ShareLife

Financial Statements

December 31, 2024

INDEPENDENT AUDITORS' REPORT

To the Trustees of ShareLife

Opinion

We have audited the financial statements of ShareLife (the "Organization"), which comprise the statement of financial position as at December 31, 2024, and the statements of revenues and expenses, fund balances 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 the Organization as at December 31, 2024, and the results of its operations and 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 *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Organization in accordance with 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 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.

Auditors' 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 auditors' 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.

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INDEPENDENT AUDITORS' REPORT - continued

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 auditors' 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.

Williams & Partners

Chartered Professional Accountants LLP
Licensed Public Accountants

Markham, Ontario
May 1, 2025

SHARELIFE

Statement of Financial Position

December 31, 2024

	2024 $	2023 $
Assets		
Current		
Cash *(note 4)*	479,745	1,694,788
Amounts receivable *(note 7)*	737,333	5,929
Pledges receivable from annual campaign *(note 7)*	1,283,603	1,221,704
	2,500,681	2,922,421
Investments - General Fund *(note 5)*	1,528,732	2,270,998
Investments - Legacy for Life Endowment Fund *(note 5)*	13,389,996	11,925,055
	17,419,409	17,118,474
Liabilities		
Current		
Accounts payable and accrued liabilities	84,292	68,576
Distributions payable *(note 7) (Schedule 1)*	312,484	422,438
	396,776	491,014
Fund Balances		
General Fund	4,246,070	5,343,415
Legacy for Life Endowment Fund *(note 6)*	12,776,563	11,284,045
	17,022,633	16,627,460
	17,419,409	17,118,474

Approved on Behalf of the Trustees

John J Mulhall *Trustee*

_______________ *Trustee*

See accompanying notes

SHARELIFE

Statement of Revenues and Expenses

Year ended December 31, 2024

	General Fund 2024 $	Legacy for Life Endowment Fund 2024 $	2024 $	2023 $
Revenues				
Annual campaign				
Archdiocesan parish appeal *(note 7)*	14,449,050	-	14,449,050	14,180,846
Schools, employee campaigns, miscellaneous	1,336,610	-	1,336,610	1,163,667
Corporations	1,203,613	-	1,203,613	783,386
	16,989,273	-	16,989,273	16,127,899
Other				
Bequests	-	478,745	478,745	570,066
Investment income	190,056	130,415	320,471	410,052
Contribution - Legacy for Life Endowment Fund	451,168	(451,168)	-	-
Miscellaneous revenues	34	-	34	115
	641,258	157,992	799,250	980,233
	17,630,531	157,992	17,788,523	17,108,132
Campaign and administrative expenses *(Schedule 2)*	1,684,620	-	1,684,620	1,598,186
Excess of revenues over expenses before the undernoted	15,945,911	157,992	16,103,903	15,509,946
Distributions *(note 7) (Schedule 1)*	17,284,791	-	17,284,791	16,194,145
Excess (deficiency) of revenues over expenses before change in fair value of investments	(1,338,880)	157,992	(1,180,888)	(684,199)
Change in fair value of investments	241,535	1,334,526	1,576,061	1,355,611
Excess (deficiency) of revenues over expenses	(1,097,345)	1,492,518	395,173	671,412

SHARELIFE

Statement of Fund Balances

Year ended December 31, 2024

	General Fund 2024 $	Legacy for Life Endowment Fund 2024 $	2024 $	2023 $
Fund balances, beginning	5,343,415	11,284,045	16,627,460	15,956,048
Excess (deficiency) of revenues over expenses	(1,097,345)	1,492,518	395,173	671,412
Fund balances, ending	4,246,070	12,776,563	17,022,633	16,627,460

SHARELIFE

Statement of Cash Flows

Year ended December 31, 2024

	2024 $	2023 $
Operating activities		
Excess of revenues over expenses	395,173	671,412
Items not affecting cash:		
Change in fair value of investments	(1,576,061)	(1,355,611)
Investment income reinvested	(146,614)	(141,658)
	(1,327,502)	(825,857)
Changes in non-cash working capital:		
Amounts receivable	(731,404)	42,864
Pledges receivable from annual campaign	(61,899)	531,325
Accounts payable and accrued liabilities	15,716	(90,353)
Distributions payable	(109,954)	(25,046)
	(887,541)	458,790
	(2,215,043)	(367,067)
Investing activities		
Proceeds on disposal of General Fund investment	1,000,000	-
Purchase of Legacy for Life Endowment Fund investment	-	(2,150,737)
Proceeds from sales of bankers' acceptances	-	6,973,400
Purchases of bankers' acceptances	-	(5,478,740)
	1,000,000	(656,077)
Decrease in cash	(1,215,043)	(1,023,144)
Cash, beginning	1,694,788	2,717,932
Cash, ending *(note 4)*	479,745	1,694,788

SHARELIFE

Schedule of Allocations, Distributions and Distributions Payable **(Schedule 1)**

Year ended December 31, 2024

	Paid to December 31, 2024 $	Remaining to be paid at December 31, 2024 $	2024 $	2023 $
Distributions to participants in annual ShareLife appeal				
Catholic Charities	11,611,458	-	11,611,458	10,760,158
St. Augustine's Seminary of Toronto	2,000,000	-	2,000,000	2,000,000
Pastoral Mission Fund	662,516	187,484	850,000	800,000
Office for Refugees	550,000	-	550,000	500,000
Catholic Youth Centre	400,000	-	400,000	400,000
Canadian Catholic Organization for Development and Peace	-	125,000	125,000	250,000
St. John Paul II Centre	100,000	-	100,000	117,654
	15,323,974	312,484	15,636,458	14,827,812
Distributions for grants-in-aid				
Hospital Chaplaincy	350,000	-	350,000	300,000
Office of Vocations	150,000	-	150,000	150,000
Canadian Food for Children	100,000	-	100,000	85,000
Good Shepherd Refuge	95,000	-	95,000	95,000
Redemptoris Mater Missionary Seminary	85,000	-	85,000	115,000
Right to Life Association	40,000	-	40,000	40,000
New Beginnings	35,000	-	35,000	35,000
Mary's Meals	33,333	-	33,333	33,333
DeVeber Institute	20,000	-	20,000	13,000
Food security grants:				
Parish Social Ministry	740,000	-	740,000	-
Catholic Charities	-	-	-	200,000
Society of St Vincent de Paul	-	-	-	300,000
	1,648,333	-	1,648,333	1,366,333
	16,972,307	312,484	17,284,791	16,194,145

SHARELIFE

Schedule of Campaign and Administrative Expenses **(Schedule 2)**

Year ended December 31, 2024

	2024 $	2023 $
Campaign		
Advertising	11,796	17,451
Awards and recognition	506	2,834
Design and artwork	2,943	2,407
Direct mail	228,418	284,897
Donations processing fees	126,489	101,855
Film and video	5,255	2,824
Meetings	2,785	2,556
Photography	2,079	2,260
Postage	3,531	1,966
Printing	40,961	35,872
Salaries and benefits	470,796	452,861
Shipping	14,960	12,654
Special events	43,742	40,318
Telephone	919	1,141
	955,180	961,896
Administrative		
Accounting and other support services *(note 7)*	36,000	36,000
Audit, legal and other fees	15,358	14,894
Banking and investment fees	108,703	41,982
Car, travel and insurance	7,250	8,154
Education	4,922	1,514
Membership and licence fees	22,329	27,232
Office equipment and software	10,559	-
Office expenses	10,515	10,645
Rent *(note 7)*	43,008	43,008
Salaries and benefits	470,796	452,861
	729,440	636,290
	1,684,620	1,598,186

1. PURPOSE OF THE ORGANIZATION

ShareLife is the Catholic community's response to providing care and outreach to those in need through its agencies by raising and allocating funds effectively and fulfilling its obligations to respect life at all stages.

ShareLife was established by the Roman Catholic Episcopal Corporation for the Diocese of Toronto in Canada (the Archdiocese) under a declaration of trust and is registered as a Canadian charity, and, as such, is exempt from income taxes under the Income Tax Act.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations, are in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies:

Fund accounting

As a not-for-profit organization, the Organization uses the fund accounting system. In this system, each fund is a self-balancing set of accounts which are segregated for specific purposes in accordance with the objectives and by-laws. The Organization has the following funds: (i) the General Fund which accounts for revenues, expenses, assets and liabilities related to service delivery activities and administration; and (ii) the Legacy for Life Endowment Fund which accounts for funds used for the long-term support of ShareLife agencies.

Revenue recognition

The Organization follows the deferral method of accounting for contributions.

Revenues from the annual campaign and bequests are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is probable.

Investment income consists of interest, dividends, capital gains and income distributions from pooled funds. Unrestricted investment income is recognized when earned.

Contributions to the Legacy for Life Endowment Fund are endowed and the investment income is to be used for the long-term support of ShareLife agencies.

Contributions and other donations externally restricted for purposes other than endowments are deferred and recognized as revenue in the period in which the related expenses are recognized.

Financial instruments

The Organization initially measures its financial assets and liabilities at fair value and subsequently measures all its financial assets and liabilities at amortized cost, except for investments, which are measured at fair value, and related party transactions, which are measured at the exhange amount established and agreed to by the related parties. Changes in fair value are recognized in excess of revenues over expenses.

Financial assets measured at amortized cost include cash, amounts receivable and pledges receivable from annual campaign.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities and distributions payable.

Investments are stated at fair value for those equity instruments that are quoted in an active market.

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of any write-down is recognized as a charge to excess of revenues over expenses.

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2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Cash and cash equivalents

Cash and cash equivalents is defined as cash on hand, net of cheques issued and outstanding at the reporting date, cash on deposit, and deposits with maturity dates of less than 90 days.

Campaign distributions and grants-in-aid

Distributions from campaign revenues represent amounts approved by the Trustees on a calendar year basis for the annual operations of the specified participants in the annual appeal of ShareLife.

Grants-in-aid are amounts approved by the Trustees for the initiation or maintenance of the services of other organizations that are not specified participants in the annual appeal of ShareLife.

Distributions and grants-in-aid are recorded in the financial statements in the fiscal year for which they are approved by the Trustees.

Capital assets

Capital assets, which are not significant to the annual operations of the Organization, are expensed in the year of acquisition.

Pension costs

Certain lay employees of the Organization are members of a defined contribution pension plan sponsored by the Archdiocese. The pension costs associated with current service are expensed and funded in the year in which the service is rendered.

Donated materials and services

These financial statements do not reflect donated materials and services except where the fair value can be reasonably estimated and when they are used in the course of normal operations.

Members of the advisory board serve without remuneration. While these services benefit the Organization, a reasonable estimate of their amount and fair value cannot be made and, accordingly, these contributed services are not recognized in the financial statements. There were no donated materials or services recognized during the year ended December 31, 2024 or the year ended December 31, 2023.

Use of estimates

The preparation of the Organization's financial statements, in accordance with Canadian accounting standards for not-for-profit organizations, requires management to make estimates and assumptions which affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses for the year. Estimates are used when accounting for revenue recognition, bad debts and legal contingencies. Due to the inherent uncertainty involved with making such estimates, actual results could differ from those reported. As adjustments become necessary, they are reported in excess of revenues over expenses in the period in which they become known.

3. FINANCIAL INSTRUMENTS

The Organization is exposed to various risks through its financial instruments. The following analysis provides a measure of the Organization's risk exposures and concentrations at the statement of financial position date.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The Organization is exposed to credit risk on the amounts receivable balance. In order to mitigate its credit risk, the Organization has adopted credit policies which include the regular review and analysis of the aging of its receivables.

Liquidity risk

Liquidity risk is the risk that the Organization will not be able to meet a demand for cash or fund its obligations as they come due as a result of the Organization's inability to liquidate assets in a timely manner and at a reasonable price.

The Organization is exposed to liquidity risk and mitigates this risk by holding assets that can be readily converted to cash.

Market risk

Market risk is the risk that the value of an investment will fluctuate as a result of changes in market prices, whether those changes are caused by factors specific to the individual investment or its issuer or factors affecting all securities traded in the market. Market risk comprises three types of risk: currency risk, interest rate risk and price risk.

The Organization is exposed to market risk and mitigates this risk by investing in a diversified portfolio of investments.

i) *Currency risk*

Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The Organization is exposed to currency risk on its investments in equity instruments as described in note 5.

ii) *Interest rate risk*

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Organization is exposed to interest rate risk on its investments as described in note 5.

iii) *Price risk*

Price risk refers to the risk that the fair market value of financial instruments or future cash flows associated with the instruments will fluctuate because of changes in market prices (other than those arising from currency risk or interest rate risk).

The Organization is exposed to price risk on its investments in equity instruments as described in note 5.

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3. FINANCIAL INSTRUMENTS *(continued)*

Changes in risk

There has been an increase in the Organization's credit risk exposure due to the increase in accounts receivable and pledges receivable compared to the prior year. There has been a decrease in the Organization's liquidity risk exposure due to the decrease in current liabilities compared to the prior year. There has been an increase in the Organization's interest rate and price risk exposures due to the increase in investments compared to the prior year.

4. CASH AND CASH EQUIVALENTS

	2024 $	2023 $
Cash - General Fund	1,093,178	2,335,798
Cash - Legacy for Life Endowment Fund	(613,433)	(641,010)
	479,745	1,694,788

5. INVESTMENTS

Investments are comprised of:

	2024		2023	
	Cost $	Fair Value $	Cost $	Fair Value $
General Fund				
Pooled funds	1,288,637	1,528,732	2,020,647	2,270,998
Legacy for Life Endowment Fund				
Pooled funds	11,401,489	13,389,996	10,725,624	11,925,055

6. LEGACY FOR LIFE ENDOWMENT FUND

The Legacy for Life Endowment Fund (the Fund) was established in 2003 by the Organization and is an externally endowed fund. The investment income earned on the Fund is to be used for the long-term support of agencies of the Organization. The capital of the Fund is increased by donations from individuals wishing to contribute to the Fund and bequests received during the year. The Fund contributes 4% of average market investments over the past three years to operations. In the current fiscal year ended December 31, 2024, $451,168 (2023 - $398,041) was transferred to operations.

The capital of the Fund is invested in a separate pooled fund investment account, as recommended by the Trustees. The investments are administered in accordance with the Trustees' statement of investment policies and procedures. In order to preserve the principal value of the Fund over the long term, a portion of the investment income, which is determined by a formula approved by the Trustees after adjusting for inflation, is transferred into the Fund each year from the General Fund.

Activities in the Fund were as follows:

	2024 $	2023 $
Balance, beginning	11,284,045	9,860,265
Net investment income earned	130,415	121,703
Transfer to operations	(451,168)	(398,041)
Bequests received	478,745	570,066
Change in fair value of investments	1,334,526	1,130,052
Balance, ending	12,776,563	11,284,045

	2024 $	2023 $
Comprised of:		
Pooled funds (fair value)	13,389,996	11,925,055
Cash	(613,433)	(641,010)
	12,776,563	11,284,045

7. RELATED PARTY TRANSACTIONS AND BALANCES

The following is a summary of the Organization's related party transactions and balances:

	2024 $	2023 $
Related party transactions		
Archdiocese		
The Archdiocese, which includes the Parishes, controls the Organization through its right to appoint all of its Trustees.		
Revenue - Archdiocesan parish appeal	14,449,050	14,180,846
Office accommodation and administrative services	79,008	79,008
Distributions paid to various ministries and related institutions		
The Organization provides distributions to various ministries of the Archdiocese and its related institutions.		
St. Augustine's Seminary of Toronto	2,000,000	2,000,000
Pastoral Mission Fund	662,516	645,216
Office for Refugees	550,000	500,000
Catholic Youth Centre	400,000	400,000
Food Security Grants to Parishes	365,000	-
Hospital Chaplaincy	350,000	300,000
Office of Vocations	150,000	150,000
St. John Paul II Centre	100,000	100,000
Redemptoris Mater Missionary Seminary	85,000	115,000
New Beginnings	35,000	35,000

These transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

Related party balances

	2024 $	2023 $
Archdiocese		
Amounts receivable	641,679	-
Pledges receivable from annual campaign	776,229	714,504
Distributions payable to various ministries and related institutions		
Pastoral Mission Fund	187,484	154,784
St. John Paul II Centre	-	17,654