
**CANADIAN NETWORK FOR
MATERNAL, NEWBORN AND CHILD
HEALTH / RÉSEAU CANADIEN SUR
LA SANTÉ DES MÈRES, DES
NOUVEAU-NÉS ET DES ENFANTS**

**OPERATING AS:
CANADIAN PARTNERSHIP FOR
WOMEN AND CHILDREN'S HEALTH /
PARTENARIAT CANADIEN POUR LA
SANTÉ DES FEMMES ET DES
ENFANTS (CanWaCH)**

FINANCIAL STATEMENTS

SEPTEMBER 30, 2023

INDEPENDENT AUDITOR'S REPORT

To the Members of Canadian Partnership for Women and Children's Health / Partenariat Canadien pour la Santé des Femmes et des Enfants (CanWaCH),

Opinion

We have audited the financial statements of Canadian Partnership for Women and Children's Health / Partenariat Canadien pour la Santé des Femmes et des Enfants (the organization), which comprise the statement of financial position as at September 30, 2023, and the statements of operations and changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Canadian Partnership for Women and Children's Health / Partenariat Canadien pour la Santé des Femmes et des Enfants as at September 30, 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.

Basis for Opinion

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 opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

INDEPENDENT AUDITOR'S REPORT (continued)

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 for 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 your attention in our auditor's 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 auditor's 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 audit findings, including any significant deficiencies in internal control that we identify during our audit.

Pennylegion Chang LLP

Chartered Professional Accountants
Licensed Public Accountants

November 14, 2023
Toronto, Ontario


**CANADIAN PARTNERSHIP FOR WOMEN AND CHILDREN'S HEALTH /
PARTENARIAT CANADIEN POUR LA SANTÉ DES FEMMES ET DES ENFANTS**

STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2023

	2023	2022
ASSETS		
Current assets		
Cash	\$ 783,376	\$ 1,569,391
Guaranteed investment certificates (note 2)	1,154,958	-
Amounts receivable	74,001	53,000
HST recoverable	39,316	22,443
Prepaid expenses	<u>5,658</u>	<u>18,915</u>
	<u>\$ 2,057,309</u>	<u>\$ 1,663,749</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Amounts payable and accrued liabilities	\$ 182,173	\$ 110,942
Deferred revenue	26,500	14,000
Deferred contributions (note 4)	<u>1,043,920</u>	<u>883,849</u>
	<u>1,252,593</u>	<u>1,008,791</u>
Net assets		
Unrestricted	<u>804,716</u>	<u>654,958</u>
	<u>\$ 2,057,309</u>	<u>\$ 1,663,749</u>

Approved on behalf of the Board:


_____, Director


_____, Director

see accompanying notes

**CANADIAN PARTNERSHIP FOR WOMEN AND CHILDREN'S HEALTH /
PARTENARIAT CANADIEN POUR LA SANTÉ DES FEMMES ET DES ENFANTS**

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED SEPTEMBER 30, 2023

	2023	2022
REVENUE		
Contributions (note 5)	\$ 3,808,647	\$ 2,852,586
Events and sponsorships	85,790	11,540
Interest	57,276	3,959
Membership fees	<u>51,500</u>	<u>44,600</u>
	<u>4,003,213</u>	<u>2,912,685</u>
EXPENSES		
Personnel	1,800,085	1,560,874
Sub grants and professional fees	662,402	225,257
Canadian Global Health Collaborative	447,499	162,781
Convening	381,409	249,842
Goods and supplies	326,373	255,557
Translation	81,227	49,905
Events	55,777	38,258
Communications	49,687	37,098
Staff administration	44,794	21,223
Insurance	<u>4,202</u>	<u>3,177</u>
	<u>3,853,455</u>	<u>2,603,972</u>
EXCESS OF REVENUE OVER EXPENSES FOR THE YEAR	149,758	308,713
Net assets, beginning of year	<u>654,958</u>	<u>346,245</u>
NET ASSETS, END OF YEAR	<u>\$ 804,716</u>	<u>\$ 654,958</u>

see accompanying notes

**CANADIAN PARTNERSHIP FOR WOMEN AND CHILDREN'S HEALTH /
PARTENARIAT CANADIEN POUR LA SANTÉ DES FEMMES ET DES ENFANTS**

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED SEPTEMBER 30, 2023

	2023	2022
OPERATING ACTIVITIES		
Excess of revenue over expenses for the year	\$ 149,758	\$ 308,713
Net change in non-cash working capital items (see below)	<u>219,185</u>	<u>225,215</u>
INVESTING ACTIVITIES		
Guaranteed investment certificates purchased	<u>(1,154,958)</u>	<u>-</u>
NET INCREASE (DECREASE) IN CASH FOR THE YEAR	(786,015)	533,928
Cash, beginning of year	<u>1,569,391</u>	<u>1,035,463</u>
CASH, END OF YEAR	<u><u>\$ 783,376</u></u>	<u><u>\$ 1,569,391</u></u>
Net change in non-cash working capital items:		
Decrease (increase) in current assets		
Amounts receivable	\$ (21,001)	\$ 446,132
HST recoverable	(16,872)	(7,681)
Prepaid expenses	13,257	(18,915)
Increase (decrease) in current liabilities		
Amounts payable and accrued liabilities	71,230	16,462
Payroll source deductions payable	-	(30,527)
Deferred revenue	12,500	14,000
Deferred contributions	<u>160,071</u>	<u>(194,256)</u>
	<u><u>\$ 219,185</u></u>	<u><u>\$ 225,215</u></u>

see accompanying notes

CANADIAN PARTNERSHIP FOR WOMEN AND CHILDREN'S HEALTH / PARTENARIAT CANADIEN POUR LA SANTÉ DES FEMMES ET DES ENFANTS

NOTES TO THE FINANCIAL STATEMENTS

SEPTEMBER 30, 2023

Canadian Network for Maternal, Newborn and Child Health / Réseau Canadien sur la Santé des Mères, des Nouveau-nés et des Enfants operating as Canadian Partnership for Women and Children's Health / Partenariat Canadien pour la Santé des Femmes et des Enfants (the organization) was incorporated without share capital under the Canada Corporations Act. On October 3, 2014, the organization was continued under the Canada Not-for-profit Corporations Act. The organization is exempt from income tax in Canada as a not-for-profit organization under Section 149(1)(L) of the Income Tax Act (Canada).

The aim of the organization is to catalyze Canadian collaboration to improve women's and children's health worldwide.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Management is responsible for the preparation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations. Outlined below are those policies considered significant:

Revenue recognition

The principal sources of revenue and recognition of these revenues for financial statement purposes are as follows:

Contributions

The organization follows the deferral method of revenue recognition for contributions.

Externally restricted contributions, including grants and restricted donations, related to current expenses are recognized as revenue in the current year. Externally restricted contributions received in the year for expenses to be incurred in the following year are recorded as deferred contributions.

Unrestricted contributions are recorded as revenue when received.

Contributed materials and services

Contributed materials and services which are normally purchased by the organization are not recorded in the accounts.

Events and sponsorships

Sponsorship and event revenue is recognized when the event takes place.

Membership fees

Membership fees are recognized as revenue in the year to which they apply. Membership dues received for future periods are deferred in the accounts.

Interest income

Interest income is recognized as revenue when earned.

2. GUARANTEED INVESTMENT CERTIFICATES

Guaranteed investment certificates are issued by a major Canadian chartered bank, bear interest rates ranging from 4.20% to 4.60% per annum and mature in December 2023.

3. FINANCIAL INSTRUMENTS

The organization's financial instruments include cash, amounts receivable, accounts payable and accrued liabilities. Amounts receivable, accounts payable and accrued liabilities are initially recorded at fair value and are subsequently recorded net of any provisions for impairment in value.

**CANADIAN PARTNERSHIP FOR WOMEN AND CHILDREN'S HEALTH /
PARTENARIAT CANADIEN POUR LA SANTÉ DES FEMMES ET DES ENFANTS**

NOTES TO THE FINANCIAL STATEMENTS

SEPTEMBER 30, 2023

4. DEFERRED CONTRIBUTIONS

The following contributions have been deferred at year end:

	2023	2022
Global Affairs Canada	\$ 836,804	\$ 772,809
Bill & Melinda Gates Foundation	207,116	18,974
Women and Gender Equality Canada	<u>-</u>	<u>92,066</u>
Deferred contributions, end of year	<u>\$ 1,043,920</u>	<u>\$ 883,849</u>

Continuity of deferred contributions for the year is as follows:

	2023	2022
Deferred contributions, beginning of year	\$ 883,849	\$ 1,459,936
Add cash received from contributions	3,968,718	2,276,499
Less contributions recognized as revenue (note 5)	<u>(3,808,647)</u>	<u>(2,852,586)</u>
Deferred contributions, end of year	<u>\$ 1,043,920</u>	<u>\$ 883,849</u>

5. CONTRIBUTION REVENUE

Contribution revenue recognized in the year was as follows:

	2023	2022
Global Affairs Canada	\$ 2,423,550	\$ 1,730,771
Bill & Melinda Gates Foundation	1,003,908	556,604
Women and Gender Equality Canada	<u>381,189</u>	<u>565,211</u>
	<u>\$ 3,808,647</u>	<u>\$ 2,852,586</u>

6. LINE OF CREDIT

The organization has a revolving demand facility loan with a major Canadian chartered bank. The available limit is \$150,000 and bears annual interest at the bank's prime rate plus 1%. As at year end, none of this line of credit was utilized (\$nil in 2022).