

**The Alberta Chapter, Canadian Foundation for Poliomyelitis and
Rehabilitation
Financial Statements**
*December 31, 2020
(Unaudited)*

Management's Responsibility

To the Members of The Alberta Chapter, Canadian Foundation for Poliomyelitis and Rehabilitation:

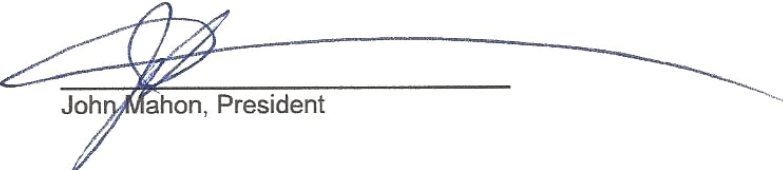
Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgements and estimates in accordance with Canadian accounting standards for not-for-profit organizations. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Board of Directors is composed primarily of Directors who are neither management nor employees of the Foundation. The Board is responsible for overseeing management in the performance of its financial reporting responsibilities. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external accountants. The Board is also responsible for recommending the appointment of the Foundation's external accountants.

MNP LLP is appointed by the Members to review the financial statements and report directly to them; their report follows. The external accountants have full and free access to, and meet periodically and separately with, both the Board and management to discuss their review engagement results.

March 25, 2021



John Mahon, President

To the Board of The Alberta Chapter, Canadian Foundation for Poliomyelitis and Rehabilitation:

We have reviewed the accompanying financial statements of The Alberta Chapter, Canadian Foundation for Poliomyelitis and Rehabilitation that comprise the statement of financial position as at December 31, 2020, and the statements of operations and 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 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 the financial statements do not present fairly, in all material respects, the financial position of The Alberta Chapter, Canadian Foundation for Poliomyelitis and Rehabilitation as at December 31, 2020, 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.

Calgary, Alberta

March 25, 2021



Chartered Professional Accountants

The Alberta Chapter, Canadian Foundation for Poliomyelitis and Rehabilitation

Statement of Financial Position

*As at December 31, 2020
(Unaudited)*

	2020	2019
Assets		
Current		
Cash and cash equivalents	32,695	30,811
Restricted cash	50,739	78,537
Portfolio investments	213,853	206,143
Due from Alberta-NWT Command, The Royal Canadian Legion (Note 5)	119	8,972
Goods and Services Tax receivable	-	249
Prepaid expenses	2,034	2,271
	299,440	326,983
Other assets (Note 2)	1	1
	299,441	326,984
Liabilities		
Current		
Accounts payable and accrued liabilities (Note 3) (Note 5)	2,004	4,006
Deferred contributions (Note 4)	50,739	78,537
	52,743	82,543
Significant event (Note 9)		
Net Assets		
Unrestricted	246,698	244,441
	299,441	326,984

The accompanying notes are an integral part of these financial statements

The Alberta Chapter, Canadian Foundation for Poliomyelitis and Rehabilitation
Statement of Operations and Changes in Net Assets

*For the year ended December 31, 2020
(Unaudited)*

	2020	2019
Revenue		
Casino	27,798	14,298
Pull ticket contributions (Note 5)	12,870	25,012
Interest	12,431	11,962
Donations	10,394	7,685
	63,493	58,957
Expenses		
Equipment purchases	25,936	8,181
Special assistance grants	17,670	15,540
Administration fees (Note 5)	12,000	12,000
Professional fees	2,100	2,000
Office and general	1,402	887
Equipment repairs and maintenance	1,097	4,372
Medical	1,031	1,742
	61,236	44,722
Excess of revenue over expenses	2,257	14,235
Net assets, beginning of year	244,441	230,206
Net assets, end of year	246,698	244,441

The accompanying notes are an integral part of these financial statements

The Alberta Chapter, Canadian Foundation for Poliomyelitis and Rehabilitation

Statement of Cash Flows

For the year ended December 31, 2020
(Unaudited)

	2020	2019
Cash provided by (used for) the following activities		
Operating		
Excess of revenue over expenses	2,257	14,235
Changes in working capital accounts		
Due from Alberta-NWT Command, The Royal Canadian Legion	8,853	(8,972)
Goods and Services Tax receivable	249	(249)
Prepaid expenses	237	(155)
Accounts payable and accrued liabilities	(2,002)	328
Deferred contributions	(27,798)	53,406
	(18,204)	58,593
Investing		
Increase in portfolio investments	(7,710)	(1,830)
	(25,914)	56,763
Increase in cash resources	(25,914)	56,763
Cash resources, beginning of year	109,348	52,585
Cash resources, end of year	83,434	109,348
Cash resources are composed of:		
Cash and cash equivalents	32,695	30,811
Restricted cash	50,739	78,537
	83,434	109,348

The accompanying notes are an integral part of these financial statements

The Alberta Chapter, Canadian Foundation for Poliomyelitis and Rehabilitation

Notes to the Financial Statements

For the year ended December 31, 2020
(Unaudited)

1. Incorporation and nature of the organization

The Alberta Chapter, Canadian Foundation for Poliomyelitis and Rehabilitation (the "Foundation") provides specialized equipment, services, and grants to victims of poliomyelitis. The Foundation was incorporated under the Canada Corporation Act as a not-for-profit organization and is a registered charity under the Income Tax Act.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada, which are part of Canadian generally accepted accounting principles, and include the following significant accounting policies:

Cash and cash equivalents

Cash and cash equivalents include balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

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 expenses 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. Endowment contributions are recognized as direct increases in net assets.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Mineral rights

Mineral rights were donated by a member of the Foundation. The rights were recorded at a nominal \$1, and are included in other assets on the statement of financial position.

Portfolio investments

Portfolio investments with prices quoted in an active market are measured at fair value. Changes in fair value are recorded immediately in the excess (deficiency) of revenues over expenses.

Measurement uncertainty

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.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues and expenses in the periods in which they become known.

The Alberta Chapter, Canadian Foundation for Poliomyelitis and Rehabilitation

Notes to the Financial Statements

For the year ended December 31, 2020
(Unaudited)

2. Significant accounting policies (Continued from previous page)

Financial instruments

The Foundation recognizes its financial instruments when the Foundation becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value, including financial assets and liabilities originated and issued in a related party transaction with management. Financial assets and liabilities originated and issued in all other related party transactions are initially measured at their carrying or exchange amount in accordance with Section 3840 *Related Party Transactions* (refer to Note 5).

At initial recognition, the Foundation may irrevocably elect to subsequently measure any financial instrument at fair value. The Foundation has not made such an election during the year.

The Foundation subsequently measures investments in equity instruments quoted in an active market at fair value. Fair value is determined by published price quotations. Investments in equity instruments not quoted in an active market are subsequently measured at cost less impairment. All other financial assets and liabilities are subsequently measured at amortized cost.

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in the excess of revenues over expenses for the current period. Conversely, transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

Financial asset impairment

The Foundation assesses impairment of all of its financial assets measured at cost or amortized cost. When there is an indication of impairment, the Foundation determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the year. If so, the Foundation reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets; and the amount expected to be realized by exercising any rights to collateral held against those assets. Any impairment, which is not considered temporary, is included in current year deficiency of revenues over expenses.

The Foundation reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in the excess of excess (deficiency) in the year the reversal occurs.

3. Accounts payable and accrued liabilities

	2020	2019
Accrued liabilities	2,000	2,000
Due to Alberta-NWT Command, The Royal Canadian Legion	4	6
Due to Alberta-NWT Command, The Royal Canadian Legion Poppy Fund	-	2,000
	2,004	4,006

The Alberta Chapter, Canadian Foundation for Poliomyelitis and Rehabilitation

Notes to the Financial Statements

For the year ended December 31, 2020
(Unaudited)

4. Deferred contributions

Deferred contributions consist of unspent contributions externally restricted by the Alberta Gaming, Liquor and Cannabis Commission. Recognition of these amounts as revenue is deferred to periods when the specified expenditures are made. Changes in the deferred contribution balance are as follows:

	2020	2019
Balance, beginning of year	78,537	25,131
Amount received during the year	-	67,704
Less: Amount recognized as revenue during the year	(27,798)	(14,298)
	50,739	78,537

5. Related party transactions

During the year, the Foundation received contributions of \$12,870 (2019 - \$25,012) from Alberta-NWT Command, The Royal Canadian Legion ("Command"), related through common management, which is 2% of the charitable portion of pull tickets operations of Royal Canadian Legion Branches in Alberta and the Northwest Territories. As at December 31, 2020, \$119 (2019 - \$8,972) was receivable from Command.

During the year, the Foundation paid an administrative fee of \$12,000 (2019 - \$12,000) to Alberta-NWT Command, The Royal Canadian Legion Poppy Fund ("Poppy Fund"), related through common management, for the Service Bureau personnel to process the Foundation's related requests and enquiries. As at December 31, 2020, \$nil (2019 - \$2,000) was payable to Poppy Fund.

6. Financial instruments

All significant financial assets, financial liabilities and equity instruments of the Foundation are either recognized or disclosed in the financial statements together with other information relevant for making a reasonable assessment of future cash flows, interest rate risk, credit risk, currency risk, liquidity risk and other price risk.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk.

The Foundation is exposed to interest rate risk with respect to portfolio investments which are subject to floating interest rates ranging from 1.65% to 4.859% (2019 - 2.5% to 4.859%).

7. Income taxes

The Foundation is registered as a charitable organization under the Income Tax Act (the "Act") and as such is exempt from income taxes and is able to issue donation receipts for income tax purposes. In order to maintain its status as a registered charity under the Act, the Foundation must meet certain requirements within the Act. In the opinion of management, these requirements have been met.

8. Comparative figures

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

The Alberta Chapter, Canadian Foundation for Poliomyelitis and Rehabilitation

Notes to the Financial Statements

For the year ended December 31, 2020
(Unaudited)

9. Significant event

During the year and continuing subsequent to year-end, there was a global outbreak of COVID-19 (coronavirus), which has had a significant impact on businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Foundation as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.