Foundation is exposed to this risk mainly in respect of its accounts payable. The Foundation expects to meet these obligations as they come due through sufficient cash flow from operations. The Foundation has not had issues with meeting obligations in previous years.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk.

Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Foundation's exposure arises from holdings of foreign currency denominated investments. As at August 31, 2020, 25% (2019 - 25%) of the investments are invested in non-Canadian equities. Fluctuations in the relative value of foreign currencies against the Canadian dollar can result in a positive or negative effect on the fair value of investments. The Foundation does not hedge its foreign currency risk on these equity investments. The philosophy of the Foundation is that since the portfolio is managed such that individual equities are held for the long term and equities are held in multiple currencies, residual foreign exchange risk is considered acceptable in the long term without the need for a hedging strategy to be implemented. There has been no change in risk assessment from the prior period.

Interest rate risk

Interest rate risk refers to the risk that the fair value of financial instruments will fluctuate because of changes in market interest rates. The exposure of Canadian Women's Foundation to interest rate risk arises from its interest bearing investments. The organization has no interest bearing liabilities. The primary objective of Canadian Women's Foundation with respect to its investments is to ensure the security of principal amounts invested and provide for a high degree of liquidity, while achieving satisfactory investment return. As such, the Foundation maintains a balanced portfolio which mitigates some exposure to interest rate risk.

Canadian Women's Foundation

Fondation canadienne des femmes

Notes to Financial Statements

August 31, 2020

9. Financial instruments (continued)

Other price risk

Other price risk is the risk that the value of the financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate and currency risks), whether caused by factors specific to an individual investment, its issuer, or other factors affecting instruments traded in a market or market segment. The Foundation's investments are susceptible to market risk arising from uncertainties about future prices of the instruments. The Foundation mitigates this risk through a careful selection of securities and other investments within the parameters of the Foundation's investment policy.

p

10. COVID-19

As of March 11, 2020, the spread of COVID-19 has severely impacted many local economies around the globe. In many countries, including Canada, businesses are being forced to cease or limit operations for long or indefinite periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Global stock markets have also experienced great volatility and a significant weakening. Governments and central banks have responded with monetary and fiscal interventions to stabilize economic conditions.

The duration and impact of the COVID-19 pandemic, as well as the effectiveness of government and central bank responses, remains unclear at this time. It is not possible to reliably estimate the duration and severity of these consequences, as well as their impact on the financial position and results of the Foundation for future periods. At the board approval date, the Foundation's major funding agreements have remained unchanged. The Foundation is moving forward with its strategies, committed to pivoting approaches and adjusting expenditures to ensure sustainability and fulfill its mandate.

11. Change in fiscal year end

During the year, the Board of Directors approved a change in year end from August 31 to March 31 to better align with the reporting requirements of government funded initiatives.

Canadian Women's Foundation
Fondation canadienne des femmes
Schedule 1 – Government funded grants and program activities

Year ended August 31

2020	Women and Gender Equality Canada (GBV Emergency Response)	Women and Gender Equality Canada (Gender Equality Network Canada project)	Public Health Agency of Canada (Building the Field project)	Employment And Social Development Canada (Roadmap to Future Workplaces project)	Employment and Social Development Canada (Investment Readiness program)	Women and Gender Equality Canada (Gender Equality: Rural, Remote, Northern project)	Department for Justice (Addressing Sexual Violence in the Workplace)	Total 2020
Opening deferred revenue	\$ -	\$ 43,996	\$ 149,382	\$ 114,522	\$ -	\$ -	\$ -	\$ 307,900
Add: Funding received	13,000,000	331,281	207,836	695,750	2,188,863	1,709,853	309,175	18,442,758
Add: Contributions from other sources	-	-	-	60	-	-	2,909	2,969
Add: Accounts receivable	-	-	-	-	-	123,145	107,714	230,859
Subtotal	13,000,000	375,277	357,218	810,332	2,188,863	1,832,998	419,798	18,984,486
Revenue recognized in the statement of operations	9,712,389	375,277	208,275	550,092	1,758,626	1,832,998	419,798	14,857,455
Net amount of grant deferred as at year end	\$ 3,287,611	\$ -	\$ 148,943	\$ 260,240	\$ 430,237	\$ -	\$ -	\$ 4,127,031
Expenditures								
Salaries and benefits	\$ 902,015	\$ 163,259	\$ 97,202	\$ 242,114	\$ 203,167	\$ 423,024	\$ 78,532	\$ 2,109,313
Program	100,000	81,571	63,729	294,709	57,242	1,922	318,895	918,068
Grants	8,600,000	-	-	-	1,418,174	1,218,493	-	11,236,667
Occupancy	45,871	-	6,945	-	34,889	34,746	5,920	128,371
Meeting and travel	-	120,395	35,672	5,831	17,486	5,594	-	184,978
Office and general	64,503	10,052	4,727	7,438	27,668	149,219	16,451	280,058
Expenditures recognized in the statement of operations	\$ 9,712,389	\$ 375,277	\$ 208,275	\$ 550,092	\$ 1,758,626	\$ 1,832,998	\$ 419,798	\$ 14,857,455

Canadian Women's Foundation
Fondation canadienne des femmes
Schedule 1 – Government funded grants and program activities (continued)

Year ended August 31

2019	Women and Gender Equality Canada (GBV Emergency Response)	Women and Gender Equality Canada (Gender Equality Network Canada project)	Public Health Agency of Canada (Building the Field project)	Employment And Social Development Canada (Roadmap to Future Workplaces project)	Employment and Social Development Canada (Investment Readiness program)	Women and Gender Equality Canada (Gender Equality: Rural, Remote, Northern project)	Department for Justice (Addressing Sexual Violence in the Workplace)	Total 2019
Opening deferred revenue	\$ -	\$ 41,347	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 41,347
Add: Funding received	-	446,708	204,861	430,599	-	-	-	1,082,168
Add: Accounts receivable	-	-	-	-	46,082	199,401	-	245,483
Subtotal	-	488,055	204,861	430,599	46,082	199,401	-	1,368,998
Revenue recognized in the statement of operations	-	444,059	55,479	316,077	46,082	199,401	-	1,061,098
Net amount of grant deferred as at year end	\$ -	\$ 43,996	\$ 149,382	\$ 114,522	\$ -	\$ -	\$ -	\$ 307,900
Expenditures								
Salaries and benefits	\$ -	\$ 239,243	\$ 36,086	\$ 210,736	\$ 31,798	\$ -	\$ -	\$ 517,863
Program	-	101,872	15,137	82,163	4,991	-	-	204,163
Grants	-	-	-	-	-	199,401	-	199,401
Occupancy	-	-	2,514	-	3,564	-	-	6,078
Meeting and travel	-	86,639	263	-	1,145	-	-	88,047
Office and general	-	16,305	1,479	23,178	4,584	-	-	45,546
Expenditures recognized in the statement of operations	\$ -	\$ 444,059	\$ 55,479	\$ 316,077	\$ 46,082	\$ 199,401	\$ -	\$ 1,061,098