

**CHILDHOOD CANCER CANADA  
FOUNDATION/FONDATION CANADIENNE DU  
CANCER CHEZ L'ENFANT**

**Financial Statements**

**Year ended September 30, 2021**

**CHILDHOOD CANCER CANADA FOUNDATION/  
FONDATION CANADIENNE DU CANCER CHEZ L'ENFANT**

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**September 30, 2021**

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
Childhood Cancer Canada Foundation/Fondation Canadienne Du Cancer Chez L'Enfant

### *Qualified Opinion*

We have audited the financial statements of Childhood Cancer Canada Foundation/Fondation Canadienne Du Cancer Chez L'Enfant, which comprise the statement of financial position as at September 30, 2021, and the statements of changes in net assets, revenue and expenditures, 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 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 Childhood Cancer Canada Foundation/Fondation Canadienne Du Cancer Chez L'Enfant as at September 30, 2021 and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

### *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 fundraising revenue, excess of revenues over expenditures, and cash flows from operations for the years ended September 30, 2021 and 2020, current assets as at September 30, 2021 and 2020, and net assets as at October 1 and September 30 for both the 2021 and 2020 years.

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.

### *Emphasis of Matter*

We draw attention to Note 3 to the financial statements, which indicates that the Childhood Cancer Canada Foundation/Fondation Canadienne Du Cancer Chez L'Enfant merged with Coast to Coast Against Cancer Foundation effective July 31, 2020. Our opinion is not modified in respect of this matter.

### *Other Matter*

The statement of financial position and statements of revenue and expenditures and cash flows for the year ended September 30, 2020 are unaudited and are presented for comparative information only.

### *Responsibilities of Management and Directors for the Financial Statements*

Management and Directors are responsible for the preparation and fair presentation of the financial statements in accordance with ASNPO, and for such internal control as management and Directors determine 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 and Directors are 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 and Directors either intend to liquidate the Foundation or to cease operations, or have 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 and Directors.
- ◆ Conclude on the appropriateness of management and Directors' 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.

*Adams & Miles LLP*

Chartered Professional Accountants  
Licensed Public Accountants

Toronto, Canada  
January 19, 2022


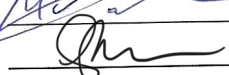
**CHILDHOOD CANCER CANADA FOUNDATION/  
FONDATION CANADIENNE DU CANCER CHEZ L'ENFANT**

**Statement of Financial Position**

**September 30, 2021**

	2021	2020 (unaudited) (Note 3)
<b>Assets</b>		
Current		
Cash (Note 4)	\$ 778,752	\$ 795,515
Marketable securities (Note 5)	6,253	-
Pledge and sundry receivables (Notes 6 and 11)	159,530	91,609
Prepaid expenses	29,613	47,623
	974,148	934,747
Property and equipment (Note 7)	3,695	9,023
	<b>\$ 977,843</b>	<b>\$ 943,770</b>
<b>Liabilities</b>		
Current		
Accounts payable and accrued liabilities	\$ 434,026	\$ 237,950
Deferred revenue (Note 8)	39,961	362,910
	473,987	600,860
<b>Fund balances</b>		
Investment in property and equipment	3,695	9,023
Unrestricted	500,161	333,887
	503,856	342,910
	<b>\$ 977,843</b>	<b>\$ 943,770</b>

Approved on behalf of the Board:

 Member  
 Member

**CHILDHOOD CANCER CANADA FOUNDATION/  
FONDATION CANADIENNE DU CANCER CHEZ L'ENFANT**

**Statement of Changes in Net Assets**

**Year ended September 30, 2021**

		<b>Investment in property and equipment</b>	<b>Unrestricted fund</b>	<b>Total 2021</b>	<b>Total 2020 (unaudited) (Note 3)</b>
<b>Balance, beginning of year</b>	\$	9,023	\$ 333,887	\$ 342,910	\$ 655,721
Excess (deficiency) of revenue over expenditures		(5,328)	166,274	160,946	(312,811)
<b>Balance, end of year</b>	\$	3,695	\$ 500,161	\$ 503,856	\$ 342,910

**CHILDHOOD CANCER CANADA FOUNDATION/  
FONDATION CANADIENNE DU CANCER CHEZ L'ENFANT**

**Statement of Revenue and Expenditures**

**Year ended September 30, 2021**

	2021	2020 (unaudited) (Note 3)
<b>Revenue</b>		
Events and individual donations (Note 9)	\$ 1,207,183	\$ 1,329,911
Corporate and foundation donations	538,072	410,860
Lottery	273,131	223,752
Other revenue (Note 11)	87,781	136,831
	<b>2,106,167</b>	<b>2,101,354</b>
<b>Expenditures</b>		
Programs and external disbursements (Note 12)	1,079,633	996,977
Administration (Notes 7, 10, 12 and 13)	352,158	246,238
Donor development (Note 12)	282,357	538,067
Events	124,177	191,857
Lottery	103,789	107,673
	<b>1,942,114</b>	<b>2,080,812</b>
<b>Excess of revenue over expenditures from operations</b>	<b>164,053</b>	<b>20,542</b>
<b>Other expenditures</b>		
Merger costs	3,107	333,353
<b>Excess (deficiency) of revenue over expenditures</b>	<b>\$ 160,946</b>	<b>\$ (312,811)</b>

**CHILDHOOD CANCER CANADA FOUNDATION/  
FONDATION CANADIENNE DU CANCER CHEZ L'ENFANT**

**Statement of Cash Flows**

**Year ended September 30, 2021**

	2021	2020 (unaudited) (Note 3)
<b>Cash provided by (used in)</b>		
<b>Operating activities</b>		
Excess (deficiency) of revenue over expenditures	\$ 160,946	\$ (312,811)
Amortization of property and equipment	5,328	11,564
	166,274	(301,247)
Changes in		
Pledge and sundry receivables	(67,921)	221,512
Inventory	-	11,926
Prepaid expenses	18,010	(1,379)
Accounts payable and accrued liabilities	196,076	(823,735)
Deferred revenue	(322,949)	234,179
	(10,510)	(658,744)
<b>Investing activities</b>		
Marketable securities	(6,253)	-
<b>Change in cash position</b>	(16,763)	(658,744)
<b>Cash, beginning of year</b>	795,515	1,454,259
<b>Cash, end of year</b>	\$ 778,752	\$ 795,515



**CHILDHOOD CANCER CANADA FOUNDATION/  
FONDATION CANADIENNE DU CANCER CHEZ L'ENFANT**

**Notes to Financial Statements**

**Year ended September 30, 2021**

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**1. Nature of operations**

Childhood Cancer Canada Foundation/Fondation Canadienne Du Cancer Chez L'Enfant (the "Foundation") is a national charitable organization dedicated to improving the quality of life for families experiencing the effects of childhood cancer through the provision of resources, parent support and the promotion of research.

The Foundation was incorporated under the Canada Corporations Act as a not-for-profit organization without share capital on July 31, 2020. It is a registered charity under the provisions of the Income Tax Act and, as such, is exempt from income tax.

**2. Summary of significant accounting policies**

The preparation of financial statements in accordance with Canadian generally accepted accounting standards for not-for-profit organizations requires management and Directors to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenue and expenditures during the year. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in the Statement of Revenue and Expenditures in the period in which they become known.

**Fund accounting**

The accounts of the Foundation are maintained in accordance with the principles of fund accounting and, accordingly, the resources are classified for accounting and reporting purposes into funds determined by the purpose for which those funds are held. The types of funds held are:

Investment in property and equipment fund - this fund represents the net book value of the property and equipment being the original cost less amortization of the property and equipment.

Unrestricted fund - this fund includes unrestricted amounts such as donations, lotteries and events revenue, together with day-to-day operating expenses.

**Marketable securities**

Marketable securities consist of Canadian equities. They have been classified as current and recorded at fair value as they are capable of reasonably prompt liquidation. Fair values are referenced to published price quotations in an active market at year-end.

Transaction costs and investment fees are expensed when incurred.

**CHILDHOOD CANCER CANADA FOUNDATION/  
FONDATION CANADIENNE DU CANCER CHEZ L'ENFANT**

**Notes to Financial Statements**

**Year ended September 30, 2021**

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**2. Summary of significant accounting policies - cont'd**

**Property and equipment**

Property and equipment are recorded at cost and are being amortized over their estimated useful lives on a straight-line basis. The annual amortization rates are as follows:

Office equipment	3 years
Leasehold improvements	5 years
Computer equipment	3 to 5 years

The Foundation tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected undiscounted future net cash flows that the property and equipment are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent carrying value exceeds its fair value.

**Revenue recognition**

The Foundation follows the deferral method of accounting for externally restricted contributions.

Externally restricted contributions are recognized as revenue in the year in which the related expenditures are incurred.

Unrestricted contributions including individual donations, corporate and foundation donations are recognized when received or receivable, if the amount to be received can be reasonably estimated and collection is reasonably assured.

Events revenue is recognized in the year in which the event occurs, if the amount to be received can be reasonably estimated and collection is reasonably assured.

Lottery revenue is recorded when received. The proceeds from the lottery revenue is required to be spent on the charitable purpose of the Foundation within Ontario. The Foundation is in compliance with this restriction.

**CHILDHOOD CANCER CANADA FOUNDATION/  
FONDATION CANADIENNE DU CANCER CHEZ L'ENFANT**

**Notes to Financial Statements**

**Year ended September 30, 2021**

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**2. Summary of significant accounting policies - cont'd**

**Contributed goods and services**

Contributed goods and services are not recognized in the Statement of Revenue and Expenditures. Contributed goods and services include office rent and goods for Empower packs.

The Foundation benefits from services in the form of volunteer time. Since these invaluable services are not purchased by the Foundation and a reasonable estimate of their value cannot be made, they are not recorded in the financial statements.

**Leases**

The Foundation has entered into an operating premise lease which was amended due to the Canada Emergency Commercial Rent Assistance application. The Foundation has chosen to recognize the lease forgiveness amounts in accordance with the practical expedient method which allows for the recognition of the lease forgiveness amounts in the period to which it relates.

**Objectives, policies and processes for managing capital**

The Foundation defines its capital as its net assets. The Foundation's objectives when managing its capital is to safeguard its ability to continue to provide programs and services consistent with its mission and vision.

Management provides an annual budget to the Chair of the Board of Directors (the "Board") and the Treasurer. The budget is developed to ensure the Foundation has sufficient cash flow to fund operations and capital expenditures. A recommendation is made from the Treasurer to the Board for approval of the budget. Management compares actual results to the budget and reports these results to the Board monthly.

**Government assistance**

The Foundation applied for and received financial assistance under the Canada Emergency Wage Subsidy and the Temporary Wage Subsidy programs. Subsidy amounts are recorded as other revenue when received.

**CHILDHOOD CANCER CANADA FOUNDATION/  
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**Notes to Financial Statements**

**Year ended September 30, 2021**

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**2. Summary of significant accounting policies - cont'd**

**Financial instruments**

The Foundation initially measures its financial assets and financial liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The Foundation subsequently measures its financial assets and financial liabilities at amortized cost, except for investments that are quoted in an active market, which are measured at fair value. Change in the fair value of these financial instruments are recognized in the Statement of Revenue and Expenditures.

Financial assets measured at amortized cost include cash and pledge and sundry receivables.

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

**CHILDHOOD CANCER CANADA FOUNDATION/  
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**Notes to Financial Statements**

**Year ended September 30, 2021**

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**3. Combination of Childhood Cancer Canada Foundation and Coast to Coast Against Cancer Foundation**

Effective July 31, 2020, the Childhood Cancer Canada Foundation/Fondation Canadienne Du Cancer Chez L'Enfant merged with Coast to Coast Against Cancer Foundation to combine their efforts toward more positive outcomes for children, adolescents and young adults fighting cancer in Canada. The combined entity retained the name Childhood Cancer Canada Foundation/Fondation Canadienne Du Cancer Chez L'Enfant.

The combination is accounted for as a merger in accordance with Section 4449, Combinations by not-for-profit organizations in Part III of the CPA Canada Handbook. The prior year comparative figures show the aggregated results for the period October 1, 2019 to July 30, 2020 for the two foundations when they were operating independently and the results of the combined entity for the period July 31, 2020 to September 30, 2020.

No adjustments were required in the comparative balances of both foundations or at the combination date to align with the accounting policies of the combined entity.

Aggregate Statement of Revenue and Expenditures, year-ended September 30, 2020:

	Childhood Cancer Canada Foundation	Coast to Coast Against Cancer	Total
Total revenue	\$ 1,364,619	\$ 736,735	\$ 2,101,354
Total expenditures	1,387,564	1,026,601	2,414,165
Excess of expenditures over revenue	\$ (22,945)	\$ (289,866)	\$ (312,811)

**CHILDHOOD CANCER CANADA FOUNDATION/  
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**Notes to Financial Statements**

**Year ended September 30, 2021**

**3. Combination of Childhood Cancer Canada Foundation and Coast to Coast Against Cancer Foundation - cont'd**

Aggregate Statement of Financial Position, as at September 30, 2020:

	Childhood Cancer Canada Foundation	Coast to Coast Against Cancer	Total
Total assets	\$ 759,411	\$ 184,359	\$ 943,770
Total liabilities	(497,596)	(103,265)	(600,860)
Net assets	\$ 261,815	\$ 81,094	\$ 342,910
Investment in property and equipment	\$ 2,773	\$ 6,250	\$ 9,023
Unrestricted	259,042	74,845	333,887
Fund balances	\$ 261,815	\$ 81,095	\$ 342,910

At the combination date, the principal components of the statement of financial position were as follows:

	Childhood Cancer Canada Foundation	Coast to Coast Against Cancer	Total
Total assets	\$ 831,420	\$ 193,174	\$ 1,024,594
Total liabilities	(395,747)	(113,468)	(509,215)
Net assets	\$ 435,673	\$ 79,706	\$ 515,379
Investment in property and equipment	\$ 3,789	\$ 6,728	\$ 10,517
Unrestricted	431,884	72,978	504,862
Fund balances	\$ 435,673	\$ 79,706	\$ 515,379

**CHILDHOOD CANCER CANADA FOUNDATION/  
FONDATION CANADIENNE DU CANCER CHEZ L'ENFANT**

**Notes to Financial Statements**

**Year ended September 30, 2021**

**4. Credit facility**

The Foundation has available a line of credit of \$32,000 (2020 - \$32,000), which bears interest at the bank's prime rate plus 2.00% (2020 - 2.00%) per annum and which is due on demand. As at the current year-end and prior year-end, this line of credit was not utilized.

**5. Marketable securities**

The fair market value of the marketable securities approximately equals their cost.

**6. Pledge and sundry receivables**

Pledge and sundry receivables consist of government sales tax rebates of \$79,734 (2020 - \$30,201).

**7. Property and equipment**

	2021		2020 (unaudited) (Note 3)	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Office equipment	\$ 11,672	\$ 11,672	\$ -	\$ 911
Leasehold improvements	6,650	6,650	-	-
Computer equipment	30,678	26,983	3,695	8,112
	<b>\$ 49,000</b>	<b>\$ 45,305</b>	<b>\$ 3,695</b>	<b>\$ 9,023</b>

Amortization expenditure was \$5,328 (2020 - \$11,564).

**CHILDHOOD CANCER CANADA FOUNDATION/  
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**Notes to Financial Statements**

**Year ended September 30, 2021**

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**8. Deferred revenue**

Deferred revenue consists of restricted donations or grants and amounts related for future fiscal years. Deferred revenue includes amounts received for events to be held, donations for Empower Pack program, and COVID-19 financial grants to be distributed to patients and families in Canada who have been negatively impacted by the pandemic.

The deferred revenue balance consists of the following:

	2021	2020 (unaudited) (Note 3)
COVID-19 financial grants	\$ 11,650	\$ 216,550
Deferred events	18,583	94,237
Deferred revenue - Empower Packs	9,728	52,123
	<hr/>	<hr/>
	\$ 39,961	\$ 362,910

**9. Related party transactions**

Included in events revenue is a \$5,000 sponsorship (2020 - \$10,000) received from a firm that a member of the Board of Directors is a partner of.

**10. Rent forgiveness - Canada Emergency Commercial Rent Assistance**

The Foundation applied for received from its Landlord rent forgiveness for 4 months in the prior fiscal year. The Foundation has chosen to continue recording the lease payments in accordance with the original lease agreement and recognize the lease forgiveness amounts as a reduction to rent expense in the year to which it relates. The amount of rent reduction recognized in the prior year was \$24,183.



**CHILDHOOD CANCER CANADA FOUNDATION/  
FONDATION CANADIENNE DU CANCER CHEZ L'ENFANT**

**Notes to Financial Statements**

**Year ended September 30, 2021**

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**11. Government assistance**

Included in other revenue is a recovery of \$87,687 (2020 - \$115,208) for government assistance received under the Canada Emergency Wage Subsidy program and \$Nil (2020 - \$5,839) for government assistance received under the Temporary Wage Subsidy program.

Included in pledge and sundry receivables is \$18,000 to be received related to the Canada Emergency Wage Subsidy program.

**12. Allocation of administration expenditures and other**

The Foundation allocates certain costs based on various activities. The Foundation allocates rent, equipment lease and salary based on management's estimate of actual time spent by an employee on research and programs and donor development initiatives. Expense allocations are applied on a consistent basis from year to year.

For the current year, rent, equipment lease and salary costs of \$193,811 (2020 - \$444,131) were allocated to research and programs expenditures and \$137,283 (2020 - \$356,570) were allocated to donor development expenditures.

**13. Pension plan**

As a former member of a multi-employer defined benefit pension plan administered by the Canadian Cancer Society, the Foundation has a pension funding obligation on the unfunded portion of benefits being paid to former employees. The obligation is not on the statement of financial position as the information is not available. It is being accounted for as a defined contribution plan.

During the current year, the Foundation's pension funding expenditure totaled \$9,744 (2020 - \$2,856) and is included with administration expenses on the Statement of Revenue and Expenditures. Subsequent to year-end, the Foundation is no longer a participant in the plan.

**CHILDHOOD CANCER CANADA FOUNDATION/  
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**Notes to Financial Statements**

**Year ended September 30, 2021**

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**14. Commitments**

As at year-end, the Foundation is committed to the following future minimum lease commitments relating to the rental of certain office equipment, expiring through May 2023.

2022	\$	6,288
2023		4,553
		<hr/>
		\$ 10,841

**15. Financial instruments**

The Foundation is exposed to the following risks in respect of certain of the financial instruments held:

**Credit risk**

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Foundation is exposed to credit risk with respect to its pledges and sundry receivable to the extent that debtors do not meet their obligations.

The Foundation is not exposed to significant interest rate, currency and liquidity risks.

**16. COVID-19**

Events have occurred as a result of the COVID-19 (coronavirus) pandemic that have caused economic uncertainty. The duration and impact of the COVID-19 pandemic, as well as the effectiveness of government responses, remain unclear at this time. Potential risks that the Foundation faces as a result of the pandemic are as follows:

- (i) Significant change in operational costs
  - ♦ Assessment and response:  
Change in operational costs, if any, have been reflected in the financial statements.
- (ii) Due to reduced cash inflows and/or increased operating costs, the Foundation may be in an operating deficit position
  - ♦ Assessment and response:  
The Foundation has positive working capital and is in an operating surplus position. The Foundation continues to be a going concern.