

**CANADIAN FEDERATION OF UNIVERSITY
WOMEN CHARITABLE TRUST**

Financial Statements

Year Ended April 30, 2022



CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST
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Year Ended April 30, 2022

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TRUSTER ZWEIG LLP

CHARTERED PROFESSIONAL ACCOUNTANTS

LICENSED PUBLIC ACCOUNTANTS

500 Highway 7 E, Suite 200, Richmond Hill, ON L4B 1J1

Tel: 416-222-5555 • Fax: 905-707-1322

www.trusterzweig.com

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

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, 2022 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, 2022, 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 18, 2022

Chartered Professional Accountants
Licensed Public Accountants

CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST
Statement of Financial Position
April 30, 2022

	2022	2021
ASSETS		
CURRENT		
Cash	\$ 103,890	\$ 153,184
Cash - special award fund from donations (Note 3)	21,600	26,600
Marketable securities (Note 4)	1,595,638	1,501,153
Government remittances	1,905	4,025
	1,723,033	1,684,962
MARKETABLE SECURITIES - LONG TERM (Note 4)	-	55,621
	\$ 1,723,033	\$ 1,740,583
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 7,568	\$ 17,160
NET ASSETS		
INTERNALLY RESTRICTED (Note 3)	21,600	26,600
UNRESTRICTED	1,693,865	1,696,823
	1,715,465	1,723,423
	\$ 1,723,033	\$ 1,740,583

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, 2022

	2022	2021
REVENUE		
Donations and fundraising	\$ 24,492	\$ 22,342
Investment income	67,612	75,683
Realized losses	(4,091)	(28,487)
	88,013	69,538
EXPENSES		
Awards		
Bourse Georgette LeMoynes	5,000	5,000
Dr. Alice E. Wilson	20,000	20,000
Elizabeth Massey	5,000	5,000
Ecole Polytechnique Commemorative	5,000	12,000
Souter Humanities	6,000	6,000
Aboriginal Womans	-	9,500
Fellowships		
Canadian Home Economics Association	6,000	6,000
Dr. Margaret McWilliams	11,000	11,000
Memorial	8,000	8,000
100th Anniversary Legacy	5,000	-
Ruth Binnie	6,000	6,000
Grant		
Library	4,000	4,000
Other		
Awards administration	23,534	27,375
Investment management fees	15,997	14,067
Office and general	1,859	2,319
Professional fees	4,526	3,500
	126,916	139,761
DEFICIENCY OF REVENUE OVER EXPENSES BEFORE THE FOLLOWING	(38,903)	(70,223)
Unrealized gains	21,404	380,009
Gains (losses) on foreign exchange	9,541	(21,196)
NET EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	(7,958)	288,590
Unrestricted net assets - beginning of year	1,696,823	1,408,233
Interfund transfer - internally restricted net assets (Note 3)	5,000	-
UNRESTRICTED NET ASSETS - END OF YEAR	\$ 1,693,865	\$ 1,696,823

See accompanying notes



CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST
Statement of Cash Flows
Year Ended April 30, 2022

	2022	2021
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenses	\$ (7,958)	\$ 288,590
Items not affecting cash:		
Unrealized gains	(21,404)	(380,009)
(Gains) losses on foreign exchange	(6,927)	21,196
Realized losses	4,091	28,487
	(32,198)	(41,736)
Changes in non-cash working capital:		
Accounts receivable	-	779
Government remittances	2,121	(833)
Accounts payable and accrued liabilities	(9,592)	3,643
	(7,471)	3,589
Cash flow used by operating activities	(39,669)	(38,147)
INVESTING ACTIVITY		
Marketable securities	(9,625)	167,493
INCREASE (DECREASE) IN CASH FLOW	(49,294)	129,346
Cash - beginning of year	153,184	23,838
CASH - END OF YEAR	\$ 103,890	\$ 153,184

See accompanying notes



CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST
Notes to Financial Statements
Year Ended April 30, 2022

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, 2022

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 (2021 - \$Nil) with distributions of \$5,000 (2021 - \$Nil), which were used to finance the Fellowships expenses.



CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST
Notes to Financial Statements
Year Ended April 30, 2022

4. MARKETABLE SECURITIES

The Trust has investments in a managed portfolio as follows:

	2022	2021
Fixed income - long-term	\$ -	\$ 55,621
Canadian and foreign common stock	988,203	975,891
Canadian preferred stock	511,989	525,262
Fixed income - short-term	95,446	-
	1,595,638	1,556,774
Less: long-term portion	-	(55,621)
	\$ 1,595,638	\$ 1,501,153

Fixed income investments mature no later than October 11, 2022 with interest rates ranging from 0.00% to 1.35%.

5. RELATED PARTY TRANSACTIONS

Included in awards administration expense are administration fees of \$18,706 (2021 - \$15,480) 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, 2022

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, 2022, approximately 23.3% (2021 - 23.5%) 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
Notes to Financial Statements
Year Ended April 30, 2022

8. COVID-19 PANDEMIC

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, 2022 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.

