
Financial statements of Thames Valley Education Foundation

August 31, 2025

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Independent Auditor's Report

To the Board of Directors of
Thames Valley Education Foundation

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Thames Valley Education Foundation (the "Foundation"), which comprise the statement of financial position as at August 31, 2025, and the statements of operations and changes in fund balances, remeasurement gains and losses, 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 August 31, 2025, and the results of its operations, changes in its fund balances, its remeasurement gains and losses, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards ("PSAS").

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 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 PSAS, 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.

Deloitte LLP


Chartered Professional Accountants
Licensed Public Accountants
January 28, 2025

Thames Valley Education Foundation
Statement of financial position
As at August 31, 2025

	Notes	2025 \$	2024 \$
Assets			
Current assets			
Cash		1,158,853	1,152,028
Accounts receivable		9,935	8,947
		<u>1,168,788</u>	<u>1,160,975</u>
Investments	3	9,242,167	8,609,711
		<u>10,410,955</u>	<u>9,770,686</u>
Liabilities			
Current liabilities			
Accounts payable	9	84,342	65,445
Awards payable	4	286,260	322,130
		<u>370,602</u>	<u>387,575</u>
Long-term awards payable	4	54,500	119,000
		<u>425,102</u>	<u>506,575</u>
Fund balances			
Endowment fund	5	3,831,897	3,831,897
Externally restricted fund	6	3,949,955	3,661,784
Operating fund	7	983,704	945,436
Accumulated remeasurement gains		1,220,297	824,994
		<u>9,985,853</u>	<u>9,264,111</u>
		<u>10,410,955</u>	<u>9,770,686</u>

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

Approved by the Board


_____, Director


_____, Director

Thames Valley Education Foundation
Statement of operations and changes in fund balances
Year ended August 31, 2025

	Total		Endowment fund		Externally restricted fund		Operating fund	
	2025	2024	2025	2024	2025	2024	2025	2024
	\$	\$	\$	\$	\$	\$	\$	\$
Revenue								
Donations	830,437	892,948	-	-	830,437	892,948	-	-
Investment income	476,557	348,690	-	-	424,105	311,748	52,452	36,942
Realized gain on investments	202,199	17,939	-	-	184,386	16,800	17,813	1,139
Other income	238,777	245,480	-	-	227,790	245,480	10,987	-
	1,747,970	1,505,057	-	-	1,666,718	1,466,976	81,252	38,081
Expenses								
Awards	773,295	814,083	-	-	773,295	814,083	-	-
Grants	405,404	453,766	-	-	405,404	453,766	-	-
Administration	191,825	178,226	-	-	107,112	120,984	84,713	57,242
Transfers to Thames Valley District School Board	51,007	92,456	-	-	51,007	92,456	-	-
	1,421,531	1,538,531	-	-	1,336,818	1,481,289	84,713	57,242
Net revenue	326,439	(33,474)	-	(20,040)	329,900	(14,313)	(3,461)	(19,161)
Net transfers (to) from other funds	-	-	-	(20,040)	30,114	50,004	(30,114)	(29,964)
Interfund transfer for administration fee	-	-	-	-	(71,843)	(67,283)	71,843	67,283
Surplus (deficit) from net revenue and transfers	326,439	(33,474)	-	(20,040)	288,171	(31,592)	38,268	18,158
Fund balance, beginning of year	8,439,117	8,472,591	3,831,897	3,851,937	3,661,784	3,693,376	945,436	927,278
Fund balance, end of year	8,765,556	8,439,117	3,831,897	3,831,897	3,949,955	3,661,784	983,704	945,436

Notes

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

Thames Valley Education Foundation
Statement of remeasurement gains and losses
Year ended August 31, 2025

	2025	2024
	\$	\$
Accumulated remeasurement gains, beginning of year	824,994	46,959
Unrealized gains attributable to portfolio investments	597,502	795,973
Less: realized gain on investments reclassified to the statement of operations upon disposal	(202,199)	(17,938)
Accumulated remeasurement gains, end of year	1,220,297	824,994

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

Thames Valley Education Foundation**Statement of cash flows**

Year ended August 31, 2025

	2025	2024
	\$	\$
Operating activities		
Net revenue (deficit) from net revenue and transfers		
Externally restricted fund	288,171	(31,592)
Operating fund	38,268	18,158
Endowment fund	—	(20,040)
Changes in non-cash working capital components		
Accounts receivable	(988)	9,086
Accounts payable	18,897	(145,761)
Awards payable	(100,370)	92,469
Deferred revenue	—	(6,780)
	243,978	(84,460)
Investing activities		
Proceeds of sale of investments	269,515	529,827
Purchase of investments	(506,668)	(374,121)
	(237,153)	155,706
Net change in cash	6,825	71,246
Cash, beginning of year	1,152,028	1,080,782
Cash, end of year	1,158,853	1,152,028

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

Thames Valley Education Foundation

Notes to the financial statements

August 31, 2025

1. Vision and mission

The Thames Valley Education Foundation (the "Foundation") is a registered charitable organization. The mission of the Foundation is to provide enhanced learning opportunities for Thames Valley District School Board students by fostering support from all sectors of society. The Foundation was incorporated without share capital under the laws of Canada and transitioned to the Not-for-Profit Corporations Act, 2010 effective September 30, 2024.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian public sector accounting standards for government not-for-profit organizations including the 4200 series of standards as issued by the Public Sector Accounting Board and include the following significant accounting policies:

Basis of accounting

Revenue and expenditures are recorded on the accrual basis.

Fund accounting

In order to ensure observance of limitations placed on the use of resources available to the Foundation, the accounts of the Foundation are maintained in accordance with the restricted fund method of accounting for contributions. Under this method of accounting for contributions, resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified.

(a) Endowment fund

The endowment fund captures endowment contributions. Investment income related to these endowments is capitalized in the restricted.

(b) Externally restricted fund

The externally restricted fund captures revenues and expenditures related to program delivery and scholarship awards.

(c) Operating fund

The operating fund captures revenues and expenditures used for administrative and operational costs of the Foundation.

Cash

Cash and cash equivalents comprise cash and short-term investments with a term to maturity of three months or less at the date of acquisition.

Investments and investment income

Investments are recorded at fair value. The investments consist of various mutual funds. Investment income represents interest and dividends.

Thames Valley Education Foundation

Notes to the financial statements

August 31, 2025

2. Significant accounting policies (continued)

Revenue recognition

Contributions are recognized as revenue in the appropriate fund when received or receivable, if the amount to be received can be reasonably estimated and collection is reasonably assured. Investment income is recognized as revenue is earned.

Volunteer services

Some of the work of the Foundation is dependent upon voluntary services. Because of the difficulty in determining the fair value of such services, volunteer services are not recognized in these statements.

Income taxes

The Foundation is registered as a charity under the Income Tax Act, and as such there is no provision for income taxes.

Financial instruments

Under PS 3450, all financial instruments, are included on the Statement of financial position and are measured either at fair value or amortized cost based on the characteristics of the instrument and the Foundation's accounting policy choices. All financial instruments reported on the Statement of financial position of the Foundation are classified as follows:

Financial instrument	Classification
Cash	Fair value
Accounts receivable	Amortized cost
Investments	Fair value
Accounts payable	Amortized cost
Awards payable	Amortized cost
Long-term awards payable	Amortized cost

Financial instruments measured at fair value are initially recognized at cost and subsequently carried at fair value. Unrealized changes in fair value are recognized in the Statement of remeasurement gains and losses until they are realized, when they are transferred to the Statement of operations. Transaction costs related to financial instruments in the fair value category are expensed as incurred.

Where a decline in fair value is determined to be other than temporary, the amount of the loss is removed from accumulated remeasurement gains and losses, and recognized into the Statement of operations. On sale or disposal, the amount held in accumulated remeasurement gains and losses associated with that instrument is removed from net assets and recognized in the Statement of operations.

Financial instruments measured at amortized cost are initially recognized at cost, and subsequently carried at amortized cost using the effective interest rate method, less any impairment losses on financial assets. Transaction costs related to financial instruments in the amortized cost category are added to the carrying value of the instrument.

Write-downs on financial assets in the amortized cost category are recognized when the amount of a loss is known with sufficient precision, and there is no realistic prospect or recovery. Financial assets are then written down to net recoverable value with the write-down being recognized in the Statement of operations.

Thames Valley Education Foundation

Notes to the financial statements

August 31, 2025

2. Significant accounting policies (continued)

Use of estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the period in which they become known.

3. Investments

The Foundation's investments consist of the following investments:

	Cost	2025 Market value	Cost	2024 Market value
	\$	\$	\$	\$
Mutual funds	7,586,095	8,720,572	7,314,163	8,065,020
Real estate funds	389,420	475,240	405,643	479,780
Cash held in investment account	46,355	46,355	64,911	64,911
	8,021,870	9,242,167	7,784,717	8,609,711

Included in the above are accumulated unrealized gains of \$1,220,297 (\$824,994 in 2024).

4. Awards payable

Awards payable reported on the statement of financial position are shown below:

	\$
Total awards payable	340,760
less: current portion	<u>(286,260)</u>
Long-term portion of awards payable	<u>54,500</u>

The following tables breaks down the long-term portion of awards payable, due as follows:

	\$
2027	46,250
2028	<u>8,250</u>
	<u>54,500</u>

These amounts represent awards payable to students to fund education at post-secondary institutions.

Thames Valley Education Foundation

Notes to the financial statements

August 31, 2025

5. Endowment fund

Endowments represent funds received for which the principal amount donated is maintained and the income earned must be used to support future projects and programs for the benefit of students by Thames Valley Education Foundation as directed by the donor.

	2025	2024
	\$	\$
Assets		
Investments	3,831,897	3,831,897
Fund balance	3,831,897	3,831,897

6. Externally restricted fund

Externally restricted funds represent funds received which must be used for particular purposes by Thames Valley Education Foundation as directed by the donor.

	2025	2024
	\$	\$
Assets		
Current assets		
Cash	1,056,379	1,050,144
Accounts receivable	6,461	8,093
	1,062,840	1,058,237
Investments	4,320,430	3,799,452
	5,383,270	4,857,689
Liabilities		
Current liabilities		
Accounts and awards payable	303,355	345,652
Long-term awards payable	54,500	119,000
	357,855	464,652
Fund balance	3,949,955	3,661,784
Accumulated remeasurement gains	1,075,460	731,253
	5,383,270	4,857,689

7. Inter-fund transfers

Thames Valley Education Foundation's Board of Directors has an operating fund balance of \$983,704 (\$945,436 in 2024) to be used for Board approved expenses. Administrative fees of \$71,843 (\$67,283 in 2024) were charged to the externally restricted fund and corresponding assets were transferred to the operating fund and recorded as an interfund transfer to cover these costs. These amounts are not available for unrestricted purposes without approval of the Board of Directors. At year end, the accumulated remeasurement gains for the operating fund are \$144,837 (\$93,741 in 2024).

Thames Valley Education Foundation

Notes to the financial statements

August 31, 2025

8. Financial instruments

Interest rate risk

Interest rate risk refers to the effect on the fair value of the Foundation's assets due to fluctuations in interest rates. The fair value of the Foundation's assets is affected by short term changes in interest rates. At August 31, 2025, a 1% increase or decrease in interest rates, with all other variables held constant, would have increased or decreased investments by 0.3% or \$28,524 (0.3% or \$26,789 in 2024).

Market risk

Market risk is the risk that the value of an investment will fluctuate because of changes in market prices whether those changes are caused by factors specific to the individual investment or its issuer or by factors affecting all securities traded in the market. The Foundation's policy is to invest in a diversified portfolio of investments to mitigate the impact of market risk. At August 31, 2025, a 10% increase or decrease in the underlying market price of the Foundation's investment held at August 31, 2025, with all other variables held constant, would have increased or decreased investments by 6.9% or \$633,529 (6.3% or \$538,586 in 2024).

Fair value

The fair values of cash, accounts receivable, accounts payable, and awards payable approximates their carrying values due to their short-term maturity.

The fair value of investments included in Note 3 is based on quoted market prices.

All financial instruments are classified as level 1. There are no level 3 financial instruments held by the Foundation at August 31, 2025.

9. Related party transactions

The Thames Valley Education Foundation is considered a reporting entity of the Thames Valley District School Board. As such, the financial activity of the Foundation forms part of the consolidated financial statements of the Thames Valley District School Board.

In 2025, \$51,007 (\$92,456 in 2024) was transferred to the Thames Valley District School Board from the externally restricted fund. This transfer relates to specific donations received by TVEF to fund programs at the Thames Valley District School Board. At year end, the Foundation has a balance owing to the Thames Valley District School Board of \$6,812 (\$19,665 in 2024) related to these transfers which is included in accounts payable.

The Thames Valley District School Board has billed the Foundation for administration expenses incurred to support the Foundation. The expenses totaled \$66,505 (\$37,234 in 2024) and this amount is included in accounts payable.