

PRINCE EDWARD COUNTY MEMORIAL HOSPITAL FOUNDATION
FINANCIAL STATEMENTS
AS AT MARCH 31, 2020

PRINCE EDWARD COUNTY MEMORIAL HOSPITAL FOUNDATION
TABLE OF CONTENTS
AS AT MARCH 31, 2020

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Fund Balances	4
Statement of Operations	5
Statement of Cash Flows	6
Notes to Financial Statements	7-15

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Prince Edward County Memorial Hospital Foundation

Qualified Opinion

We have audited the financial statements of Prince Edward County Memorial Hospital Foundation (the Foundation), which comprise the statement of financial position as at March 31, 2020, and the statements of fund balances, operations 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 the Foundation as at March 31, 2020, and its financial performance 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 charitable organizations, the Foundation derives revenue from donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Foundation and we were not able to determine whether, as at and for the years ended March 31, 2020 and March 31, 2019, any adjustments might be necessary to donations revenue, excess of revenues over expenditures, assets and fund balances.

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 the 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 these 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.

**INDEPENDENT AUDITOR'S REPORT
(CONT'D)**

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.



BELLEVILLE, Canada
May 28, 2020

Chartered Professional Accountants
Licensed Public Accountants

PRINCE EDWARD COUNTY MEMORIAL HOSPITAL FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2020

	General Fund \$	Capital Fund \$	2020 New Hospital Fund \$	Endowment Fund \$	Total \$	2019 Total
ASSETS						
CURRENT						
Cash	317,096	172,468	2,173,213		2,662,777	1,165,416
Accounts receivable	11,329		1,852	1,113	14,294	7,389
Prepaid expenses	4,695				4,695	4,291
Investments - Note 3	1,890,767			275,248	2,166,015	1,941,744
	2,223,887	172,468	2,175,065	276,361	4,847,781	3,118,840
LIABILITIES						
Accounts payable and accrued liabilities	24,432	60,841	14,767	441	100,481	80,568
Government remittances payable						3,588
	24,432	60,841	14,767	441	100,481	84,156
FUND BALANCES						
Externally restricted		111,627	2,160,298	275,920	2,547,845	495,127
Unrestricted	2,199,455				2,199,455	2,539,557
	2,199,455	111,627	2,160,298	275,920	4,747,300	3,034,684
APPROVED ON BEHALF OF THE BOARD						
_____ Director						
_____ Director						
	2,223,887	172,468	2,175,065	276,361	4,847,781	3,118,840

The accompanying notes form an integral part of these financial statements

**PRINCE EDWARD COUNTY MEMORIAL HOSPITAL FOUNDATION
STATEMENT OF FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 2020**

	General Fund \$	Capital Fund \$	2020 New Hospital Fund \$	Endowment Fund \$	Total \$	2019 Total \$
FUND BALANCES - BEGINNING OF YEAR	2,539,557	495,127			3,034,684	2,461,802
EXCESS OF REVENUE OVER EXPENDITURES	68,167	(106,188)	1,474,717	275,920	1,712,616	572,882
INTERFUND TRANSFERS - Note 4	(408,269)	(277,312)	685,581		NIL	
FUND BALANCES - END OF YEAR	2,199,455	111,627	2,160,298	275,920	4,747,300	3,034,684

The accompanying notes form an integral part of these financial statement

PRINCE EDWARD COUNTY MEMORIAL HOSPITAL FOUNDATION
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2020

	General Fund	Capital Fund \$	2020 New Hospital Fund \$	Endowment Fund \$	Total \$	2019 Total \$
REVENUE						
Donations and bequests	233,411	251,459	1,561,825	290,940	2,337,635	1,090,148
Investment income - Note 5	118,728		16,576	1,531	136,835	30,297
Other income	714				714	237
Donations of equity securities	38,779	7,426	21,410		67,615	31,016
(Decrease) increase in unrealized gain on investments	(143,402)			(16,145)	(159,547)	53,914
Grant income						26,490
	248,230	258,885	1,599,811	276,326	2,383,252	1,232,102
EXPENDITURES						
Advertising and promotion	5,519				5,519	3,129
Audit fees and bookkeeping	9,355				9,355	11,693
Bank charges and interest	5,835				5,835	4,047
Computer software and support	5,093				5,093	6,956
Consulting fees			15,747		15,747	86,657
Fundraising expenses	15,530	10,354	7,607		33,491	33,799
Investment management fees	20,823			406	21,229	19,745
Miscellaneous	985				985	1,035
Office expenses	11,417				11,417	17,255
Printing, stationary and postage	5,693				5,693	4,045
Redevelopment			1,725		1,725	7,565
Wages and benefits	99,813		100,015		199,828	208,551
	180,063	10,354	125,094	406	315,917	404,477
EXCESS OF REVENUE OVER EXPENDITURES BEFORE THE UNDERNOTED ITEMS						
Transfers to Quinte Healthcare Corporation	68,167	248,531	1,474,717	275,920	2,067,335	827,625
Note - 6		354,719			354,719	254,743
EXCESS OF REVENUE OVER EXPENDITURES	68,167	(106,188)	1,474,717	275,920	1,712,616	572,882

The accompanying notes form an integral part of these financial statements

PRINCE EDWARD COUNTY MEMORIAL HOSPITAL FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2020

	2020				Total \$	2019 Total \$
	General Fund \$	Capital Fund \$	New Hospital Fund \$	Endowment Fund \$		
OPERATING ACTIVITIES						
Excess of revenue over expenditures	68,167	(106,188)	1,474,717	275,920	1,712,616	572,882
Adjustments for items which do not affect cash						
Realized capital (gain) loss on investments	(50,068)				(50,068)	21,431
Decrease (increase) in unrealized gain on investments	143,402			16,145	159,547	(53,915)
	161,501	(106,188)	1,474,717	292,065	1,822,095	540,398
Net change in non-cash working capital balances related to operations						
Accounts receivable	(3,644)		(1,852)	(1,113)	(6,609)	8,811
Prepaid expenses	(404)				(404)	1,359
Due to capital fund	(495,127)	495,127				
Accounts payable and accrued liabilities	2,402	60,841	14,767	441	78,451	(86,741)
Government remittances payable	(3,588)				(3,588)	270
	(500,361)	555,968	12,915	(672)	67,850	(76,301)
CASH FLOWS PROVIDED FROM OPERATING ACTIVITIES						
	(338,860)	449,780	1,487,632	291,393	1,889,945	464,097
INVESTING ACTIVITIES						
Purchase of investments	(2,166,362)			(449,493)	(2,615,855)	(1,488,058)
Proceeds on sale of investments	2,065,171			158,100	2,223,271	1,458,661
CASH FLOWS USED IN INVESTING ACTIVITIES						
	(101,191)	NIL	NIL	(291,393)	(392,584)	(29,397)
FINANCING ACTIVITIES						
Interfund transfers	(408,269)	(277,312)	685,581		NIL	NIL
NET INCREASE IN CASH AND EQUIVALENTS						
	(440,051)	449,780	1,487,632		1,497,361	434,700
CASH AND EQUIVALENTS - BEGINNING OF YEAR						
	1,165,416				1,165,416	730,716
CASH AND EQUIVALENTS - END OF YEAR						
	317,096	172,468	2,173,213	NIL	2,662,777	1,165,416
REPRESENTED BY:						
Cash	317,096	172,468	2,173,213	NIL	2,662,777	1,165,416

The accompanying notes form an integral part of these financial statements

**PRINCE EDWARD COUNTY MEMORIAL HOSPITAL FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020**

1. PURPOSE OF ORGANIZATION

Prince Edward County Memorial Hospital Foundation is a not-for-profit organization, incorporated under the laws of Ontario, without share capital.

The purpose of the Foundation is to support and enhance the operations of the Prince Edward County Memorial Hospital and various charitable organizations whose objectives support or are consistent with health care and benefit the community served by the Prince Edward County Memorial Hospital.

The Foundation has been registered with Canada Revenue Agency as a charitable public foundation, and accordingly, is exempt from income taxes.

2. ACCOUNTING POLICIES

Outlined below are those accounting policies and reporting practices considered to be particularly significant and adopted by the Foundation:

(a) Basis of Accounting

These financial statements are prepared in accordance with Canadian Accounting Standards for Not-For-Profit Organizations.

(b) Accounting 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 amount of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the year. The most significant management estimates relate to the valuation of accounts receivable. Actual results could differ from these estimates.

(c) Investments

Investments are acquired substantially for their income earning potential and are initially recorded at their acquisition cost. Investments are subsequently adjusted to fair value as at the date of the statement of financial position, and the corresponding unrealized gains and losses are recorded in the statement of operations for the year.

**PRINCE EDWARD COUNTY MEMORIAL HOSPITAL FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020**

2. ACCOUNTING POLICIES (Cont'd)

(d) Fund Accounting

The Foundation follows the restricted fund method of accounting for contributions.

The General Fund accounts for the unrestricted revenue from donations, fundraising activities and investment income and the Foundation's general operations.

The Capital Fund accounts for donations and revenue generated from fundraising activities restricted for the purpose of purchasing medical equipment or other capital equipment for Prince Edward County Memorial Hospital and, in some circumstances, other Quinte Healthcare Corporation sites based on shared services. The Foundation maintains the funds received and will pay Quinte Healthcare Corporation for approved funding amounts as are requested in writing for such purposes with appropriate supporting documentation.

The New Hospital Fund accounts for the restricted donations, fundraising activities and investment income and expenditures for the New Hospital Back the Build Campaign.

The Endowment Fund accounts for donations designated for endowment. The investment earnings of endowment funds are used to support the mission of the Foundation or other purposes specified by the donor upon approval by the Foundation's Board of Directors. Endowments can be restricted in their use or unrestricted depending on the donor's intent.

(e) Financial Instruments

(i) Measurement of Financial Instruments

The Foundation initially measures its financial assets and liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument.

The Foundation subsequently measures all its financial assets (with the exception of investments) and financial liabilities at amortized cost.

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

Financial assets measured at fair value include investments.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities and government remittances payable.

**PRINCE EDWARD COUNTY MEMORIAL HOSPITAL FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020**

2. ACCOUNTING POLICIES (Cont'd)

(e) Financial Instruments (Cont'd)

(ii) Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of possible impairment. When a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset or group of assets, a write-down is reflected in excess (deficiency) of revenues over expenditures. When events occurring after the impairment confirm that a reversal is necessary, the reversal is recognized in excess (deficiency) of revenue over expenditures, up to the amount previously recognized as impaired.

(f) Revenue Recognition

(i) Investment Income

Investment income is recognized on an earned basis.

(ii) Donations and Bequests

Unrestricted donations and bequests are recognized as revenue in the General Fund in the year received and not when pledged.

Restricted donations and bequests are recognized as revenue in the Capital Fund, New Hospital Fund and Endowment Fund as intended, in the year received and not when pledged.

Donations and bequests consisting of donated equity securities are recorded at the fair market value of the security as at the date of the transfer and recognized in revenue in the fund as intended.

(g) Contributed Services

Related parties, as described in Note 6 to these financial statements, volunteer their time and services to assist in the Foundation's activities. While these services benefit the Foundation considerably, a reasonable estimate of their amount and fair value cannot be made, and accordingly, these contributed services are not recognized in the financial statements.

(h) Cash and Equivalents

Cash and equivalents consist of cash on deposit.

**PRINCE EDWARD COUNTY MEMORIAL HOSPITAL FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020**

3. INVESTMENTS

(a) The estimated fair value of the investments is as follows:

	2020	2019
	\$	\$
General Fund		
Debt Securities		
Royal Bank of Canada		73,177
Export Dev CDA		54,391
Federal government		684,517
Canada - housing trust		250,509
Equity securities	585,537	669,991
Mutual funds	1,302,730	210,042
Guaranteed investment certificate	2,500	2,500
Total General Fund	1,890,767	1,945,127
Endowment Fund		
Equity securities	35,409	
Mutual funds	239,839	
Total Endowment Fund	275,248	NIL
Total Investments	2,166,015	1,945,127

(b) The guaranteed investment certificate holds an effective interest rate of 2.8% and matures in October 2020.

4. INTERFUND TRANSFERS

During the year, the Foundation permanently transferred \$NIL (2019 - \$47,755) from the General fund to the Capital Fund. During the year, the Foundation permanently transferred \$408,269 (2019 - \$NIL) from the General Fund to the New Hospital Fund and \$277,312 (2019 - \$NIL) from the Capital Fund to the New Hospital Fund.

These transfers are to fund equipment commitment cash outlays and for the costs related to the "Back the Build" new hospital fundraising campaign.

**PRINCE EDWARD COUNTY MEMORIAL HOSPITAL FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020**

5. INVESTMENT INCOME

Investment income earned from investments is as follows:

	2020			Total	2019
	General	New Hospital	Endowment		
	\$	\$	\$	\$	\$
Interest	6,495	16,576	191	23,262	11,680
Dividend	29,243		1,149	30,392	20,936
Other income	32,922		191	33,113	19,112
Capital gain (loss)	50,068			50,068	(21,431)
	118,728	16,576	1,531	136,835	30,297

6. RELATED PARTY TRANSACTIONS

Prince Edward County Memorial Hospital Foundation is one of several organizations that Quinte Healthcare Corporation has an economic interest in. The Foundation's principal activity is to collect and maintain funds to be used substantially for building, equipment purchases and special program costs for Quinte Healthcare Corporation. Prince Edward County Memorial Hospital Auxiliary is another one of the organizations that Quinte Healthcare Corporation has an economic interest and therefore it is also related to the Foundation.

Directors and key management personnel are related parties of the organization due to their authority for planning, directing and controlling activities of the Foundation.

During the year, the Foundation had the following transactions with these organizations and individuals:

**PRINCE EDWARD COUNTY MEMORIAL HOSPITAL FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020**

6. RELATED PARTY TRANSACTIONS (Cont'd)

Medical Equipment Transfers

During the year, the Foundation transferred the following amounts to the Quinte Healthcare Corporation for previous commitments made by the Foundation for various capital equipment purchases:

	\$
ER Transport Monitor	24,989
Ultrasound Table/Stretcher	8,600
1 EndoWorks Archive (From 2017/2018 Commitments)	101,889
Centrella Medical/Surgery Bed	10,507
Defibrillator	19,337
Portable X-Ray Unit	187,219
Equipment commitment price variance	2,178
	354,719

During the March 31, 2019 year-end, the Foundation transferred amounts totalling \$196,206 to the Quinte Healthcare Corporation for previous commitments made by the Foundation for various capital equipment purchases. As at March 31, 2019, there were unpaid commitments of \$58,537 included in accounts payable and accrued liabilities.

Office Space and Other Services

During the year, Quinte Healthcare Corporation provided office space, payroll services, human resources services and other services at the Prince Edward County Memorial Hospital site. These services have not been accounted for, in accordance with Note 2(g) to these financial statements.

Donations

During the year, the Foundation received donations from Prince Edward County Memorial Hospital Auxiliary of \$507,947 (2019 - \$238,179).

During the year, the Foundation received donations from certain board directors and key management of \$30,529 (2019 - \$26,376).

**PRINCE EDWARD COUNTY MEMORIAL HOSPITAL FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020**

6. RELATED PARTY TRANSACTIONS (Cont'd)

Capital Planning

During the year, the Foundation transferred amounts totalling \$NIL (2019 - \$155,425) to the Quinte Healthcare Corporation for previous commitments made by the Foundation for various capital planning expenses for the new hospital.

These transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

7. COMMITMENTS

The Board of Directors has approved the following commitments:

During the 2018/2019 fiscal year, The Foundation made funding commitments to Quinte Healthcare Corporation for medical equipment in an amount not to exceed \$254,743. During the 2019/2020 fiscal year, this was increased to \$293,805 due to a price variance. At March 31, 2020, \$233,090 had been transferred and an amount of \$60,715 for large volume infusion pumps is included in accounts payable and accrued liabilities which represents the remaining balance.

During the 2019/2020 fiscal year, the Foundation has made funding commitments to Quinte Healthcare Corporation for medical equipment in an amount not to exceed \$362,000. At year end, \$217,062 had been transferred, with a price variance of \$17,471, and an amount of \$5,884 has been rescinded by the Board, leaving outstanding commitments of \$121,583. The equipment that makes up the outstanding commitments includes: IV Infusion pumps (inpatient unit) of \$47,440, IV infusion pumps (ED) of \$53,765 and hand wash sink in decontam of \$20,378.

During the 2019/2020 fiscal year, the Foundation has made funding commitments to Belleville General Hospital for ICU Capital Renovation in an amount not to exceed \$100,000.

**PRINCE EDWARD COUNTY MEMORIAL HOSPITAL FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020**

8. FINANCIAL RISKS AND CONCENTRATION OF RISK

The risks that arise from transacting financial instruments include market risk, liquidity risk and credit risk.

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of market factors. Market factors include three types of risk: interest rate risk, currency risk and equity risk.

Interest Rate Risk

Interest rate risk is the potential for financial loss caused by fluctuations in fair value or future cash flows of financial instruments because of changes in market interest rates.

The Foundation is exposed to interest rate risk through its interest-bearing investments, as discussed in Note 3 of these financial statements. As prevailing interest rates increase or decrease, the market value of the interest-bearing investments also change. However, the Foundation intends to hold these investments to maturity, thereby reducing any potential interest rate risk.

Currency Risk

Currency risk relates to the Foundation operating in different currencies and converting non-Canadian earnings at different points in time at different foreign exchange levels when adverse changes in foreign currency rates occur.

Although the Foundation holds cash and investments with a carrying value of approximately \$178,000 USD, management does not believe that the Foundation is exposed to significant currency risk from these financial instruments

Equity Risk

Equity risk is the uncertainty associated with the valuation of assets arising from changes in equity markets. The Foundation is exposed to this risk through its equity and mutual fund holdings within its investment portfolio, as disclosed in Note 3 to these financial statements.

This risk is mitigated through the Foundation's investment policy which is risk averse, in addition to the use of qualified investment brokers, which manage the Foundation's investments.

**PRINCE EDWARD COUNTY MEMORIAL HOSPITAL FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020**

8. FINANCIAL RISKS AND CONCENTRATION OF RISK (Cont'd)

Liquidity Risk

Liquidity risk is the risk that the Foundation will not be able to meet all cash outflow obligations as they come due.

The Foundation's exposure to liquidity risk is dependent on the receipt of funds from its operations. The Foundation mitigates this risk by monitoring cash activities and expected outflows. Management is of the opinion that the Foundation will be able to meet all of its cash flow obligations as they come due and are not subject to significant liquidity risk.

Credit Risk

Credit risk is the risk of financial loss if a debtor fails to make payments of interest and principal when due.

The Foundation is exposed to this risk relating to its debt holdings in its investment portfolio. This risk is mitigated through the Foundation's investment policy which is risk averse and consists of utilizing qualified investment brokers to manage its investments.

There have been no significant changes from the previous period in the exposure to risk or policies, procedures and methods used to measure the risk.

9. COVID-19 PANDEMIC

During the year ended March 31, 2020, the Coronavirus disease (COVID-19) has had a considerable impact both globally and locally, which has the potential to create financial stress on the Foundation.

Both federal and provincial governments have introduced legislative measures to combat the financial impact of the pandemic as well as combating the spread of the virus, including forced closures of several businesses.

At the date these financial statements were issued, management continues to monitor the situation and the full amount of the financial impact could not be determined.

10. COMPARATIVE FIGURES

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