

Scouts Canada (Newfoundland and Labrador) Trust Foundation Inc.
Financial Statements
August 31, 2023

Scouts Canada (Newfoundland and Labrador) Trust Foundation Inc.

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For the year ended August 31, 2023

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Independent Practitioner's Review Engagement Report



To the Board of Scouts Canada (Newfoundland and Labrador) Trust Foundation Inc.:

We have reviewed the accompanying financial statements of Scouts Canada (Newfoundland and Labrador) Trust Foundation Inc. (the "Foundation") which comprise the statement of financial position as at August 31, 2023, and the statements of operations, changes in 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 Foundation, 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 the financial statements do not present fairly, in all material respects, the financial position of Scouts Canada (Newfoundland and Labrador) Trust Foundation Inc. as at August 31, 2023, 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.

Mount Pearl, Newfoundland and Labrador

February 29, 2024

MNP LLP

Chartered Professional Accountants

MNP LLP

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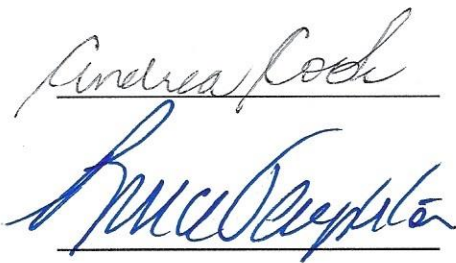
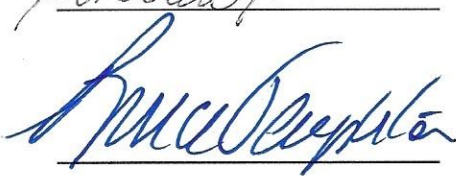
Scouts Canada (Newfoundland and Labrador) Trust Foundation Inc.

Statement of Financial Position

As at August 31, 2023

	2023	2022
Assets		
Current		
Cash	6,423	18,032
Marketable securities (Note 3)	1,213,306	1,061,197
HST receivable	2,832	1,679
	1,222,561	1,080,908
Guaranteed Investment Certificates	20,000	85,421
	1,242,561	1,166,329
Liabilities		
Current		
Accounts payable and accruals	4,000	5,198
Due to related party (Note 5)	15,183	14,963
	19,183	20,161
Net Assets	1,223,378	1,146,168
	1,242,561	1,166,329

Approved on behalf of the Board

The accompanying notes are an integral part of these financial statements

Scouts Canada (Newfoundland and Labrador) Trust Foundation Inc.

Statement of Operations

For the year ended August 31, 2023

	2023	2022
Revenue		
Donations	14,975	8,389
Gain on sale of marketable securities	-	10,537
Investment income	15,429	24,693
Other revenue	-	6,655
	30,404	50,274
Expenses		
Grants (Note 6)	52,185	46,614
Interest and bank charges	121	94
Investment fees	12,355	12,823
Office and administration	220	106
Professional fees	4,185	3,700
	69,066	63,337
Deficiency of revenue over expenses before other items	(38,662)	(13,063)
Other items		
Unrealized gain (loss) on long term investments	115,872	(137,037)
Excess (deficiency) of revenue over expenses	77,210	(150,100)

The accompanying notes are an integral part of these financial statements

Scouts Canada (Newfoundland and Labrador) Trust Foundation Inc.

Statement of Changes in Net Assets

For the year ended August 31, 2023

	2023	2022
Net assets, beginning of year	1,146,168	1,296,268
Excess (deficiency) of revenue over expenses	77,210	(150,100)
Net assets, end of year	1,223,378	1,146,168

The accompanying notes are an integral part of these financial statements

Scouts Canada (Newfoundland and Labrador) Trust Foundation Inc.

Statement of Cash Flows

For the year ended August 31, 2023

	2023	2022
Cash provided by (used for) the following activities		
Operating		
Excess (deficiency) of revenue over expenses	77,210	(150,100)
Changes in working capital accounts		
HST receivable	(1,153)	(886)
Accounts payable and accruals	(1,198)	5,198
	74,859	(145,788)
Financing		
Advances of due to related party	220	-
Repayment of due to related party	-	(14,535)
	220	(14,535)
Investing		
Increase in marketable securities	(152,109)	-
Decrease in marketable securities	-	74,908
Decrease in Guaranteed Investment Certificates	65,421	83,579
	(86,688)	158,487
Decrease in cash resources	(11,609)	(1,836)
Cash resources, beginning of year	18,032	19,868
Cash resources, end of year	6,423	18,032

The accompanying notes are an integral part of these financial statements

Scouts Canada (Newfoundland and Labrador) Trust Foundation Inc.

Notes to the Financial Statements

For the year ended August 31, 2023

1. Incorporation and nature of the organization

Scouts Canada (Newfoundland and Labrador) Trust Foundation Inc. (the "Foundation") is a not-for-profit organization incorporated under the laws of the Province of Newfoundland and Labrador. The Foundation is a registered charity and per the Income Tax Act, the Foundation is not subject to either federal or provincial income taxes.

The Foundation holds investment in order to provide sufficient income to make annual grants to support future Scouting activities in Newfoundland and Labrador. The Foundation's long term investment strategy for providing future support is managed through distinct Fund accounts; the Bursary Fund, and the General Fund, with established guidelines providing for investment decisions and the distribution of income earned annually by each Fund.

2. Significant accounting policies

The Foundation applies the Canadian accounting standards for not-for-profit organizations.

Measurement uncertainty (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 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.

By their nature, these judgments are subject to measurement uncertainty, and the effect on the financial statements of changes in such estimates and assumptions in future years could be material. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues over expenses in the years in which they become known.

Financial instruments

The Foundation recognizes financial instruments when the Foundation becomes party to the contractual provisions of the financial instrument.

Cash and cash equivalents

Cash and cash equivalents are defined as cash on hand, cash on deposit, net of cheques issued and outstanding at the reporting date.

Marketable securities

Marketable securities and guaranteed investment certificates are recorded at fair market value.

Revenue recognition

The Foundation follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenditures are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Contributed services

Volunteers contribute many hours to assist the Foundation in the governance of its operations and programs. Because of the difficulty in assessing the number of hours and their fair value, contributed services are not recognized in the financial statements.

Scouts Canada (Newfoundland and Labrador) Trust Foundation Inc.

Notes to the Financial Statements

For the year ended August 31, 2023
(Unaudited)

3. Marketable securities

	2023	2022
Cash	7,993	18,150
Common Shares	1,051,597	937,873
Mutual Funds	64,448	57,490
Foreign Securities	4,039	5,184
GIC due within one year	86,229	42,500
Total	1,214,306	1,061,197

4. Financial instruments risks and uncertainties

Transactions in financial statement instruments may result in an entity assuming or transferring to another party one or more of the financial risks described below. The required disclosures provide information that assists users of financial statements in assessing the extent of risk related to financial statement.

Market risk

Market risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices, whether the factors are specific to the instrument or all instruments traded in the market. The Foundation's marketable securities are subject to market risk.

5. Related party transactions

The Foundation is related to Scouts Canada (Newfoundland and Labrador) Properties Inc. by virtue of common control.

At year-end the Foundation owed \$15,183 (2022 - \$14,963) to Scouts Canada (Newfoundland and Labrador) Properties Inc.

The amount due to the related party is unsecured with no specific terms of repayment.

Although the amounts are of a demand nature, the related party has waived their right to demand payment during the next fiscal year. Accordingly, the amount has been classified as a long term liability in the financial statements.

These transactions are in the normal course of operations and have been valued in these financial statements at the exchange amount which is the amount of consideration established and agreed to by the related parties.

6. Grants issued

During the fiscal year, the Foundation awarded \$52,185 (2022 - \$7,239) to support youth member participation in Scouting programs and awarded \$nil (2022 - \$39,375) to Scouts Canada Newfoundland and Labrador Council.