

2011

REPORT TO THE COMMUNITY



Auditor's Report

Report of the Independent Auditor on the Summary Consolidated Financial Statements

To the Members of
The Children's Hospital Foundation of Manitoba, Inc.

The accompanying summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at December 31, 2011, the summary consolidated statement of operations and changes in fund balances, and summary consolidated statement of cash flows for the year then ended, are derived from the audited consolidated financial statements of The Children's Hospital Foundation of Manitoba, Inc. for the year ended December 31, 2011. We expressed an unmodified audit opinion on those consolidated financial statements in our report dated March 26, 2012.

The summary consolidated financial statements do not contain all the disclosures required by Canadian generally accepted accounting principles. Reading the summary consolidated financial statements, therefore, is not a substitute for reading the audited consolidated financial statements of The Children's Hospital Foundation of Manitoba, Inc.

Management's Responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation of a summary of the audited consolidated financial statements on the basis described in the note to the summary consolidated financial statements.

Auditor's Responsibility

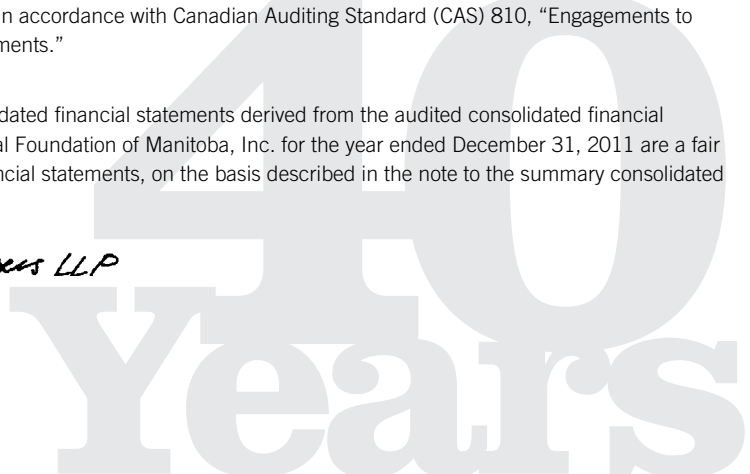
Our responsibility is to express an opinion on the summary consolidated financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, "Engagements to Report on Summary Financial Statements."

Opinion

In our opinion, the summary consolidated financial statements derived from the audited consolidated financial statements of The Children's Hospital Foundation of Manitoba, Inc. for the year ended December 31, 2011 are a fair summary of those consolidated financial statements, on the basis described in the note to the summary consolidated financial statements.

PricewaterhouseCoopers LLP

Chartered Accountants
March 26, 2012
Winnipeg, Manitoba



Making a Difference for Sick Kids

Summary Consolidated Statement of Financial Position

As at December 31, 2011

	2011 \$	2010 \$
Assets		
Current Assets		
Cash	1,300,664	1,639,662
Accounts receivable	622,697	775,198
Prepaid expenses	81,321	85,864
Inventory	39,493	56,282
	<hr/> 2,044,175	<hr/> 2,557,006
Investments	19,774,280	20,205,080
Capital Assets	18,896,119	20,010,988
	<hr/> 40,714,574	<hr/> 42,773,074
Liabilities		
Current Liabilities		
Research grants payable	1,691,952	1,641,287
Accounts payable and accrued liabilities	3,041,074	2,956,520
Deferred revenue	64,056	6,000
	<hr/> 4,797,082	<hr/> 4,603,807
Fund Balances		
Unrestricted		
Operating Fund	5,132,892	5,119,208
Externally Restricted		
Endowment Fund	1,794,225	1,766,520
Capital Campaign Fund	3,009,086	2,142,233
Designated Fund	460,286	476,788
Internally Restricted		
Child Health Research Fund	4,217,069	6,189,210
Children's Hospital Fund	1,823,957	1,885,414
Children's Sports Legacy Fund	583,858	578,906
Funds Invested in Capital Assets	18,896,119	20,010,988
	<hr/> 35,917,492	<hr/> 38,169,267
	<hr/> 40,714,574	<hr/> 42,773,074

Summary Consolidated Statement of Operations and Changes in Fund Balances

For the year ended December 31, 2011

	2011 \$	2010 \$
Revenue		
Bookmarket	437,724	404,813
Guild donations	87,696	66,100
Making Miracles	2,989,671	4,185,831
Major gifts	572,901	162,470
Bequest revenue	433,116	821,592
Annual appeal	259,797	252,138
Memorial donations	73,401	68,413
Fundraising	14,651	36,138
Funds received	1,758,635	1,627,979
Investment income	132,916	2,063,727
	<hr/> 6,760,508	<hr/> 9,689,201
Expenses		
Fundraising		
Direct expenses	890,660	1,007,327
Indirect expenses	724,138	651,234
Disbursements and Granting Activities		
Administrative expenses	609,887	619,517
Amortization	1,332,534	1,294,123
Disbursements	366,041	316,021
Grants to Children's Hospital	1,541,892	1,501,082
Grants in aid of research	3,547,131	3,412,370
	<hr/> 9,012,283	<hr/> 8,801,674
Excess (Deficiency) of Revenue over Expenses	(2,251,775)	887,527
Fund Balance - Beginning of Year	38,169,267	37,281,740
Fund Balance - End of Year	<hr/> 35,917,492	<hr/> 38,169,267

Auditor's Report

Summary Consolidated Statement of Cash Flows

For the year ended December 31, 2011

	2011 \$	2010 \$
Cash Provided By (Used In)		
Operating Activities		
Excess (deficiency) of revenue over expenses	(2,251,775)	887,527
Items not affecting cash		
Amortization	1,332,534	1,294,123
Unrealized (gain) loss on investments	791,768	(1,257,389)
	(127,473)	924,261
Net change in non-cash working capital items	367,108	(228,904)
	239,635	695,357
Investing Activities		
Redemption of investments - net of purchases	(360,968)	1,577,014
Purchase of capital assets	(217,665)	(1,679,830)
Decrease in restricted cash	-	82,854
	(578,633)	(19,962)
Increase (Decrease) in Cash	(338,998)	675,395
Cash - Beginning of Year	1,639,662	964,267
Cash - End of Year	1,300,664	1,639,662

Note to Summary Consolidated Financial Statements

Applied criteria in the preparation of the financial statements

The criteria applied by management in the preparation of these summary financial statements are as follows:

- the information in the summary consolidated financial statements is in agreement with the related information in the complete consolidated financial statements, and
 - the summary consolidated financial statements contain the information necessary to avoid distorting or obscuring matters disclosed in the related complete consolidated financial statements, including the notes thereto, and
 - the summary consolidated statement of financial position and statement of cash flows have been taken from the complete consolidated financial statements whereas the summary consolidated statement of operations and fund balances have been presented on a total fund basis and not individual funds as disclosed in the complete consolidated financial statements.
- No notes have been carried forward to these summary consolidated financial statements,

Copies of the complete audited consolidated financial statements are available from the Children's Hospital Foundation of Manitoba Inc.'s office on request or visit the Foundation's website at www.goodbear.mb.ca.