



Ontario Professional Engineers
Foundation for Education
Since 1959

2022 ANNUAL REPORT

Table of Contents

About the Foundation	1
Board of Directors and Foundation Members	2
President's Message	3 - 4
Partner Schools	5
Entrance Scholarship Recipients 2021 – 2022	5
Undergraduate Scholarship Recipients 2021 – 2022	6
Gold Medalists 2021 – 2022	7 - 9
Communications Committee	10
Governance and Operations Update	11
Fundraising Committee	11 - 12
2022 Donor Wall	13
Treasurer's Report	14
2022 Audited Financial Statements	
Independent Auditor's Report	1 - 11



About the Foundation

Founded in 1959, the Ontario Professional Engineers Foundation for Education provides funding and recognition to students at the 16 accredited engineering schools in the province. Each year, the Foundation provides two entrance scholarships to each school and between two and eight undergraduate scholarships depending on the size of the school. In addition to the entrance and undergraduate scholarships, the Foundation provides a gold medal to each school for the graduating student who achieves the highest academic standing.

The Foundation's purpose is to nurture tomorrow's engineers by providing deserving students with recognition, financial assistance and a network of licensed professional engineers.

By the numbers

- \$159,000 in scholarship funding is awarded to students annually.
- Each year, the Foundation awards 106 scholarships.
- More than \$3.9 million in scholarship funds have been awarded to students since the Foundation's inception.
- More than 3,800 students have received a scholarship since 1959.

Check out our 2021-2022 scholarship recipients and gold medalists on pages 5 to 9.

***The Foundation would like to thank all our 2022 donors for their support.
Donors who contributed \$250 or more can be found on page 12.***

We hope that you will consider donating to the Foundation in 2023 so we can continue supporting Ontario's engineering undergraduates. Donate today through www.engineersfoundation.ca – it's safe and secure!

Follow us on our Social Media channels.



Facebook



Twitter



LinkedIn



Instagram



Youtube



2022 – 2023 Board of Directors



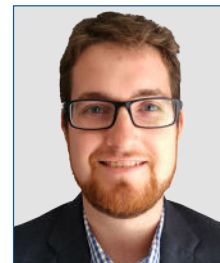
Arthur Sinclair, P.Eng.
President



Réjeanne Aimey, P.Eng.
Vice President



Sue Tessier, P.Eng.
Past President



Nicholas Burgwin, P.Eng.
Treasurer



Ashley Gismondi
Secretary



Sandra Ausma, P.Eng.
Director



Márta Ecsedi, P.Eng.
Director



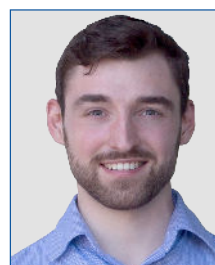
Jamie Gerson, P.Eng.
Director



Bruce Matthews, P.Eng.
Director



Baijul Shukla
Director



Nicholas Zannier, EIT
Director

Foundation Members

Réjeanne Aimey, P.Eng.
Sandra Ausma, P.Eng.
Christian Bellini, P.Eng.
Nicholas Burgwin, P.Eng.
Darla Campbell, P.Eng.
Karen Chan, P.Eng.
Chantal Chiddle, P.Eng.
Corneliu Chisu, P.Eng.
Bill De Angelis, P.Eng.

Shelly Deitner, P.Eng.
Mehemed Delibasic, P.Eng.
Bob Dony, P.Eng.
Márta Ecsedi, P.Eng.
Jamie Gerson, P.Eng.
Shane Ghouralal, P.Eng.
Ashley Gismondi
Santosh Gupta, P.Eng.
Jonathan Hack, P.Eng.

Stephanie Holko, P.Eng.
Maria Iannone
Roger Jones, P.Eng.
Bart Kanthers, P.Eng.
Bruce Matthews, P.Eng.
Valeria Mueller
Marilyn Powers, P.Eng.
Changiz Sadr, P.Eng.
Baijul Shukla

Arthur Sinclair, P.Eng.
Marilyn Spink, P.Eng.
Marisa Sterling, P.Eng.
Sue Tessier, P.Eng.
Oliver Xiao, P.Eng.
Laura Yu, P.Eng.
Nicholas Zannier, EIT



President's Message

As I reflect back on 2022, I realize just how much the Foundation has changed as an organization in just a few short years. We had moved to virtual board meetings about six months before the pandemic began because we understood that we needed to have geographic diversity on the board and that many champions of the Foundation do not reside in the GTA. We made changes to our bylaws to encourage our gold medalists to get involved and in 2021, one of the 2019 gold medalists joined our board of directors. We now have three-year board terms so that roughly a third of our directors change at every Annual General Meeting (AGM). This ensures the board has the skills it needs to face the challenges that are presented to us, as well as grow to safeguard the Foundation's future.

At the 2022 AGM, we said our goodbyes to *Jonathan Hack* and *Valeria Mueller* and welcomed *Nicholas Burgwin*, *Jamie Gerson* and *Bruce Matthews*. With these director changes, we are growing as an organization, and we are grateful that there are passionate individuals in the engineering community who wish to help make a difference in the lives of Ontario's future engineers.

With no in-person award ceremonies in 2020 or 2021, the Foundation hosted its first virtual awards night in March 2022 during National Engineering Month. We recognized the 2020-2021 and 2021-2022 scholarship recipients and gold medalists. (*You can check out the videos of our recipients on our YouTube channel.*) Being virtual, we had one gold medalist join us from British Columbia and one from California! Students studying across the province (who likely would never get to meet) were brought together to celebrate one another's successes and were given the opportunity to network with one another, as well as Foundation members through a virtual platform. The evening was a huge success, and it was decided that bringing all Foundation scholarship recipients and gold medalists together to recognize excellence was to be continued.

In May, the Ontario Society of Professional Engineers (OSPE) brought back its annual golf tournament and the Foundation was grateful to be the beneficiary of the funds raised through the silent auction and 50-50 draw. OSPE golfers gave generously, and the Foundation received \$2,200!

May and June also saw the return to in-person convocation ceremonies and the Foundation was able to participate in events at McMaster University, Ontario Tech, Royal Military College of Canada, Toronto Metropolitan University, the University of Guelph, the University of Toronto and the University of Waterloo. In the fall, the Foundation sent representatives to Conestoga College and York University.

Our new website was also launched in the spring, and we can now showcase all of our scholarship winners and gold medalists. We hope to add photos of these outstanding future engineers in the coming years.





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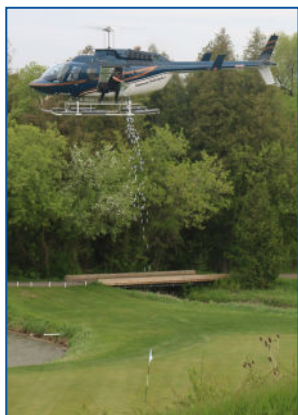
I started my message off by talking about change. In the fall, the board of directors began working on significant changes to the bylaws to ensure compliance with Ontario's Not-for-Profit Corporations Act (ONCA) which was proclaimed in October 2021. My sincere thanks to Bruce Matthews who has been leading the Foundation through this exercise. A new set of ONCA-compliant bylaws will be presented to the membership at the 2023 AGM.

As you'll see from the Treasurer's Report and the audited financial statements, the Foundation's portfolio took a beating due to world events like the war in Ukraine. The Foundation board began discussions early in 2022 about our reliance on investment income to fund scholarships and operations as donations do not cover our operating expenses. The board, along with its various committees are working together to look at building awareness of the Foundation within the engineering community and what organizations may wish to partner with the Foundation as we move forward. Directors *Réjeanne Aimey, Sandra Ausma, Nicholas Burgin, Márta Ecsedi, Jamie Gerson, Ashley Gismond, Bruce Matthews, Bajjul Shukla, Sue Tessier* and *Nicholas Zannier*, as well as Foundation Administrator *Saskia Martini-Wong* deserve a big shoutout for their dedication to moving the needle forward and helping the Foundation to make the changes it needs to stay relevant and focused on supporting Ontario's engineering undergraduates.

A tremendous amount of work goes into a post-secondary education, particularly an engineering degree. Throughout Ontario, engineering students work hard every day to make the most of their post-secondary education and it was an honour for me to serve as the president of the Ontario Professional Engineers Foundation for Education. Like all students, I am incredibly grateful for my education, particularly my engineering degree as it forms part of my identity and my story. I am proud to be a member of the engineering community and to be part of the Foundation – an organization committed to helping Ontario's future engineers.

Arthur Sinclair

Arthur Sinclair, P.Eng.
President 2022-2023



With a helicopter ball drop, the 50-50 draw at the OSPE was very exciting! Two balls made it into the hole below, so winners Meg Young and Chad Rosart had to share half of the pool with the Foundation receiving the other half. OSPE President and Chair Marilyn Powers and Foundation President Arthur Sinclair were on hand to congratulate the winners.

Foundation members Val Mueller, Réjeanne Aimey and Sandra Ausma enjoyed golfing at Angus Glen on May 18.



Partner Schools



Faculty of
Engineering
and Design



ENGINEERING



COLLEGE of ENGINEERING
AND PHYSICAL SCIENCES
SCHOOL OF ENGINEERING



UNIVERSITY OF TORONTO
FACULTY OF APPLIED SCIENCE & ENGINEERING



UNIVERSITY OF
WATERLOO

FACULTY OF
ENGINEERING



Western
Engineering



University
of Windsor
Faculty of Engineering



Entrance Scholarship Recipients 2021 – 2022

Johnathan Avgousti
Alpin Aydiner
Halima Adebola Banuso
Ilhaam Barrow
Priyanshu Bhatt
Tieran Van Chan
Stavros Condilidis
Nicole Da Silva
Samuel Dobias
Susan Elizabeth Ann Fox

Grace Gaudino
Derek Gillett
Jay Gosai
Braydon Knezevic
Ezra Koch
Abbey McMillan-Jardine
Jordi Brijlall Nakahara
Dominique Pawlak
Stefanie Portelance
Noa Prosser

Aleksandar Rakulj
Edward Stewart
Shari Sun
George Wagih Wahba
Yufei Wang
Abigail Warriner
Omar Yassine
Abigail Young



Undergraduate Scholarship Recipients 2021 – 2022

Aya Abu-Libdeh
 Roozbeh Alishahian
 Amy Ariganello
 Erica Attard
 Anne Bastin
 Aarushi Bhardwaj
 Julia Billings
 Oana Binder
 Nicholas Bukovy
 Liane Marie Catibog
 Vedanjali Chhabra
 Chloe Choi
 Kailin Chu
 Jane Cohen-Wallis
 Daniel David
 Leah Davis
 Ryan Dempsey
 Lisa Di Vona
 Travis Duncan-Haynes
 Natalie Sofia Enriquez-Birch
 Sarah Flatley
 Ayush Gupta

Farhan Habib
 Henry Hughes
 Nan-Rong Hui
 Anthony Arnaldo Guy Hunt
 Alex Hyde
 Amelia Jiang
 Makaila Jones
 Caroline Kim
 Leo Kim
 Tejas Kokatnur
 Jad Krisht
 Victoria Lee
 Jessica Anne Lim
 Riley Little
 Theodore Peng Liu
 Xin Yu (Lucy) Ma
 Anmol Mahajan
 Terrel Carlton Marshall
 Mitchell McAuley
 Adneen Tazri Mir
 Keyur Mistry
 Kiana Mokrian

Josie Murray
 Natasha Nayar
 Kimberley Maneja Orna
 Arielle Marie Johanne Picard
 Joshua Aikohi Pius
 Benjamin Price
 Khawaja Qaisar
 Liam Retty
 Jessica Rudd
 Priscilla Sarpomaa
 Daniel Yaming Shi
 Anupreet Singh
 Aryaman Singh
 Parker Stewart
 Dora Strelkova
 Benjamin Yunfei Sun
 Matthew Sun
 Sammi Szeto
 Aman Thomson
 Bennett VanBerlo
 Emma Wai
 Kira Marie White



Gold Medalist 2021 – 2022

An Ontario Professional Engineers Foundation for Education Gold Medalist achieves the highest academic standing in their graduating class. In 2022, the Foundation awarded 16 gold medals.



**Daphne-Eleni
Archonta**
York University



**Joshua Peter
Berghuis**
Carleton University



**Dante
Bisetto**
University of Windsor



**David
Edgcumbe**
Lakehead University



**Jena
Ethier**
Laurentian University



**Brinna
Fitzpatrick**
University of Guelph



**Joshua
Jobe**
Toronto Metropolitan
University



**Ryan Thomas
Kelly**
Royal Military
College of Canada



**Michael
McLean**
University of Toronto



**Niall
Murphy**
University of
Western Ontario



**Matthew
Oinonen**
Ontario Tech University



**Noah
Robb**
Conestoga College



**Chris
Schankula**
McMaster University



**Kennedy
Strong**
University of Waterloo



**Mary
Tran**
University of Ottawa



**Luke
Ulsifer**
Queen's University



Bruce Matthews with York University scholarship recipients Khawaja Qaisar and Jordi Nakahara.



Foundation member Bob Dony congratulates Brinna Fitzpatrick for being the gold medalist for the University of Guelph.



President Arthur Sinclair with Toronto Metropolitan University gold medalist Joshua Jobe.



Ontario Tech gold medalist Matthew Oinonen and President Arthur Sinclair share the stage.



Foundation Director Bruce Matthews was asked to speak on behalf of donors at the York University fall awards ceremony.



Foundation President Arthur Sinclair addresses Ontario Tech convocation ceremony attendees in early June.



McMaster gold medalist Chris Schankula and Stephanie Holko take a bit of time to discuss what comes next for Chris following graduation.



Bruce Matthews returns to his alma mater, the University of Waterloo, to congratulate gold medalist Kennedy Strong.



Director Jamie Gerson and U of T engineering grad proudly poses with gold medalist Michael McLean.



Noah Robb, gold medalist of Conestoga College and Saskia Martini-Wong share a laugh after the convocation ceremony.



Foundation donor and RMC graduate William (Bill) Lye with gold medalist Ryan Thomas Kelly.



Communication & Marketing Committee

The focus of this committee in 2022 was to continue to build awareness of the Foundation with those in the engineering industry and to establish the Foundation as the choice for charitable giving by the engineering community.

Partnerships through the Ontario Society of Professional Engineers (OSPE) allowed the Foundation to market itself through OSPE's publications as well as be recognized as the charity of choice at the OSPE annual golf tournament.

Further, the Foundation continued to use its social media channels to highlight current and previous scholarship winners throughout the year. The Foundation was also engaged in larger discussions on social media such as National Engineering Month, P.Eng. Day, National Volunteer Week & International Women's Day, Black History month and more.

In the summer of 2022, the Foundation hired a summer student through the Canada Summer Jobs Program, Giovanna (Gigi) Noble. Gigi had just completed her third year in McGill's concurrent education program and served as Vice President of Media and Design for the McGill Students' Blood Donation Association Club where she was responsible for social media. During Gigi's 10-week work term with the Foundation, she met regularly with Director Ashley Gismondi to plan and develop the Foundation's social media calendar from August 2022 to June 2023, as well as design and create content using the Foundation's official colours and logo. Gigi also worked with the Foundation's Administrator Saskia Martini-Wong to research organizations that may wish to partner and support the Foundation.

The Communications & Marketing Committee also oversaw the website redesign in 2022. The website now has a searchable database of our most recent scholarship winners. Plans to enhance the site by adding photos of our recipients are in the works.

Committee Members

Ashley Gismondi, Co-Chair

Baijul Shukla, Co-Chair



Governance and Operations Update

The board of directors met six times in 2022. In addition to perennial matters such as fundraising and funding the university scholarships, the board took a more needs-based approach to the recruitment of board members. In doing so, for the first time in the Foundation's history, there was an election for the board with six members running for two spots. The Foundation board was pleased that these changes resulted in such a strong response by high calibre individuals who were willing to volunteer their time with the Foundation.

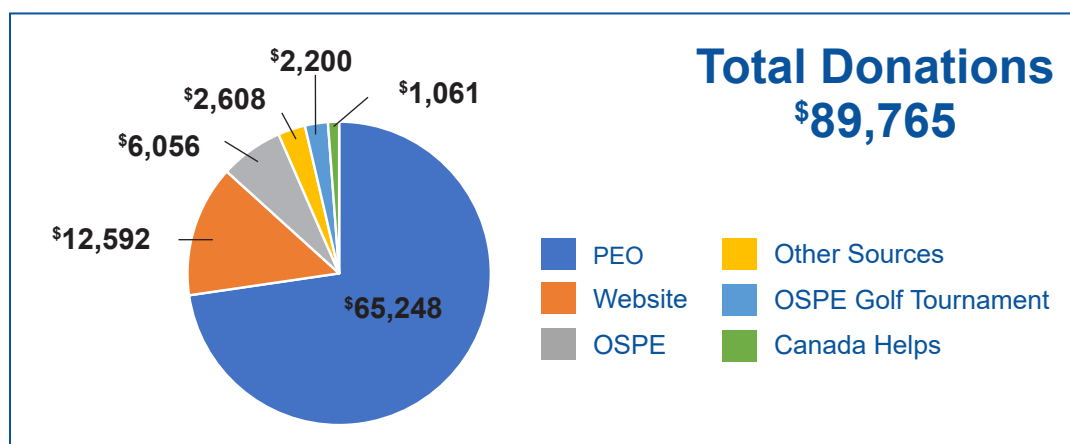
The past year also saw the completion of projects related to the database and the website. These projects have provided for better management of information and timely production of tax receipts for donations.

Lastly, the board dealt extensively with compliance regarding the new Ontario Not-for-Profit Corporations Act (ONCA), which was proclaimed into force in October 2021 and provides a three-year window for compliance. The board discussed governance options under ONCA, and approved a new ONCA-compliant by-law that is to be ratified by the membership at the 2023 AGM.

Bruce G. Matthews, P.Eng.

Fundraising Committee

In 2022, the Foundation received almost \$90,000 in donations from all sources. The three biggest contributors are Professional Engineers Ontario (PEO) licence holders, Ontario Society of Professional Engineers (OSPE) members, and individuals who donate through the Foundation website.



The Foundation is very grateful to both PEO and OSPE for reminding engineers about the Foundation and making it easy for individuals to donate at the time of their renewals.



continued on page 12



continued from page 11

The Foundation also works with our partners to raise funds at events, as well as through our fundraising committee to directly solicit donations through emails and other activities.

The fundraising committee, working with the communications & marketing committee, created a quarterly newsletter that always included a reminder about donating to the Foundation and ways individuals could give. After the first three appeals in 2022, the committee approved more direct language for our “End of Year” email. Using facts and numbers, we outlined the costs that engineering students are faced with, along with the Foundation’s shortfall in donations when compared to our scholarship commitments. This resulted in our most successful appeal in recent years with \$8,000 being raised.

By the Numbers

Some interesting statistics about our donors in 2022:

- 1,417 donors
- 45 donors gave more than \$250
- These 45 donors represent 3% of donors, but 25% of donations
- Average donation is \$60

Looking Forward

Recognizing that the value of our scholarship has not increased since 2016, the Foundation would like to be in the position to both increase the value of our scholarships and increase the number of scholarships distributed when we come to the end of our five-year funding cycle. To that end, for the first time, the committee has set a fundraising goal of \$110,000 for 2023. We hope that you will consider making a donation in 2023 and helping us to reach that goal! Please visit the Foundation website at www.engineersfoundation.ca for more information or to donate.

The committee is looking for additional volunteers! This is a working committee so we would welcome the contributions of individuals that have experience with fundraising and/or who are passionate and share our determination and drive to help Ontario’s future engineers!

Committee Members

Márta Ecsedi, P.Eng., Fundraising Committee Chair

Sandra Ausma, P.Eng.

Saskia Martini-Wong

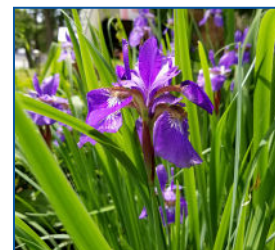
Arthur Sinclair, P.Eng.



Director Sandra Ausma, for the third year in a row, has hosted a plant sale using divided plants from her gardens in Parry Sound. The Foundation is grateful for Sandra’s \$725 donation and her green thumb that made it happen!



Foundation Administrator Saskia Martini-Wong celebrated a milestone birthday in 2022 and asked people in lieu of gifts to donate to one of five charities as part of her “50 and Fundraising” goal. Saskia’s family and friends donated \$500, and Saskia matched that with her own \$500 donation! Thank you, Saskia for choosing to name the Foundation as part of this great initiative!





2022 Donor Wall

A special thank you to our top donors of 2022 for their generosity and support!



\$2,000+

Russell Edward Jackson



\$1,000 to \$1,999

Anonymous
Fernando Canales
John Faiczak
Frank Holmes



\$750 to \$999

Michael Hurley



\$500 to \$749

Anonymous
Sandra Ausma
Avani del Razo Montserrat
Ed Grandy
Saskia Martini-Wong
Graham Reader
John Roeleveld
Preston Shorey
Cameron Speers
Simon Sukstorf



\$250 to \$499

Anonymous
Duane Aubie
Nyven Brijlall
David Cousins
Robert Coutts
Karim Dadelahi
Mark D'Arcy
Robert Dony
Brian Fawcett
Conrad Felice
Robert Fraser
Jonathan Gladstone
Douglas Gray
Benjamin Hazlett
John Hepburn
John Howie
John Larkin
John Meale
Michele Murphy
Victor Nash
Fred Ranacher
Robert Rutherford
Al & Sigrid Steedman
Thomas Stevens
David Strelchuk
Ramesh Subramanian
Larry Urbanoski
Nicholas Yarish



Treasurer's Report

For the 2022 fiscal year, Chaplin & Co. again served as the Foundation auditors. The full audited statements can be found following this report.

To support the Foundation's charitable purpose of providing scholarships and support to engineering students, the Foundation relies on earnings from our investment portfolio to cover operational costs and scholarships. Our investments, historically, have done well and over the lifetime of the portfolio and we have achieved an average annual return of approximately 5%.

In 2022 however, the portfolio's value dropped by 8.5% resulting in the Foundation realizing a deficit of approximately \$447,000. This is reflected in the audited financial statements by a large negative value associated with our "Investment Income". Despite this, we are pleased to report that the finances are in a stable position.

We are in regular communication with our investment services manager and we recognize 2022 as a significant outlier in terms of market performance. We consistently monitor the performance of our investments at executive and board meetings. The Foundation continues to receive monthly updates on portfolio performance from Jarislowsky Fraser Limited, our investment management company, and more comprehensive updates on a quarterly basis.

Quarterly, the board received variance to budget reports. Any significant deviations from planned expenditures were reported to the executive committee and/or the board of directors. In 2022, we completed improvements to our website and our donor database. The newly designed website was launched in 2022. Our part-time administrator has taken on the responsibility of bookkeeping from an external firm. Our operations continue to become more efficient, and our expenses overall have dropped year-over-year from 2021. Donations increased in 2022 due to more active outreach to solicit donations.

It was my pleasure to serve as the Foundation's Treasurer in 2022 and I would like to thank my fellow directors for their commitment to the financial stewardship of the Foundation.

Nicholas Burgwin, P.Eng.
Treasurer 2022-2023



2022 Audited Financial Statements

**Ontario Professional Engineers Foundation
For Education**

Financial Statements

December 31, 2022

Index

Independent Auditor's Report	1-2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Changes in Net Assets	4
Statement of Revenues and Expenditures	5
Statement of Cash Flows	6
Notes to the Financial Statements	7-11



April 14, 2023

Independent Auditor's Report

To the Board of Directors of Ontario Professional Engineers Foundation For Education

Qualified Opinion

We have audited the accompanying financial statements of Ontario Professional Engineers Foundation For Education, which comprise the statement of financial position as at December 31, 2022 and the statements of revenue and expenditures and changes in net assets, and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of Ontario Professional Engineers Foundation For Education as at December 31, 2022, 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 qualified opinion

In common with many not-for-profit organizations, Ontario Professional Engineers Foundation For Education derives revenue from public donations, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the audit. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in the records of Ontario Professional Engineers Foundation For Education. Therefore, we were unable to determine whether any adjustments might have been found necessary with respect to donation revenue, excess of revenue over expenses, and cash flows from operations for the years ended December 31, 2022 and 2021, assets as at December 31, 2022 and 2021, and net assets as at December 31 for both the 2022 and 2021 year-ends. Our conclusion on the financial statements as at and for the year ended December 31, 2021 was modified accordingly because of the possible effects of this limitation in scope.

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 report. We are independent of Ontario Professional Engineers Foundation For Education in accordance with the ethical requirements that are relevant to our audit of 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 qualified 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 Ontario Professional Engineers Foundation For Education'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 Ontario Professional Engineers Foundation For Education or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Ontario Professional Engineers Foundation For Education's financial reporting process.

Ontario Professional Engineers Foundation For Education

April 14, 2023

Page 2

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 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.

As part of an audit in accordance with Canadian 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 Ontario Professional Engineers Foundation For Education'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 Ontario Professional Engineers Foundation For Education'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 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 Ontario Professional Engineers Foundation For Education 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.

Chaplin + Co. LLP

Chartered Professional Accountants
Licensed Public Accountants
Toronto, Ontario

Ontario Professional Engineers Foundation For Education

Statement of Financial Position

	December 31	
	2022	2021
Assets		
Marketable securities at fair value	\$ 2,827,077	\$ 3,292,626
Cash and cash equivalents	399,094	383,803
Property and equipment (note 2)	-	712
HST rebate receivable	5,145	4,581
Due from the Association of Professional Engineers of Ontario	1,306	561
Prepaid expenses	2,363	2,992
Accounts receivable	2,394	-
	<u>\$ 3,237,379</u>	<u>\$ 3,685,275</u>
Liabilities		
Accounts payable and accrued liabilities	\$ 10,481	\$ 10,471
Net assets		
Unrestricted	3,226,222	3,674,128
Internally restricted	676	676
	<u>3,226,898</u>	<u>3,674,804</u>
	<u>\$ 3,237,379</u>	<u>\$ 3,685,275</u>

See accompanying notes

Approved on behalf of the Board of Directors
of Ontario Professional Engineers Foundation
For Education:

Arthur Sinclair
Director

Nicholas Burgwin
Director

Ontario Professional Engineers Foundation For Education

Statement of Changes in Net Assets

			Year ended December 31	
	Unrestricted	Internally restricted	2022	2021
Net assets, beginning of year	\$ 3,674,128	\$ 676	\$ 3,674,804	\$ 3,538,779
Excess of revenues over expenses (expenses over revenue)	(447,906)	-	(447,906)	136,025
Net assets, end of year	<u>\$ 3,226,222</u>	<u>\$ 676</u>	<u>\$ 3,226,898</u>	<u>\$ 3,674,804</u>

See accompanying notes

Ontario Professional Engineers Foundation For Education

Statement of Revenues and Expenditures

	Notes	Year ended December 31	
		2022	2021
Revenue			
Investment income	3	\$ (309,126)	\$ 292,808
Membership revenue		89,119	81,764
Government grant		5,876	7,480
		<u>(214,131)</u>	<u>382,052</u>
Expenses			
Administration		55,134	65,835
Amortization		712	713
Annual scholarships			
- Undergraduate scholarships (Note 4)		96,000	96,000
- Entrance scholarships (Note 5)		39,000	45,000
- Gold medal awards		1,607	-
Bank charges		1,788	1,622
Board meeting		-	151
Fundraising consulting		-	151
Insurance		1,642	1,409
Investment management fee		7,262	8,301
Marketing		15,451	3,906
PEO service charges		-	1,183
Postage, stationary and other		1,531	601
Professional fees		9,495	12,251
Webhosting and computer		3,238	6,412
Virtual awards		915	2,492
		<u>233,775</u>	<u>246,027</u>
Excess of revenues over expenses (expenses over revenue)		<u>\$ (447,906)</u>	<u>\$ 136,025</u>

See accompanying notes

Ontario Professional Engineers Foundation For Education

Statement of Cash Flows

	Year ended December 31	
	2022	2021
Net cash provided by (used in) operations		
Excess of revenue over expenses (expenses over revenue)	\$ (447,906)	\$ 136,025
Item not affecting cash		
Amortization	712	713
Unrealized gains on marketable securities	495,722	(216,437)
Realized gains on sale of marketable securities	(110,887)	(18,296)
	<u>(62,359)</u>	<u>(97,995)</u>
Changes in non-cash working capital		
HST Rebate receivable	(564)	(2,562)
Accounts payable and accrued liabilities	10	(6,322)
Due from the Association of Professional Engineers of Ontario	(745)	13,449
Prepaid expenses	629	(347)
Accounts receivable	(2,394)	8,135
	<u>(3,064)</u>	<u>(12,353)</u>
	<u>(65,423)</u>	<u>(85,642)</u>
Investing activities		
Proceeds on disposal of marketable securities	361,360	134,710
Purchases of marketable securities	(280,646)	(57,247)
	<u>80,714</u>	<u>(77,463)</u>
Decrease in cash and cash equivalents, during the year	15,291	(8,179)
Cash and cash equivalents, beginning of year	<u>383,803</u>	<u>391,982</u>
Cash and cash equivalents, end of year	<u>\$ 399,094</u>	<u>\$ 383,803</u>
Cash and cash equivalents consists of:		
Cash	\$ 110,132	\$ 100,535
Short term investments	<u>288,962</u>	<u>283,268</u>
	<u>\$ 399,094</u>	<u>\$ 383,803</u>

See accompanying notes

Ontario Professional Engineers Foundation For Education

Notes to the Financial Statements December 31, 2022

Ontario Professional Engineers Foundation For Education (the "foundation") is a not-for-profit organization incorporated provincially under the Not-for-profit Corporations Act of Ontario. It is a registered charity the foundation is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

Its primary purpose is to provide scholarships to engineering students in Ontario Universities that will encourage them to pursue careers in the profession.

1. Significant accounting policies

Basis of presentation

These financial statements have been prepared using Canadian accounting standards for not-for-profit organizations.

Fund accounting

These financial statements have been prepared on a restricted fund basis.

Unrestricted assets

The unrestricted fund accounts for the operating expenditures of the foundation financed by investment income, membership revenue and government grants and resulting cumulative surplus or deficit.

Internally restricted assets

These represent donations to the foundation in the memory of Gordon Sterling. It was agreed by management that these assets will be made available by the foundation on request by the Association of Professional Engineers of Ontario to be used for the payment to the recipient of the Sterling Award. It was decided by management that these assets are held in trust by the foundation to be used for the payment of Sterling Award.

Revenue recognition

The foundation follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Contributed services

The foundation is dependent on the work and services provided by volunteers to fulfill its mission. These donated services (including free provision of office space and service performed by the treasurer) are not recorded due to difficulty in determining their fair value.

Distribution of scholarships

Funds are distributed to schools in the spring for the academic year that begins in September.

Ontario Professional Engineers Foundation For Education

Notes to the Financial Statements December 31, 2022

1. Significant accounting policies (continued)

Property and equipment

Property and equipment is recorded at cost less accumulated amortization. Amortization of computer hardware is calculated over the assets useful life of three years on the straight line basis.

Cash equivalents

Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of changes in value.

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 amount 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 expense during the reporting period. Such estimates include accrued liabilities. Actual results could differ from management's best estimates as additional information becomes available in the future.

Measurement of financial instruments

The foundation initially measures its financial assets and liabilities as fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument. The foundation subsequently measures all its financial assets and liabilities at amortized cost, except for portfolio investments that are quoted in an active market. Changes in fair value are recognized in net income. Financial assets measured at amortized cost include cash, accounts receivable and prepaid expenses. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities. Financial assets measured at fair market value include portfolio investments.

Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of possible impairment. If there are indications of impairment the foundation determines whether a significant adverse change has occurred and writes down the asset to reflect the difference between the carrying amount and the realizable amount.

When events occurring after the impairment confirm that a reversal is necessary the reversal is recognized in excess of revenues over expenditures up to the amount of the previously recognized impairment.

Marketable securities

Marketable securities consist of funds invested in mutual funds and other securities which are capable of prompt liquidation. These investments are recorded at market value. Investment income, which consists of interest and dividends and realized and unrealized gains and losses is recorded in the statement of operations as earned.

Ontario Professional Engineers Foundation For Education

Notes to the Financial Statements December 31, 2022

2. Property and equipment

			December 31,	
			2022	2021
	Cost	Accumulated amortization	Net	Net
Computer hardware	\$ 2,138	\$ 2,138	\$ -	\$ 712

3. Investment income

	2022	2021
Investment income consists of the following:		
Realized gains from disposal of marketable securities	\$ 110,887	\$ 18,296
Unrealized gains on marketable securities	(495,722)	216,437
Trust distributions:		
Capital gains	-	3,319
Interest and other income	68,376	47,449
Dividends	7,333	7,307
	<u>\$ (309,126)</u>	<u>\$ 292,808</u>

4. Annual undergraduate scholarships

	2022	2021
Carleton University	\$ 9,000	\$ 9,000
Conestoga College	3,000	3,000
Lakehead University	3,000	3,000
Laurentian University	3,000	3,000
McMaster University	12,000	-
Queens University	4,500	9,000
Royal Military College	3,000	-
Ryerson Polytechnic University	9,000	9,000
University of Guelph	6,000	6,000
University of Ontario Institute of Technology	6,000	6,000
University of Ottawa	-	9,000
University of Toronto	12,000	12,000
University of Waterloo	12,000	12,000
University of Western Ontario	6,000	6,000
University of Windsor	6,000	6,000
York University	1,500	3,000
	<u>\$ 96,000</u>	<u>\$ 96,000</u>

Ontario Professional Engineers Foundation For Education

Notes to the Financial Statements December 31, 2022

5. Schedule of entrance scholarships

	2022	2021
Carleton University	\$ 3,000	\$ 3,000
Conestoga College	3,000	3,000
Lakehead University	3,000	3,000
Laurentian University	-	3,000
McMaster University	3,000	3,000
Queens University	3,000	3,000
Royal Military College	3,000	-
Ryerson Polytechnic University	3,000	3,000
University of Guelph	3,000	3,000
University of Ontario Institute of Technology	3,000	3,000
University of Ottawa	-	3,000
University of Toronto	3,000	3,000
University of Waterloo	3,000	3,000
University of Western Ontario	3,000	3,000
University of Windsor	-	3,000
York University	3,000	3,000
	<u>\$ 39,000</u>	<u>\$ 45,000</u>

6. Financial risks

The foundation is exposed to various risks through its financial instruments. The following analysis provides information about the foundation's risk exposure and concentration as of December 31, 2022.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The foundation manages its credit risk by keeping its cash with a credit worthy financial institution. There is no change in the risk from 2021.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The foundation is not exposed to any significant liquidity risk. The foundation monitors its cash flows from operations and investments to meet this risk. There is no change in the risk from 2021.

Currency risk

Currency risk is the risk to the company's earnings that arise from fluctuations of foreign exchange rates and the degree of volatility of these rates. The foundation is exposed to this risk on account of investment in international equities. The foundation addresses this risk by using the services of an investment manager. There is no change in the risk from 2021.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. The foundation manages this risk by using an investment manager to monitor and manage these investments. There is no change in the risk from 2021.

Ontario Professional Engineers Foundation For Education

Notes to the Financial Statements December 31, 2022

6. Financial risks (continued)

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The foundation manages this risk by using the services of an investment manager. There is no change in the risk from 2021.

7. Comparative figures

Certain reclassifications of the prior year's amounts have been made in order to provide comparison with the current year.



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