

---

**APEGNB Foundation for Education Inc.**

**Financial Statements**

**December 31, 2023**

---

# APEGNB Foundation for Education Inc.

Table of Contents  
December 31, 2023

---

	<b>Page</b>
<b>Independent Practitioner's Review Engagement Report</b>	
<b>Financial Statements</b>	
Statement of Financial Position	1
Statement of Changes in Net Assets	2
Statement of Operations	3
Statement of Cash Flows	4
Notes to Financial Statements	5 - 7



## Independent Practitioner's Review Engagement Report

To: The board of directors of APEGNB Foundation for Education Inc.

We have reviewed the accompanying financial statements of APEGNB Foundation for Education Inc. that comprise the statement of financial position as at December 31, 2023, and the statements of operations, 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 APEGNB Foundation for Education Inc. as at December 31, 2023, 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.

Fredericton, New Brunswick  
June 20, 2024

  
Chartered Professional Accountants

---

# APEGNB Foundation for Education Inc.

Statement of Financial Position

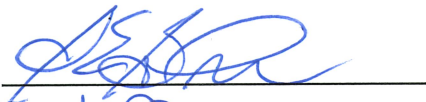
As at December 31, 2023

---

	2023	2022
<b>ASSETS</b>		
Current		
Cash	\$ 33,514	\$ 23,406
Marketable securities(note 6)	1,772,049	1,030,985
Interest receivable	-	760
Due from APEGNB (note 3)	<u>9,396</u>	<u>12,373</u>
	<u>\$ 1,814,959</u>	<u>\$ 1,067,524</u>
<b>LIABILITY</b>		
Current		
Accounts payable (note 4)	<u>\$ 10,000</u>	<u>\$ 5,000</u>
<b>FUND BALANCES</b>		
Capital Contributions Fund	421,964	421,964
Scholarship Fund	<u>1,382,995</u>	<u>640,560</u>
	<u>1,804,959</u>	<u>1,062,524</u>
	<u>\$ 1,814,959</u>	<u>\$ 1,067,524</u>

Approved

Chair



Secretary





---

# APEGNB Foundation for Education Inc.

Statement of Changes in Net Assets  
Year ended December 31, 2023

---

	<b>Capital Contributions Fund</b>	<b>Scholarship Fund</b>	<b>Total 2023</b>	<b>Total 2022</b>
Balance, opening	\$ 421,964	\$ 640,560	\$ 1,062,524	\$ 1,168,155
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>742,435</u>	<u>742,435</u>	<u>(105,631)</u>
Balance, closing	<u>\$ 421,964</u>	<u>\$ 1,382,995</u>	<u>\$ 1,804,959</u>	<u>\$ 1,062,524</u>

---

# APEGNB Foundation for Education Inc.

Statement of Operations  
Year ended December 31, 2023

---

	2023	2022
Revenues		
Donations	\$ 706,349	\$ 22,308
Investment income	50,495	28,202
Realized gain (loss) on investments	<u>(70)</u>	<u>7,890</u>
	<u>756,774</u>	<u>58,400</u>
Expenditures		
Scholarships	60,000	50,000
Investment management fees	13,186	9,929
Bank charges	<u>101</u>	<u>102</u>
	<u>73,287</u>	<u>60,031</u>
Excess (deficiency) of revenues over expenditures from operations	<u>683,487</u>	<u>(1,631)</u>
Other income (expenses)		
Unrealized gain (loss) on investments	56,187	(99,367)
Gain (loss) on foreign exchange	<u>2,761</u>	<u>(4,633)</u>
	<u>58,948</u>	<u>(104,000)</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 742,435</u>	<u>\$ (105,631)</u>

---

# APEGNB Foundation for Education Inc.

Statement of Cash Flows  
Year ended December 31, 2023

---

	2023	2022
Operating activities		
Cash received from donations	\$ 709,326	\$ 20,446
Cash paid for scholarships	(55,000)	(80,000)
Cash paid for bank and management fees	<u>(9,949)</u>	<u>(10,031)</u>
	644,377	(69,585)
Investing activity		
Investments - net	<u>(634,269)</u>	<u>40,486</u>
Change in cash position	10,108	(29,099)
Cash, opening	<u>23,406</u>	<u>52,505</u>
Cash, closing	<u>\$ 33,514</u>	<u>\$ 23,406</u>

---

# APEGNB Foundation for Education Inc.

Notes to Financial Statements  
December 31, 2023

---

---

1. Nature of operations

APEGNB Foundation for Education Inc. ("the Foundation") is incorporated as a not-for-profit corporation without share capital under the laws of the Province of New Brunswick to promote the education and training of professional engineers, engineering students, professional geoscientists and geoscience students. The Foundation is a registered charity under the Income Tax Act and accordingly is exempt from income taxes.

2. Significant accounting policies

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant accounting policies are detailed as follows:

(a) Cash and cash equivalents

Cash and cash equivalents consist of balances held in bank accounts and investment cash accounts with financial institutions.

(b) Revenue recognition

Donations are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Investment income includes dividend and interest income. Investment income is recognized when the right to receive payment is established. Income from realized gains and losses is recognized in the period in which the sale of an investment has occurred. Unrealized investment gains and losses reflect the change in the fair market value of the investments at year end.

(c) Marketable securities

The marketable securities are recorded at fair value using quoted market prices with changes in fair value recognized in the statement of operations as unrealized gains or losses.

(d) Financial instruments

The organization initially measures its financial assets and liabilities at fair value, except for certain non-arm's length transactions. The organization subsequently measures its financial assets and financial liabilities at amortized cost, except for securities quoted in an active market, which are subsequently measured at fair value.

Financial assets measured at amortized cost include cash and interest receivable.

Financial liabilities measured at amortized cost include accounts payable.

---

# APEGNB Foundation for Education Inc.

Notes to Financial Statements  
December 31, 2023

---

---

3. Due from related party

The Association of Professional Engineers and Geoscientists of New Brunswick (APEGNB) collects donations on behalf of the Foundation. At December 31, 2023, \$9,396 (2022 - \$12,373) in donations had been collected on behalf of the Foundation and not transferred.

4. Accounts payable

Accounts payable include \$10,000 in scholarships payable for the UNB Ripley scholarships.

5. Capital contributions fund

Capital contributions represent restricted donations received by the Foundation. These funds are to be disbursed in the manner requested by the original donor.

6. Marketable securities

Marketable securities are held with the following investment brokers:

	<u>2023 Cost</u>	<u>2023 Market</u>	<u>2022 Cost</u>	<u>2022 Market</u>
BMO Nesbitt Burns	\$ 886,483	\$ 893,370	\$ 872,614	\$ 833,938
CIBC - Ripley	670,554	677,580	-	-
CIBC Wood Gundy	183,828	196,917	183,564	193,056
Royal Bank	4,181	4,181	3,991	3,991
	<u>\$ 1,745,046</u>	<u>\$ 1,772,048</u>	<u>\$ 1,060,169</u>	<u>\$ 1,030,985</u>

The composition of marketable securities is detailed below:

	<u>2023 Cost</u>	<u>2023 Market</u>	<u>2022 Cost</u>	<u>2022 Market</u>
Fixed income	\$ 1,090,676	\$ 1,047,835	\$ 664,004	\$ 589,426
Equities	654,370	724,213	396,165	441,559
	<u>\$ 1,745,046</u>	<u>\$ 1,772,048</u>	<u>\$ 1,060,169</u>	<u>\$ 1,030,985</u>

---

# APEGNB Foundation for Education Inc.

Notes to Financial Statements

December 31, 2023

---

---

## 7. Financial instruments

The Foundation is exposed to the following risk with respect of the marketable securities held:

### (a) Market risk

Market risk is the risk that the fair value of expected future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk. It is management's opinion that the Foundation is not exposed to significant interest or currency risks arising from these financial instruments. The Foundation is mainly exposed to other price risk.

Other price risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Foundation is exposed to other price risk through its investments quoted in an active market.

All of the Foundation's marketable securities are managed by independent, external investments managers.