

**Canadian Children's Optimist Foundation
Financial Statements**

September 30, 2015

Canadian Children's Optimist Foundation

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September 30, 2015

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SOCIÉTÉ DE COMPTABLES PROFESSIONNELS AGRÉÉS
PARTNERSHIP OF CHARTERED PROFESSIONAL ACCOUNTANTS

JAMES M. ROWEN, CPA, CA
WENDY N. ROSCOE, CPA, CA
LILY YUAN HU, CPA, CGA, US CPA

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Canadian Children's Optimist Foundation

We were engaged to audit the accompanying financial statements of Canadian Children's Optimist Foundation (the Foundation), which comprise the statement of financial position as at September 30, 2015 and September 30, 2014 and the statements of operations and changes in net assets, cash flows and supplementary information on expenditures for the years ended September 30, 2015 and September 30, 2014, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Foundation's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

In common with many charitable organizations, the Foundation derives revenue from the general public, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Foundation. We were unable to determine whether any adjustments might be necessary to revenues, excess of revenues over expenses, assets and fund balances.

Qualified Opinion

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of the Foundation as at September 30, 2015 and September 30, 2014 and the results of its operations, changes in net assets, its cash flows and supplementary information on expenditures for the years ended September 30, 2015 and September 30, 2014 in accordance with Canadian accounting standards for not-for-profit organizations.

Montreal, Quebec
March 29, 2016

Rowen & Associates L.L.P.

Rowen & Associates L.L.P.

James M. Rowen

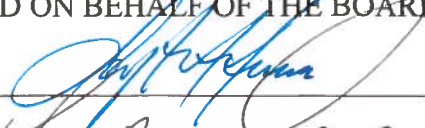
James M. Rowen, CPA Auditor, CA

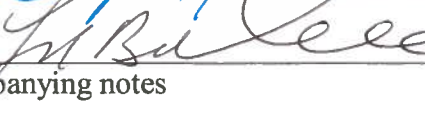


Canadian Children's Optimist Foundation
Statement of Financial Position
As at September 30, 2015

	2015	2014 (Restated) (see note 11)
ASSETS		
Current assets		
Cash and cash equivalents	\$ 33,126	\$ 65,167
Accrued interest receivable	4,279	6,124
Accrued dividends receivable	2,742	3,004
Sales taxes receivable	4,443	3,359
Prepaid expenses - recognition	4,966	9,961
	49,556	87,615
Long term assets		
Portfolio investments (note 4)	1,902,500	2,026,673
Deferred costs - scholarships (note 6)	264,627	294,699
	2,167,127	2,321,372
Capital assets (note 7)	350	1,749
Intangible asset		
Organization cost (note 2)	18,708	18,708
	\$ 2,235,741	\$ 2,429,444
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	\$ 74,044	\$ 99,091
Amounts payable to Optimist International Foundation	6,681	16,681
Amounts payable to Optimist International	72	43,914
	80,797	159,686
Long term liabilities		
Deferred contributions (note 5)	87,144	63,558
Scholarships payable (notes 2 & 6)	264,627	294,699
	351,771	358,257
	432,568	517,943
NET ASSETS		
Externally restricted		
- for endowment purposes - scholarships (note 8)	1,051,772	1,159,863
- for endowment purposes - CCC (note 8)	309,676	367,695
Internally restricted-invested in capital assets	350	1,749
Unrestricted	441,375	382,194
	1,803,173	1,911,501
	\$ 2,235,741	\$ 2,429,444

APPROVED ON BEHALF OF THE BOARD OF DIRECTORS:


 _____ Director


 _____ Director

See accompanying notes

Canadian Children's Optimist Foundation
Statement of operations
For the year ended September 30, 2015

	2015	2014
Revenue		
Contributions from individuals	\$ 369,481	\$ 466,639
Investment income (note 3)	35,480	236,788
Other	814	-
	405,775	703,427
Grants and programmes		
Oratorical scholarships	60,000	48,000
Essay scholarships	25,000	18,800
C.C.D.H.H. scholarships	9,000	6,500
Don MacDonald Scholarship Oakville	10,000	14,000
Burnaby scholarships	2,500	1,250
Programme costs	15,500	15,750
Childhood cancer grant (note 5)	33,786	31,127
Outsourcing program (note 5)	95,846	251,740
	251,632	387,167
Excess of revenue over grants and programmes	154,143	316,260
Expenditures		
Volunteers and donors		
Donor awards and recognition	27,549	21,343
Volunteer activities	65,377	46,300
Special programmes	5,510	5,077
	98,436	72,720
Fundraising and public relations		
Fundraising	25,056	17,354
International convention	11,715	5,509
	36,771	22,863
Staff and administration		
Administrative expenditures	89,724	92,007
	224,931	187,590
Excess (deficiency) of revenue over expenditures	\$ (70,788)	\$ 128,670

See accompanying notes

Canadian Children's Optimist Foundation
Statement of changes in net assets
For the year ended September 30, 2015

Year 2015	Externally restricted for endowment purposes (Scholarship)	Externally restricted for endowment purposes (CCC)	Internally restricted invested in capital assets	Unrestricted	Total
Balance at beginning of year	\$ 1,159,864	\$ 352,377	\$ 1,749	\$ 300,640	\$ 1,814,630
Prior year adjustment (note 11)	-	15,318	-	81,554	96,872
Adjusted beginning balance	1,159,864	367,695	1,749	382,194	1,911,502
Excess (deficiency) of revenue over expenses	28,276	(24,490)	(1,399)	(73,175)	(70,788)
Inter fund transfers	(136,368)	4,012	-	132,356	-
Transfer to deferred contributions	-	(37,541)	-	-	(37,541)
Balance at end of year	\$ 1,051,772	\$ 309,676	\$ 350	\$ 441,375	\$ 1,803,173

Year 2014 (Restated - see note 11)	Externally restricted for endowment purposes (Scholarship)	Externally restricted for endowment purposes (CCC)	Internally restricted invested in capital assets	Unrestricted	Total
Balance at beginning of year	\$ 1,133,400	\$ 323,930	\$ 3,148	\$ 239,470	\$ 1,699,948
Prior year adjustment (note 11)	-	5,976	-	81,554	87,530
Restated beginning balance	1,133,400	329,906	3,148	321,024	1,787,478
Excess of revenue over expenses	85,824	57,328	(1,399)	(13,083)	128,670
Inter fund transfers	(59,361)	(14,892)	-	74,253	-
Transfer to deferred contributions	-	(4,647)	-	-	(4,647)
Balance at end of year	\$ 1,159,863	\$ 367,695	\$ 1,749	\$ 382,194	\$ 1,911,501

See accompanying notes

Canadian Children's Optimist Foundation
Statement of cash flows
For the year ended September 30, 2015

	2015	2014 (Restated) (see note 11)
OPERATING ACTIVITIES		
Excess of revenue (deficiency) over expenditures	\$ (70,788)	\$ 128,670
Adjustments for:		
Loss (gain) on sale on portfolio investments (note 3)	(44,040)	9,445
Unrealized loss (gain) on portfolio investments (note 3)	64,963	(181,035)
Amortization	1,399	1,399
Transfer from CCC endowment fund to deferred contributions (note 5)	(37,541)	(4,647)
	(86,007)	(46,168)
Changes in non cash working capital		
Decrease in accrued interest receivable	1,845	431
Decrease (increase) in dividend receivable	262	(233)
Decrease (increase) in sales taxes receivable	(1,084)	1,991
Increase (decrease) in current liabilities	(25,047)	81,991
Decrease in payable to Optimist International Foundation	(10,000)	(10,795)
Increase (decrease) in payable to Optimist International	(43,842)	25,918
Decrease in deferred costs - scholarships	30,072	15,960
Increase (decrease) in prepaid expenses - recognition	4,995	(9,961)
Scholarships granted, net	76,428	57,340
Scholarships paid	(106,500)	(73,300)
Increase (decrease) in deferred contributions	23,586	(1,610)
	(49,285)	87,732
Cash generated from (used in) operating activities	(135,292)	41,564
INVESTING ACTIVITIES		
Acquisition of investments	(358,303)	(280,437)
Proceeds on disposal of investments	461,554	299,740
Cash generated from investing activities	103,251	19,303
NET INCREASE (DECREASE) IN CASH	(32,041)	60,867
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	65,167	4,300
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 33,126	\$ 65,167

See accompanying notes

Canadian Children's Optimist Foundation
Notes to the financial statements
September 30, 2015

1. GOVERNING STATUTES AND PURPOSES OF THE ORGANIZATION

The Foundation, incorporated under Part II of the Canada Corporation Act, receives and maintains funds to operate programs and activities for youth in Canada, to seek and accept real and personal property by gift, bequest, donation, legacy, purchase or otherwise and to hold and administer such property, in trust or otherwise, solely for the aforesaid objectives. It is a registered charity according to the Income Tax Act.

The Foundation received its Certificate of Continuance under the *Canada Not-for-profit Corporations Act*, dated October 29, 2013.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis for presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

Financial instruments

Financial instruments are recorded at fair value on initial recognition. Equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Foundation has elected to carry its portfolio investments at fair value, which is based on year-end quoted market prices.

The unrealized gain or loss on portfolio investments, being the difference between book value and fair value, is included in revenues in the statement of operations.

The Foundation does not enter into any derivative financial instrument arrangements for hedging or speculative purposes.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred and included in administrative expenses. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the effective interest rate method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. 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 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.

Canadian Children's Optimist Foundation
Notes to the financial statements
September 30, 2015

2. SIGNIFICANT ACCOUNTING POLICIES (CON'T)

Cash and cash equivalents

Cash and cash equivalents include cash in bank, bank overdraft and on deposit with broker, with a maturity of less than three months at time of purchase.

Organization costs

Organization costs including amounts related to the charter, change in name of the Foundation, bylaws etc. have been recorded as organization costs.

This cost is not subject to amortization but must be written down when a permanent impairment in value occurs.

Revenue recognition

The Foundation follows the deferral method of accounting for contributions. Under this method, contributions restricted for future period expenditures are deferred and 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. Endowment contributions are reported as direct increases in net assets.

Investment income, including the amount applicable to endowment purposes is recognized as revenue as earned. Interest income is recognized based on the number of days the investment was held during the year. Dividends are recognized as of the ex-dividend date. Realized gains or losses on the disposal of investments are determined using the average cost method.

Capital assets

Capital assets are recorded at acquisition cost. When the Foundation receives contributions of capital assets, the acquisition cost is equal to the fair value at the contribution date or to a nominal value of \$1 if the fair value cannot be reasonably determined.

Donated services

The Foundation benefits greatly from donated services in the form of volunteer work for various operating activities. The value of donated services is not recognized in the financial statements because of the difficulty of measurement.

Scholarships

Contributions for Scholarships are set up as scholarships payable when received.

Scholarship expense is recognized when the scholarships are paid, with the difference between the amount awarded and amount paid being recorded as deferred costs - scholarships on the statement of financial position.

Amortization of capital assets

Capital assets are amortized over their estimated useful lives on a the straight-line basis over a five-year period.

Canadian Children's Optimist Foundation
Notes to the financial statements
September 30, 2015

2. SIGNIFICANT ACCOUNTING POLICIES (CON'T)

Foreign currency translation

Monetary assets and liabilities are translated at the exchange rate in effect at the balance sheet date, whereas other assets and liabilities are translated at the exchange rate in effect at the transaction date. Revenue and expenditures in foreign currency are translated at the average rate in effect during the year, with the exception of revenue and expenditures relating to non-monetary assets and liabilities, which are translated at the historical rate. Gains and losses are included in the statement of operations for the year.

Management 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. Estimates are used when accounting for amortization, administrative expenditures and scholarships payable. Actual results could differ from such estimates.

Fair value of financial instruments

The following methods and assumptions were used to determine the estimated fair value of each class of financial instruments.

Short-term financial instruments

The fair value of the short-term financial assets and liabilities approximates their carrying amount due to their short term maturity date.

Investments

The fair value of shares and bonds is equivalent to the market value based on the closing price.

Scholarships payable

The fair value of scholarships payable is based on discounted cash flows using interest rates for loans with similar terms and conditions.

3. INVESTMENT INCOME

	2015	2014
Interest	\$ 21,104	\$ 21,581
Dividends	35,299	43,617
Gain (loss) on sale of portfolio investments	44,040	(9,445)
Unrealized gain (loss) on portfolio investments	(64,963)	181,035
	\$ 35,480	\$ 236,788

Income earned (loss incurred) on investments held for endowment purposes included above is \$(24,490) (\$143,152 in 2014)

Canadian Children's Optimist Foundation
Notes to the financial statements
September 30, 2015

4. PORTFOLIO INVESTMENTS

	2015		2014	
	Cost	Market Value	Cost	Market Value
Fixed income				
- Canadian	\$ 358,631	\$ 369,729	\$ 480,052	\$ 487,417
Common stock				
- Canadian	570,536	668,932	585,154	758,640
- US	259,961	349,260	242,677	306,868
	830,497	1,018,192	827,831	1,065,508
Pooled funds				
- Canadian	490,780	502,691	440,557	473,748
- US	9,322	11,888	-	-
	500,102	514,579	440,557	473,748
	\$1,689,230	\$1,902,500	\$1,748,440	\$2,026,673

The Foundation determines the fair value of its investments based on published price quotations in active markets. The unrealized gain on portfolio investments recognized in the year is calculated as follows:

	2015	2014	2013
Fair value of investments	\$ 1,902,500	\$ 2,026,673	\$ 1,874,386
Cost of investments	1,689,230	1,748,440	1,777,188
Unrealized gain on portfolio investments, end of year	\$ 213,270	\$ 278,233	\$ 97,198
Change in unrealized gain (loss) on portfolio investments (note 3)	\$ (64,963)	\$ 181,035	

Corporate and government bonds bear interest at rates from 3.5% to 5.96 % (3.5% to 5.96% in 2014) and mature at various dates until 2021.

The investments have been managed by RBC Dominion Securities Inc. in accordance with agreements approved by the directors of the Foundation.

5. DEFERRED CONTRIBUTIONS

Deferred contributions represent unspent operating fund contributions received which are restricted for disaster relief, childhood cancer and club programmes. These contributions are recognized as revenue in the period the related expenditures are incurred. Change in the deferred contributions balance is as follows:

Canadian Children's Optimist Foundation
Notes to the financial statements
September 30, 2015

5. DEFERRED CONTRIBUTIONS (CON'T)

2015	Childhood cancer	Club programmes	Scholarship	September 30 2015
Balance, beginning of year	\$ -	\$ 160,430	\$ -	\$ 160,430
Prior year adjustment (note 11)	(15,318)	(81,554)	-	(96,872)
Adjusted beginning balance	(15,318)	78,876	-	63,558
Contributions received	14,328	97,663	4,500	116,491
Transfer from CCC endowment fund (note 8)	37,541	-	-	37,541
Recognized as revenue during the year	(33,786)	(95,846)	-	(129,632)
Administration expenses	-	(814)	-	(814)
Balance, end of year	\$ 2,765	\$ 79,879	\$ 4,500	\$ 87,144

2014	Childhood cancer	Club programmes	September 30 2014
Balance, beginning of year	\$ -	\$ 152,698	\$ 152,698
Prior year adjustment (note 11)	(5,976)	(81,554)	(87,530)
Adjusted beginning balance	(5,976)	71,144	65,168
Contributions received	17,138	259,472	276,610
Transfer from CCC endowment fund (note 8)	4,647	-	4,647
Recognized as revenue during the year	(31,127)	(251,740)	(282,867)
Balance, end of year	\$ (15,318)	\$ 78,876	\$ 63,558

6. SCHOLARSHIPS PAYABLE

Scholarships are awarded to help defray the recipients' cost of higher education. These scholarships are payable to an institution of higher learning upon the enrolment of the recipient and within 8 years of the date of the award. The amounts payable have been discounted by 3.0% (3.0% in 2014) (average prime rate) per annum over a period up to 8 years.

Canadian Children's Optimist Foundation
Notes to the financial statements
September 30, 2015

6. SCHOLARSHIPS PAYABLE (CON'T)

	2015		2014	
	Unamortized Cost	Amortized Cost	Unamortized Cost (Restated) (See note 11)	Amortized Cost (Restated) (See note 11)
Scholarships payable - OI				
Oratorical contest	\$ 175,000	\$ 149,716	\$ 194,500	\$ 165,508
Essay	42,800	35,963	42,800	34,885
C.C.D.H.H.	63,000	56,448	70,483	62,556
	280,800	242,127	307,783	262,949
Scholarships payable - other				
Canon 47	10,000	10,000	22,500	22,500
Oakville	10,000	10,000	8,000	8,000
Burnaby	2,500	2,500	1,250	1,250
	22,500	22,500	31,750	31,750
	\$ 303,300	\$ 264,627	\$ 339,533	\$ 294,699

The amount applicable to the next fiscal year is not determinable.

7. CAPITAL ASSETS

	COST	ACCUMULATED AMORTIZATION	NET 2015	NET 2014
Computer software	\$ 6,995	\$ 6,645	\$ 350	\$ 1,749

8. RESTRICTIONS ON NET ASSETS

The net assets restricted for endowment purposes are subject to externally imposed restrictions stipulating that the resources have to be maintained permanently. Investment income earned on these funds is externally restricted for childhood cancer relief, scholarships and youth programmes.

Endowment purposes- Scholarships

During 2011, the Foundation received a donation of \$1 million to its endowment fund, to be restricted for specific purposes for no less than 10 years. The annual income will be used first to provide 10 scholarships of \$1,000 bestowed annually by the Optimist Club of Oakville, the balance to be transferred to the unrestricted fund of the Foundation, to be used for a scholarship for the winners of the Oratorical, Essay and Communication (for the Deaf and Hard of Hearing) contests in the Central Ontario District, followed by the Quebec Centre and other districts in Canada. The Foundation may spend the capital of the donation if necessary, to meet the annual disbursement quota under the requirements of the Income Tax Act.

Canadian Children's Optimist Foundation
Notes to the financial statements
September 30, 2015

8. RESTRICTIONS ON NET ASSETS (CON'T)

Endowment purposes- Childhood Cancer Campaign (CCC)

During 2012 the directors approved the establishment of a separate endowment fund for contributions restricted for Childhood Cancer Campaign purposes. Accordingly in 2015, \$nil (\$10,353 in 2014) was transferred from deferred contributions (note 5) to the externally restricted purposes - Childhood Cancer Campaign under net assets section of the statement of Financial Position and \$37,541 (\$15,000 in 2014) was transferred to deferred contributions (note 5) from the externally restricted purposes - Childhood Cancer Campaign under net assets section of the statement of Financial Position, resulting in a net transfer of \$37,541 (\$4,647 in 2014).

Subsequent to 2012, all contributions to Childhood Cancer Campaign are recorded in this endowment fund and the applicable funds are included in a separate investment account, designated for this purpose.

9. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES, AND FINANCIAL RISKS

Financial risk management objectives and policies

The Foundation is exposed to various financial risks resulting from both its operating and investing activities. The Foundation's management manages financial risks.

Financial risks

The Foundation's main financial risk exposure and its financial risk management policies are as follows:

Interest rate risk

The investments in bonds bear interest at a fixed rate and the Foundation is, therefore, exposed to the risk of changes in fair value resulting from interest rate fluctuations.

The Foundation's other financial assets and liabilities do not comprise any interest rate risk since they do not bear interest.

Liquidity risk

Liquidity risk management serves to maintain a sufficient amount of cash and investments. The Foundation establishes budget and cash estimates to attain its objectives and fulfill its obligations.

Foreign exchange risk

The Foundation is exposed to foreign exchange risk due to cash, investments in U.S. dollars. As at September 30, 2015, assets denominated in U.S. dollars consisting of cash and investments totalled \$272,242 (\$297,358 as at September 30, 2014).

Canadian Children's Optimist Foundation
Notes to the financial statements
September 30, 2015

9. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES, AND FINANCIAL RISKS (CON'T)

Credit risk

Credit risk is the risk that a counterparty to a financial instrument fails to fulfill a commitment or obligation towards the Foundation. The carrying amount of cash and investments represents the Foundation's maximum credit risk exposure as at September 30, 2015.

Cash transactions are conducted with several reputable financial institutions, from which management believes the risk of loss is remote. The Foundation mitigates the credit risk related to its investments by ensuring that it has a diversified investment mix.

10. EXPENSE ALLOCATIONS

The Foundation normally charges expenses directly to the specific account except for administration expenditures which are allocated on basis of management estimates.

11. PRIOR YEAR ADJUSTMENT

- a) During the year the Foundation determined from prior year records that the amount of long term liabilities was overstated as at September 30, 2014 as follows:

Deferred contributions - club programmes \$81,554

This amount was applicable to a number of prior years. Accordingly the following adjustments were made to the comparative figures previously reported as at September 30, 2014.

Unrestricted net assets	increase	\$81,554
Deferred contributions (Long term liabilities)	decrease	\$81,554

- b) Some amounts of scholarships payable was understated as at September 30, 2014 as follows:

Cenon 47	\$	22,500
Oakville		8,000
Burnaby		<u>1,250</u>
	\$	<u>31,750</u>

Accordingly the following adjustments were made to the comparative figures previously reported as at September 30, 2014.

Deferred costs - scholarship (long term assets)	increase	\$31,750
Scholarships payable (long term liabilities)	increase	\$31,750

Canadian Children's Optimist Foundation
Notes to the financial statements
September 30, 2015

11. PRIOR YEAR ADJUSTMENT (CON'T)

- c) The deferred contributions - childhood cancer (note 5) were overstated at September 30, 2014 by \$15,318. This resulted from an overpayment by this amount in the Childhood Cancer account (CCC), as advanced from general funds. This amount was transferred back to the general funds from the endowment fund - CCC, subsequent to the 2014 year end. The above amount caused an understatement of net assets - externally restricted - for endowment purposes - CCC by \$15,318 as September 30, 2014.

The adjustments referred to in paragraphs a), b) and c) above had no effect on the statement of operations for 2014.

12. COMMITMENT

The Foundation entered into a contract with a computer database provider effective June 30, 2014, to convert its existing donor database to an upgraded version including related training and ongoing services for a 3 year period, at \$399 per month.

Canadian Children's Optimist Foundation
Supplementary Information on expenditures
September 30, 2015

	2015	2014
Donor awards and recognition		
Awards for donors	\$ 8,969	\$ 4,341
Postage and shipping costs	6,583	8,184
Administrative expenditures	11,997	8,818
	\$ 27,549	\$ 21,343
Volunteer activities		
Office of president	\$ 4,624	\$ 5,980
Board of Directors	24,191	22,259
Representative expenditures and seminars	22,851	7,983
Administrative expenditures	13,711	10,078
	\$ 65,377	\$ 46,300
Special programmes		
Planned gift program	\$ 2,082	\$ 2,558
Administrative expenditures	3,428	2,519
	\$ 5,510	\$ 5,077
Fundraising		
Office supplies	\$ 101	\$ 225
Printing	1,860	1,309
Computer and website	5,258	1,274
Administrative expenditures	17,837	14,546
	\$ 25,056	\$ 17,354
Administrative expenditures		
General administrative expenditures	\$ 35,173	\$ 28,155
Bank charges	1,403	2,017
Exchange loss (gain)	(11,474)	4,619
Professional fees	39,110	39,842
Investment management fees	14,518	3,929
Telecommunications	1,577	999
Other administrative expenditures	8,018	11,047
Amortization of capital assets	1,399	1,399
	\$ 89,724	\$ 92,007