

THE MAPLE RIDGE COMMUNITY FOUNDATION

Financial Statements

September 30, 2015

Paterson Schultz Volpatti Colley

22715 - 119th Avenue, Maple Ridge, B.C. V2X 8S5

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*denotes a professional corporation

Independent Auditors' Report

To the Members of The Maple Ridge Community Foundation

We have audited the financial statements of The Maple Ridge Community Foundation, which comprise the statement of financial position as at September 30, 2015 and the statements of operations and changes in net assets, statement of changes in net assets - restricted funds and statement of cash flows for the year then ended, and a summary of accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at September 30, 2015 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.

Independent Auditor's Report to the Members of The Maple Ridge Community Foundation (Continued)

Report on Other Legal and Regulatory Requirements

As required by the Society Act (British Columbia), we report that, in our opinion, the accounting principles in Canadian accounting standards for not-for-profit organizations have been applied on a basis consistent with that of the preceding year.

PSVC

Maple Ridge, BC
February 18, 2016

PSVC CHARTERED PROFESSIONAL ACCOUNTANTS

THE MAPLE RIDGE COMMUNITY FOUNDATION

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

Year Ended September 30, 2015

	2015	2014
Revenue		
<u>Restricted</u>		
Donations	\$ 47,760	\$ 48,867
Investment income	18,116	21,419
Gain (loss) on securities	(25,655)	(10,236)
	40,221	60,050
<u>Unrestricted</u>		
Administration fees	12,239	13,049
Annual dinner	26,175	28,227
Golf event	30,453	19,743
Unrealized Gain (loss) on marketable securities	(21,054)	46,839
	47,813	107,858
	88,034	167,908
Expenses		
<u>Restricted</u>		
Administration fees	12,239	13,049
Bursaries	2,000	3,000
Funds returned to Donor - note 4	-	75,831
Grants	18,477	65,573
	32,716	157,453
<u>Unrestricted</u>		
Advertising and promotion	3,113	3,936
Audit	1,097	1,047
Annual dinner	8,856	11,047
Golf event	15,286	13,614
Insurance	1,851	1,783
Office and sundry	5,597	4,166
Office services	15,051	10,765
Subcontracts	11,850	-
	62,701	46,358
	95,417	203,811
Excess (deficiency) of revenue over expenses	(7,383)	(35,903)
Restricted Fund Transfers	(7,505)	97,402
Net Surplus	(14,888)	61,499
Net assets, beginning of year	59,122	(2,377)
Net assets, end of year	\$ 44,234	\$ 59,122

The accompanying notes are an integral part of these financial statements.

THE MAPLE RIDGE COMMUNITY FOUNDATION
STATEMENT OF CHANGES IN NET ASSETS - RESTRICTED FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Net Assets Beginning of the Year	Donation Income	Disbursements Withdrawals	Investment Income (Loss)	Transfers from (to) Unrestricted	Net Assets End of the Year
Anne and Richard Vogel Fund	9,335		302	(85)	136	8,812
Austin Pelton Memorial Fund	33,985		1,100	(311)	495	32,080
Brian Elliott Family Fund	16,742		542	(153)	244	15,803
Bruce Johnston Fund	10,992		356	(100)	160	10,376
Community Chest	4,086	6,478	4,394	(45)	105	6,020
Community Endowment Fund	147,557	5,614	6,906	(1,365)	2,188	142,711
Dave & Donna Telep Fund	11,382		368	(104)	166	10,744
Directors' Endowment	10,610		344	(97)	154	10,015
Dunning Family Fund	9,926		321	(91)	144	9,369
Endowment for Physically Disabled	9,104			(84)	135	8,886
Environmental Endowment Fund	19,886			(183)	294	19,410
Founders' Cup Charity Classic	52,980	10,000		(545)	905	61,530
Founders' Cup Special Fund	22,786			(209)	337	22,240
John & Douglas King Family Fund	25,925	1,100	866	(249)	390	25,521
Marv Jones Family Fund	6,083		197	(56)	89	5,742
Mussalem Youth Fund	56,861	10,005	3,500	(536)	897	61,933
Mussallem Vocational Education Fund	65,637	5,974		(618)	1,027	69,966
Patrick Smith Family Fund	1,937		63	(18)	28	1,829
R.M. Youth Advocacy Fund	55,610			(510)	823	54,276
Ridge Meadows Hospice Society Fund	38,184			(350)	565	37,268
Ridge Meadows Seniors Fund	12,808			(118)	190	12,501
Robert Harrison Family Fund	10,122		328	(92)	147	9,555
Robson Family Fund	13,701			(126)	203	13,372
Ron Merkley Memorial Library Fund	11,032			(101)	163	10,767
Rotary of Haney Endowment Fund	97,978	7,015		(939)	1,534	102,520
Rotary of Haney Youth	0	485		(29)	28	429
Shantz Family Fund	5,273	1,090	171	(44)	81	6,067
Stephen & Joanne Telep Fund	11,245		364	(103)	164	10,615
Tom Meier Fund	10,992		356	(100)	160	10,376
Turell Brown Memorial Scholarship	3,518			(32)	52	3,434
Van Vloten Cultural Fund	16,001			(147)	237	15,617
2015 TOTALS	802,278	47,760	20,477	(7,539)	12,239	809,782
2014 TOTALS	899,680	48,867	144,404	11,183	13,049	802,278

The accompanying notes are an integral part of these financial statements.

THE MAPLE RIDGE COMMUNITY FOUNDATION
STATEMENT OF CASH FLOWS
Year Ended September 30, 2015

	2015	2014
Cash flows from (for) operating activities:		
Excess (deficiency) of revenue over expenses	\$ (7,383)	\$ (35,903)
Changes in non-cash working capital		
Government agencies recoverable	(434)	419
Accounts receivable	(273)	-
Accrued interest receivable	-	263
Accounts payable and accrued liabilities	(163)	3,874
	<hr/> (8,253)	<hr/> (31,347)
Cash flows from (for) investing activities:		
Investments	14,898	7,756
	<hr/> 6,645	<hr/> (23,591)
Increase (decrease) in cash		
Cash, beginning of year	52,767	76,358
Cash, end of year	<hr/> \$ 59,412	<hr/> \$ 52,767

The accompanying notes are an integral part of these financial statements.

THE MAPLE RIDGE COMMUNITY FOUNDATION
STATEMENT OF FINANCIAL POSITION
September 30, 2015

	2015	2014
ASSETS		
Current:		
Cash	\$ 59,412	\$ 52,767
Accounts receivable	273	-
Government agencies recoverable	1,162	728
	60,847	53,495
Investments - note 2	687,883	702,781
Endowment fund - note 3	110,000	110,000
	\$ 858,730	\$ 866,276

LIABILITIES AND NET ASSETS

Current:		
Accounts payable and accrued liabilities	\$ 4,714	\$ 4,876
Net assets		
Unrestricted (deficit)	44,234	59,122
Restricted	809,782	802,278
	854,016	861,400
	\$ 858,730	\$ 866,276

On behalf of the Board

_____ Director	_____ Date
_____ Director	_____ Date

The accompanying notes are an integral part of these financial statements.

THE MAPLE RIDGE COMMUNITY FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
Year Ended September 30, 2015

PURPOSE OF THE ORGANIZATION

The Maple Ridge Community Foundation is a local charitable organization that uses the funds and property entrusted to it for such charitable purposes as will, at the sole discretion of the Board of Directors of the Foundation, most effectively assist, encourage and promote the well-being and quality of life of the residents of the Municipality of Maple Ridge.

The Foundation is registered with the Charities Division, Canada Revenue Agency and is classified as a public foundation. As such, it is exempt from federal income tax and can issue charitable donation receipts.

The Foundation is also a registered society under the Society Act of British Columbia as a not-for-profit organization.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Foundation have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO) and include the following significant accounting policies.

Income Taxes

The Foundation is exempt from provincial and federal income tax.

Revenue Recognition

The Foundation recognizes revenue from donations in the period in which such amounts are received. Donations which are restricted for specific purposes are recognized as revenue in the appropriate restricted fund.

Subsequent use of these restricted funds are shown as expenses in the period in which the disbursements are made and they are charged against the appropriate restricted fund.

Investments

The Foundations investments in Marketable Securities, consisting entirely of shares of publicly traded companies on Canadian and US exchanges, are initially and subsequently measured at fair value. Changes in fair value are recognized in net income in the period incurred. Transaction costs that are directly attributable to the acquisition of these investments are recognized in net income in the period incurred.

Contributed Services

Volunteers contribute many hours per year to assist the Foundation in carrying out its service delivery activities. Due to the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

THE MAPLE RIDGE COMMUNITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

Year Ended September 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

Use of Estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results may differ from those estimates and would impact future results of operations and cash flows.

Financial Statement Presentation

In accordance with, the CICA Handbook Section 1401 General Standards of Financial Statement Presentation, management has made its assessment and concluded there is no issue regarding the Foundation's ability to continue as a going concern based on the assumption that the current revenue levels will not significantly decline. If there are significant declines in revenues, expenses will be adjusted to match.

2. INVESTMENTS

Investments are represented by the following:

	2015	2014
Cash	\$ 70,710	\$ 16,576
Equities	617,173	686,205
	<u>\$ 687,883</u>	<u>\$ 702,781</u>

The cost of investments at September 30, 2015 was \$721,661 (2014 \$686,382).

3. ENDOWMENT FUND

In 2003, the Foundation established an endowment fund, The Maple Ridge Community Foundation Endowment Fund, managed by the Vancouver Foundation. The capital of the Fund and any additional contributions are held permanently by the Vancouver Foundation and the earnings are paid to the Maple Ridge Community Foundation for its activities. The total capital held in the Endowment Fund at September 30, 2015 is \$110,000 (2014 \$110,000).

4. RESTRICTED FUNDS

The Foundation received notice from the Rotary Club of Meadow Ridge that funds in the amount of \$75,000 held on behalf of the Ridge Meadows Canoe & Kayak Club were to be returned. On August 31, 2014, \$75,000 plus interest of \$831, for a total of \$75,831 was returned.

THE MAPLE RIDGE COMMUNITY FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
Year Ended September 30, 2015

5. RISK MANAGEMENT

Foreign Exchange Risk

The Foundation has an exposure to foreign currency fluctuations on its foreign currency denominated assets and liabilities. Such foreign exchange currency fluctuations will continually affect the society's income. As at September 30, 2015, the following items are denominated in US currency and have been converted to Canadian currency:

	2015 CAD\$	2014 CAD\$
Cash	\$45,225	\$1,112
Securities	\$124,785	\$128,379

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will affect the fair value or future cash flows of the Foundations financial instruments. The Foundation is exposed from time to time to the interest rate risk as a result of holding fixed rate cash equivalent investment of varying maturities. The Foundation reduces the risk that it will realize a loss as a result of a decline in the fair value of these investments by limiting these investments to highly liquid securities with short-term maturities.

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. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk. The entity is exposed to all three types of risk.

6. FINANCIAL INSTRUMENTS

The financial instruments of the Foundation consist of cash, term deposits, short-term investments and accounts payable. It is management's opinion that the Foundation is not exposed to significant interest, currency or credit risks arising from these financial instruments.

Fair Value

The carrying amounts of cash, term deposits, short-term investments and accounts payable approximate their fair value because of the short-term maturities of these items.
