

**Camp Quality Canada**  
**Financial Statements**  
*December 31, 2021*

# Camp Quality Canada Contents

*For the year ended December 31, 2021*

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	<i>Page</i>
<b>Independent Auditor's Report</b>	
<b>Financial Statements</b>	
Statement of Financial Position.....	1
Statement of Operations.....	2
Statement of Changes in Net Assets.....	3
Statement of Cash Flows.....	4
<b>Notes to the Financial Statements</b> .....	5

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**Camp Quality Canada**  
**Statement of Financial Position**  
*As at December 31, 2021*

	2021	2020
<b>Assets</b>		
<b>Current</b>		
Cash	301,097	349,674
Donations and other receivables (Note 7)	15,431	29,661
Public service body rebate receivable	12,554	11,478
Prepaid expenses and deposits	14,551	18,859
Current portion of investments (Note 4)	363,415	145,576
	<b>707,048</b>	555,248
<b>Investments (Note 4)</b>	<b>1,048,241</b>	1,213,546
	<b>1,755,289</b>	1,768,794
<b>Liabilities</b>		
<b>Current</b>		
Accounts payable and accrued liabilities	32,062	43,861
Deferred contributions (Note 5)	24,476	111,445
	<b>56,538</b>	155,306
<b>Commitment (Note 9)</b>		
<b>Net Assets</b>		
Unrestricted net assets	383,774	298,511
Internally restricted funds (Note 6)	1,314,977	1,314,977
	<b>1,698,751</b>	1,613,488
	<b>1,755,289</b>	1,768,794

**Approved on behalf of the Board**

e-Signed by Fiona Fisher

2022-06-22 15:44:20:20 EDT

**Director**

e-Signed by Fred Glady

2022-06-22 16:54:25:25 EDT



**Camp Quality Canada**  
**Statement of Operations**  
*For the year ended December 31, 2021*

	<b>2021</b>	<b>2020</b>
<hr/>		
<b>Revenue</b>		
Donations <i>(Note 5)</i>	<b>472,089</b>	463,842
Government subsidies <i>(Note 7)</i>	<b>88,529</b>	159,382
Investment income <i>(Note 4)</i>	<b>85,715</b>	28,776
Fundraising, events and lottery	<b>83,795</b>	24,986
Other income	<b>804</b>	3,953
	<hr/>	<hr/>
	<b>730,932</b>	680,939
<hr/>		
<b>Expenses</b>		
Program <i>(Note 8)</i>	<b>312,737</b>	295,662
Administrative, office, and general <i>(Note 8)</i>	<b>199,765</b>	151,911
Fundraising and development <i>(Note 8)</i>	<b>133,167</b>	174,678
	<hr/>	<hr/>
<b>Total expenses</b>	<b>645,669</b>	622,251
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<b>Excess of revenue over expenses</b>	<b>85,263</b>	58,688
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*The accompanying notes are an integral part of these financial statements*

**Camp Quality Canada**  
**Statement of Changes in Net Assets**

*For the year ended December 31, 2021*

	<i>Operating Reserve</i>	<i>Family Assistance</i>	<i>Program Development</i>	<i>Corporate Development</i>	<i>Unrestricted</i>	<i>2021 Total</i>	<i>2020 Total</i>
<b>Net assets, beginning of year</b>	<b>984,977</b>	<b>30,000</b>	<b>150,000</b>	<b>150,000</b>	<b>298,511</b>	<b>1,613,488</b>	1,554,800
<b>Excess of revenue over expenses</b>	-	-	-	-	<b>85,263</b>	<b>85,263</b>	58,688
<b>Net assets, end of year</b>	<b>984,977</b>	<b>30,000</b>	<b>150,000</b>	<b>150,000</b>	<b>383,774</b>	<b>1,698,751</b>	1,613,488

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

**Camp Quality Canada**  
**Statement of Cash Flows**  
*For the year ended December 31, 2021*

	<b>2021</b>	<b>2020</b>
<b>Cash provided (used for) by the following activities</b>		
<b>Operating</b>		
Excess of revenue over expenses	<b>85,263</b>	58,688
Unrealized gain on investments	<b>(54,968)</b>	-
	<b>30,295</b>	58,688
Changes in working capital accounts		
Donations and other receivables	<b>14,230</b>	88,331
Public service body rebate receivable	<b>(1,076)</b>	20,477
Prepaid expenses and deposits	<b>4,308</b>	33,189
Accounts payable and accrued liabilities	<b>(11,799)</b>	1,543
Deferred contributions	<b>(86,969)</b>	67,683
	<b>(51,011)</b>	269,911
<b>Investing</b>		
Purchase of investments	<b>(365,105)</b>	(95,544)
Proceeds on redemption of investments	<b>367,539</b>	-
	<b>2,434</b>	(95,544)
<b>(Decrease) increase in cash</b>	<b>(48,577)</b>	174,367
<b>Cash, beginning of year</b>	<b>349,674</b>	175,307
<b>Cash, end of year</b>	<b>301,097</b>	349,674

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

**1. Incorporation and nature of the organization**

Camp Quality Canada (the "Organization") was incorporated under the laws of the Province of Ontario on October 19, 1990, and is a registered charitable organization (BN 13342 3962 RR0001) primarily engaged in providing recreational, educational, social and emotional support services to young persons with cancer and their families. The Organization conducts camps, elementary school education programs, retreats, training sessions, reunions and other similar activities and programs.

The Organization operates six camps across Canada with year round and virtual programs that are run by volunteers, community funded and available at no cost. Week long camping programs take place in Alberta, Manitoba and northwestern, northern, southern and eastern Ontario. However, in person summer camp programs have been transitioned to a virtual Camp at Home program for 2021 due to the COVID 19 pandemic. The Organization also operates Breaking Borders which is an adventure experience for young adult cancer survivors.

The Organization is exempt from income taxes.

**2. Significant accounting policies**

***Basis of accounting***

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

***Revenue recognition***

**Contributions**

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.

Externally restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Contributions restricted for the purchase of capital assets are deferred and amortized into revenue at a rate corresponding with the amortization rate for the related capital assets.

Fundraising and event revenue is recognized in the year in which the fundraising event takes place.

Lottery revenue is recognized in the year in which the final draw takes place.

**Investment income**

Investment income is recognized on an accrual basis. Investment income comprises interest from cash and investments, dividend income, realized gains and losses on the sale of investments and unrealized gains and losses on investments with prices quoted in an active market.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

**Bequests**

The Organization may be the beneficiary under various wills and trust agreements. The total realizable amounts are not readily determinable. The Organization recognizes such bequests when the proceeds are received.

**Government subsidies**

Government subsidies are recognized where there is reasonable assurance that the Organization qualifies for such subsidies and they will be received. Government subsidies are recognized as revenue over the periods in which the expenses are incurred for which the subsidies are intended to compensate.

2. **Significant accounting policies** (Continued from previous page)

**Cash**

Cash includes cash on deposit with financial institutions.

**Contributed goods and services**

Contributions of goods and services are recognized both as contributions and expenses in the statement of operations when a fair value can be reasonably estimated and when the goods and services are used in the normal course of the Organization's operations and would otherwise have been purchased.

Volunteers contribute their invaluable services to assist the Organization in carrying out its activities. Due to the difficulty in determining their fair value, volunteer services are not recognized in the financial statements.

**Capital assets**

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution plus all costs directly attributable to the acquisition.

Amortization is provided using the straight-line method at rates intended to amortize the cost of assets over their estimated useful lives.

	<b>Method</b>	<b>Years</b>
Trailer	straight-line	10 years

**Investments**

Investments are in portfolio investments, guaranteed investment certificates ("GICs"), and money market funds. Portfolio investments are recorded at fair value for those with prices quoted in an active market, and GICs and money market funds are at cost less impairment. They have been classified as short-term and long-term assets in concurrence with the nature of the investment.

**Allocation of expenses**

Management makes estimates to allocate certain management and administrative expenses among program, administrative, general, and office, and fundraising expenses according to the activity which they benefit. The basis of allocation is assessed periodically and may be revised according to circumstances prevailing from time to time.

Administrative, general, and office and fundraising expenses are incurred to operate the Organization and its programs in a cost-effective manner while maximizing all opportunities to further the Organization's mission.

**Financial instruments**

The Organization recognizes financial instruments when the Organization becomes party to the contractual provisions of the financial instrument.

**Arm's length financial instruments**

Financial instruments originated/acquired or issued/assumed in an arm's length transaction ("arm's length financial instruments") are initially recorded at their fair value.

At initial recognition, the Organization may irrevocably elect to subsequently measure any arm's length financial instrument at fair value. The Organization has made such an election during the year. The investment in guaranteed investment certificates and publicly traded securities have been designated to be subsequently measured at their fair value. Fair value is determined by the redemption amount of fund units that is determined by the fund manager based on the estimate fair value of the fund's securities.

The Organization subsequently measures investments in equity instruments quoted in an active market and all derivative instruments, except those designated in a qualifying hedging relationship or that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, at fair value. Fair value is determined by published price quotations. Investments in equity instruments not quoted in an active market and derivatives that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, are subsequently measured at cost less impairment. All other financial assets and liabilities are subsequently measured at amortized cost.



2. **Significant accounting policies** (Continued from previous page)

**Financial instruments** (Continued from previous page)

**Arm's length financial instruments** (Continued from previous page)

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in excess of revenue over expenses. Conversely, transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

**Financial asset impairment**

The Organization assesses impairment of all its financial assets measured at cost or amortized cost. The Organization groups assets for impairment testing when available information is not sufficient to permit identification of each individually impaired financial asset in the group; there are numerous assets affected by the same factors; and no asset is individually significant. Management considers whether the issuer is having significant financial difficulty and whether there has been a breach in contract, such as a default or delinquency in interest or principal payments, in determining whether objective evidence of impairment exists. When there is an indication of impairment, the Organization determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the year.

With the exception of related party debt instruments and related party equity instruments initially measured at cost, the Organization reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets at the statement of financial position date; and the amount expected to be realized by exercising any rights to collateral held against those assets.

For related party debt instruments initially measured at cost, the Organization reduces the carrying amount of the asset (or group of assets), to the highest of: the undiscounted cash flows expected to be generated by holding the asset, or group of similar assets, excluding the interest and dividend payments of the instrument; the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets at the statement of financial position date; and the amount expected to be realized by exercising any rights to collateral held against those assets.

Any impairment, which is not considered temporary, is included in current year excess of revenue over expenses.

The Organization reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in excess of revenue over expenses in the year the reversal occurs.

**Measurement uncertainty (use of estimates)**

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 the reported amounts of revenues and expenses during the reporting period.

Donations and other receivables are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets. Accrued liabilities are based on historical data and future invoices from suppliers.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues and expenses in the periods in which they become known.

3. **Capital assets**

	<b>Cost</b>	<b>Accumulated amortization</b>	<b>2021 Net book value</b>	<b>2020 Net book value</b>
Trailer	8,435	8,435	-	-

**Camp Quality Canada**  
**Notes to the Financial Statements**  
*For the year ended December 31, 2021*

**4. Investments**

	<i>2021</i>	<i>2020</i>
<b>Current portion of investments</b>		
Money market funds	<b>363,415</b>	145,576
Guaranteed investment certificates ("GICs") bearing interest from 0.30% to 3.06% (2020 - 0.40% to 3.06%) and maturing on dates ranging from July 25, 2022 to June 9, 2026 (2020 - February 1, 2021 to October 10, 2023)	<b>684,405</b>	980,357
Common shares and exchange traded funds	<b>363,836</b>	233,189
	<b>1,048,241</b>	1,213,546
<b>Investment income</b>		
Unrealized gain on investments in common shares and exchange traded funds	<b>54,234</b>	-
Interest income	<b>31,481</b>	28,776
	<b>85,715</b>	28,776

Included in investments is a GIC in the amount of \$75,185 (2020 - \$70,000) which was purchased as security for the corporate credit cards, and therefore is not available for use by the Organization.

**5. Deferred contributions**

Deferred contributions consist of unspent contributions externally restricted for delivery of youth camp programs and other contributions. Recognition of these amounts as revenue is deferred to periods when the specified expenditures are made. Changes in the deferred contribution balance are as follows:

	<i>Programs</i>	<i>Other</i>	<i>2021</i>	<i>2020</i>
Balance, beginning of year	<b>95,275</b>	<b>16,170</b>	<b>111,445</b>	43,762
Amount received during the year	<b>11,000</b>	-	<b>11,000</b>	87,400
Less: Amount recognized as revenue during the year	<b>(88,349)</b>	<b>(2,694)</b>	<b>(91,043)</b>	(19,717)
	<b>17,926</b>	<b>13,476</b>	<b>31,402</b>	111,445

**6. Internally restricted net assets**

Internally restricted net assets are not available for unrestricted purposes without approval of the Board of Directors. The internally restricted net assets are comprised of the following:

- i. The Operating Reserve Fund established to provide for unexpected events, losses of income and unbudgeted expenses;
- ii. The Family Assistance Fund established to assist those families with financial need;
- iii. The Program Development Fund established for the development or improvement of programs; and,
- iv. The Corporate Development Fund established for improving capacity in non-program related areas, including revenue development and administrative improvements.

During the year, the Board of Directors approved transfers from unrestricted net assets to internally restricted funds of \$Nil (2020 - \$257,736) to replenish the funds for continuation of family assistance, program development and corporate development strategies.

**Camp Quality Canada**  
**Notes to the Financial Statements**  
*For the year ended December 31, 2021*

**7. Government subsidies**

	<b>2021</b>	<b>2020</b>
Canada Emergency Wage Subsidy ("CEWS")	<b>84,313</b>	142,007
Canada Emergency Rent Subsidy ("CERS")	<b>4,216</b>	-
Wage Subsidy from the Northern Ontario Heritage Fund Corporation	-	17,375
	<b>88,529</b>	159,382

Included in donations and other receivables is \$4,770 and \$264 (2020 - \$6,806 and \$Nil) relating to CEWS and CERS, respectively.

**8. Allocation of expenses**

Certain general and administrative costs totaling \$376,260 (2020 – \$442,849) have been allocated based on management's estimate of the activities which they benefit. Allocated expenses consist of salaries and wages of \$339,735 (2020 - \$408,277) and cost of materials of \$36,525 (2020 - \$34,572).

General and administrative expenses have been allocated as follows:

	<b>2021</b>	<b>2020</b>
Program	<b>196,738</b>	206,732
Administrative, office, and general	<b>115,365</b>	93,801
Fundraising and development	<b>64,157</b>	142,316
	<b>376,260</b>	442,849

**9. Commitment**

The Organization has entered into a lease agreement for office space, which expires November 30, 2023 with a minimum annual rent as follows:

2022	8,574
2023	8,003
	16,577

**10. Financial instruments**

The Organization, as part of its operations, carries a number of financial instruments. It is management's opinion that the Organization is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

***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 Organization is exposed to credit risk through its donations and other receivables. The Organization manages its credit risk through management of its donations and other receivables and maintaining cash and investments with large reputable financial institutions.

***Liquidity risk***

Liquidity risk is the risk that the Organization will encounter difficulty in meeting a demand for cash or fund its obligations as they come due. The Organization expects to meet its obligations by managing its working capital and generating sufficient cash flows from its operations.

***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 is comprised of currency risk, interest rate risk, and other price risk.

The Organization is not exposed to currency risk.

***Interest rate risk***

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk.

The Organization is exposed to interest rate cash flow risk and price risk with respect to its investment in money market funds and guaranteed investment certificates.

***Other price risk***

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices other than those arising from interest rate risk, whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Organization's investments in common shares and exchange traded funds exposes the Organization to price risk as these investments are subject to price changes in an open market due to a variety of reasons including changes in market rates of interest, general economic indicators and restrictions on credit markets.

**11. Environmental risk**

The global outbreak of COVID-19, which has had a significant impact on businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Organization as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.

**12. Comparative figures**

Certain comparative figures have been reclassified to conform with current year presentation.