



D'ANGELA SORRENTI
CHARTERED PROFESSIONAL ACCOUNTANTS

Adam Sorrenti, CPA, CA
Dario O. D'Angela, CA
In Memoriam (1941-2006)

THE VITANOVA FOUNDATION

Auditor's Report

Financial Statements

March 31, 2022

INDEPENDENT AUDITOR'S REPORT

To the Members of The Vitanova Foundation:

Qualified Opinion

We have audited the accompanying financial statements of the Vitanova Foundation which comprise the statement of financial position as at March 31, 2022 and the statements of operations and change in accumulated operating surplus and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, except for the possible effect 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 Vitanova Foundation, 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 (ASNFPO).

Basis for Qualified Opinion

In common with many non-for-profit organizations, the Organization derives revenues from the general public in the form of donations and fundraising functions, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of revenues was limited to the amounts recorded in the records of the Organization. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenues, operating surplus and cash flows from operations for the years ended March 31, 2022 and 2021, current assets as at March 31, 2022 and March 31, 2021, and net assets as at April 1 and March 31 for both the 2022 and 2021 years. Our audit opinion on the financial statements for the year ended March 31, 2022 was modified accordingly because of the possible effects of this limitation in scope.

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 Organization 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 audit opinion.

Key Audit Matters

We have determined that there are no key audit matters to report.

Responsibilities of Management and Those Charged with Governance 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.

In preparing the financial statements, management is responsible for assessing the Organization'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 Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

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 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 Organization'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 Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Organization 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 findings, including any significant deficiencies in internal control that we identify during our audit.



CHARTERED PROFESSIONAL ACCOUNTANTS
Licensed Public Accountants

Vaughan, Ontario
June 21, 2022

THE VITANOVA FOUNDATION

Statement of Financial Position

As at March 31, 2022

	2022	2021
Assets		
Current assets		
Cash and cash equivalents (note 4)	\$ 1,128,476	\$ 672,372
Accounts receivable (note 5)	119,594	99,238
Holdback receivable (note 6)	76,264	75,980
Prepaid expenses	2,390	12,171
	<u>1,326,724</u>	<u>859,761</u>
Investment (note 7)	112,717	112,359
Funds, held in trust, Women's Treatment Centre (note 8)	144,984	144,524
Capital assets (note 9)	<u>1,385,506</u>	<u>976,138</u>
	<u>\$ 2,969,931</u>	<u>\$ 2,092,782</u>
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	\$ 303,049	\$ 95,173
Employee tax deductions payable	21,184	22,225
Current portion of deferred revenue (note 10)	<u>128,348</u>	<u>197,702</u>
	452,581	315,100
Deferred revenue (note 10)	274,646	172,436
Deferred revenue - Capital projects (note 11)	1,039,017	375,000
Canada emergency business loan payable	-	<u>30,000</u>
	<u>1,766,244</u>	<u>892,536</u>
Accumulated surplus	<u>1,203,687</u>	<u>1,200,246</u>
	<u>\$ 2,969,931</u>	<u>\$ 2,092,782</u>

Contingency (note 13)

ON BEHALF OF THE BOARD :

Director

Director

See accompanying notes.

THE VITANOVA FOUNDATION

Statement of Operations and Change in Accumulated Operating Surplus

Year Ended March 31, 2022

	2022	2021
Revenues		
Donations and fundraising activities	\$ 397,707	\$ 350,612
Government and charitable grants (note 12)	1,363,992	1,280,526
Other revenue-Ontario Works	1,925	-
Investment revenue	1,292	5,720
	<u>1,764,916</u>	<u>1,636,858</u>
Expenditures		
Accounting, audit and legal	44,907	47,356
Advertising and promotion	1,110	4,314
Amortization	192,697	132,578
Auto lease, repairs and travel	7,434	5,497
Consulting fees	15,783	24,680
Food	19,954	13,116
Fundraising	6,087	14,115
Housekeeping	10,359	14,477
Insurance	24,091	16,960
Office and general	20,603	16,128
Professional development	3,432	1,415
Program supplies and services	83,559	106,665
Realty taxes	16,255	16,188
Rent and utilities (note 3)	178,674	134,895
Repairs and maintenance	44,833	43,004
Salaries and benefits	1,070,377	1,022,144
Telecommunications	21,320	20,833
	<u>1,761,475</u>	<u>1,634,365</u>
Operating surplus	3,441	2,493
Accumulated operating surplus, beginning of year	1,200,246	1,197,753
Accumulated operating surplus, end of year	<u>\$ 1,203,687</u>	<u>\$ 1,200,246</u>

THE VITANOVA FOUNDATION

Statement of Cash Flows

Year Ended March 31, 2022

	2022	2021
Operating activities		
Operating surplus	\$ 3,441	\$ 2,493
Item not requiring an outlay of funds		
Amortization	192,697	132,578
	<u>196,138</u>	<u>135,071</u>
Changes in non-cash working capital		
Accounts receivable	(20,356)	(45,242)
Holdback receivable	(284)	(1,086)
Prepaid expenses	9,781	(10,270)
Accounts payable and accrued liabilities and employee tax deductions payable	206,834	34,441
Canada emergency business loan payable	(30,000)	30,000
Deferred revenue	696,873	484,604
	<u>1,058,986</u>	<u>627,518</u>
Investing activities		
Acquisition of capital assets	(602,064)	(393,121)
Purchase of investment	(358)	(359)
Funds , held in trust, Women's Treatment Centre	(460)	(2,218)
	<u>(602,882)</u>	<u>(395,698)</u>
Increase in cash and cash equivalents	456,104	231,820
Cash and cash equivalents, beginning of year	<u>672,372</u>	<u>440,552</u>
Cash and cash equivalents, end of year	<u>\$ 1,128,476</u>	<u>\$ 672,372</u>

THE VITANOVA FOUNDATION

Notes to Financial Statements

Year Ended March 31, 2022

1. Purpose, objects and operations of the Foundation

The Vitanova Foundation ("the Foundation") is a not-for-profit organization dedicated to helping people in Canada and around the world who suffer from alcohol and substance abuse and seek treatment.

The Vitanova Foundation was incorporated by letters patent as a corporation without share capital in the Province of Ontario on July 20, 1988. The corporation commenced operations on July 20, 1988.

A) The objects for which the Corporation is incorporated are:

- a) to establish, maintain and administer a residence to offer a rehabilitation programme directed to the needs of persons dependent upon drugs or alcohol;
- b) to establish, maintain and administer assessment, rehabilitation and counselling programmes for persons dependent upon drugs or alcohol;
- c) to establish, maintain and administer counselling programmes for families of persons dependent upon drugs or alcohol;
- d) to establish, maintain and administer a community re-integration programme for persons dependent upon drugs or alcohol;
- e) to promote continuing improvement in the quality of rehabilitation programmes for persons dependent upon drugs or alcohol;
- f) to promote the development of professional skills and sensitivities in people who provide services to persons dependent upon drugs or alcohol;
- g) further to the objects of the corporation and as incidental and ancillary thereto, to interact with the municipal, provincial and federal governments and other agencies in developing policies conducive to the rehabilitation of persons dependent upon drugs or alcohol;
- h) to establish maintain and administer a residence and counselling program for the members of the families of persons dependent upon drugs or alcohol, which members have been the victim of abuse relating to such dependency.

B) The Corporation is subject to the following terms and conditions:

- a) To invest and re-invest the funds of the corporation in such manner as determined by the Directors, and in making such investments, the Directors shall not be limited to investments authorized by law for Trustees, provided such investments are reasonable, prudent and sagacious under the circumstances and do not constitute, either directly or indirectly, a conflict of interest;

THE VITANOVA FOUNDATION

Notes to Financial Statements

Year Ended March 31, 2022

1. Purpose, objects and operations, continued

- b) To accept donation gifts, legacies and bequests in furtherance of the corporation's objects;
- c) The corporation shall be carried on without the purpose of gain for its members and any profits or other accretions to the corporation shall be used in promoting its objects;
- d) The corporation shall be subject to the Charities Accounting Act and the Charitable Gifts Act;
- e) The directors shall serve as such without remuneration, and no director shall directly or indirectly receive any profit from their position as such; provided that directors may be paid reasonable expenses incurred by them in the performance of their duties;
- f) The borrowing power of the corporation pursuant to any by-law passed and confirmed in accordance with section 59 of the Corporations Act shall be limited to borrowing money for current operating expenses, provided that the borrowing power of the corporation shall not be so limited if it borrows on the security of real or personal property.

2. Significant accounting policies

Basis of presentation

These financial statements present, in accordance with Canadian accounting standards for not for profit organizations, the assets, liabilities, revenue, expenses and cash flows of the Vitanova Foundation.

Cash and cash equivalents

The Foundation considers deposits in bank, certificates of deposit and other short-term investments with original maturities of 90 days or less at the date of acquisition as cash and cash equivalents.

Investments

Investments are classified and stated at amortized cost. Investment purchases and sales transactions are accounted for on the settlement date.

THE VITANOVA FOUNDATION

Notes to Financial Statements

Year Ended March 31, 2022

2. Significant accounting policies - continued

Financial instruments other than investments

The following policies and assumptions were used to determine the fair value of each class of financial assets and financial liabilities. Cash and cash equivalents, HST and other receivables, accounts payable, accrued liabilities and employee tax deductions payable are financial assets and liabilities measured at their carrying amount since it is comparable to their fair value due to the short term maturity of these financial instruments.

Contributions and revenue recognition

Government grants are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Donations and fundraising activities, other revenue - Ontario Works are recorded when received.

The Foundation follows the deferral method of accounting for contributions. Operating grants received prior to the year in which they apply are recorded as deferred contributions. Income from fund raising activity is recognized when the event occurs. Income from sponsorships and interest is recorded when received. Fees from performances, programs and workshops that the Foundation provides are recorded when earned.

Capital assets

Capital assets are recorded at cost and amortization is based on the estimated useful life of assets. Amortization of furniture and fixtures is provided on the declining balance at an annual rate of 20 %. Computer and vehicle and tractor is provided on the declining balance at an annual rate of 45%, 30% and 30%, respectively. Leasehold improvements are amortized on a straight-line basis over 10 years.

Impairment of capital assets

An asset is tested for impairment whenever events or changes in circumstances indicate that its carrying amount may not be recoverable. An impairment loss is recognized when the carrying amount of the asset exceeds the sum of undiscounted cash flows resulting from its use and eventual disposition. Impairment loss is measured as the amount by which the carrying amount of the asset exceeds its fair value.

Government grants

Government grants are recorded as revenue. Specific grants and the related expenses are deferred until completion of the project, when all conditions have been satisfied and grants declared earned.

Income taxes

The Foundation is a registered charity under the provisions of the Income Tax Act and is therefore not liable for either federal or provincial income taxes.

THE VITANOVA FOUNDATION

Notes to Financial Statements

Year Ended March 31, 2022

2. Significant accounting policies - continued

Use of 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 amounts of assets, liabilities, disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the current period. Estimates are required in determining future cash flows when assessing assets for impairment, the useful lives of capital assets for amortization purposes, the allowance for uncollectible accounts receivable and contingencies. These estimates are reviewed periodically and adjustments are made to income as appropriate in the year they become known.

Donated services

Some of the work of the Foundation is dependent on voluntary services offered by volunteers. Since these services are not normally purchased by the Foundation and because of the difficulty of determining their fair value, donated services of this kind are not recognized in these financial statements.

3. Related party transactions

The related entities have common management. The Vitanova Shelter Corporation charges rent to the Vitanova Foundation (2022-\$ 120,000; 2021-\$ 84,000). The rent is in the normal course of business and is measured at the exchange amount, which is the amount of consideration established and agreed to by the related entities.

4. Cash and cash equivalents

The fair value of cash and cash equivalents in 2022 was \$ 1,128,476 (2021 - \$ 672,372). The fair value of unrestricted cash and cash equivalents in 2022 was \$ 80,961 (2021 - \$ 179,924) available for use towards the day-to-day operations of the Foundation. The fair value of restricted cash in fiscal year 2022 is \$ 1,039,017 (2021 - \$ 492,448) to be used towards capital projects and \$ 8,498 (2021 - \$ nil) to be used towards scholarships awarded by the Foundation.

5. Accounts receivable

Accounts receivable in 2022 is comprised of \$ 69,971 (2021 - \$ 45,711) to be received from the Federal government as a rebate provided to registered charities in Canada for relief on HST paid on expenses incurred to run the Foundation operations and \$ 49,623 (2021 - \$ 53,527) to be received in government funding and reimbursements of expenditures .

THE VITANOVA FOUNDATION

Notes to Financial Statements

Year Ended March 31, 2022

6. Holdback receivable

Holdback receivable represents an amount held by the Royal Bank as security for unforeseen construction costs after the completion of the Chapel. The amount of funds held of \$ 76,264 (2021 - \$ 75,980) was part of the Vitanova contractual obligation with the City of Vaughan for the construction of the Chapel. If no further costs are later incurred by the Foundation then the held funds will be returned to the operations of Vitanova. If further project costs on the Chapel are incurred by Vitanova after the completion of the Chapel then these costs will be expensed or capitalized in the year of the Chapel's completion. These funds were invested by Vitanova in a one year RBC guaranteed income certificate maturing October 3, 2022 at an annual rate of return of 0.15 %.

7. Investment

The amortized cost of the investment is \$ 112,717 (2021 - \$ 112,359). The funds are held in a 1 year RBC guaranteed income certificate maturing May 4, 2022 at an annual rate of return of 0.35 %. The investment is held for the emergency needs of Vitanova operations and for any unforeseen capital expenditures of the Foundation. This investment has an option to reinvest and will be reinvested upon maturity for long term use.

8. Funds, held in trust, Women's Treatment Centre

The amortized cost of the funds held in trust for the Women's Treatment Centre is \$ 144,984 (2021 - \$144,524). The funds are held in a 1 year RBC guaranteed income certificate maturing May 4, 2022 at an annual rate of return of 0.35 %. This investment is restricted for the purpose of building a facility for a woman's treatment centre.

9. Capital assets

			2022	2021
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Furniture and fixtures	\$ 447,270	\$ (224,821)	\$ 222,449	\$ 69,285
Vehicle	41,178	(40,694)	484	692
Leasehold improvements	1,017,051	(644,138)	372,913	401,928
Computer equipment	241,318	(176,766)	64,552	73,685
Leasehold improvements - Chapel	826,742	(108,791)	717,951	420,323
Tractor	17,184	(10,027)	7,157	10,225
	\$2,590,743	\$ (1,205,237)	\$1,385,506	\$ 976,138

THE VITANOVA FOUNDATION

Notes to Financial Statements

Year Ended March 31, 2022

10. Deferred revenue

Deferred revenue is comprised of \$ 11,250 remaining from the \$ 75,000 Ontario Health capital grant, \$7,500 of which is current, to be amortized over the useful life of the new kitchen installed with the proceeds received during the 2014 fiscal year.

In 2017, a capital grant of \$ 10,776 was received for the installation of a new telephone system to be amortized over its useful life. The deferred revenue portion of this capital grant is \$ 3,349 of which the amount of \$ 670 is current.

In 2018, a capital grant of \$ 16,077 was received for the installation of a new computer internet system to be amortized over its useful life. The deferred revenue portion of this capital grant is \$ 1,140 of which the amount of \$ 513 is current.

In 2019, a capital grant of \$ 8,793 was received for the construction of a washroom within the facility to be amortized over its useful life. The deferred portion of this capital grant is \$ 5,804 of which \$ 879 is current. In 2019, a capital grant of \$ 96,020 was received for the installation of an elevator to be amortized over its useful life. The deferred portion of this capital grant is \$ 63,373 of which \$ 9,602 is current. In 2020, a funding grant of \$ 79,374 was received to provide future funds for specific staffing programs. In 2022, \$ 13,360 remains current and will be applied to 2023 addiction services and programming.

In 2020, a capital grant of \$ 23,305 was received for gym and playground equipment . The deferred portion of the capital grant is \$ 13,423 of which \$ 2,685 is current.

In 2020, a capital grant of \$ 11,695 was received for leasehold improvements for the fitness centre. The deferred portion of the capital grant is \$ 8,770 of which \$ 1,170 is current.

In 2021, a capital grant of \$ 82,839 was received for computer equipment and installation . The deferred portion of the capital grant is \$ 35,310 of which \$ 15,890 is current.

In 2021, a capital grant of \$ 35,314 was received for a security and intercom system. The deferred portion of the capital grant is \$ 30,017 of which \$ 3,531 is current.

In 2022, a capital grant of \$ 159,500 was received for furniture, copiers and appliances. The amount of \$ 143,550 is deferred of which \$ 15,950 is current.

In 2022, a funding grant of \$ 31,000 was received for internet fiber cables , laptops for clients and a desktop for the group. The deferred portion of the capital grant is \$ 24,025 of which \$ 6,975 is current.

In 2022, a funding grant of \$ 49,623 was received for quality improvement for bed based programming. In 2022, \$ 49,623 remains current and will be applied to 2023 addiction services and programming.

THE VITANOVA FOUNDATION

Notes to Financial Statements

Year Ended March 31, 2022

11. Deferred revenue - Capital projects

Donations and fundraising revenue in the amount of \$ 1,039,017 (2021- \$ 375,000) raised for specific capital projects such as the women's shelters , the chapel and major leasehold improvements to the operating centre will be recognized as revenue in the future over the useful life of the capital costs incurred.

12. Government and charitable grants	2022	2021
Operating grant, Ontario Health	\$ 677,417	\$ 626,948
Various capital grants, Ontario Health	79,623	46,503
United Way Greater Toronto	45,000	94,441
Addiction Services of Central Ontario	426,207	343,945
Various one-time operational grants, Ontario Health	135,745	158,689
Canada emergency assistance	-	10,000
	<u>\$ 1,363,992</u>	<u>\$ 1,280,526</u>

The purpose of the operating grant of \$ 677,417 received from Ontario Health is to fund the day to day expenditures required to maintain the Vitanova Foundation.

The purpose of the one-time capital grant of \$ 75,000 received from Ontario Health in 2014 was to replace the existing kitchen. The amount recognized as revenue in the current year is \$ 7,500.

The purpose of the United Way Greater Toronto grant of \$ 45,000 is to provide funds towards the operation of the domiciliary shelter program.

The purpose of the one-time capital funding of \$ 10,776 received from Ontario Health in 2017 was for a new telephone system. The amount recognized as revenue in the current year is \$ 837.

The various one-time operational grants issued by Ontario Health in the amount of \$ 135,745 was used towards various operating and program services for the 2022 fiscal year.

The purpose of the one-time capital funding of \$ 159,500 received from Ontario Health in 2022 was for furniture , copiers and appliances. The amount recognized as revenue in the current year is \$ 15,950.

The funding grant of \$ 426,207 received by Addiction Services of Central Ontario in 2022 was to provide funds for specific staffing programs, program supplies and services for the current fiscal year.

The purpose of the one-time capital funding of \$ 31,000 received from Ontario Health in 2022 was for internet fiber cables , laptops for clients and a desktop for the group. The amount recognized as revenue in the current year is \$ 6,975.

THE VITANOVA FOUNDATION

Notes to Financial Statements

Year Ended March 31, 2022

12. Government and charitable grants - continued

The purpose of the one-time capital funding of \$ 96,020 received from Ontario Health in 2019 was for the installation of an elevator. The amount recognized as revenue in the current year is \$ 9,602.

The purpose of the one-time capital funding of \$ 8,793 received from Ontario Health in 2019 was for construction of a washroom. The amount of \$ 879 is recognized as revenue in the current year.

The purpose of the one-time capital funding of \$ 16,077 received from Ontario Health in 2018 was for a computer internet service. The amount recognized as revenue in the current year is \$ 933.

The purpose of the one-time capital funding of \$ 23,305 and \$ 11,695 received from Ontario Health in 2020 was for gym and playground equipment and renovations to the fitness centre. The amount recognized as revenue in the current year is \$ 3,356 and \$ 1,170, respectively.

The purpose of the one-time capital funding of \$ 82,839 received from Ontario Health in 2021 is for computer equipment, installation, internet fiber cables, laptops for clients and a desktop for the group. The amount recognized as revenue in the current year is \$ 28,890.

The purpose of the one-time capital funding of \$ 35,314 received from Ontario Health in 2021 is for a security and intercom system. The amount recognized as revenue in the current year is \$ 3,531.

13. Contingency

In 2015, the Foundation was served with a legal statement of claim by a former employee for wrongful dismissal. There has been no activity in the current fiscal year on the lawsuit. The complainant is now deceased and the lawsuit is currently in the hands of the complainant's estate. Due to these circumstances, it is not possible to estimate an appropriate dollar amount for the settlement of this action, if any, or the ultimate outcome, and therefore no accrual has been provided in the financial statements.

14. Economic Dependence

The Foundation is economically dependent on the continued support of Ontario Health, Addiction Services of Central Ontario, donations and fundraising.

15. Remuneration of Board of Directors

Members of the Board of Directors are volunteers who served without remuneration for acting as directors.

THE VITANOVA FOUNDATION

Notes to Financial Statements

Year Ended March 31, 2022

16. Financial instruments and risk management

The Foundation is exposed to the following risks related to its financial assets and liabilities. The Foundation is not exposed to market risk, other price risk, or any significant concentrations of risk. The following financial risk assessment has remained unchanged from prior year.

Fair values:

The fair values of receivables and accounts payable and accrued liabilities approximate their fair value due to the relatively short periods to maturity of these items or because they are receivable or payable on demand.

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 Foundation's main credit risks relates to its accounts receivable. There is minimal to no risk relating to the accounts receivable of the Foundation.

Liquidity risk:

The Foundation is exposed to the risk of being unable to honour its financial commitments by the deadlines set out under the terms of such commitments. The Foundation is exposed to this risk mainly through its accounts payable. Senior management manages the Foundation's cash resources based on financial forecasts and anticipated cash flows.

17. Comparative figures

Certain comparative figures have been reclassified to conform with the presentation adopted in the current year.

18. COVID-19

In March 2020, the World Organization declared a global pandemic due to the novel coronavirus. The situation is constantly evolving, and the measures put in place are having a significant impact on economic and social matters. Management is closely monitoring the situation and evaluating the impact of guidance and regulations implemented by medical and government bodies across the country. As new information becomes available management has continued to evaluate the impact on the March 31, 2022 financial statements. As of the date of these financial statements there were no significant changes to the Organization's operations that would impact the March 31, 2022 financial statements.