

Financial Statements

Kids Care Oncology Central West Ontario
(o/a Ronald McDonald House Charities South Central Ontario)

December 31, 2020

Independent auditor's report

Grant Thornton LLP
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To the Board of Directors of
Kids Care Oncology Central West Ontario

Opinion

We have audited the financial statements of **Kids Care Oncology Central West Ontario** (o/a Ronald McDonald House South Central Ontario) ("the Organization"), which comprise the statement of financial position as at December 31, 2020, and the statements of operations, 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 **Kids Care Oncology Central West Ontario** (o/a Ronald McDonald House South Central Ontario) as at December 31, 2020, and its results of 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 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 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 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.

The logo for Grant Thornton LLP, featuring the company name in a stylized, cursive script.

Hamilton, Canada
April 29, 2021

Chartered Professional Accountants
Licensed Public Accountants

Kids Care Oncology Central West Ontario
STATEMENT OF FINANCIAL POSITION
Year ended Dec 31

	2020 \$	2019 \$
ASSETS		
Current assets		
Cash and cash equivalents	1,422,942	646,301
Term deposits (Note 3)	1,007,704	1,016,881
Accounts receivable	329,422	359,365
Prepaid expenses	28,423	43,746
Inventory	26,061	21,150
Total current assets	2,814,552	2,087,443
Capital assets, net (Note 4)	11,119,914	11,456,023
Total assets	13,934,466	13,543,466
LIABILITIES AND FUND BALANCES		
Current liabilities		
Accounts payable and accrued liabilities	194,463	306,173
Deferred revenue	51,631	48,647
Current portion of capital lease obligations (Note 6)	3,640	5,054
Total current liabilities	249,734	359,874
Capital lease obligations (Note 6)	935	4,575
Bank loan (Note 7)	30,000	-
Deferred contributions (Note 5)	9,938,485	10,255,051
Total liabilities	10,219,154	10,619,500
Commitments (see Note 10)		
FUND BALANCES		
General fund	783,000	628,426
Restricted fund (Note 8)	1,750,882	1,094,567
Capital asset fund	1,181,430	1,200,973
Total fund balances	3,715,312	2,923,966
Total liabilities and fund balances	13,934,466	13,543,466

See accompanying notes

On behalf of the Board:

_____ Director _____ Director

Kids Care Oncology Central West Ontario
STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES

Year ended Dec 31

	<u>General</u>		<u>Restricted</u>		<u>Capital Asset</u>		<u>Total</u>	
	2020	2019	2020	2019	2020	2019	2020	2019
	\$	\$	\$	\$	\$	\$	\$	\$
REVENUES AND OTHER SUPPORT								
Contributions	1,923,760	1,959,500	81,951	91,115	316,566	380,216	2,322,277	2,430,831
Fundraising activities/events	939,280	1,329,177	-	-	-	-	939,280	1,329,177
RMH room donations/fees	61,908	155,476	5,639	16,520	-	-	67,547	171,996
Government grants (Note 16)	405,742	-	-	-	-	-	405,742	-
Total revenues	3,330,690	3,444,153	87,590	107,635	316,566	380,216	3,734,846	3,932,004
EXPENSES								
Program	1,467,427	2,005,946	22,529	25,525	440,942	427,747	1,930,898	2,459,218
Management and general	428,564	434,428	-	-	-	-	428,564	434,428
Fundraising	575,438	381,830	-	-	-	-	575,438	381,830
Cost of direct benefits to donors	27,717	73,430	-	-	-	-	27,717	73,430
Total expenses	2,499,146	2,895,634	22,529	25,525	440,942	427,747	2,962,617	3,348,906
Excess (deficiency) of operating revenues over expenses	831,544	548,519	65,061	82,110	(124,376)	(47,531)	772,229	583,098
Investment income, net	19,117	20,117	-	-	-	-	19,117	20,117
Excess (deficiency) of revenues over expenses	850,661	568,636	65,061	82,110	(124,376)	(47,531)	791,346	603,215
Fund balances, beginning of year	628,426	301,089	1,094,567	906,417	1,200,973	1,113,245	2,923,966	2,320,751
Transfers between funds (Note 9)	(696,087)	(241,299)	591,254	106,040	104,833	135,259	-	-
Fund balances, end of year	783,000	628,426	1,750,882	1,094,567	1,181,430	1,200,973	3,715,312	2,923,966

See accompanying notes

Kids Care Oncology Central West Ontario
STATEMENT OF FUNCTIONAL EXPENSES

Year ended Dec 31, 2020

	Program Services			Supporting Services			
	Ronald McDonald House	Ronald McDonald Family Rooms	Total Program Services	Management and General	Fundraising	Cost of Direct Benefits to Donors	Total Expenses
	\$	\$	\$	\$	\$	\$	\$
Salaries and benefits	713,210	107,002	820,212	356,889	417,610	-	1,594,711
Amortization of capital assets	440,942	-	440,942	-	-	-	440,942
Communications	2,961	-	2,961	1,503	18,944	-	23,408
Donor and volunteer recognition	158	-	158	-	-	-	158
Education, training and meetings	-	-	-	3,485	-	-	3,485
Family support services & supplies	93,569	9,850	103,419	-	-	-	103,419
House security	80,763	-	80,763	-	-	-	80,763
Insurance	-	-	-	7,283	-	-	7,283
Interest and bank charges	-	-	-	17,840	-	-	17,840
Maintenance and repairs	56,383	-	56,383	-	-	-	56,383
Office supplies and postage	7,410	-	7,410	7,637	-	-	15,047
Special events	-	-	-	-	47,763	27,717	75,480
Professional fees	-	-	-	17,605	-	-	17,605
Technology and telephone	57,126	8,161	65,287	16,322	-	-	81,609
Utilities	115,628	-	115,628	-	-	-	115,628
Other expenses	237,735	-	237,735	-	91,121	-	328,856
Total Expenses	1,805,885	125,013	1,930,898	428,564	575,438	27,717	2,962,617

Kids Care Oncology Central West Ontario
STATEMENT OF FUNCTIONAL EXPENSES

Year ended Dec 31, 2019

	Program Services			Supporting Services			
	Ronald McDonald House	Ronald McDonald Family Rooms	Total Program Services	Management and General	Fundraising	Cost of Direct Benefits to Donors	Total Expenses
	\$	\$	\$	\$	\$	\$	\$
Salaries and benefits	976,276	92,062	1,068,338	284,000	263,400	-	1,615,738
Amortization of capital assets	427,747	-	427,747	-	-	-	427,747
Communications	9,460	-	9,460	7,720	30,956	-	48,136
Donor and volunteer recognition	6,538	-	6,538	10,582	-	-	17,120
Education, training and meetings	-	-	-	15,205	-	-	15,205
Family support services & supplies	185,340	14,975	200,315	-	-	-	200,315
House security	78,043	-	78,043	-	-	-	78,043
Insurance	-	-	-	5,780	-	-	5,780
Interest and bank charges	-	-	-	19,664	-	-	19,664
Maintenance and repairs	66,222	-	66,222	-	-	-	66,222
Office supplies and postage	10,543	-	10,543	10,543	-	-	21,086
Special events	-	-	-	-	62,474	73,430	135,904
Professional fees	-	-	-	34,773	-	-	34,773
Technology and telephone	56,108	8,015	64,123	16,031	-	-	80,154
Utilities	143,177	-	143,177	-	-	-	143,177
Other expenses	384,712	-	384,712	30,130	25,000	-	439,842
Total Expenses	2,344,166	115,052	2,459,218	434,428	381,830	73,430	3,348,906

Kids Care Oncology Central West Ontario
STATEMENT OF CASH FLOWS

Year ended Dec 31

	2020 \$	2019 \$
OPERATING ACTIVITIES		
<i>Excess (deficiency) of revenue over expenses for the year</i>		
General funds	850,661	568,636
Restricted funds	65,061	82,110
Capital asset fund	(124,376)	(47,531)
<i>Add (deduct) items not involving cash</i>		
Amortization of capital assets	440,942	427,747
Amortization of deferred contributions	(316,566)	(380,216)
Forgiveable portion of bank loan (Note 7)	(10,000)	-
Accrued interest on term deposits	(10,878)	(16,881)
	894,844	633,865
Net change in non-cash working capital balances related to operations		
Accounts receivable	29,943	(78,577)
Prepaid expenses	15,323	(11,149)
Inventory	(4,911)	(7,991)
Accounts payable and accrued liabilities	(111,710)	64,685
Deferred revenue	2,984	24,601
	(68,371)	(8,431)
Cash provided by operating activities	826,473	625,434
INVESTING ACTIVITIES		
Purchases of investments	(200,000)	(1,000,000)
Proceeds from sale of investments	220,055	-
Purchases of capital assets	(104,833)	(135,259)
Cash used in investing activities	(84,778)	(1,135,259)
FINANCING ACTIVITIES		
Repayment of capital lease obligations	(5,054)	(7,191)
Proceeds from bank loan (Note 7)	40,000	-
Cash provided by (used in) financing activities	34,946	(7,191)
Net increase (decrease) in cash and cash equivalents during the year	776,641	(517,015)
Cash and cash equivalents, beginning of year	646,301	1,163,316
Cash and cash equivalents, end of year	1,422,942	646,301

See accompanying notes

Kids Care Oncology Central West Ontario
Notes to the financial statements
Year ended December 31, 2020

1. NATURE OF THE ORGANIZATION

Organization

Kids Care Oncology Central West Ontario (o/a Ronald McDonald House Charities South Central Ontario) (the “Organization”) is an Ontario not for profit, charitable corporation formed in 1993. The mission of Ronald McDonald House Charities (RMHC) is to create, find and support programs that directly improve the health and well-being of children and their families. RMHC and the network of local Chapters, of which there are 14 in Canada, ascribe to five core values: we are focused on the critical needs of children, we lead with compassion, we celebrate the diversity of our people and our programs, we value our heritage and we operate with accountability and transparency.

In Canada, 13 Regional RMHC Chapters work collaboratively through the support of RMHC Canada, Canada’s national RMHC foundation, which is focused on contributing funding from McDonald’s Restaurants of Canada and other donors, to support the building and operations of Ronald McDonald Houses, Family Rooms and Ronald McDonald Care Mobiles to help enable the support of families with sick children.

We fulfill our mission through operation of sustainable programs that enable family-centered care, bridge access to quality health care, are a vital part of the health care continuum and strengthen families during difficult times. The following programs, operated by the Organization, represent the core functions of Ronald McDonald House Charities:

Ronald McDonald House

When children must travel long distances to access top medical care, accommodations and support for families can be expensive or not readily available. The Organization helps families stay close to their ill or injured child through the Ronald McDonald House program located in Hamilton, which provide temporary lodging, meals and other support to children and their families. The program provides families with emotional and physical comfort and increases the caregivers’ ability to spend more time with their child, to interact with their clinical care team and to participate in critical medical care decisions.

Ronald McDonald Family Room

When a child is critically ill, parents may be reluctant to leave the hospital. In order to provide comfort and support to their child, it is important that parents have an opportunity to rest, have a meal or have a moment of quiet. Located inside medical care facilities, the Ronald McDonald Family Room program in McMaster Children's Hospital serve as a place of respite, relaxation and privacy for family members, often just steps away from where their child is being treated. The Ronald McDonald Family Room program provides parents with an opportunity to remain close to their hospitalized child and to be an active member of their child’s health care team.

Kids Care Oncology Central West Ontario
Notes to the financial statements
Year ended December 31, 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Part III of the Chartered Professional Accountants of Canada "CPA Canada" Handbook – Accounting, which sets out generally accepted accounting principles for not-for-profit organizations in Canada and includes the significant accounting policies summarized below.

Use of estimates

The preparation of financial statements in accordance 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, the disclosure of contingent assets and liabilities at the statement of financial position date, and the reported amount of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Fund accounting

To ensure observance of limitations and restrictions placed on the use of the resources available to the Organization, the accounts are maintained in accordance with the principles of Fund Accounting. Under these principles, the accounts of the Organization have been classified into the following funds:

The General fund reports unrestricted resources available for general operating activities.

The Restricted fund reports resources that are to be used for specific purposes as specified by the donor or the Board of Directors (the "Board"). Any funds internally restricted by the Board are recorded through a transfer to the respective fund.

The Capital Asset fund reports resources that are restricted to the Organization's capital asset purchases, replacements, or maintenance initiatives.

Revenue recognition

The Organization follows the restricted fund method of accounting for contributions.

Contributions, grants, subsidies, and bequests are recorded in the appropriate funds when 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 General fund when initially recorded in the accounts. Externally restricted contributions are recorded in the Restricted fund or Capital Asset fund when initially recognized in the accounts.

Revenue from fundraising is recognized as revenue in the corresponding fund as appropriate in the year received or receivable, if the amount can be reasonably estimated and collection is reasonably assured.

Fees are recognized when the services have been provided. Revenue from room payments is recognized as revenue in the General fund on an accrual basis when the amount to be received can be reasonably estimated and collection is reasonably assured.

Investment income (loss) consists of interest, dividends, income distributions from pooled funds, and realized and unrealized gains and losses. Investment income earned on Restricted fund or Capital Asset fund resources that must be spent on donor-restricted activities is recognized as revenue of the respective fund. General investment income earned on Restricted fund, Capital Asset fund and General fund resources is recognized as revenue of the General fund. Investment losses are allocated in a manner consistent with investment income.

Kids Care Oncology Central West Ontario
Notes to the financial statements
Year ended December 31, 2020

Expense allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the Statements of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Cash and cash equivalents

Cash and cash equivalents consist of cash on deposit and short-term investments with a short-term to maturity of approximately three months or less from the date of purchase unless they are held for investment rather than liquidity purposes, in which case they are classified as term deposits.

Financial instruments

Term deposits are recorded at fair value. Transactions are recorded on a trade date basis and transaction costs are expensed as incurred.

Other financial instruments, including accounts receivable and accounts payable, are initially recorded at their fair value and are subsequently measured amortized cost, net of any provisions for impairment.

Long-term debt

Long-term debt is initially measured at fair value, net of transaction costs and financing fees. It is subsequently measured at amortized cost. Transaction costs and financing fees are amortized using the straight-line method.

Contributed materials and services

Donated materials and services are recorded in the financial statements at fair market value when fair market value can be reasonably estimated. Because of the difficulty in determining the fair value of volunteer time, these services are not recognized in the financial statements.

Capital assets

Purchased capital assets are recorded at acquisition cost. Contributed capital assets are recorded at fair value at the date of the contribution. Capital assets are amortized to estimated residual values at the following annual rates over the estimated useful lives of the related assets:

Land	n/a
Building	10- or 40-years straight line
Computer hardware	45% declining balance
Computer software	30% declining balance
Equipment	30% declining balance
Serenity garden	15 years straight line
Family room	10 years straight line
Website	50% declining balance

Interest is capitalized during the period in which the capital assets are being constructed.

Kids Care Oncology Central West Ontario
Notes to the financial statements
Year ended December 31, 2020

Impairment of long-lived assets

Long-lived assets are tested for impairment when events of changes in circumstances indicate that their carrying value may not be recoverable. An impairment loss is recognized when the carrying value exceeds the total undiscounted cash flows expected from their use and eventual disposition. The amount of the impairment loss is determined as the excess of the carrying value of the asset over its residual value.

3. TERM DEPOSITS

	2020 \$	2019 \$
Term deposits	1,007,704	1,016,881
	1,007,704	1,016,881

4. CAPITAL ASSETS

Capital assets consist of the following:

	Cost \$	2020 Accumulated amortization \$	Net book value \$
Land	9,181	—	9,181
Buildings	14,714,443	4,082,451	10,631,992
Computer hardware	95,116	86,081	9,035
Computer software	66,921	45,764	21,157
Equipment	134,481	123,076	11,405
Furniture and fixtures	471,585	300,095	171,490
Serenity garden	238,011	96,292	141,719
Family room	131,305	19,696	111,609
Website	17,696	5,370	12,326
	15,878,739	4,758,825	11,119,914

Kids Care Oncology Central West Ontario
Notes to the financial statements
Year ended December 31, 2020

4. CAPITAL ASSETS (continued)

		2019	
	Cost	Accumulated	Net book
	\$	amortization	value
		\$	\$
Land	9,181	—	9,181
Buildings	14,642,324	3,708,793	10,933,531
Computer hardware	89,605	85,679	3,926
Computer software	46,856	40,997	5,859
Equipment	150,866	130,954	19,912
Furniture and fixtures	471,585	281,037	190,548
Serenity garden	238,011	80,425	157,586
Family room	131,305	6,565	124,740
Website	10,740	—	10,740
	15,790,473	4,334,450	11,456,023

5. DEFERRED CONTRIBUTIONS

Deferred contributions represent the unamortized amounts of restricted grants and net donations received for the expansion of the house and serenity garden. Changes in the deferred contributions balance are as follows:

Deferred contributions – building:	2020	2019
	\$	\$
Balance, beginning of year	10,098,683	10,395,703
Amount recognized as revenue during the year	(297,020)	(297,020)
	9,801,663	10,098,683

Deferred contributions – serenity garden:	2020	2019
	\$	\$
Balance, beginning of year	156,368	175,914
Amount recognized as revenue during the year	(19,546)	(19,546)
	136,822	156,368
Balance, end of year	9,938,485	10,255,051

Kids Care Oncology Central West Ontario
Notes to the financial statements
Year ended December 31, 2020

6. OBLIGATION UNDER CAPITAL LEASE

The Organization has the following future minimum capital lease payments with respect to equipment:

	\$
2021	3,640
2022	935
	4,575
Less: current portion	(3,640)
Total long-term obligation	935

7. BANK LOAN

The Organization received \$40,000 through the Canada Emergency Business Account loan to pay operation costs that cannot be deferred. Until December 31, 2022 this is an interest free loan and principal payments are not required. On December 31, 2022, if at least 75% of the loan is repaid, the remaining portion of the loan is forgiven. During the year ended December 31, 2020 the Organization recognized \$10,000 in contribution revenue as required under the terms of the loan.

8. RESTRICTED FUND BALANCE

The Restricted fund balance consists of the following:

	2020 \$	2019 \$
Restricted Fund		
Externally restricted	112,914	94,567
Internally restricted	1,637,968	1,000,000
	1,750,882	1,094,567

The purpose of the internally restricted fund is to meet future capital expenditures for major replacements, repairs of property components, and to ensure continuation of House operations due to unforeseeable events.

9. INTERFUND TRANSFERS

Transfers between funds during the year consist of the following:

	<u>General Fund</u>		<u>Restricted Fund</u>		<u>Capital Asset Fund</u>	
	2020	2019	2020	2019	2020	2019
	\$	\$	\$	\$	\$	\$
Transfers for purchase of capital assets	(76,504)	(41,299)	(28,329)	(93,960)	104,833	135,259
Transfers for purchase of investments	(637,968)	(200,000)	637,968	200,000	—	—
Transfers for operating use	10,500	—	(10,500)	—	—	—
Transfers for family stays	7,885	—	(7,885)	—	—	—
	(696,087)	(241,299)	591,254	106,040	104,833	135,259

Kids Care Oncology Central West Ontario
Notes to the financial statements
Year ended December 31, 2020

10. COMMITMENTS

The Organization is committed to the following future minimum annual lease payments for office equipment:

	\$
2021	4,095
2022	1,024
	5,119

In addition to minimum rentals, leases for office equipment require the payment of various operating costs.

11. FINANCIAL INSTRUMENTS

The Organization is exposed to various financial risks through transactions in financial instruments.

Credit risk

The Organization is exposed to credit risk in connection with its accounts receivable and its short-term and fixed income investments because of the risk that one party to the financial instrument may cause a financial loss for the other party by failing to discharge an obligation.

Liquidity risk

The Organization is exposed to the risk that it will encounter difficulty in meeting obligations associated with its financial liabilities. The Organization considers that it has sufficient funds available to meet its obligations as they come due.

12. RELATED PARTY TRANSACTIONS

Ronald McDonald House Charities (RMHC) is a system of independent, separately registered public benefit organizations, referred to as “Chapters” within the global organization. The Organization is an independent operating Chapter within the RMHC system. Each Chapter is licensed by McDonald’s Corporation and Ronald McDonald House Charities, Inc. to use RMHC related trademarks in conjunction with fundraising activities and the operation of its programs; the License Agreement also sets standards of operations for programs, governance, finance, branding and reporting.

During the year ended December 31, 2020, the Organization received from Ronald McDonald House Charities, Inc. \$55,204 (2019 - \$nil); and the Organization received \$293,000 (2019 - \$352,069) from Ronald McDonald House Charities, Canada.

13. BENEFICIAL USE OF LAND

In April 1992, the Organization entered into an agreement of purchase and sale with the City of Hamilton (the “City”) whereby the Organization would purchase certain land owned by the City for \$2. In September 2010, the Organization entered into a similar agreement for additional land at a cost of \$1. Both agreements require that the Organization transfer the land back to the City at cost should the Organization cease to operate for charitable purposes. This agreement also restricts the Organization’s ability to sell the property.

Kids Care Oncology Central West Ontario
Notes to the financial statements
Year ended December 31, 2020

14. DONATED GOODS AND SERVICES

The fair value of donated goods and services included as contributions in the financial statements and the corresponding expense categories for the years ended December 31, 2020 and 2019 are as follows:

	2020 \$	2019 \$
Other expenses	303,856	384,712
	303,856	384,712

15. CONCENTRATIONS

Contributions totaling \$293,000 and \$352,069, were received from a single donor, RMHC Canada, during the years ended December 31, 2020 and 2019 respectively, which represent 10% of total public support each year.

16. GOVERNMENT GRANTS

The Organization received \$381,545 through the Canada Emergency Wage Subsidy and \$24,197 through the Temporary Wage Subsidy from the Federal Government to mitigate employment disruptions caused by the COVID-19 pandemic. During the year ended December 31, 2020 the Organization recognized \$405,742.

17. COMPARATIVE FIGURES

Comparative figures have been adjusted to conform to changes in the current year presentation.

18. COVID-19

On March 11, 2020 the World Health Organization declared a global pandemic (the “pandemic”) as a result of the spread of COVID-19. Since that time, the pandemic has severely impacted local economies around the globe. In many countries, including Canada, organizations were forced to cease or limit operations for long or indefinite periods of time. Measures taken to contain the spread of COVID-19, including travel bans, quarantines, physical distancing, and closures of non-essential services have triggered significant disruptions to organizations worldwide, resulting in a widespread economic slowdown. Governments and central banks have responded with monetary and fiscal interventions in an attempt to stabilize economic conditions.

The Organization has determined that these events have not had a significant financial impact on its ongoing operations. Management continues to manage the budget and provide continuing levels of operations and service.

The duration and impact of the pandemic, as well as the effectiveness of government and central bank responses, are unclear at the time. It is not possible to reliably estimate the duration and severity of the consequences, as well as their impact on the financial position and results of the Organization for future periods.

19. SUBSEQUENT EVENTS

Management evaluated subsequent events through April 29, 2021, the date the financial statements were available to be issued. There were no material subsequent events that required recognition or additional disclosure in the financial statements.