



Fondation  
CHU  
Sainte-  
Justine

# Financial statements

of Sainte-Justine UHC  
Foundation

March 31, 2023



## Independent Auditor's Report

To the Members of the  
Sainte-Justine UHC Foundation

### Opinion

We have audited the financial statements of Sainte-Justine UHC Foundation (the "Foundation"), which comprise the statement of financial position as at March 31, 2023, and the statements of operations and changes in fund balances and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 2023, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). 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 audit 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 GAAS 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 GAAS, 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.



July 7, 2023

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<sup>1</sup> CPA auditor, public accountancy permit No. A131844

**Sainte-Justine UHC Foundation**

**Statement of operations and changes in fund balances**

Year ended March 31, 2023

Notes	2023				2022			
	General Fund	Multidisciplinary Projects Fund	Endowment Fund	Total	General Fund	Multidisciplinary Projects Fund	Endowment Fund	Total
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Revenue</b>								
Donations and contributions	17,034,960	26,690,044	1,127,859	44,852,863	14,923,452	21,281,779	2,025,504	38,230,735
Exceptional donations	—	—	—	—	—	3,000,000	—	3,000,000
Investment income	(1,829,397)	(106,890)	—	(1,936,287)	315,184	880,221	—	1,195,405
Commercial activities	5,062,342	—	—	5,062,342	5,450,938	—	—	5,450,938
	<b>20,267,905</b>	<b>26,583,154</b>	<b>1,127,859</b>	<b>47,978,918</b>	<b>20,689,574</b>	<b>25,162,000</b>	<b>2,025,504</b>	<b>47,877,078</b>
<b>Fundraising expenses</b>								
Donations and contributions	5,410,419	—	—	5,410,419	4,655,231	—	—	4,655,231
Management and custodial fees of investments	271,281	—	—	271,281	142,894	—	—	142,894
Commercial activities	1,783,467	—	—	1,783,467	1,853,116	—	—	1,853,116
	<b>7,465,167</b>	<b>—</b>	<b>—</b>	<b>7,465,167</b>	<b>6,651,241</b>	<b>—</b>	<b>—</b>	<b>6,651,241</b>
<b>Operating expenses</b>								
Human resources	2,198,026	—	—	2,198,026	2,054,288	—	—	2,054,288
Marketing and communications	266,998	—	—	266,998	46,345	—	—	46,345
Administration	709,783	—	—	709,783	563,909	—	—	563,909
	<b>3,174,807</b>	<b>—</b>	<b>—</b>	<b>3,174,807</b>	<b>2,664,542</b>	<b>—</b>	<b>—</b>	<b>2,664,542</b>
<b>Excess of revenue over expenses before contributions to CHU Sainte-Justine</b>	<b>9,627,931</b>	<b>26,583,154</b>	<b>1,127,859</b>	<b>37,338,944</b>	<b>11,373,791</b>	<b>25,162,000</b>	<b>2,025,504</b>	<b>38,561,295</b>
<b>Contributions to CHU Sainte-Justine</b>								
Research	—	22,355,676	—	22,355,676	260,457	14,446,356	—	14,706,813
Teaching	—	2,338,320	—	2,338,320	13,474	2,334,659	—	2,348,133
Health care	—	4,566,716	—	4,566,716	206,754	4,516,552	—	4,723,306
Infrastructure	1,185,202	57,539	—	1,242,741	413,553	81,592	—	495,145
	<b>1,185,202</b>	<b>29,318,251</b>	<b>—</b>	<b>30,503,453</b>	<b>894,238</b>	<b>21,379,159</b>	<b>—</b>	<b>22,273,397</b>
<b>Excess (deficiency) of revenue over expenses</b>	<b>8,442,729</b>	<b>(2,735,097)</b>	<b>1,127,859</b>	<b>6,835,491</b>	<b>10,479,553</b>	<b>3,782,841</b>	<b>2,025,504</b>	<b>16,287,898</b>
Fund balances, beginning of year	4,256,026	73,169,636	25,077,101	102,502,763	4,979,735	57,389,896	23,845,234	86,214,865
Interfund transfers	(12,348,536)	12,330,929	17,607	—	(11,203,262)	11,996,899	(793,637)	—
<b>Fund balances, end of year</b>	<b>350,219</b>	<b>82,765,468</b>	<b>26,222,567</b>	<b>109,338,254</b>	<b>4,256,026</b>	<b>73,169,636</b>	<b>25,077,101</b>	<b>102,502,763</b>

The accompanying notes are an integral part of the financial statements.

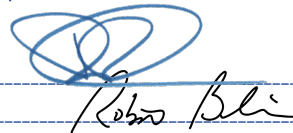
**Sainte-Justine UHC Foundation**  
**Statement of financial position**  
As at March 31, 2023

Notes	2023				2022			
	General Fund	Multi-disciplinary Projects Fund	Endowment Fund	Total	General Fund	Multi-disciplinary Projects Fund	Endowment Fund	Total
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Assets</b>								
Investments and accrued interest								
Investments	119,636,037	—	—	119,636,037	113,995,635	—	—	113,995,635
Accrued interest	93,877	—	—	93,877	180,472	—	—	180,472
	119,729,914	—	—	119,729,914	114,176,107	—	—	114,176,107
Cash	12,374,674	—	—	12,374,674	2,640,877	1,626,341	—	4,267,218
Amounts due by the General Fund*	—	103,513,605	28,875,243	—	—	80,900,627	32,134,876	—
Amounts due by the Endowment Fund*	—	2,652,676	—	—	—	7,057,775	—	—
Accounts receivable	553,631	200,000	—	753,631	741,169	172,542	—	913,711
Prepaid expenses	273,999	—	—	273,999	79,134	—	—	79,134
Life insurance policies	344,783	—	—	344,783	344,763	—	—	344,763
Capital assets and intangible assets	1,271,682	—	—	1,271,682	1,211,732	—	—	1,211,732
	134,548,683	106,366,281	28,875,243	134,748,683	119,193,782	89,757,285	32,134,876	120,992,665
<b>Liabilities</b>								
Accounts payable and accrued liabilities	1,732,869	—	—	1,732,869	883,773	—	—	883,773
Contributions payable to CHU Sainte-Justine	—	23,600,813	—	23,600,813	741,304	16,587,649	—	17,328,953
Deferred revenue from activities	76,747	—	—	76,747	277,176	—	—	277,176
Amount due to other Funds*	132,388,848	—	2,652,676	—	113,035,503	—	7,057,775	—
	134,198,464	23,600,813	2,652,676	25,410,429	114,937,756	16,587,649	7,057,775	18,489,902
<b>Fund balances</b>								
Invested in capital assets and intangible assets	1,271,682	—	—	1,271,682	1,211,732	—	—	1,211,732
External restrictions	—	53,456,267	20,340,536	73,796,803	—	50,057,210	19,195,070	69,252,280
Internal restrictions	—	29,309,201	5,882,031	35,191,232	—	23,112,426	5,882,031	28,994,457
Unrestricted	(921,463)	—	—	(921,463)	3,044,294	—	—	3,044,294
	350,219	82,765,468	26,222,567	109,338,254	4,256,026	73,169,636	25,077,101	102,502,763
	134,548,683	106,366,281	28,875,243	134,748,683	119,193,782	89,757,285	32,134,876	120,992,665

\* These items are not included in the total column since they offset each other.

The accompanying notes are an integral part of the financial statements.

On behalf of the Board



Director

Director

**Sainte-Justine UHC Foundation**  
**Statement of cash flows**  
Year ended March 31, 2023

	2023	2022
	\$	\$
<b>Operating activities</b>		
Excess of revenue over expenses	6,835,491	16,287,898
Adjustments for:		
Amortization of capital assets and intangible assets	269,496	228,932
Change in fair value of investments	6,037,559	1,317,842
Donations of life insurance policies	(20)	(344,763)
	13,142,526	17,489,909
Changes in non-cash operating working capital items		
Accrued interest	86,595	(143,553)
Accounts receivable	160,080	661,034
Prepaid expenses	(194,865)	(15,056)
Accounts payable and accrued liabilities	849,096	(626,615)
Contributions payable to CHU Sainte-Justine	6,271,860	8,789,293
Deferred revenue from activities	(200,429)	(12,014)
	6,972,337	8,653,089
	20,114,863	26,142,998
<b>Investing activities</b>		
Net acquisition of investments	(11,677,961)	(27,087,493)
Acquisition of capital assets and intangible assets	(329,446)	(468,384)
	(12,007,407)	(27,555,877)
Net (decrease) increase in cash	8,107,456	(1,412,879)
Cash, beginning of year	4,267,218	5,680,097
<b>Cash, end of year</b>	<b>12,374,674</b>	<b>4,267,218</b>

The accompanying notes are an integral part of the financial statements.

**1. Status and nature of activities**

The Sainte-Justine UHC Foundation (the "Foundation"), incorporated under Part III of the *Companies Act* (Québec), subsidizes, for medical, charitable, education and research purposes, the CHU Sainte-Justine, its beneficiaries and its affiliated works. It is a registered charity under the *Income Tax Act*.

**2. Accounting policies**

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

*Fund Accounting*

The Foundation uses the method of accounting by allocated funds to account for its activities.

i) General Fund

The General Fund only includes unrestricted donations and contributions, revenues from commercial activities, unrestricted interest income, as well as any related expenses and operating expenses. This fund also presents assets and expenses related to capital assets. This fund presents unrestricted resources on the Statement of financial position date.

ii) Multidisciplinary Projects Fund

*External restrictions*

The externally restricted Multidisciplinary Projects Fund includes donations and contributions received for which the donors have specified that the latter should be restricted for specific purposes for projects.

*Internal restrictions*

The internally restricted Multidisciplinary Projects Fund includes resources restricted by the Board of Directors for specific purposes for medium-term projects. The Foundation may not use these resources for other purposes without the prior consent of the Board.

iii) Endowment Fund

*External restrictions*

The externally restricted Endowment Fund includes donations received for which the donors have specified that the latter should be maintained in perpetuity.

*Internal restrictions*

The internally restricted Endowment Fund includes resources restricted by the Board of Directors from which the revenues generated are used to ensure the Foundation's financial stability. The Foundation may not use these resources for other purposes without the prior consent of the Board.



2. Accounting policies (continued)

*Revenue recognition*

The Foundation follows the restricted fund method whereby externally restricted contributions are recognized upon reception in the fund corresponding to the purpose for which they were contributed. Restricted contributions for which no corresponding restricted fund is presented must be recognized in the General Fund using the deferral method. Non restricted contributions are recorded as revenues in the General Fund.

*Donations and contributions*

Donations and contributions are recognized in the period in which they are received or when collection is reasonably assured. Pledges are recorded in the notes to the financial statements.

*Contributions of materials*

Contributions of materials, measured at fair value, are recognized in the year in which they are received.

*Contributions of services*

Contributions of services are not recognized in the financial statements.

*Investment income*

Investment income is recognized when earned and takes into account the change in the unrealized fair value of investments.

The Foundation signed a fund management agreement in effect since April 1, 2007, under which the interests generated by the investments resulting from contributions by Opération Enfant Soleil remain the property of Opération Enfant Soleil until the contributions are paid to the CHU Sainte-Justine. Contributions are paid by the Foundation to CHU Sainte-Justine when Opération Enfant Soleil confirms that the conditions for acceptance of the related projects have been satisfied. The value of investments and cash at the end of the year is \$3,800,958 (\$2,127,217 as at March 31, 2022).

*Income from commercial activities*

Revenues from activities are recognized in the fiscal year in which the activities take place.

*Expense breakdown*

The different categories of expenses in the Statement of operations and changes in fund balances include direct charges, excluding employees' wages and payroll taxes, which are broken down between fundraising expenses for \$4,053,323 (\$3,518,453 in 2022) and operating expenses for \$1,737,138 (\$1,782,336 in 2022). The division between the two functions is based on the time allocated by the affected employees.

*Contributions to CHU Sainte-Justine*

Contributions to CHU Sainte-Justine are recognized in the Statement of operations and changes in fund balances in the period in which they are granted.



## 2. Accounting policies (continued)

### *Financial instruments*

#### *Initial measurement*

Financial assets and financial liabilities originated or exchanged in arm's length transactions are initially recognized at fair value when the Foundation becomes a party to the contractual provisions of the financial instrument. Financial assets and financial liabilities originated or exchanged in related party transactions are initially recognized at cost.

The cost of a financial instrument in a related party transaction depends on whether the instrument has repayment terms. The cost of financial instruments with repayment terms is determined using its undiscounted cash flows, excluding interest payments, less any impairment losses previously recognized by the transferor. The cost of financial instruments without repayment terms is determined using the consideration transferred or received by the Foundation in the transaction.

#### *Subsequent measurement*

All financial instruments are subsequently measured at amortized cost, except for investments that are recognized at fair value at the date of the financial statements. Fair value fluctuations, which include interest and distributions earned, accrued interests and distributions, realized gain and loss and unrealized gain and loss, are included in the investment revenue.

#### *Transaction costs*

Transaction costs related to financial instruments measured subsequent to initial recognition at fair value are expensed as incurred. Transaction costs related to other financial instruments are added to the carrying value of the asset or netted against the carrying value of the liability and are then recognized over the expected life of the instrument using the effective interest method. Any premium or discount related to an instrument measured at amortized cost is amortized over the expected life of the item using the effective interest method and recognized in the Statement of operations and changes in fund balances as interest income or expense.

#### *Depreciation*

With respect to financial assets measured at cost or amortized cost, the Foundation recognizes an impairment loss, if any, in the Statement of operations and changes in fund balances when there are indicators of impairment and it determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows. When the extent of impairment of a previously written-down asset decreases and the decrease can be related to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed to the Statement of operations and changes in fund balances in the period the reversal occurs.

### *Life insurance policies*

Life insurance policies owned or irrevocably beneficiary by the Foundation are recorded at their cash value.

### *Capital assets*

Capital assets are recorded at cost and amortized on a straight-line over their estimated useful life at the following annual rates:

Leasehold improvements	10 years
Computer equipment	3 years
Furniture and equipment	5 to 10 years
Activities equipment	2 years
Vending machines and equipment	5 years

### *Intangible assets*

Intangible assets, consisting of information systems, are accounted for at cost and are depreciated according to their useful life using the linear depreciation method over a five-year period.

**2. Accounting policies (continued)**

*Write-down of capital assets and intangible assets*

Where circumstances indicate that a capital asset or an intangible asset has been depreciated, its net book value must be reduced to fair value or the cost of replacing the asset. Capital value reductions must be recorded as expenses in the Statement of operations and changes in fund balances. A reduction in value should not be taken back.

*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 and disclosure of contingent assets and liabilities at the reporting date, and the reported amounts of revenues and expenses for the reporting period. Actual results could differ from these estimates.

**3. Investment income**

	2023			2022
	General Fund	Multidisciplinary Projects Fund	Endowment Fund	Total
	\$	\$	\$	\$
Interest	143,404	15,532	—	158,936
Distributions of mutual funds	3,711,989	230,347	—	3,942,336
Change in fair value	(5,684,790)	(352,769)	—	(6,037,559)
	(1,829,397)	(106,890)	—	(1,936,287)
				1,195,405

**4. Commercial activities**

	2023			2022
	Parking	Service area and other	Total	Total
	\$	\$	\$	\$
Revenue	4,545,700	516,642	5,062,342	5,450,938
Expenses	(1,676,469)	(106,998)	(1,783,467)	(1,853,116)
	2,869,231	409,644	3,278,875	3,597,822

The cumulative surplus resulting from the operation of the parking lot of \$3,403,789 (\$5,402,005 at March 31, 2022) is presented in the internal multidisciplinary projects fund balance and will be used for a funding partnership with the CHU Sainte-Justine. The Foundation contributed \$4,867,447 (\$411,553 in 2022) to the CHU Sainte-Justine during the year to operations related to the operation of the parking lot and for priority projects at the CHU Sainte-Justine. The Foundation did not receive Canada's Emergency Wage Subsidy during the year (\$235,594 in 2022, presented in service areas and other).

5. Investments

	2023	2022
	\$	\$
Cash		
Cash at broker and custodian	2,082,170	572,552
Other cash bearing interest	2,329,260	451,046
Bonds		
Investment fund	59,855,524	64,621,688
Shares in public companies		
Investment fund	55,369,083	48,350,349
	<b>119,636,037</b>	<b>113,995,635</b>

6. Capital assets and intangible assets

	2023			2022
	Cost	Accumulated amortization	Net carrying value	Net carrying value
	\$	\$	\$	\$
Leasehold improvements	78,492	24,854	53,638	61,487
Computer equipment	212,150	196,601	15,549	45,308
Furniture and equipment	556,911	176,433	380,478	436,170
Activities equipment	149,113	149,113	—	970
Vending machine and equipment	28,536	28,536	—	452
<b>Capital assets</b>	<b>1,025,202</b>	<b>575,537</b>	<b>449,665</b>	<b>544,387</b>
Information system	1,311,607	489,590	822,017	667,345
<b>Intangible assets</b>	<b>1,311,607</b>	<b>489,590</b>	<b>822,017</b>	<b>667,345</b>
	<b>2,336,809</b>	<b>1,065,127</b>	<b>1,271,682</b>	<b>1,211,732</b>

Amortization for the year amounts to \$269,496 (\$228,932 in 2022) and is included in fundraising expenses of donations and contributions as well as operating expenses.

7. General Fund balances

	2023			2022		
	Invested in capital assets and intangible assets	Unrestricted	Total	Invested in capital assets and intangible assets	Unrestricted	Total
	\$	\$	\$	\$	\$	\$
Balances, beginning of year	1,211,732	3,044,294	4,256,026	972,280	4,007,455	4,979,735
Excess of revenue over expenses	(269,496)*	8,712,225	8,442,729	(228,932)*	10,708,485	10,479,553
Interfund transfer	—	(12,348,536)	(13,348,536)	—	(11,203,262)	(11,203,262)
Acquisition of capital assets and intangible assets	329,446	(329,446)	—	468,384	(468,384)	—
Balances, end of year	1,271,682	(921,463)	350,219	1,211,732	3,044,294	4,256,026

\*This amount corresponds to the amortization of capital assets and intangibles assets

8. Interfund transfers

Interfund transfers are carried out to conform to the instructions received by donors and the resolutions of the Board of Directors.

	2023					2022				
	General Fund	Multidisciplinary Projects Fund	Endowment Fund	Total		General Fund	Multidisciplinary Projects Fund	Endowment Fund	Total	
	\$	\$	\$	\$		\$	\$	\$	\$	
Changes in donor's intentions	—	(10,906)	10,906	—		(64,862)	858,499	(793,637)	—	
Reallocation of surplus funds by the Board of Directors	(12,348,536)	12,341,835	6,701	—		(11,138,400)	11,138,400	—	—	
	(12,348,536)	12,330,929	17,607	—		(11,203,262)	11,996,899	(793,637)	—	

**9. Pension plan**

The Foundation offers a defined contribution pension plan to its employees. The Foundation pays its financial obligations to this plan regularly and, as at March 31, 2023, all of the obligations have been recorded. The expense and the amount disbursed during the year total \$138,919 (\$129,430 in 2022).

**10. Pledges and contributions receivable**

	Years ending March 31					
	2024	2025	2026	2027	2028 and beyond	Total
	\$	\$	\$	\$	\$	\$
Multidisciplinary Projects Fund	14,680,152	12,915,154	11,488,339	11,138,839	17,405,994	67,628,478
Endowment Fund	215,000	—	—	—	—	215,000
	<u>14,895,152</u>	<u>12,915,154</u>	<u>11,488,339</u>	<u>11,138,839</u>	<u>17,405,994</u>	<u>67,843,478</u>

As at March 31, 2023, a group of future pledges to occur upon death and totalling over \$63,500,000 was brought to the attention of the Foundation.

**11. Financial instruments**

Due to its financial assets and liabilities, the Foundation is exposed to the following risks related to the use of financial instruments:

*Market risk*

Market risk is the risk that the fair value or future cash flows of the Foundation's financial instruments will fluctuate due to changes in market prices. Market risk includes currency risk, interest rate risk and other price risk. The Foundation is exposed to some of these risks, as described in the following paragraphs.

a) **Currency risk**

The Foundation holds foreign investments in U.S. dollars that have a fair value of \$32,494,521 (\$19,456,540 in 2022). Consequently, it is exposed to foreign exchange fluctuations. The same applies to related investment income.

b) **Interest rate risk**

The Foundation's investments include mutual funds that include interest-bearing bonds at fixed rates. Therefore, a change in market interest rates will affect the fair value of these investments.

c) **Other price risk**

The other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices (other than those arising from interest rate risk or foreign exchange risk), whether these changes are caused by factors specific to the instrument in question or its issuer, or by factors affecting all similar financial instruments traded on the market. The Foundation is exposed to other price risk due to its investment funds, whose value fluctuates according to market price.

*Credit risk*

The Foundation's investments include mutual funds that include bonds. As a result, there is a credit risk that the issuer of the bond will not be able to fulfill its obligations, which could ultimately impact the assets of the Foundation.

**12. Related party transactions**

CHU Sainte-Justine holds an economic interest in the Foundation, given that the Foundation was created to provide it with financial assistance.

Transactions carried out with CHU Sainte-Justine, which is a related organization, as well as related liabilities, are presented separately in the financial statements or in the notes to the financial statements, with the exception of \$105,393 (\$120,450 in 2022), which is included in commercial activities expenses.

The Foundation benefits from free occupation of the rental spaces as the building in which the offices of the Foundation are located belongs to CHU Sainte-Justine.

On the other hand, the Foundation incurred professional and financial management fees from companies of which certain board members are associates or managers. These transactions total \$40,605 (\$142,895 in 2022).

These transactions were made in the normal course of business and have been recorded at the exchange amounts, which is the amount of consideration established and agreed to by the related parties.

**13. Comparative figures**

During the year, the Foundation modified the presentation of investment income from balances affected externally related to the endowment funds, as well as contributions made to CHU Sainte-Justine from the usufruct of these funds. These transactions and the revenues accumulated in the fund balances as at March 31 were transferred from the endowment fund to the multi-disciplinary project fund. The reclassification has had the following impacts:

	Initial balance for the year ended March 31, 2022	Reclassification	Reclassified balanced for the year ended March 31, 2022
	\$	\$	\$
<b>Multidisciplinary Projects Fund</b>			
<i>Statement of operations and changes in fund balances</i>			
Investment income	—	880,221	880,221
Contributions to CHU Sainte-Justine	20,819,944	559,215	21,379,159
Excess of revenue over expenses	3,461,835	321,006	3,782,841
Fund balances, beginning of year	53,070,164	4,319,732	57,389,896
Fund balances, end of year	68,528,898	4,640,738	73,169,636
<i>Statement of financial position</i>			
<b>Assets</b>			
Amounts due by the Endowment Fund	1,898,000	5,159,775	7,057,775
Accounts receivables	132,365	40,177	172,542
<b>Liabilities</b>			
Contributions payable to CHU Sainte-Justine	16,028,435	559,214	16,587,649
<b>Fund balances</b>			
Internal restrictions	45,416,472	4,640,738	50,057,210
<b>Endowment Fund</b>			
<i>Statement of operations and changes in fund balances</i>			
Investment income	880,221	(880,221)	—

13. Comparative figures (continued)

	Initial balance for the year ended March 31, 2022	Reclassification	Reclassified balanced for the year ended March 31, 2022
	\$	\$	\$
Contributions to CHU Sainte-Justine	559,215	(559,215)	—
Excess of revenue over expenses	2,346,510	(321,006)	2,025,504
Fund balance, beginning of year	28,164,966	(4,319,732)	23,845,234
Fund balance, end of year	29,717,839	(4,640,738)	25,077,101
<i>Statement of financial position</i>			
<b>Assets</b>			
Accounts receivables	40,177	(40,177)	—
<b>Liabilities</b>			
Contributions payable to CHU Sainte-Justine	559,214	(559,214)	—
Amounts due to other Funds	1,898,000	5,159,775	7,057,775
<b>Fund balances</b>			
Internal restrictions	23,835,808	(4,640,738)	19,195,070



**THANK YOU** 