

Financial Statements

**Alberta Children's Hospital Foundation**

March 31, 2021

# Independent auditor's report

To the Members of  
**Alberta Children's Hospital Foundation**

## Opinion

We have audited the financial statements of **Alberta Children's Hospital Foundation** [the "Foundation"], which comprise the statement of financial position as at March 31, 2021, and the statement of operations and changes in fund balances and statement of 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 the Foundation as at March 31, 2021 and its financial performance 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 Foundation 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 Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation'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 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 Foundation'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 Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw 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 Foundation 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.

Calgary, Canada  
June 24, 2021

*Ernst + Young LLP*

Chartered Professional Accountants



**Alberta Children's Hospital Foundation**

**STATEMENT OF FINANCIAL POSITION**


(thousands of dollars)

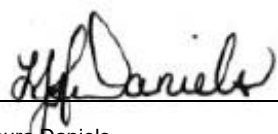
As at March 31

	Total	
	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current</b>		
Cash	39,090	29,796
Accounts receivable and accrued investment income	136	172
Prepaid expenses	157	196
<b>Total current assets</b>	<b>39,383</b>	<b>30,164</b>
Investments <i>[note 3]</i>	250,146	205,594
Other assets <i>[note 4]</i>	38	387
Property and equipment <i>[note 5]</i>	30	51
	<b>289,597</b>	<b>236,196</b>
<b>LIABILITIES AND FUND BALANCES</b>		
<b>Current</b>		
Accounts payable and accrued liabilities <i>[note 14]</i>	491	1,249
<b>Total current liabilities</b>	<b>491</b>	<b>1,249</b>
Commitments <i>[note 9]</i>		
<b>Fund balances</b>		
Operating <i>[notes 6 and 7]</i>	63,642	45,770
Restricted <i>[note 6]</i>	102,155	68,103
Endowments - externally restricted <i>[notes 3 and 6]</i>	78,639	76,404
Endowments - internally restricted <i>[note 3]</i>	44,670	44,670
	<b>289,106</b>	<b>234,947</b>
	<b>289,597</b>	<b>236,196</b>

See accompanying notes

On behalf of the Board:

  
 \_\_\_\_\_  
 Dale Dusterhoff,  
 Board Chair

  
 \_\_\_\_\_  
 Laura Daniels,  
 Finance & Audit Committee Chair

Alberta Children's Hospital Foundation

**STATEMENT OF OPERATIONS AND  
CHANGES IN FUND BALANCES**

(thousands of dollars)

Year ended March 31

	Operating Fund	Restricted Fund	Endowment Fund	Total	
	\$	\$	\$	2021	2020
				\$	\$
<b>REVENUE</b>					
Fundraising <i>[notes 8 and 11]</i>	6,648	29,799	1,235	37,682	38,602
Investment and other income	11,300	8,275	—	19,575	11,808
	<b>17,948</b>	<b>38,074</b>	<b>1,235</b>	<b>57,257</b>	<b>50,410</b>
<b>EXPENSES</b>					
Child health funding <i>[note 14]</i>					
Clinical	—	7,329	—	7,329	11,982
Education and other	—	1,070	—	1,070	1,267
Family centred care	—	2,514	—	2,514	2,006
Research	—	11,116	—	11,116	12,140
	—	<b>22,029</b>	—	<b>22,029</b>	<b>27,395</b>
Operating <i>[notes 8, 11, 12, 13 and 14]</i>	6,118	853	—	6,971	8,544
<b>Total expenses</b>	<b>6,118</b>	<b>22,882</b>	<b>—</b>	<b>29,000</b>	<b>35,939</b>
Excess of revenue over expenses before unrealized gain (loss)	11,830	15,192	1,235	28,257	14,471
Unrealized gain (loss) <i>[notes 3 and 4]</i>	14,600	11,302	—	25,902	(10,890)
Excess of revenue over expenses	26,430	26,494	1,235	54,159	3,581
Fund balances, beginning of year	45,770	68,103	121,074	234,947	231,366
Interfund transfers <i>[note 6]</i>	(8,558)	7,558	1,000	—	—
<b>Fund balances, end of year</b>	<b>63,642</b>	<b>102,155</b>	<b>123,309</b>	<b>289,106</b>	<b>234,947</b>

See accompanying notes

## Alberta Children's Hospital Foundation

### STATEMENT OF CASH FLOWS

(thousands of dollars)

Year ended March 31

	2021	2020
	\$	\$
<b>OPERATING ACTIVITIES</b>		
Excess of revenue over expenses	54,159	3,581
Adjustments to reconcile net cash from (used in) operating activities		
Endowment contributions	(1,235)	(500)
Amortization of property and equipment	21	31
Unrealized (gain) loss	(25,902)	10,890
Realized gain on sale of investments	(10,474)	(2,786)
	<u>16,569</u>	<u>11,216</u>
Changes in non-cash working capital		
Accounts receivable and accrued income	36	25
Prepaid expenses	39	37
Accounts payable and accrued liabilities	(758)	330
<b>Cash provided by operating activities</b>	<u>15,886</u>	<u>11,608</u>
<b>INVESTING ACTIVITIES</b>		
Purchase of investments	(39,298)	(20,745)
Proceeds on sale of investments	31,471	13,735
Purchase of property and equipment	—	(23)
<b>Cash used in investing activities</b>	<u>(7,827)</u>	<u>(7,033)</u>
<b>FINANCING ACTIVITIES</b>		
Endowment contributions	1,235	500
<b>Cash provided by financing activities</b>	<u>1,235</u>	<u>500</u>
<b>Net increase in cash during the year</b>	<b>9,294</b>	<b>5,075</b>
Cash, beginning of year	<u>29,796</u>	<u>24,721</u>
<b>Cash, end of year</b>	<u>39,090</u>	<u>29,796</u>

See accompanying notes

# Alberta Children's Hospital Foundation

## NOTES TO FINANCIAL STATEMENTS

March 31, 2021  
(thousands of dollars)

### 1. GENERAL

The Alberta Children's Hospital Foundation [the "Foundation"] was incorporated under the Societies Act of the Province of Alberta to inspire our community to invest in excellence in child health, research and family centred care at the Alberta Children's Hospital and for other child health needs primarily in Southern Alberta.

The Foundation is a registered charitable organization and is income tax exempt under Section 149 of the Income Tax Act (Canada).

### 2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Part III of the CPA Canada Accounting Handbook – Accounting, which sets out generally accepted accounting principles for not-for-profit organizations in Canada ["GAAP"] and include the significant accounting policies described hereafter.

#### [a] Fund accounting

Activities of the Foundation are segregated into the following funds:

- [i] The operating fund reports unrestricted contributions as well as the majority of the Foundation's fundraising, administrative, and general expenses incurred in the course of conducting and managing the Foundation's day to day business.

At the end of each fiscal year, the Board of Directors may, at its discretion, internally restrict any excess revenue over expenses in the operating fund to support the projects and activities of the restricted, endowment or operating funds. Internally restricted funds are not available for unrestricted purposes without prior approval of the Board of Directors.

- [ii] The restricted fund reports contributions that are externally restricted by donors in support of child health programs, equipment, research, and education priorities. Certain expenses directly related to these priorities and incurred as part of honouring the donor's restrictions are recorded as expenses of the restricted fund. Investment income earned on externally restricted or endowed fund balances and a portion of the related investment management and administration fees are recorded in the restricted fund to the extent that the investment income has also been restricted by the donor.

# Alberta Children's Hospital Foundation

## NOTES TO FINANCIAL STATEMENTS

March 31, 2021  
(thousands of dollars)

### 2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

[iii] The endowment fund reports amounts which are restricted, either internally or externally, for endowment and intended to be held permanently.

The externally restricted endowment fund balance represents contributions endowed by donors. Contributions specifically identified as endowments by donors are included in revenue of the endowment fund, and investment income earned is allocated in accordance with the Foundation's endowment policy, which is agreed to by the donors at the time the contribution is endowed.

Internally restricted endowment funds are initially recorded in the endowment fund by way of interfund transfers, and investment income earned is recorded in the operating fund. Internally restricted endowment funds are intended to exist in perpetuity with the annual investment return utilized towards the Foundation's annual operating and funding commitments.

In accordance with the Foundation's endowment policy, a portion of the income earned by the endowments may be capitalized (added) to the endowment fund in a future period to preserve the real purchasing power of principal and income.

#### **[b] Financial instruments**

Financial instruments are recorded at fair value on initial recognition. Purchases of equity and fixed income securities quoted on an active market are initially recorded at trade date at fair market value. Freestanding derivative instruments that are not in a qualifying hedging relationship and fixed income and equity securities that are quoted in an active market are subsequently measured at fair value resulting in an unrealized gain or loss recognized in the Statement of Operations and Changes in Fund Balances. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition, which are amortized using the straight-line method over the term of the instrument.



## **Alberta Children's Hospital Foundation**

### **NOTES TO FINANCIAL STATEMENTS**

March 31, 2021  
(thousands of dollars)

#### **2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

##### **[b] Financial instruments (continued)**

Financial assets carried at cost and amortized cost with indicators of impairment are assessed for impairment on an annual basis at the end of the fiscal year. If there is an indicator of impairment, the Foundation determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Foundation expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

##### **[c] Foreign currency**

All foreign currency denominated investments and the related unrealized gains and losses are translated into Canadian dollars at the rate of exchange in effect on the date of the statement of financial position. Investment income from these securities is translated into Canadian dollars at the rate of exchange in effect when realized.

##### **[d] Property and equipment**

Property and equipment are recorded at cost less accumulated amortization, with amortization provided on a straight-line basis over four years.

##### **[e] Revenue recognition**

The Foundation uses the restricted fund method of accounting for contributions. All contributions are recorded in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Unrestricted contributions are recognized as revenue in the operating fund.

Restricted contributions are recognized as revenue in the restricted fund.

Endowment contributions are recognized as revenue in the endowment fund.

# Alberta Children's Hospital Foundation

## NOTES TO FINANCIAL STATEMENTS

March 31, 2021  
(thousands of dollars)

### 2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### **[e] Revenue recognition (continued)**

Investment income includes dividend and interest income and realized gains or losses on the sale of investments. Interest income is recognized when earned, dividend income is recognized when declared and realized gains and losses are recognized on the trade settlement date as the difference between original cost and proceeds.

Investment income earned on externally restricted endowment fund resources is allocated as restricted or unrestricted revenue of the appropriate fund based on the designated purpose of the endowment. Income earned on internally restricted endowment fund resources is allocated as unrestricted revenue in the operating fund. Investment income externally restricted for reinvestment is allocated as revenue of the endowment fund.

Pledges are not recorded as revenue until the donation has been received by the Foundation.

#### **[f] Donations of materials and services**

Contributed materials and services that would otherwise be paid for by the Foundation are recorded at fair value when received.

The work of the Foundation is dependent on the voluntary service of many individuals. As these services are not normally purchased by the Foundation, and because of the difficulty of determining their fair value, such donated services are not recognized in these financial statements.

#### **[g] Multiemployer pension plan contributions**

The Foundation's eligible employees participate in the Local Authority Pension Plan, a multiemployer pension plan. This multiemployer defined benefit pension plan is accounted for consistent with defined contribution plans since the Foundation has insufficient information to apply defined benefit plan accounting. Contributions to this multiemployer pension plan are expensed on an accrual basis and included within operating expenses.

## Alberta Children's Hospital Foundation

### NOTES TO FINANCIAL STATEMENTS

March 31, 2021  
(thousands of dollars)

#### 3. INVESTMENTS

Investments consist of the following:

	2021		2020	
	Cost \$	Fair value \$	Cost \$	Fair value \$
Fixed income	87,971	91,593	84,355	88,974
Canadian equities	36,331	54,162	36,107	41,297
Foreign equities	62,546	101,217	49,438	73,427
Cash and short-term investments	3,236	3,174	1,883	1,896
	<b>190,084</b>	<b>250,146</b>	171,783	205,594

The Foundation's investments are professionally managed, with fixed income and foreign equities, other than U.S. equities managed within a pooled fund, and Canadian and U.S. equities managed on a segregated basis. The Foundation's Statement of Investment Policies and Procedures has a stated objective that the investment portfolio is managed with a primary emphasis on preservation and security of capital, and a secondary emphasis on yield.

Cash recorded within investments comprises cash on deposit with the investment custodian and cash held in short-term money market instruments.

Certain investments are restricted for endowments as follows:

	2021 \$	2020 \$
Endowments – externally restricted		
Investment income is restricted for specific purposes	73,496	71,261
Investment income is unrestricted	5,143	5,143
Endowments – internally restricted		
Investment income is unrestricted	44,670	44,670
	<b>123,309</b>	121,074

# Alberta Children's Hospital Foundation

## NOTES TO FINANCIAL STATEMENTS

March 31, 2021  
(thousands of dollars)

### 4. OTHER ASSETS

	2021	2020
	\$	\$
Cash surrender value of donated life insurance policies	<b>38</b>	387

Donated life insurance policies are recorded at their cash surrender value. The face value of the policies is \$100 [2020 – \$404]. Changes in the cash surrender value are reflected in the statement of operations and changes in fund balances. During the year, the Foundation received proceeds from a previously donated life insurance policy resulting in a decrease in the cash surrender value. The benefit, which was equal to the life insurance proceeds in excess of the cash surrender value, is reflected in the statement of operations and changes in fund balances.

### 5. PROPERTY AND EQUIPMENT

	2021		2020	
	Cost	Accumulated amortization	Net book value	Net book value
	\$	\$	\$	\$
Office equipment	141	132	9	13
Computer hardware	449	437	12	18
Computer software	200	191	9	20
	<b>790</b>	<b>760</b>	<b>30</b>	51

### 6. INTERFUND TRANSFERS

During the year, interfund transfers occurred as follows:

- \$8,905 of funds were transferred from the operating fund to the restricted fund to cover unfunded child health funding expenditures;
- \$347 of funds previously used to bridge donor contributions for child health funding were returned to the operating fund from the restricted fund; and
- \$1,000 of funds previously recognized in the restricted fund were transferred to the endowment fund.

# Alberta Children's Hospital Foundation

## NOTES TO FINANCIAL STATEMENTS

March 31, 2021  
(thousands of dollars)

### 7. INTERNALLY RESTRICTED NET ASSETS

The Foundation's funding commitments are financed partly out of the investment income earned in any given year. Investment income is influenced by short-term market fluctuations and the timing on the realization of capital gains or losses upon the sale of investments. In prior years, the Board of Directors internally restricted operating funds of \$2,251 to ensure that the Foundation is able to meet its funding commitments. This amount may be utilized in a year when investment income is insufficient to meet the commitments. During the year, no internally restricted funds were utilized and no additional funds were internally restricted.

### 8. DONATIONS IN KIND

During the year, the Foundation received gifts in kind of goods and services totaling \$1,171 [2020 – \$1,146]. Although these donations are an integral part of the Foundation's fundraising activities, the amounts related thereto are not reflected in the statement of operations and changes in fund balances as these goods and services would not otherwise be paid for by the Foundation. The Foundation also received \$2 [2020 – \$92] of donated goods and services it would otherwise have paid for, and accordingly, this amount is included in both fundraising revenue and operating expenses in the statement of operations and changes in fund balances.

### 9. COMMITMENTS

Budgeted commitments of funding for the upcoming fiscal year to the Foundation's child health funding partners [primarily Alberta Health Services and the University of Calgary] include support for the following areas:

	\$
Clinical	18,430
Education and other	1,284
Family centred care	2,366
Research	21,795
	<u>43,875</u>

In addition to the above, the Foundation has also committed \$14,560 to fund capital projects over the next 2 to 3 years.

## Alberta Children's Hospital Foundation

### NOTES TO FINANCIAL STATEMENTS

March 31, 2021  
(thousands of dollars)

#### 10. FINANCIAL INSTRUMENTS

##### [a] Foreign currency risk

The Foundation is exposed to fair value risk from foreign currency exposure related to its holdings of foreign equity securities. As at March 31, 2021, total foreign equity holdings were 40.46% [2020 – 35.74%] of the Foundation's investments on a fair value basis. The Foundation is exposed to cash flow risk related to its investment income from the interest or dividends received from these foreign equity securities. The Foundation's overall currency positions are monitored on a daily basis by the portfolio managers.

##### [b] Credit risk

Credit risk arises from the potential for an investee to fail or for a counterparty to default on its contractual obligations to the Foundation. Credit risk is managed by the Foundation's investment managers in accordance with the Foundation's Statement of Investment Policies and Procedures established by the Board of Directors.

##### [c] Interest rate risk

Interest rate risk arises from the Foundation's holdings of fixed income securities. As interest rates fluctuate, the fair value of these securities will be impacted.

##### [d] Liquidity risk

The Foundation believes it is not exposed to significant liquidity risk as all investments are held in instruments that are highly liquid and can be disposed of to settle commitments. The fixed income securities yield interest between 0.25% and 9.9% and have maturities ranging from 2021 to 2067.

## **Alberta Children's Hospital Foundation**

### **NOTES TO FINANCIAL STATEMENTS**

March 31, 2021  
(thousands of dollars)

#### **11. RELATED PARTY TRANSACTIONS**

All related party transactions are recorded at the agreed upon exchange amount.

During the year the Foundation paid, in the ordinary course of business, \$7 [2020 – \$6] to a legal firm of which a member of the Foundation's Board of Directors is a partner. No portion of the fees paid to the legal firm was in relation to work performed by the Board member.

During the year the Foundation incurred, in the ordinary course of business, \$4 [2020 – \$9] associated with the commissions charged for the sale of donated securities through an investment firm of which a member of the Foundation's Board of Directors is the Chairman and CEO. The investment firm donates a portion of the commission fees as a donation in kind to the Foundation. The full amount of the commissions at fair market value has been included in operating expenses with the donated portion of the fees reported as a donation in kind amount included in fundraising revenue. No portion of the fees paid for commissions was in relation to work performed by the Board member.

During the year, the Foundation received donations and sponsorships in the ordinary course of business, in the amount of \$208 [2020 – \$232] from the Foundation's Board of Directors, spouses, their related companies and management employees.

#### **12. FUNDRAISING EXPENSES AND OTHER**

As required under Section 7(2) of the Charitable Fundraising Act Regulation of Alberta, the Foundation discloses the expenses incurred for the purposes of soliciting contributions, which were \$3,478 [2020 – \$4,837]. This amount includes total remuneration paid to employees of the Foundation whose principal duties involve fundraising of \$1,564 [2020 – \$1,934]. These amounts are included as part of the Foundation's operating expenses.

No single disposition of contributions equaled or exceeded 10% of the gross contributions received during the year [2020 – \$nil].

## Alberta Children's Hospital Foundation

### NOTES TO FINANCIAL STATEMENTS

March 31, 2021  
(thousands of dollars)

#### 13. MULTIEMPLOYER PENSION PLAN VALUATION

The most recent valuation for financial reporting purposes completed by the Local Authority Pension Plan as at December 31, 2019 disclosed net assets available for benefits of \$50,520 with pension obligations of \$42,607 resulting in a surplus of \$7,913. The plan had a total of 274,151 members as of that date.

During the year ended March 31, 2021, the Foundation contributed \$385 [2020 – \$408] to the plan. These amounts are included in operating expenses. The Foundation has 37 [2020 – 43] contributing members in the plan. Contribution requirements for the Foundation are as follows:

	<b>2021</b>	<b>2020</b>
Employer		
Pensionable earnings up to the year's maximum pensionable earnings	<b>9.39%</b>	9.39%
Pensionable earnings over the year's maximum pensionable earnings	<b>13.84%</b>	13.84%
Employee		
Pensionable earnings up to the year's maximum pensionable earnings	<b>8.39%</b>	8.39%
Pensionable earnings over the year's maximum pensionable earnings	<b>12.84%</b>	12.84%

#### 14. TRANSACTIONS WITH FUNDING PARTNERS

Alberta Health Services and the University of Calgary are funding partners with the Foundation and work together to fund the Alberta Children's Hospital and other child health needs within Southern Alberta.

During the year the Foundation paid child health funding and operating expenses, in the ordinary course of business, to Alberta Health Services in the amount of \$11,511 [2020 – \$20,782]. This amount includes unpaid balances recorded in accounts payable and accrued liabilities of \$47 [2020 – \$900]. In addition, Alberta Health Services provides the Foundation with office space at the Alberta Children's Hospital.

During the year the Foundation paid child health funding in the ordinary course of business, to the University of Calgary in the amount of \$10,364 [2020 – \$11,564]. This amount includes unpaid balances recorded in accounts payable and accrued liabilities of \$nil [2020 – \$110].



## **Alberta Children's Hospital Foundation**

### **NOTES TO FINANCIAL STATEMENTS**

March 31, 2021  
(thousands of dollars)

#### **15. COVID-19 GLOBAL PANDEMIC**

In March 2020, the World Health Organization announced a global pandemic in relation to the COVID-19 virus, which resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures, which included the implementation of travel bans, self-isolation, quarantine periods and social distancing, have caused material disruption to businesses globally and volatility in markets resulting in an economic slowdown. As the duration and impact of the COVID-19 outbreak is unknown, as is the efficacy of the government and central bank interventions, it is not possible at this time to estimate the length and severity of the impact that COVID-19 could have on the Foundation's fundraising revenues, expenses and fair value of investments, as the impact will depend on future developments, which are highly uncertain and cannot currently be predicted.