

**Camp Winston Foundation**

**Financial Statements**

**August 31, 2020**

# Camp Winston Foundation

August 31, 2020

## Contents

---

	Page
Independent auditors' report	1-2
<b>Financial statements</b>	
Statement of financial position	3
Statement of operations	4
Statement of changes in net assets	5
Statement of cash flows	6
Notes to financial statements	7-12

## Independent Auditors' Report

To the Board of Directors of  
Camp Winston Foundation

### Opinion

We have audited the financial statements of Camp Winston Foundation (the "Entity"), which comprise the statement of financial position as at August 31, 2020 and the statements of operations, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects the financial position of Camp Winston Foundation as at August 31, 2020, and its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### Basis for Opinion

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 Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our 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 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 organization, 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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity'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 Entity'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 Entity'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 Entity 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.

*Abrahamse Pinto LLP*

Chartered Professional Accountants, Licensed Public Accountants  
January 28, 2021

2.



# Camp Winston Foundation

(incorporated without share capital under the laws of Ontario)

## Statement of Financial Position

August 31, 2020

	General fund	Capital asset fund	Endowment fund	Total	
				2020	2019
<b>Assets</b>					
<b>Current assets</b>					
Cash	\$ 13,685	\$ 50,462	\$ 567	\$ 64,714	\$ 141,234
Marketable securities	-	-	7,500	7,500	6,469
Accounts and other receivables (Note 3)	52,097	-	-	52,097	98,543
Prepaid expenses	2,210	-	-	2,210	32,457
	67,992	50,462	8,067	126,521	278,703
Marketable securities, long-term	-	-	46,476	46,476	51,828
Capital assets (Note 4)	-	3,809,509	-	3,809,509	3,146,011
	\$ 67,992	\$ 3,859,971	\$ 54,543	\$ 3,982,506	\$ 3,476,542
<b>Liabilities</b>					
<b>Current liabilities</b>					
Accounts payable and accrued liabilities	\$ 59,491	\$ -	\$ -	\$ 59,491	\$ 91,032
Deferred grants and revenues (Note 5)	29,295	262,970	-	292,265	286,755
	88,786	262,970	-	351,756	377,787
<b>Net assets</b>					
<b>Fund balances</b>					
General	(20,794)	-	-	(20,794)	24,994
Capital assets	-	3,597,001	-	3,597,001	3,014,433
Endowment (Note 6)	-	-	54,543	54,543	59,328
	(20,794)	3,597,001	54,543	3,630,750	3,098,755
	\$ 67,992	\$ 3,859,971	\$ 54,543	\$ 3,982,506	\$ 3,476,542

See accompanying notes.

Approval:



Luke Cole, Co-Chair of the Board of Directors



# Camp Winston Foundation

## Statement of Operations

For the year ended August 31, 2020

	General fund		Capital asset fund		Endowment fund		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
<b>Revenue</b>								
Donations and grants (Note 5(ii) & 7) \$	853,973	\$ 1,062,988	\$ 687,412	\$ 110,201	\$ -	\$ -	\$ 1,541,385	\$ 1,173,189
Camp and respite fees	18,027	231,136	-	-	-	5,550	18,027	236,686
Fundraising activities (Note 8)	89,089	78,360	-	-	-	-	89,089	78,360
Investment income (net)	-	-	-	-	2,463	2,855	2,463	2,855
	961,089	1,372,484	687,412	110,201	2,463	8,405	1,650,964	1,491,090
<b>Expenditures</b>								
Operation of Camp Winston and general administration (Note 11)	1,001,437	1,391,856	-	-	-	-	1,001,437	1,391,856
<b>Excess (deficiency) of revenues over expenditures before undernoted items</b>								
	(40,348)	(19,372)	687,412	110,201	2,463	8,405	649,527	99,234
Unrealized gain (loss) on marketable securities	-	-	-	-	(7,248)	2,903	(7,248)	2,903
Amortization	-	-	110,284	111,334	-	-	110,284	111,334
	\$ (40,348)	\$ (19,372)	\$ 577,128	\$ (1,133)	\$ (4,785)	\$ 11,308	\$ 531,995	\$ (9,197)

See accompanying notes.

# Camp Winston Foundation

## Statement of Changes in Net Assets For the year ended August 31, 2020

	General fund		Capital asset fund		Endowment fund		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
Balance, beginning of year	\$ 24,994	\$ 78,242	\$ 3,014,433	\$ 2,981,256	\$ 59,328	\$ 48,454	\$ 3,098,755	\$ 3,107,952
Excess (deficiency) of revenues over expenditures/amortization	(40,348)	(19,372)	577,128	(1,133)	(4,785)	11,308	531,995	(9,197)
Interfund transfers	(5,440)	(33,876)	5,440	34,310	-	(434)	-	-
<b>Balance, end of year</b>	<b>\$ (20,794)</b>	<b>\$ 24,994</b>	<b>\$ 3,597,001</b>	<b>\$ 3,014,433</b>	<b>\$ 54,543</b>	<b>\$ 59,328</b>	<b>\$ 3,630,750</b>	<b>\$ 3,098,755</b>

See accompanying notes.

# Camp Winston Foundation

## Statement of Cash Flows

For the year ended August 31

2020

2019

<b>Cash flows from operating activities</b>		
Excess (deficiency) of revenues over expenditures	\$ 531,995	\$ (9,197)
<b>Items not affecting cash</b>		
Amortization of capital assets	110,284	111,334
Unrealized gain/loss on marketable securities	4,654	(2,903)
	<b>646,933</b>	<b>99,234</b>
<b>Changes in current assets and current liabilities other than cash</b>		
Accounts and other receivables	46,446	128,945
Prepaid expenses	30,247	(6,768)
Accounts payable and accrued liabilities	(31,541)	(68,023)
Deferred grants and revenues	5,510	(6,119)
	<b>697,595</b>	<b>147,269</b>
<b>Cash flows from investing activities</b>		
Marketable securities	(333)	(7,903)
Acquisition of capital assets	-	(48,998)
Capital improvements to building facilities	(773,782)	(20,593)
	<b>(774,115)</b>	<b>(77,494)</b>
<b>Increase (decrease) in cash for the year</b>	<b>(76,520)</b>	<b>69,775</b>
Cash, beginning of the year	141,234	71,459
<b>Cash, end of the year</b>	<b>\$ 64,714</b>	<b>\$ 141,234</b>

See accompanying notes.



# Camp Winston Foundation

## Notes to Financial Statements August 31, 2020

---

### 1. Nature of operations

The purpose of the Foundation is to:

- (a) make a profound impact on the lives and possibilities of children, and their families, living with complex neurological and neurobiological challenges through a self-sustaining Foundation.
- (b) provide a camp and respite retreat for children, who need highly specialized support, to learn vital social and recreational skills specific to their needs and allowing them to escape their ordinary and often challenging daily lives; and
- (c) set our children up for success by providing year round support for camp families and developing leaders in the "Winston Way", a specialized and individualized curriculum for leaders, senior and junior staff.

Camp Winston Foundation is a charitable organization registered under the Income Tax Act, and as such, is exempt from income taxes and able to issue donation receipts for income tax purposes.

Refer to Note 12 for details regarding the impact of COVID-19 on operations.

### 2. Significant accounting policies

These financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations. The following significant accounting policies have been applied in preparing the financial statements for the year.

#### Basis of presentation

These financial statements have been presented on the basis that the Foundation will have continued financial support from its major donor (Note 7). Accordingly, the assets and liabilities have been stated on a going concern basis.

#### Fund balances

The financial statements have been prepared in a manner which segregates the fund balances as follows:

**General fund** - represents the cumulative excess of revenue over expenses of the organization since its inception that is available for general use.

**Capital assets fund** - represents the cost of capital assets purchased with restricted and unrestricted funds less accumulated amortization thereon.

**Endowment fund** - represents donations that have been restricted by donors. Investment income earned from the restricted donations are reported in the Endowment fund.

#### Cash and cash equivalents

Investments that are readily convertible into cash such as term deposits, guaranteed investment certificates and money market funds are included in cash and cash equivalents.

#### Capital assets

Capital assets purchased are recorded at cost. Donated capital assets are recorded at fair value on the date contributed. Capital assets are amortized over their estimated useful lives as follows.

Buildings	40 years straight-line
Automobiles	30% declining balance
Boats, furniture, fixtures and equipment	20% declining balance

In the year of acquisition, amortization is calculated at one-half the annual rate.

# Camp Winston Foundation

## Notes to Financial Statements August 31, 2020

---

### 2. Significant accounting policies (continued)

#### Revenue recognition

The foundation accounts for donation revenue under the deferral method. Under this method revenue from unrestricted donations and grants are recognized when received or receivable, if the amount to be received can be reasonably estimated and collection is reasonably assured. Pledges are not recognized until the funds have been received.

Restricted contributions for the purchase of capital assets are deferred and recognized as revenue on the same basis as the amortization expense related to the asset acquired. Restricted contributions for expenses are deferred and recognized as revenue in the year in which the related expenditures are recognized.

Investment income in the Endowment Fund includes dividend and interest income and realized investment gains and losses on sales of investments.

Camp fees and special events revenues are recognized upon completion of the camp term and event.

#### Contributed materials and services

Materials contributed to be used in carrying out the service delivery activities of the organization are reported at fair market value at the date of contribution. Services contributed are not reflected in the financial statements unless the fair market value of the service can be reasonably estimated.

#### Allocation of expenses

The Foundation allocates costs on the schedule of expenditures (Note 11) by identifying the appropriate basis of allocation and applying that basis consistently each year. The costs of the Foundation's core operations (camp and respite), fundraising and administration activities include direct costs and allocated costs based on actual usage or estimated time spent.

#### Financial instruments

##### (i) Measurement

The Foundation initially measures its financial instruments at fair value. Subsequently, all financial instruments are measured at amortized cost except for marketable securities quoted in an active market, which are measured at fair value.

Financial assets measured at amortized cost include cash and cash equivalents and accounts and other receivables. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities and deferred grants and revenues.

##### (ii) Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. Any previously recognized impairment loss may be reversed to the extent of the improvement. The amount of any write-down or subsequent reversal is recognized in the statement of operations.

#### Use of estimates

The preparation of these financial statements in conformity with Canadian accounting standards for not-for-profit organizations has required management to make estimates and assumptions that affect the reported amounts of assets and liabilities as at August 31, 2020 and the revenue and expenditures reported for the year then ended. Key estimates include carrying amount of capital assets and allocation of expenses. Actual results may differ from those estimates.

# Camp Winston Foundation

## Notes to Financial Statements August 31, 2020

### 3. Accounts and other receivables

	2020	2019
Contributions, fees and grants receivable	\$ -	\$ 55,801
Harmonized sales tax receivable	52,097	42,742
	<b>\$ 52,097</b>	<b>\$ 98,543</b>

### 4. Capital assets

	Cost	Accumulated amortization	Net	
			2020	2019
Land	\$ 413,572	\$ -	\$ 413,572	\$ 413,572
Buildings (i)	4,106,683	812,134	3,294,549	2,604,089
Furniture, fixtures and equipment	416,477	355,432	61,045	76,306
Automobiles	58,208	49,164	9,044	12,920
Boats	102,718	71,419	31,299	39,124
	<b>\$ 5,097,658</b>	<b>\$ 1,288,149</b>	<b>\$ 3,809,509</b>	<b>\$ 3,146,011</b>

(i) Included in building are the construction costs to date of the new Arts and Drama building totalling \$773,782. The new building is expected to be completed in Fiscal 2021.

### 5. Deferred grants and revenues

Included in deferred grants and revenues are the following:

(i) General fund:

Camp fees received during the year of \$29,295, have been deferred and will be applied for future camp sessions.

(ii) Capital asset fund:

A restricted capital grant of \$280,500 was received from the Ontario Trillium Foundation for the structural upgrade and retrofit costs of the camp's original teen lodge that was completed in Fiscal 2018. In accordance with the Foundation's accounting policy, the grant will be amortized on a straight-line basis of 40 years. Included in donations and grants revenue for Fiscal 2020, is the recognition of this grant of \$7,012 (2019 - \$7,012).

### 6. Endowment Fund

#### Hartley Steinberg Endowment Fund

The Foundation established the Fund pursuant to an agreement with various donors. Accumulated funds will be paid out in the form of camp scholarships. The funds to be awarded as scholarships in the next Fiscal year are shown as current assets in the statement of financial position.



# Camp Winston Foundation

## Notes to Financial Statements August 31, 2020

---

### 7. Related party transaction

Total donations and grants received of \$1,541,385 (2019 - \$1,173,189) include the sum of \$1,080,000 (2019 - \$885,000), recorded at exchange amount, which was gifted to the Foundation by a major donor to fund operating and capital expenditures throughout the year.

The funding provided by the major donor is advanced based on the Foundation's budgeted and actual cash flow requirements. The donations received were applied approximately equally to both operating and capital expenditures.

### 8. Fundraising activities

Fundraising revenues include the following:

	2020	2019
Camp Winston Run Raiser (i)	\$ 46,655	\$ 76,091
Camp Winston Golf Tournament (i)	42,434	-
Other fundraising activities	-	2,269
	<u>\$ 89,089</u>	<u>\$ 78,360</u>

(i) The Camp Winston Run Raiser and the Camp Winston Golf Tournament took place in the fall of 2019 and 2018 respectively.

### 9. Lease commitments

The organization entered into a three year lease agreement commencing June 1, 2018 for its administrative office located at 55 Eglinton Avenue East. The annual basic rent, including common area and parking is approximately \$35,800.

### 10. Financial instruments

#### 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. The Foundations's investments in marketable securities expose the organization to market risk as such investments are subject to price changes in the open market.

#### Currency risk

Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Foundation is exposed to little or no currency risk as virtually all of its assets and liabilities are denominated in Canadian currency.

Management is of the opinion that the Foundation is not exposed to any other significant risks through its financial instruments.

# Camp Winston Foundation

## Notes to Financial Statements August 31, 2020

### 11. Schedule of Expenditures

	Core Operations		General		Total		Change
	Camp	Respite	Fundraising	Administrative	2020	2019	
Audit and legal fees	\$ 24,545	\$ -	\$ -	\$ -	\$ 24,545	\$ 22,407	\$ 2,138
Consultancy fees	29,579	-	113,589	25,612	168,780	86,088	82,692
Insurance	32,763	-	-	8,096	40,859	40,093	766
Kitchen operations	3,979	6,101	-	-	10,080	217,236	(207,156)
Office, general and supplies	15,385	-	-	-	15,385	34,958	(19,573)
Office rent	38,027	-	-	-	38,027	35,436	2,591
Programs	3,050	6,439	45,969	6,425	61,883	97,496	(35,613)
Realty taxes	20,474	-	-	-	20,474	22,580	(2,106)
Repairs and maintenance	139,931	5,484	-	-	145,415	179,071	(33,656)
Telephone and internet	4,317	2,738	-	2,699	9,754	10,133	(379)
Training and development	19,306	-	568	-	19,874	19,088	786
Utilities	3,326	24,533	-	-	27,859	42,388	(14,529)
Vehicle and travel	3,941	4,157	-	-	8,098	25,322	(17,224)
Wages, fees and benefits	267,292	8,809	33,953	100,350	410,404	559,560	(149,156)
	\$ 605,915	\$ 58,261	\$ 194,079	\$ 143,182	\$ 1,001,437	\$ 1,391,856	\$ (390,419)



# Camp Winston Foundation

## Notes to Financial Statements

August 31, 2020

---

### 12. COVID-19 Outbreak

In March 2020, the World Health Organization declared a global pandemic due to the novel coronavirus (COVID-19). As a result, the Foundation's camp and respite operations were directly impacted and in-person summer camp and respite programs were cancelled.

To address the uncertainties posed by COVID-19, the board of directors and management have taken certain steps and measures to address the risks to the Foundation's programs and camp operations. Measures taken include, virtual programming for campers and families, application in government assistance programs and implementation of new health and safety measures with direction from the Ministry of Health, for the possibility of re-opening summer camp sessions and respite week-ends in Fiscal 2021.

As of the date of these financial statements, the impact of COVID-19 is on-going and may continue to negatively impact the Foundation's camp and respite operations.

### 13. Comparative figures

Certain of the 2019 comparative figures have been reclassified to conform with the financial statement presentation adopted for the current year.