

Financial Statements of

**WORLD VISION CANADA**

Year ended September 30, 2023

# WORLD VISION CANADA

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of World Vision Canada

### ***Opinion***

We have audited the financial statements of World Vision Canada (the Entity), which comprise:

- the statement of financial position as at September 30, 2023
- the statement of revenue and expenditures for the year then ended
- the statement of changes in net assets for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at September 30, 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.

### ***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 "***Auditor's Responsibilities for the Audit of the Financial Statements***" section of our auditor's report.

We are independent of the Entity 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.



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### ***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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity'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 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 the financial statements.

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.



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- 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 Entity'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 Entity'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 Entity 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.
- 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.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. A horizontal line is drawn underneath the signature, extending from the left side of the 'K' towards the right.

Chartered Professional Accountants, Licensed Public Accountants

Vaughan, Canada

December 13, 2023

# WORLD VISION CANADA

## Statement of Financial Position

September 30, 2023, with comparative information for 2022

	2023	2022
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 22,243,378	\$ 44,891,969
Short-term investments (note 2)	15,000,000	10,004,315
Accounts receivable	3,411,204	2,869,642
Prepaid expenses	2,158,763	1,729,616
Notes receivable (notes 4 and 9)	–	500,000
	<u>42,813,345</u>	<u>59,995,542</u>
Investments (note 2)	4,326,577	3,904,405
Notes receivable (notes 4 and 9)	223,386	223,386
Capital assets (note 5)	10,611,735	11,269,899
Intangible assets (note 6)	14,827,919	10,534,536
	<u>\$ 72,802,962</u>	<u>\$ 85,927,768</u>
<b>Liabilities and Net Assets</b>		
Current liabilities:		
Accounts payable and accrued charges (note 7)	\$ 7,876,966	\$ 13,418,620
Due to affiliates (note 9)	670,260	893,124
Deferred contributions (note 10)	34,315,654	42,156,124
Notes payable (note 4)	–	500,000
	<u>42,862,880</u>	<u>56,967,868</u>
Deferred capital contributions (note 11)	1,577,417	1,694,263
Net assets:		
Net investment in capital and intangible assets (note 12)	23,862,237	20,110,172
Unrestricted	2,034,951	4,689,988
Endowments	2,465,477	2,465,477
	<u>28,362,665</u>	<u>27,265,637</u>
Commitments (note 19)		
	<u>\$ 72,802,962</u>	<u>\$ 85,927,768</u>

See accompanying notes to financial statements.

On behalf of the Board:



Board Chair



Board Treasurer

# WORLD VISION CANADA

## Statement of Revenue and Expenditures

Year ended September 30, 2023, with comparative information for 2022

	2023	2022
Revenue:		
Pledges collected (note 13)	\$ 177,093,625	\$ 181,573,983
Single gifts (note 14)	44,576,127	47,248,661
Gifts-in-kind (note 15)	204,920,186	144,857,395
Grants (note 16)	72,631,945	64,030,271
Investment and other income (note 17)	3,858,461	1,034,284
	<u>503,080,344</u>	<u>438,744,594</u>
Expenditures:		
Programs:		
International relief, development and advocacy	425,230,375	370,500,231
Public awareness and education	1,795,724	1,941,433
	<u>427,026,099</u>	<u>372,441,664</u>
Support:		
Fundraising	51,483,880	43,244,503
Administration:		
Domestic	19,534,337	16,150,322
International	3,939,000	4,152,000
	<u>23,473,337</u>	<u>20,302,322</u>
	<u>74,957,217</u>	<u>63,546,825</u>
	<u>501,983,316</u>	<u>435,988,489</u>
Excess of revenue over expenditures	\$ 1,097,028	\$ 2,756,105

See accompanying notes to financial statements.

# WORLD VISION CANADA

## Statement of Changes in Net Assets

Year ended September 30, 2023, with comparative information for 2022

				2023	2022
	Net investment in capital and intangible assets (note 12)	Unrestricted	Endowments	Total	Total
Net assets, beginning of year	\$ 20,110,172	\$ 4,689,988	\$ 2,465,477	\$ 27,265,637	\$ 24,493,233
Excess (deficiency) of revenue over expenditures	(2,344,306)	3,441,334	–	1,097,028	2,756,105
Endowment contributions	–	–	–	–	16,299
Investment in capital and intangible assets, net	6,096,371	(6,096,371)	–	–	–
<b>Net assets, end of year</b>	<b>\$ 23,862,237</b>	<b>\$ 2,034,951</b>	<b>\$ 2,465,477</b>	<b>\$ 28,362,665</b>	<b>\$ 27,265,637</b>

See accompanying notes to financial statements.



# WORLD VISION CANADA

## Statement of Cash Flows

Year ended September 30, 2023, with comparative information for 2022

	2023	2022
Cash provided by (used in):		
Operating activities:		
Excess of revenue over expenditures	\$ 1,097,028	\$ 2,756,105
Items not involving cash:		
Amortization of capital and intangible assets	2,461,874	1,947,908
Amortization of deferred capital contributions	(116,846)	(116,846)
Gains on sale of capital assets	(722)	(750)
Unrealized losses (gains) on investments	(244,907)	441,557
Realized gains on sale of investments	(80,288)	(66,775)
Change in non-cash operating working capital:		
Accounts receivable	(541,562)	(46,295)
Prepaid expenses	(429,147)	165,154
Accounts payable and accrued charges	(5,541,654)	4,280,823
Due to affiliates	(222,864)	11,569
Deferred contributions	(7,840,470)	4,275,957
	(11,459,558)	13,648,407
Financing activities:		
Repayment of notes payable	(500,000)	(205,000)
Endowment contributions	-	16,299
	(500,000)	(188,701)
Investing activities:		
Repayment of notes receivable	500,000	495,000
Change in investments, net	(96,977)	(216,006)
Net proceeds on sale of capital assets	722	750
Purchase of short-term investment, net	(4,995,685)	(9,968,320)
Purchase of capital assets	(318,554)	(275,819)
Purchase of intangible assets	(5,778,539)	(5,089,568)
	(10,689,033)	(15,053,963)
Decrease in cash and cash equivalents	(22,648,591)	(1,594,257)
Cash and cash equivalents, beginning of year	44,891,969	46,486,226
Cash and cash equivalents, end of year	\$ 22,243,378	\$ 44,891,969

See accompanying notes to financial statements.

# WORLD VISION CANADA

Notes to Financial Statements

Year ended September 30, 2023

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## **Operations of the Organization:**

World Vision Canada (the "Organization") is a Christian relief, development and advocacy organization incorporated under the laws of Canada as a not-for-profit organization without share capital. The Organization is registered with the Canada Revenue Agency as a charitable organization (registration number 1193 04855 RR0001) and, accordingly, is exempt from income taxes, provided certain requirements of the Income Tax Act (Canada) are met.

Inspired by Christian values, the Organization is dedicated to working with the most vulnerable people around the world, especially children. The Organization serves all people regardless of age, religion, ethnicity or gender without prejudice.

The Organization is part of an international affiliation of World Vision ("WV") entities that operates in approximately 100 countries around the world. Through this affiliation, the Organization is able to connect with local communities to meet specific needs with the aim to overcome poverty and injustice and to empower those communities to achieve lasting and sustainable change. The Organization remits funds to World Vision International ("WVI") which provides coordination to all of WV by facilitating the implementation and monitoring of overseas programs to ensure that funds and goods provided by the Organization's supporters are used to directly benefit the most vulnerable people of the world, especially children.

VisionFund International ("VFI") is a corporation wholly owned by WVI that manages a number of social venture programs with small businesses and proprietors across WVI locations. The Organization loans funds to VFI which are used to provide financial assistance to individuals and communities within WV's areas of international development to help unlock economic potential for communities to thrive.

The Organization gains support from individuals, businesses and governments, in Canada and internationally. The Organization receives both unrestricted and restricted donations and all restricted donations are reviewed prior to acceptance to ensure that the gifts are consistent with the Organization's mission, purposes, values and priorities.

The Organization and WV subscribe and are subject to a series of internal and external checks and balances, including audits by regulatory bodies, to ensure revenue is being used for the purpose intended.

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2023

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## 1. Significant accounting policies:

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

The following is a summary of significant accounting policies followed in the preparation of the financial statements:

### (a) Recognition of revenue:

The Organization follows the deferral method of accounting for contributions. Revenue containing conditions as to its use (restricted contributions) is deferred until the conditions are fulfilled. Revenue not containing conditions as to its use is recognized when received. The disbursement of government grant revenue is subject to audit by the grantor.

Contributions restricted for the purchase of capital assets are deferred and amortized into revenue on a straight-line basis, at a rate corresponding with the amortization rate of the related capital assets.

The recognition of gifts-in-kind ("GIK") revenue is limited to donations where the Organization was the original recipient of the gift or was involved in partnership with the end-user agency. GIK are valued at fair market value. Multilateral GIK are recorded as revenue at such time as the Organization takes possession or constructive title of the contributed goods. Corporate GIK are recorded as revenue when goods are shipped to WV.

The Organization is named as a beneficiary in certain wills. In some cases, the bequests involve trust arrangements administered by third parties that are not controlled by the Organization. Revenue on these arrangements, whether interest or capital, is recognized on receipt.

Endowments are recognized as direct increases in net assets and required to be maintained on a permanent basis. Only the income earned on endowments is available to support the Organization's activities.

Investment income, which is recorded on the accrual basis, includes interest income, dividends, realized gains on sale of investments and change in unrealized gains (losses) on investments.

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2023

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## 1. Significant accounting policies (continued):

### (b) Volunteer services:

The efforts of volunteer workers are not reflected in the accompanying financial statements as no objective basis is available to measure the value of such services. Many volunteers donated significant amounts of their time to the Organization over 2023 though most volunteer activities were paused during 2022 due to the pandemic.

### (c) Allocation of expenditures:

The Organization reports its expenditures by function between program activities, including international relief, development and advocacy, and public awareness and education, and support activities, namely fundraising and administration.

The expenditures of each cost centre in the Organization include personnel, procured services, materials, premises and other expenses. Most cost centres have a primary program or support function. Other cost centres represent a combination of program, fundraising and administrative activities. In this case, the expenditures are allocated between program and support based on the proportion of staff time dedicated between the activities, though certain direct expenditures that have a clear and specific activity are directly attributed to the appropriate activity. Cost centres that are administrative in nature could have an allocation to program activities while other cost centres that are more programmatic in nature could conversely have an allocation to support activities. Allocation ratios are reviewed annually and are updated and applied on a prospective basis.

Funds remitted to WV and to Canadian partners, as well as other expenditures incurred in the support of those programs, are recorded as program expenditures less relevant international administration costs, which are reported as administration.

### (d) Cash and cash equivalents:

Cash and cash equivalents include cash on hand and short-term deposits which are highly liquid with original maturities of less than three months at the date of acquisition.

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2023

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## 1. Significant accounting policies (continued):

### (e) Financial instruments:

Unless otherwise noted, financial instruments are recorded at fair value on initial recognition and subsequently at amortized cost.

The Organization may hold investments in short-term investments, equity, bonds or other fixed income instruments, or derivative instruments (note 2). These are recorded at fair value on initial recognition and at each year end. Transaction costs related to the purchase of investments are included in the fair value on the statement of financial position and transaction costs related to the sale of investments are expensed in the year incurred. Changes in fair value are treated as an unrealized gain or loss in the statement of revenue and expenditures.

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 Organization 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 a 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 Organization 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.

### (f) Capital assets:

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

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Building and building improvements	5 - 40 years
Furniture and fixtures	3 - 10 years
Information systems	3 - 10 years

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# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2023

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## 1. Significant accounting policies (continued):

### (g) Intangible assets:

Intangible assets are carried at cost and are amortized over their estimated useful lives on a straight-line basis at the following rates:

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Software	3 - 10 years
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### (h) Impairment of long-lived assets:

When conditions indicate that the assets no longer contribute to the Organization's ability to provide goods and services, or that the value of future economic benefits or service potential associated with the long-lived assets are less than their net carrying amounts, long-lived assets, including capital assets and intangible assets, are written down to fair value or replacement cost to reflect partial impairments.

### (i) Translation of foreign currencies:

Assets and liabilities denominated in foreign currencies have been translated into Canadian dollars at exchange rates prevailing at the year-end date. Gains and losses arising from these translation policies are included in the statement of revenue and expenditures in investment and other income.

Revenue and expenditures have been translated using exchange rates prevailing on the transaction date.

### (j) Use of estimates:

The preparation of financial statements 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 revenue and expenditures during the year. Actual results could differ from those estimates.

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2023

## 2. Investments:

Short-term investments include donated marketable securities and term deposits. In 2023, term deposits yield 5.56% to 5.77% (2022 - 4.25%) and mature between March 2024 and June 2024 (2022 - March 2023).

Long-term investments are comprised of the following:

	2023	2022
Marketable securities	\$ 441,701	\$ 342,269
Bonds	1,674,164	1,542,958
Equities:		
Canadian	718,440	685,345
Foreign	1,492,272	1,333,833
	<u>\$ 4,326,577</u>	<u>\$ 3,904,405</u>

The bonds bear a yield to maturity ranging from 1.10% to 7.875% (2022 - 1.00% to 7.875%) maturing between November 2023 and October 2035 (2022 - November 2022 and July 2030).

## 3. Financial risks:

Risk management relates to the understanding and active management of risks associated with all areas of the business and the associated operating environment. Investments are primarily exposed to interest rate, market and foreign currency risks. The Organization has formal policies and procedures that establish target asset mix. The Organization's policies also require diversification of investments within categories and set limits on exposure to individual investments. There has been no change to the risk exposure from 2022.

### (a) Interest rate risk:

Interest rate risk arises from the possibility that changes in interest rates will affect the value of short-term investments held by the Organization. The Organization manages this risk by holding primarily term deposits and by staggering the terms of the investments held.

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2023

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## 3. Financial risks (continued):

### (b) Market price risk:

Market risk arises as a result of trading in equity securities, bonds and short-term investments. Fluctuations in the market expose the Organization to a risk of loss. The Organization mitigates this risk through controls to monitor and limit concentration levels.

### (c) Foreign currency risk:

Foreign currency risk arises from gains and losses due to fluctuations in foreign currency exchange rates on the Organization's foreign equity securities. The Organization manages this risk by setting asset mix limits on foreign equity securities to limit exposure.

## 4. Notes receivable and payable:

Notes receivable represents unsecured loans to support socially responsible programs. They bear an annual interest rate ranging from 0% - 9% (2022 - 4.5% to 9%) with the principal maturing from May 2024 to November 2027 (2022 - November 2022 to May 2024). One loan is issued to VisionFund Kenya (note 9). There are an additional eight loans to VFI which were written down to \$1 each in a previous year (note 9). The Organization advanced non-interest bearing loans to VFI as program-related investments to fund microfinance programs that support recovery loans for low-income and vulnerable clients. Upon expiry of these loans, it is the Organization's charitable purpose and business intent for any loans repaid to VFI to be reinvested in VFI's microfinance programs. As such management assessed the collectability of these loans to be low and wrote down the loans to a nominal amount. The amounts of the write-downs were recorded as program expenditures.

There are no notes payable outstanding as of September 30, 2023. In 2022, notes payable represented loans received from supporters to fund notes receivable. The loans were unsecured bearing an annual interest rate ranging from 0% to 3%. The principal was paid in fiscal 2023.



# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2023

## 5. Capital assets:

			2023	2022
	Cost	Accumulated amortization	Net book value	Net book value
Land	\$ 1,396,720	\$ –	\$ 1,396,720	\$ 1,396,720
Building and building improvements	18,294,101	9,989,665	8,304,436	8,925,841
Furniture and fixtures	7,164,020	6,514,348	649,672	749,482
Information systems	3,762,364	3,501,457	260,907	197,856
	<u>\$ 30,617,205</u>	<u>\$ 20,005,470</u>	<u>\$ 10,611,735</u>	<u>\$ 11,269,899</u>

## 6. Intangible assets:

Intangible assets include software applications that are not an integral part of a related piece of hardware.

			2023	2022
	Cost	Accumulated amortization	Net book value	Net book value
Software	\$ 20,791,696	\$ 5,963,777	\$ 14,827,919	\$ 10,534,536

Included in software is work in progress of \$4,340,863 which is currently not amortized (2022 - \$6,067,595).

## 7. Accounts payable and accrued charges:

Included in accounts payable and accrued charges are government remittances payable of \$133,436 (2022 - \$146,526), which includes amounts payable for harmonized sales tax and payroll-related taxes.

## 8. Credit facility:

The Organization has a no-fee revolving credit facility available to a maximum of \$5,000,000. Amounts drawn bear interest at the bank's prime rate and are due on demand. The credit facility is secured by a general security agreement on the Organization's current and future assets. As at September 30, 2023, the Organization had no amounts drawn down (2022 - nil).

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2023

## 9. Related party transactions and balances:

During the year, the Organization transacted with related parties as follows:

	2023	2022
With WV:		
Cash funding sent to WV during the year	\$ 185,280,497	\$ 197,775,428
Cash funding directly deployed to WV during the year	20,341,773	22,059,081
In-kind donations deployed to WV during the year	204,920,186	144,397,806
Cost recoveries earned from WV entities during the year	363,942	–
Total amounts due to WV as of September 30	670,260	893,124
With VFI:		
VFI repayments during the year	\$ 500,000	\$ 495,000
Notes receivable due from VFI as of September 30	8	500,008
Notes receivable due from VisionFund Kenya as of September 30	\$ 73,378	\$ 73,378

## 10. Deferred contributions:

Deferred contributions include pledges collected, single gifts and grants, which remain unspent at September 30, 2023 as set out in the following table:

	2022	Received	Recognized as revenue	2023
Pledges collected	\$ 31,909,098	\$ 168,763,785	\$ 177,093,625	\$ 23,579,258
Single gifts	2,485,778	44,747,268	44,576,127	2,656,919
Grants	7,761,248	72,950,174	72,631,945	8,079,477
	\$ 42,156,124	\$ 286,461,227	\$ 294,301,697	\$ 34,315,654

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2023

## 11. Deferred capital contributions:

	2023	2022
Balance, beginning of year	\$ 1,694,263	\$ 1,811,109
Less amounts amortized to revenue	116,846	116,846
Balance, end of year	\$ 1,577,417	\$ 1,694,263

Deferred capital contributions represent the unamortized amount of donations received for the purchase of capital assets. Amortization of deferred capital contributions is recorded in single gifts on the statement of revenue and expenditures.

## 12. Net investment in capital and intangible assets:

(a) Net investment in capital and intangible assets is calculated as follows:

	2023	2022
Capital and intangible assets	\$ 25,439,654	\$ 21,804,435
Amounts financed by deferred capital contributions	(1,577,417)	(1,694,263)
	\$ 23,862,237	\$ 20,110,172

(b) The change in net assets invested in capital and intangible assets is calculated as follows:

	2023	2022
Excess of expenditures over revenue:		
Amortization of deferred capital contributions related to capital assets	\$ 116,846	\$ 116,846
Amortization of capital and intangible assets	(2,461,874)	(1,947,908)
Gains on sale of capital assets	722	750
	\$ (2,344,306)	\$ (1,830,312)
Investment in capital and intangible assets, net:		
Purchase of capital and intangible assets	\$ 6,097,093	\$ 5,365,387
Net proceeds on sale of capital assets	(722)	(750)
	\$ 6,096,371	\$ 5,364,637

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2023

## 13. Pledges collected:

	2023	2022
Child sponsorship	\$ 173,006,259	\$ 177,667,414
Other	4,087,366	3,906,569
	<u>\$ 177,093,625</u>	<u>\$ 181,573,983</u>

## 14. Single gifts:

	2023	2022
Development	\$ 29,110,113	\$ 30,791,184
Emergency relief	6,092,483	7,586,958
Other	9,373,531	8,870,519
	<u>\$ 44,576,127</u>	<u>\$ 47,248,661</u>

## 15. Gifts-in-kind:

	2023	2022
Corporate	\$ 4,663,698	\$ 8,741,886
Multilateral	200,256,488	136,115,509
	<u>\$ 204,920,186</u>	<u>\$ 144,857,395</u>

## 16. Grants:

	2023	2022
Government of Canada	\$ 41,088,299	\$ 37,613,243
Multilateral, United Nations Agencies and other international organization	23,725,543	20,582,623
Canadian and other private organizations	7,818,103	5,834,405
	<u>\$ 72,631,945</u>	<u>\$ 64,030,271</u>

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2023

## 17. Investment and other income:

	2023	2022
Dividend income	\$ 23,509	\$ 52,426
Interest income	2,697,409	1,140,702
Realized gains on sale of investments	80,288	66,775
Unrealized gains (losses) on investments	244,907	(441,557)
Other	812,348	215,938
	<u>\$ 3,858,461</u>	<u>\$ 1,034,284</u>

## 18. Pension plan:

The Organization operates a defined contribution pension plan. The assets of the plan are held separately from those of the Organization in an independently administered fund. The pension expense is equal to the contributions paid by the Organization.

The contributions paid and expensed by the Organization for the year amounted to \$1,640,882 (2022 - \$1,446,298).

## 19. Commitments:

The Organization received funding from Global Affairs Canada and other grantors to support projects in various countries. The funding is dependent upon agreements, which require, in some cases, that the Organization contribute to the project(s) a set percentage in the form of cash and/or GIK. Future payments consisted of the following at September 30, 2023:

2024	\$ 1,415,396
2025	878,269
2026	744,870
2027	469,987
2028	351,075
Thereafter	251,521
	<u>\$ 4,111,118</u>

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2023

## 19. Commitments (continued):

The Organization has certain agreements to lease premises and office equipment. Future minimum payments under non-cancellable leases consisted of the following at September 30, 2023:

2024	\$	164,000
2025		164,000
2026		150,000
2027		123,000
2028		112,000
Thereafter		28,000
	\$	741,000

## 20. Fundraising solicitations:

Fundraising businesses were contracted to solicit donations, primarily focused on pledges, on behalf of the Organization. During the year, \$614,728 (2022 - \$336,818) was paid as remuneration to third party fundraising businesses.

## 21. Allocation of expenditures:

Certain cost centres represent a combination of program and support activities. The following table shows how cost centres that are primarily administrative in nature, such as executive office, information technology, finance and facilities, directly support programs. The effect of these allocations is captured in the statement of revenue and expenditures:

	2023	2022
Support:		
Fundraising	\$ (1,154,910)	\$ (1,265,946)
Administration	(3,032,464)	(2,410,330)
	\$ (4,187,374)	\$ (3,676,276)
Programs:		
International relief, development and advocacy	\$ 3,244,212	\$ 2,549,742
Public awareness and education	943,162	1,126,534
	\$ 4,187,374	\$ 3,676,276

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2023

## 21. Allocation of expenditures (continued):

The following table shows how cost centres that are primarily programmatic in nature, including international relief, development and advocacy and public awareness and education, are related to fundraising and administration. The effect of these allocations is captured in the statement of revenue and expenditures:

	2023	2022
Programs:		
International relief, development and advocacy	\$ (2,355,849)	\$ (1,611,033)
Public awareness and education	(557,123)	(672,283)
	<u>\$ (2,912,972)</u>	<u>\$ (2,283,316)</u>
Support:		
Fundraising	\$ 1,453,619	\$ 1,355,337
Administration	1,459,353	927,979
	<u>\$ 2,912,972</u>	<u>\$ 2,283,316</u>