

THE MAPLE RIDGE COMMUNITY FOUNDATION

Financial Statements

September 30, 2016



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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, 2016 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, 2016 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 16, 2017

PSVC CHARTERED PROFESSIONAL ACCOUNTANTS

THE MAPLE RIDGE COMMUNITY FOUNDATION
STATEMENT OF OPERATIONS AND STATEMENT OF CHANGES IN NET ASSETS
Year Ended September 30, 2016

	2016	2015
Revenue		
<u>Restricted</u>		
Donations	\$ 137,747	\$ 47,760
Investment income	9,746	18,116
Loss on sale of marketable securities	(576)	(25,655)
	146,917	40,221
<u>Unrestricted</u>		
Administration fees	13,091	12,239
Annual dinner	39,430	26,175
Golf event	29,758	30,453
Unrealized gain (loss) on marketable securities	51,108	(21,054)
	133,387	47,813
	280,304	88,034
Expenses		
<u>Restricted</u>		
Administration fees	13,091	12,239
Bursaries	2,500	2,000
Grants	26,746	18,477
	42,337	32,716
<u>Unrestricted</u>		
Advertising and promotion	9,770	3,113
Audit	1,025	1,097
Annual dinner	16,524	8,856
Golf event	19,810	15,286
Insurance	1,906	1,851
Office and sundry	8,773	5,596
Office services	13,780	15,051
Subcontracts	23,643	11,850
	95,231	62,700
	137,568	95,416
Excess (deficiency) of revenue over expenses	142,736	(7,382)
Restricted Fund Transfers	(104,579)	(7,505)
Net surplus (deficit)	38,157	(14,887)
Net assets, beginning of year	44,235	59,122
Net assets, end of year	\$ 82,392	\$ 44,235

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, 2016

	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	8,812		145	93	131	8,628
Austin Pelton Memorial Fund	32,080		529	337	478	31,411
Brian Elliott Family Fund	15,803		260	166	235	15,474
Bruce Johnston Fund	10,376	15,000	305	195	303	24,963
Community Chest	6,020	10,197	10,000	79	116	6,180
Community Endowment Fund	142,711	57,811	3,799	1,758	2,488	195,994
Dave & Donna Telep Fund	10,744	5,000	311	142	234	15,341
Directors' Endowment	10,015		165	105	149	9,806
Dunning Family Fund	9,369		154	98	139	9,174
Endowment for Physically Disabled	8,886			94	133	8,846
Environmental Endowment Fund	19,410			206	292	19,324
Founders' Cup Charity Classic	61,530	5,000		705	999	66,236
Founders' Cup Special Fund	22,240			236	334	22,142
John & Douglas King Family Fund	25,521	5,177	470	305	433	30,100
Mark's Youth Fund		10,000		26	38	9,988
Marv Jones Family Fund	5,742		95	60	85	5,622
Mussalem Youth Fund	61,933	5,000	5,250	651	918	61,416
Mussallem Vocational Education Fund	69,966	3,000	1,500	746	1,057	71,155
Patrick Smith Family Fund	1,829		30	19	27	1,791
R.M. Youth Advocacy Fund	54,276			575	815	54,036
Ridge Meadows Hospice Society Fund	37,268	250		397	563	37,352
Ridge Meadows Seniors Fund	12,501			133	188	12,445
Robert Harrison Family Fund	9,555		157	100	142	9,355
Robson Family Fund	13,372			142	201	13,313
Ron Merkley Memorial Library Fund	10,767			114	162	10,720
Rotary of Haney Endowment Fund	102,645			1,088	1,542	102,191
Rotary of Haney Youth	304	5,000	3,996	22	46	1,284
Shantz Family Fund	6,067	1,000	100	69	98	6,938
Stephen & Joanne Telep Fund	10,615		175	112	158	10,393
Tom Meier Fund	10,376	15,000	305	195	303	24,963
Turell Brown Memorial Scholarship	3,434	145		38	54	3,563
Van Vloten Cultural Fund	15,617	167	1,500	163	230	14,216
2016 TOTALS	809,782	137,747	29,246	9,170	13,091	914,361
2015 TOTALS	802,278	47,760	20,477	(7,539)	12,239	809,782

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

THE MAPLE RIDGE COMMUNITY FOUNDATION
STATEMENT OF CASH FLOWS
Year Ended September 30, 2016

	2016	2015
Cash flows from (for) operating activities:		
Excess (deficiency) of revenue over expenses	\$ 142,736	\$ (7,382)
Changes in non-cash working capital		
Government agencies recoverable	(1,332)	(435)
Accounts receivable	273	(273)
Accounts payable and accrued liabilities	(3,162)	(163)
	<hr/> 138,515	<hr/> (8,253)
Cash flows from (for) investing activities:		
Investments	(126,246)	14,898
Increase in cash	12,269	6,645
Cash, beginning of year	59,412	52,767
Cash, end of year	<hr/> \$ 71,681	<hr/> \$ 59,412

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, 2016

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, 2016

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:

	2016	2015
Cash	\$ 9,446	\$ 70,710
Marketable securities	804,683	617,173
	\$ 814,129	\$ 687,883

The cost of investments at September 30, 2016 was \$763,127 (2015 \$721,661).

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, 2016 is \$110,000 (2015 \$110,000).

THE MAPLE RIDGE COMMUNITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

Year Ended September 30, 2016

4. 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, 2016, the following items are denominated in US currency and have been converted to Canadian currency:

	2016 CAD\$	2015 CAD\$
Cash	\$431	\$45,225
Securities	\$39,159	\$124,785

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.

5. 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.
