

**CANADIAN FEDERATION OF UNIVERSITY  
WOMEN CHARITABLE TRUST**

**Financial Statements**

**Year Ended April 30, 2021**



**CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST**  
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**Year Ended April 30, 2021**

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**TRUSTER ZWEIG LLP**

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## INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

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### To the Trustees of Canadian Federation of University Women Charitable Trust

We have reviewed the accompanying financial statements of Canadian Federation of University Women Charitable Trust which comprise the statement of financial position as at April 30, 2021 and the statements of revenues and expenditures and changes in unrestricted net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

#### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of Canadian Federation of University Women Charitable Trust as at April 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.

*Truster Zweig LLP*

Richmond Hill, Ontario  
August 24, 2021

Chartered Professional Accountants  
Licensed Public Accountants

**CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST**  
**Statement of Financial Position**  
**April 30, 2021**

	2021	2020
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 153,184	\$ 23,838
Cash - special award fund from donations (Note 3)	26,600	26,600
Amount receivable	-	780
Marketable securities (Note 4)	1,501,153	1,393,940
Government remittances	4,025	3,192
	1,684,962	1,448,350
<b>MARKETABLE SECURITIES (Note 4)</b>	<b>55,621</b>	<b>-</b>
	\$ 1,740,583	\$ 1,448,350
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$ 17,160	\$ 13,517
<b>NET ASSETS</b>		
<b>INTERNALLY RESTRICTED (Note 3)</b>	<b>26,600</b>	<b>26,600</b>
<b>UNRESTRICTED</b>	<b>1,696,823</b>	<b>1,408,233</b>
	1,723,423	1,434,833
	\$ 1,740,583	\$ 1,448,350

Approved on behalf of the Trust

\_\_\_\_\_ Trustee

\_\_\_\_\_ Trustee

See accompanying notes



**CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST**  
**Statement of Revenues and Expenditures and Changes in Unrestricted Net Assets**  
**Year Ended April 30, 2021**

	2021	2020
<b>REVENUE</b>		
Donations and fundraising	\$ 22,342	\$ 53,185
Investment income	75,683	78,995
Realized gains (losses)	(28,487)	11,427
	<b>69,538</b>	<b>143,607</b>
<b>EXPENSES</b>		
Awards		
Bourse Georgette LeMoyne	5,000	10,000
Dr. Alice E. Wilson	20,000	30,000
Elizabeth Massey	5,000	5,000
Ecole Polytechnique Commemorative	12,000	24,000
Souter Humanities	6,000	12,000
Aboriginal Womans	9,500	20,000
Fellowships		
Canadian Home Economics Association	6,000	6,000
Dr. Margaret McWilliams	11,000	22,000
Memorial	8,000	16,000
Ruth Binnie	6,000	6,000
Grant		
Library	4,000	8,000
Other		
Awards administration	27,375	39,723
Event costs	-	8,672
Investment management fees	14,067	15,506
Office and general	2,319	5,675
Professional fees	3,500	4,838
	<b>139,761</b>	<b>233,414</b>
<b>DEFICIENCY OF REVENUE OVER EXPENSES BEFORE THE FOLLOWING</b>	<b>(70,223)</b>	<b>(89,807)</b>
Unrealized gains (losses)	380,009	(247,771)
Gains (losses) on foreign exchange	(21,196)	2,925
<b>NET EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES</b>	<b>288,590</b>	<b>(334,653)</b>
Unrestricted net assets - beginning of year	1,408,233	1,680,886
Interfund transfer - internally restricted net assets (Note 3)	-	62,000
<b>UNRESTRICTED NET ASSETS - END OF YEAR</b>	<b>\$ 1,696,823</b>	<b>\$ 1,408,233</b>

See accompanying notes



**CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST**  
**Statement of Cash Flows**  
**Year Ended April 30, 2021**

	2021	2020
<b>OPERATING ACTIVITIES</b>		
Excess (deficiency) of revenue over expenses	\$ 288,590	\$ (334,653)
Items not affecting cash:		
Unrealized (gains) losses	(380,009)	247,771
(Gains) losses on foreign exchange	21,196	(2,925)
Realized (gains) losses	28,487	(11,427)
	<b>(41,736)</b>	<b>(101,234)</b>
Changes in non-cash working capital:		
Amount receivable	779	(779)
Accounts payable and accrued liabilities	3,643	10,020
Government remittances	(833)	(801)
	<b>3,589</b>	<b>8,440</b>
Cash flow used by operating activities	<b>(38,147)</b>	<b>(92,794)</b>
<b>INVESTING ACTIVITY</b>		
Marketable securities	167,493	104,848
<b>INCREASE IN CASH FLOW</b>	<b>129,346</b>	<b>12,054</b>
Cash - beginning of year	23,838	11,784
<b>CASH - END OF YEAR</b>	<b>\$ 153,184</b>	<b>\$ 23,838</b>

See accompanying notes



**CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST**  
**Notes to Financial Statements**  
**Year Ended April 30, 2021**

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**1. PURPOSE OF THE TRUST**

The Canadian Federation of University Women Charitable Trust ("Trust") was established in 1976 to administer the funds supporting the Fellowships and Awards Program of the Canadian Federation of University Women. This program is dedicated to the furthering of the education of Canadian women at the post-graduate level.

As a charity registered under the Income Tax Act (Canada), the Trust is not subject to income taxes and is authorized to issue tax receipts for donations received.

**2. SIGNIFICANT ACCOUNTING POLICIES**

These financial statements have been prepared using Canadian accounting standards for not-for-profit organizations. These standards are in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies:

**Financial instruments**

The Trust initially measures its financial assets and liabilities at fair value, except for certain non-arm's length transactions, which are recorded at the carrying or exchange amount depending on the circumstances. The Trust subsequently measures all financial assets and financial liabilities at cost or amortized cost except for investments in marketable securities that are quoted in an active market, which are measured at fair value. Change in fair value are recognized in net earnings.

Financial assets measured at cost or amortized cost include cash and government remittances.

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

**Revenue and expense recognition**

The Trust follows the deferral method of accounting for donations with no accruals being made for amounts pledged but not received since pledges are not legally enforceable claims. Unrestricted donations and fundraising, are recognized as revenue when received.

Investment income is recognized as it is earned. Investment income includes dividend and interest income.

Expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

*(continues)*



**CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST**  
**Notes to Financial Statements**  
**Year Ended April 30, 2021**

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**2. SIGNIFICANT ACCOUNTING POLICIES (*continued*)**

**Use of estimates**

The preparation of financial statements in accordance with Canadian generally accepted accounting principles 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. Significant areas requiring the use of estimates include the measurement of marketable securities, accrued liabilities and revenue recognition. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known.

**Donated services**

The Trust derives a significant benefit from volunteer services. Since these services are not normally purchased by the Trust and due to the difficulty in determining their fair value, donated services are not recognized in these financial statements.

**Capital management**

The Trust's objective is to have sufficient resources to continue operations in accordance with its mission. The need for sufficient resources is considered when preparing an annual budget and monitoring its cash flows. In addition, the Trust manages its capital primarily through its investments in marketable securities and adheres to its investment policies.

**3. INTERNALLY RESTRICTED NET ASSETS**

The Trustees have internally restricted specific donations for the 100th Anniversary Awards. These internally restricted amounts are not available for any other purpose, other than to be distributed in subsequent years as one-time fellowship awards. Additions during the year were \$Nil (2020 - \$Nil) with distributions of \$Nil (2020 - \$62,000), which were used to finance the Awards expenses.



**CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST**  
**Notes to Financial Statements**  
**Year Ended April 30, 2021**

**4. MARKETABLE SECURITIES**

The Trust has investments in a managed portfolio as follows:

	2021	2020
Fixed income - long-term	\$ 55,621	\$ 162,846
Canadian and foreign common stock	975,891	809,237
Canadian preferred stock	525,262	421,857
	<b>1,556,774</b>	1,393,940
Less: long-term portion	<b>(55,621)</b>	-
	<b>\$ 1,501,153</b>	\$ 1,393,940

Fixed income investments mature no later than November 19, 2027 with interest rates ranging from 1.35% to 6.15%.

**5. RELATED PARTY TRANSACTIONS**

Included in awards administration expense are administration fees of \$15,480 (2020 - \$26,103) paid to Canadian Federation of University Women (an organization having some of the same board members) which provides administrative services for the Trust.

All related party transactions are recorded at their exchange amount which is the amount established and agreed to by the related parties.

**6. COMMITMENTS AND CONTINGENCIES**

The Trust has undertaken to indemnify its past, present and future trustees, officers, and volunteers against expenses (including legal expenses), judgments and any amount actually or reasonably incurred by them in connection with any action, suit or proceeding in which the directors are sued as a result of their service, if they acted honestly and in good faith with a view to the best interests of the Trust.

The nature of the indemnity prevents the Trust from reasonably estimating the maximum exposure. The Trust has purchased directors' and officers' liability insurance with respect to this indemnification. Historically, the Trust has not made any payments under such or similar indemnification agreements. At this time, the Trust is not aware of any claims under these guarantees and, therefore, no amount has been accrued in the financial statements with respect to these guarantees.



**CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST**  
**Notes to Financial Statements**  
**Year Ended April 30, 2021**

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**7. FINANCIAL RISK MANAGEMENT**

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

**(a) 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 Trust is not exposed to this risk.

**(b) Liquidity risk**

Liquidity risk is the risk that the Trust will encounter difficulty in meeting obligations associated with financial liabilities. The Trust is exposed to this risk mainly in respect of its accounts payable and accrued liabilities.

**(c) Market risk**

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

**(i) Currency risk**

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. As at April 30, 2021, approximately 23.5% (2020 - 22.4%) of cash and marketable securities are denominated in US Dollars and have been converted into Canadian Dollars. The Trust mitigates this risk by restricting the percentage of cash and marketable securities held in foreign currency to approximately 10% - 20% of the entire portfolio.

**(ii) Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The short term interest bearing fixed income investments held by the Trust have a limited exposure to interest rate risk due to their short term maturity. To manage this risk, the Trust has established investment policies which include a target mix of investment types and concentration limits designed to achieve the optimum return with reasonable risk tolerance.

**(iii) 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 or currency 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 Trust is exposed to other price risk through its investments in quoted shares.



**CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST**  
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**Year Ended April 30, 2021**

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**8. COVID-19 PANDEMIC**

Since December 31, 2019, the outbreak of the novel strain of coronavirus, specifically identified as "COVID-19", has resulted in a widespread health crisis that has affected economies and financial markets around the world resulting in a global economic downturn. The effects of this pandemic on the Trust may include decrease in revenue and increased government interventions, including shutdown of non-essential services, travel restrictions, barring of gatherings of people, and requirements to stay home.

The Trust has determined that adjustments to the financial statements are not required as a result of these events. Accordingly, the financial position and result of operations as of and for the period ending April 30, 2021 have not been adjusted to reflect their impact. The duration and impact of the COVID-19 pandemic remains unclear at this time.

It is not possible to reliably estimate the duration and severity of these consequences, as well as the impact on the financial position and results of the organization for future years.

