

Financial Statements of

**THE HAMILTON-WENTWORTH
DISTRICT SCHOOL BOARD
FOUNDATION**

Year ended August 31, 2015



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INDEPENDENT AUDITORS' REPORT

To the Directors of The Hamilton-Wentworth District School Board Foundation

We have audited the accompanying financial statements of The Hamilton-Wentworth District School Board Foundation, which comprise the statement of financial position as at August 31, 2015, the statement of operations and surplus and cash flows for the year then ended, and notes, comprising 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 public accounting standards, 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our qualified audit opinion.



Basis for Qualified Opinion

In common with many not-for-profit organizations, The Hamilton-Wentworth District School Board 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 Hamilton-Wentworth District School Board Foundation. Therefore, we are not able to determine, at and for the years ended August 31, 2015 and August 31, 2014, any adjustments might be necessary to fundraising revenues and excess of revenue over expenses reported in the statement of operations, excess of revenues over expenses reported in the statement of cash flows and current assets and unrestricted net assets reported in the statement of financial position. This caused us to qualify our audit opinion on the financial statements as at and for the year ended August 31, 2014.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of The Hamilton-Wentworth District School Board Foundation as at August 31, 2015, and its results of operations and its cash flows for the year then ended August 31, 2015 in accordance with Canadian public sector accounting standards.

KPMG LLP

Chartered Professional Accountants, Licensed Public Accountants

Hamilton, Canada
January 13, 2016

THE HAMILTON-WENTWORTH DISTRICT SCHOOL BOARD FOUNDATION
 STATEMENT OF FINANCIAL POSITION
 AUGUST 31, 2015

	2015	2015	2015	2014
	Endowment	Restricted	Total	Total
	Funds	Funds		
FINANCIAL ASSETS				
Cash	\$ 728,814	\$ 395,369	\$ 1,124,183	\$ 268,627
Accounts Receivable	-	3,141	3,141	-
Investments (note 3)	-	525,000	525,000	1,250,000
TOTAL FINANCIAL ASSETS	\$ 728,814	\$ 923,510	\$ 1,652,324	\$ 1,518,627
ACCUMULATED SURPLUS				
Endowment Funds	\$ 728,814	\$ -	\$ 728,814	\$ 728,814
Restricted Funds	-	923,510	923,510	789,813
TOTAL ACCUMULATED SURPLUS	\$ 728,814	923,510	1,652,324	1,518,627

On behalf of the Foundation

_____ President

_____ Secretary & Treasurer

THE HAMILTON-WENTWORTH DISTRICT SCHOOL BOARD FOUNDATION
 STATEMENT OF OPERATIONS AND SURPLUS
 FOR THE YEAR ENDED AUGUST 31, 2015

	2015 Endowment Funds	2015 Restricted Funds	2015 Total	2014 Total
REVENUES				
Donations	\$ -	\$ 692,397	\$ 692,397	\$ 557,555
Interest	-	27,889	27,889	32,287
TOTAL REVENUES	-	720,286	720,286	589,842
EXPENSES				
Awards/Disbursements	-	586,589	586,589	551,342
EXCESS OF REVENUES OVER EXPENSES	-	133,697	133,697	38,500
Surplus Balance September 1	728,814	789,813	1,518,627	1,480,127
SURPLUS BALANCE, AUGUST 31	\$ 728,814	\$ 923,510	\$ 1,652,324	\$ 1,518,627

THE HAMILTON-WENTWORTH DISTRICT SCHOOL BOARD FOUNDATION
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED AUGUST 31, 2015

	2015 Endowment Funds	2015 Restricted Funds	2015 Total	2014 Total
OPERATING TRANSACTIONS				
Excess of Revenues over Expenses	\$ -	\$ 133,697	\$ 133,697	\$ 38,500
Decrease in Accounts Receivable	-	(3,141)	(3,141)	-
	-	130,556	130,556	38,500
INVESTING TRANSACTIONS				
Decrease (increase) in Investments	728,814	(3,814)	725,000	(250,000)
	728,814	(3,814)	725,000	(250,000)
Change in Cash Balance	728,814	126,742	855,556	(211,500)
Cash Balance, September 1	-	268,627	268,627	480,127
CASH BALANCE, AUGUST 31	\$ 728,814	\$ 395,369	\$ 1,124,183	\$ 268,627

**THE HAMILTON-WENTWORTH DISTRICT SCHOOL BOARD FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2015**

1. NATURE OF OPERATIONS

The Hamilton-Wentworth District School Board Foundation ("Foundation") is incorporated under the laws of the Province of Ontario. It is a not-for-profit organization and, as such, is exempt from income taxes under the Income Tax Act.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared by management in accordance with Canadian public sector accounting standards including the 4200 series for government not-for-profit organizations.

a) Fund Accounting

The Hamilton-Wentworth District School Board Foundation follows the restricted fund method of accounting for contributions.

The Endowment Fund reports restricted resources that are to be maintained permanently, based on specifications outlined when donations were made. Investment income earned on resources of the Endowment Fund are utilized depending on the nature of any restrictions imposed by contributors of funds for endowment.

The Restricted Fund reports restricted resources that are to be used based on specifications outlined when donations were made.

b) Revenue Recognition

Contributions received for endowment use are recognized as revenue in the Endowment Fund.

Contributions received for restricted use are recognized as revenue of the appropriate Restricted Fund.

Investment income earned on Endowment Fund resources is recognized in the Endowment or Restricted Fund depending on the nature of any restriction imposed by the contributor of the endowment funds. If no restrictions exist, the funds are used in the Restricted Fund.

Investment income earned on Restricted Fund resources is recognized as revenue in that specific fund.

c) Contributed Materials

The fair market value of donated materials are recorded when received.

d) Investments

Long term investment consist of investments that have maturities of more than one year. Long term investments are recorded at cost , and assessed regularly for permanent impairment.

3. INVESTMENTS

	August 31, 2015		August 31, 2014	
	Cost	Market Value	Cost	Market Value
Guaranteed Investment Certificates				
Meridian Credit Union maturing July 17, 2016 at 2.20%.	\$ 525,000	\$ 525,000	\$ 1,250,000	\$ 1,250,000

These investments are assessed regularly for impairment and are written down if a permanent impairments exits.

4. DONATED MATERIALS

The Foundation received donated materials valued at \$2,896 during the current year, (2014 - \$17,216).

THE HAMILTON-WENTWORTH DISTRICT SCHOOL BOARD FOUNDATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED AUGUST 31, 2015

5. ENDOWMENT AND RESTRICTED FUND BALANCES

The trust balances in the Endowment and Restricted Funds consist of the following:

	2015	2014	2015	2014
	Endowment	Restricted	Total	Total
	Funds	Funds	Total	Total
School Funds	\$ -	\$ 198,702	\$ 198,702	\$ 102,956
Awards Directed to Schools	723,814	612,641	1,336,455	1,332,085
Awards Available for General Purposes	5,000	112,167	117,167	83,586
Total	\$ 728,814	\$ 923,510	\$ 1,652,324	\$ 1,518,627