

# Suncor Energy Foundation

Financial Statements

December 31, 2017

# Suncor Energy Foundation

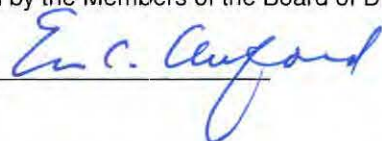
## Statement of Financial Position

	December 31, 2017 \$	December 31, 2016 \$
<b>Assets</b>		
Cash	5,914,149	6,416,573
Receivable from Suncor Energy Inc.	1,343	776
GST and other receivable	5,123	7,285
<b>Total assets</b>	<b>5,920,615</b>	<b>6,424,634</b>
<b>Liabilities</b>		
Payable to Suncor Energy Services Inc. (Note 6)	226,955	44,164
Accounts payable and accrued liabilities	58,765	350
<b>Total liabilities</b>	<b>285,720</b>	<b>44,514</b>
<b>Net Assets</b>		
Unrestricted net assets	2,234,895	2,980,120
Internally restricted - reserve fund (Note 4)	3,400,000	3,400,000
	<b>5,634,895</b>	<b>6,380,120</b>
<b>Total liabilities and net assets</b>	<b>5,920,615</b>	<b>6,424,634</b>

see accompanying notes

Approved by the Members of the Board of Directors

Member



Member



# Suncor Energy Foundation

## Statements of Operations and Changes in Net Assets

	December 31, 2017 \$	December 31, 2016 \$
<b>Revenues</b>		
Contributions (Note 6)	16,600,000	10,164,489
Interest income	49,296	69,224
<b>Total revenues</b>	<b>16,649,296</b>	<b>10,233,713</b>
<b>Donations</b>		
Inspiring Innovation	3,607,200	2,953,025
Building Skills & Knowledge	4,256,279	3,397,500
Collaborating for Our Energy Future	-	1,064,000
Engaging Citizens	3,068,012	3,201,822
Cultivating Community Leaders	3,932,570	2,220,684
Local Relationship Investment	1,536,500	2,044,049
<b>Total donations</b>	<b>16,400,561</b>	<b>14,881,080</b>
<b>Administration expenses (Note 6)</b>		
Salaries and benefits	646,280	747,944
Professional services	86,148	60,580
Travel	19,340	13,975
Event projects	179,220	67,255
Communications	-	1,400
Rentals - office space and furniture	57,419	54,157
Miscellaneous	5,553	7,202
<b>Total administration expenses</b>	<b>993,960</b>	<b>952,513</b>
<b>Total expenditures</b>	<b>17,394,521</b>	<b>15,833,593</b>
<b>Excess of revenues over expenditures</b>	<b>(745,225)</b>	<b>(5,599,880)</b>
<b>Net Assets - Beginning of year</b>	<b>6,380,120</b>	<b>11,980,000</b>
<b>Net Assets - End of year</b>	<b>5,634,895</b>	<b>6,380,120</b>

# Suncor Energy Foundation

Statements of Cash Flows  
For the period ended

	December 31, 2017 \$	December 31, 2016 \$
<b>Cash provided by (used in)</b>		
<b>Operating activities</b>		
Excess of revenues over expenditures	(745,225)	(5,599,880)
Net change in non-cash working capital	242,801	(34,060)
<b>Net increase in cash and cash equivalents</b>	<b>(502,424)</b>	<b>(5,633,940)</b>
<b>Cash and cash equivalents - Beginning of year</b>	<b>6,416,573</b>	<b>12,050,513</b>
<b>Cash and cash equivalents - End of year</b>	<b>5,914,149</b>	<b>6,416,573</b>

The composition of cash and cash equivalents is as follows:

	December 31, 2017	December 31, 2016
<b>(Overdraft) / Cash</b>	<b>5,914,149</b>	<b>6,416,573</b>
	<b>5,914,149</b>	<b>6,416,573</b>

## **Suncor Energy Foundation Notes to Financial Statements**

### **1. Purpose**

Suncor Energy Foundation (the "Foundation") was incorporated under Part II of the Canada Corporations Act as a not-for-profit organization on November 8, 1996 and commenced active operations in April 1998. The Foundation was issued a certificate of continuance under the Canada Not-for-Profit Corporations Act on January 3, 2014. The Foundation is a registered charity under the Income Tax Act of Canada and accordingly, is exempt from corporate income tax.

The Foundation's purpose is to manage the contributions of Suncor Energy Inc. and its subsidiaries' (collectively "Suncor") to areas of corporate interest. Areas of corporate interest include Cultivating Community Leaders, Inspiring Innovation, Engaging Citizens, Building Skills & Knowledge, Local Relationship Investment and Knowledge and Collaborating for our Energy Future.

Suncor is the sole contributor to the Foundation and the Foundation is economically dependent on Suncor. The contributions from this entity are directed towards areas of corporate interest through Canadian registered charities.

The Foundation is also registered under the Charitable Fundraising Regulation of Alberta and has considered all required disclosures under Section 7(2) of the Regulation in preparing the financial statements.

**Suncor Energy Foundation  
Notes to Financial Statements**

**2. Summary of Significant Accounting Policies**

These financial statements are prepared in accordance with accounting standards for not for profit organizations as set out in Part III of the Chartered Professional Accountants Handbook, as issued by the Canadian Accounting Standards Board.

Use of estimates

The financial statements of the Foundation have been prepared in accordance with Canadian generally accepted accounting principles which require management to make assumptions and estimates that affect the reported amount of assets, liabilities, revenues and expenses. Actual amounts could differ from those estimates.

Revenue recognition

The Foundation follows the deferral method of accounting for contributions. 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.

Interest income is recognized as revenue in the period it is earned.

Cash and cash equivalents

Cash includes deposits with banks.

Donated services

A portion of the Foundation's work is dependent on voluntary services. As a result of the difficulty in determining their value, these contributed services are not recognized in the financial statements.

## Suncor Energy Foundation Notes to Financial Statements

### 3. Financial Instruments

The Foundation initially measures financial assets and financial liabilities at their fair value. It subsequently measures all its financial assets and financial liabilities at amortized cost. The financial assets of the Foundation include cash, receivable from Suncor Energy Inc., and GST and other receivable. The financial liabilities measured at amortized cost include accounts payable and accrued liabilities and payable to Suncor Energy Services Inc.

The Foundation is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Foundation's risk exposure and concentration.

#### *Credit risk*

Credit risk arises from the potential that a counter party will fail to discharge its obligations. The Foundation does not consider that it is exposed to significant credit risk.

#### *Liquidity risk*

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Foundation does not consider that it is exposed to significant liquidity risk.

#### *Market risk*

Market Risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The Foundation does not consider that it is exposed to significant market risk.

#### *Interest rate risk*

The Foundation maintains its cash in interest bearing accounts and term deposits, which are subject to interest rate changes depending on prevailing rates and the length of time the Foundation invests the related cash.

**Suncor Energy Foundation**  
**Notes to Financial Statements**

**4. Internally restricted - reserve fund**

A reserve of \$3,400,000 (2016 - \$3,400,000) is internally restricted by the Board of Directors as a future operational reserve and must be held in cash or short-term investments.

**5. Pledged Donations**

Long term pledged donations are often made; these pledged donations are not recorded in these financial statements. While future donations are expected to be funded through future contributions from Suncor, the Foundation does manage the risk associated with these pledged payments by holding cash to mitigate any potential impact due to a decrease in funding from Suncor.

The amounts pledged at December 31, 2017 are comprised as follows:

2018	8,239,150
2019	3,132,500
2020	1,878,750
2021	500,000
2022	-
	<u>13,750,400</u>



**Suncor Energy Foundation  
Notes to Financial Statements**

**6. Related Party Transactions**

Suncor Energy Inc. controls the Foundation by virtue of its ability to appoint all of the Foundation's Board of Directors (the "Board"). The Foundation's Board is comprised of Suncor senior leaders representing various business and functional units. In addition to being responsible for managing the Suncor contributions, the Board also sets the strategic direction of the Foundation, makes decisions on grant requests in excess of \$50,000 and evaluates the performance of the contributions made. During 2017 Suncor Energy Inc. contributed a total of \$16.6M to the Foundation (2016- \$10.2M).

Suncor Energy Services Inc. a wholly owned subsidiary of Suncor Energy Inc. provides office supplies and facilities, IT services, employees, accounting services and use of the company airplane to the Foundation. During the year, the Foundation recorded expenses related to these services, which are recorded in the financial statements as follows:

	<b>2017</b>	<b>2016</b>
Salaries and Benefits	645,953	744,944
Travel	(186)	(446)
Rentals - office space and furniture	57,419	54,157
Other	16,929	(3,322)
	<u>720,115</u>	<u>795,333</u>

These transactions were completed in the normal course of operations on normal market terms and are measured at the exchange amount.

Receivables and payables from/to the related parties are unsecured, non-interest bearing and have no fixed terms of repayment.

**7. Government Remittances**

Accounts payable and accrued liabilities include government remittances payable of \$nil (2016 - \$nil).

# Suncor Energy Foundation

## Schedule A

Donations to Inspiring Innovation Organizations to December 31, 2017

(unaudited)

	\$
Aamjiwnaang First Nation	1,250.00
Aboriginal Friendship Centre of Calgary	25,000.00
Actua	2,500.00
Beakerhead Creative Society	200,000.00
Canadians For A New Partnership	1,250.00
Capacity Canada	2,500.00
Clean Economy Fund	240,000.00
Community Foundations of Canada	2,500.00
Community Sector Council Of Newfoundland And Labrador Inc.	1,250.00
Engineers Without Borders (Canada)	190,250.00
Ernest C. Manning Awards Foundation	5,000.00
Fusesocial Wood Buffalo Society	650.00
Fusion Jeunesse / Youth Fusion	1,250.00
Imagine Canada	1,250.00
Indspire	1,250.00
Mars Discovery District	1,900.00
Memorial University of Newfoundland	104,250.00
Northern Lights Regional Health Foundation	650.00
Reconciliation Canada - A New Way Forward Society	201,500.00
Right To Play	750.00
Student Energy	750.00
Tamarack Institute For Community Engagement	2,500.00
The Association Of Volunteer Centres Of Alberta	236,950.00
The Banff Centre	1,125,000.00
The Natural Step (Canada) Inc	501,900.00
The Pollution Probe Foundation	1,250.00
The Royal Conservatory of Music	400,000.00
The St. John's Native Friendship Centre Association	1,250.00
The United Way of Fort McMurray	650.00
The Walrus Foundation	76,250.00
University of Waterloo	275,000.00
Urban Native Youth Association	750.00
	<b>3,607,200.00</b>

# Suncor Energy Foundation

## Schedule B

Donations to Building Skills & Knowledge Organizations to December 31, 2017

(unaudited)

	\$
Actua	400,000.00
Alberta Council for Environmental Education	114,000.00
Canada Company	50,000.00
CAREERS: The Next Generation	150,000.00
Edmonton Community Foundation	5,000.00
Indspire	575,000.00
Inside Education Society of Alberta	40,000.00
Jump Math	326,846.00
Junior Achievement of Southern Alberta	25,000.00
Keyano College	200,000.00
Lambton College	150,000.00
Learning for a Sustainable Future	60,000.00
Mount Royal University	200,000.00
Pollution Probe Foundation	300,000.00
Queen's University At Kingston	75,000.00
Right To Play International	100,000.00
Six Nations Polytechnic Inc.	25,000.00
Southern Alberta Institute of Technology	100,000.00
Student Energy	100,000.00
University of Alberta	125,000.00
University of Alberta, Alberta School of Business	75,000.00
University of Calgary	400,433.00
University of Western Ontario -Richard Ivey School of Business	285,000.00
Women Building Futures Society	350,000.00
Youth Fusion / Fusion Jeunesse	25,000.00
	<b>4,256,279.00</b>

# Suncor Energy Foundation

## Schedule C

Donations to Engaging Citizens Organizations to December 31, 2017

(unaudited)

	\$
Alzheimer Society of Canada	100.00
Calgary Catholic Education Foundation	100.00
Camp Health, Hope & Happiness Society	100.00
Canadian Blood Services/Societe Canadienne Du Sang	100.00
Canadian Cancer Society - Société canadienne du cancer	200.00
Canadian Liver Foundation	100.00
Canadian Online Giving Foundation	541,754.00
Canadian Red Cross	125,250.00
Care Canada	360.00
Centraide Bas Saint-Laurent	1,000.00
Centraide du Grand Montréal Centraide of Greater Montreal	169,300.00
Charitable Gift Funds Canada Foundation	10,000.00
Chatham-Kent Hospice Foundation	100.00
Church of St Bride	100.00
Edmonton Community Foundation	3,000.00
Fondation De L'hopital Sainte-Anne / Ste Anne's Hospital Foundation	100.00
Fondation De L'Institut Universitaire de Cardiologie et de Pneumologie de Quebec	100.00
Fondation SPCA Montréal / Montréal SPCA Foundation	100.00
Fort McMurray Society For the Prevention of Cruelty To Animals	100.00
Grey Bruce Health Services, Wiarton Auxiliary	100.00
Health and Home Care Society of British Columbia	100.00
Heart And Stroke Foundation of Canada	400.00
International Avenue Arts And Culture Centre	100.00
Israel Cancer Research Fund (Toronto)	100.00
Milton District Hospital Foundation	1,000.00
Muscular Dystropy Canada	100.00
Neighbourlink Parkland	500.00
Noelle's Gift to Children	100.00
Pender Island Fire Protection Society	100.00
Rimbey & District Drop In Centre	1,500.00
Royal Canadian Legion Weyburn Branch #47 Poppy Fund	100.00
Society of Saint Vincent de Paul	100.00
St. Joseph's Hospice Resource Entre of Sarnia Lamton	100.00
St. Joseph's - Hospice of London	100.00
Stony Plain Baptist Church	500.00
Sunnybrook Health Sciences Centre Foundation	300.00
Sunshine Coast Community Services Society	300.00
Swift Current United Way	1,000.00
The Baycrest Centre Foundation	100.00
The Cedars Cancer Foundation at the McGill University Health Centre / L	100.00
The Kidney Foundation of Canada	100.00
The Leukemia & Lymphoma Society of Canada	100.00
The Samaritan's Purse - Canada	200.00
The Toronto Humane Society	400.00

# Suncor Energy Foundation

## Schedule C

Donations to Engaging Citizens Organizations to December 31, 2017

(unaudited)

	\$
The Tyndale Foundation	1,000.00
The United Way Peel Region	397,068.00
Thompson Nicola Cariboo United Way	1,000.00
Trillium Health Partners Foundation	100.00
United Way Central and Northern Vancouver Island	1,000.00
United Way of Burlington and Greater (Halton & Hamilton)	40,000.00
United Way Calgary and Area	484,939.00
United Way of Canada	1,000.00
United Way of Fort McMurry	957,494.00
United Way of Greater Toronto	1,000.00
United Way of Lethbridge	2,000.00
United Way of Newfoundland and Labrador	76,547.00
United Way of Northern British Columbia	2,000.00
United Way of Sarnia Lambton	68,000.00
United Way of Saskatoon and Area	1,000.00
United Way of The Alberta Captial Region	110,000.00
United Way of The Lower Mainland	47,000.00
United Way of Thunder Bay	1,000.00
United Way of Winnipeg	5,000.00
The University Of Calgary	10,000.00
University of Saskatchewan	1,000.00
Victoria Hospice and Palliative Care	100.00
Western Development Museum	100.00
Weyburn and District United Way	100.00
	<b>3,068,012.00</b>

# Suncor Energy Foundation

## Schedule D

Donations to Cultivating Community Leaders Organizations to December 31, 2017

(unaudited)

	\$
Aamjiwnaang First Nation	1,800.00
Alberta Ecotrust Foundation	50,000.00
Bridges Social Development	225,000.00
Calgary Chamber Of Voluntary Organizations	50,000.00
Calgary Stampede Foundation	600,000.00
Capacity Canada	243,750.00
Community Foundations of Canada	70,000.00
Community Sector Council of Newfoundland and Labrador Inc.	275,000.00
Edmonton Community Foundation	750,000.00
FuseSocial Wood Buffalo Society	597,340.00
Imagine Canada	42,780.00
Indspire	3,500.00
Mount Royal University	173,900.00
REGIONAL MUNICIPALITY OF WOOD BUFFALO	4,500.00
Reconciliation Canada	100,000.00
Tamarack Institute for Community Engagement	200,000.00
The Carold Institute	130,000.00
United Way of Fort McMurray	115,000.00
University of Calgary	25,000.00
Volunteer Centre of Calgary (Operating as PROPELLUS)	25,000.00
Wood Buffalo Community Foundation	250,000.00
	<b>3,932,570.00</b>

# Suncor Energy Foundation

## Schedule E

Donations to Local Rel Investment Organizations to December 31, 2017

(unaudited)

	\$
Aamjiwnaang First Nation	10,000.00
Action Secours, Vie D'Espoir	4,500.00
Alberta Children's Hospital	120,000.00
Calgary Homeless Foundation	120,000.00
Calgary Stampede Foundation	500,000.00
Carrefour Des Pitchou	1,000.00
Centre d'Aide et de Développement de la famille de l'Est de Montréal ( FEM)	3,000.00
City of Edmonton Community Services, Edmonton Valley Zoo	25,000.00
Cuisine Collective à Toute Vapeur	10,500.00
Fort McMurray Heritage Society	45,000.00
FuseSocial Wood Buffalo	135,000.00
Je Réussis	14,000.00
Junior Achievement of Newfoundland and Labrador	20,000.00
Kings Kids Promotions Outreach Ministries Incorporated	58,000.00
La Mazon Dalauze	1,000.00
Linking Generations Society of Alberta	6,000.00
L'Unité d'intervention mobile l'anonyme inc.	4,000.00
Pathways Health Centre for Children	25,000.00
Quidi Vidi Rennies River Development	69,500.00
Some Other Solutions Society For Crisis Prevention	50,000.00
Support Through Housing Team Society	25,000.00
The Riverwood Conservancy	75,000.00
The St Johns Native Friendship	50,000.00
The Wood's Homes Foundation	100,000.00
Trans Canada Trail Foundation	20,000.00
Walpole Island First Nation	10,000.00
Wood Buffalo Food Bank Association	5,000.00
Wood Buffalo Safe/healthy Community Network	30,000.00
	<b>1,536,500.00</b>

