

**THE MAPLE RIDGE COMMUNITY FOUNDATION**  
**FINANCIAL STATEMENTS**  
**Year Ended September 30, 2019**

**Paterson Schultz Volpatti Colley**

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\*denotes a professional corporation

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

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**INDEPENDENT AUDITOR'S REPORT**

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To the Members of the Maple Ridge Community Foundation

**Opinion**

We have audited the financial statements of the Maple Ridge Community Foundation (the Entity), which comprise the statement of financial position as at September 30, 2019, and the statement of operations and changes in net assets – restricted funds and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Entity are prepared, in all material respects, in accordance with Canadian Accounting Standards for Not-for-Profit Organizations.

**Basis of Opinion**

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 the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other 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 opinion.

**Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation 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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

**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 auditor's 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.

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**Independent Auditor's Report to the Members of MAPLE RIDGE COMMUNITY FOUNDATION**  
*(continued)*

As part of an audit in accordance with Canadian Generally Accepted 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 Entity'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 Entity'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 the 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 Entity to cease to continue as a going concern.

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.

**Report on other Legal and Regulatory Requirements**

As required by the Societies Act (British Columbia), we report that, in our opinion, the accounting principles in the Canadian Accounting Standards for Not-for-Profit Organizations have been applied on a consistent basis.

Maple Ridge, B.C.  
February 3, 2020

*PSVC*

PSVC  
CHARTERED PROFESSIONAL ACCOUNTANTS

**THE MAPLE RIDGE COMMUNITY FOUNDATION**  
**STATEMENT OF OPERATIONS AND STATEMENT OF CHANGES IN NET ASSETS**  
**Year Ended September 30, 2019**

	2019	2018
<b>REVENUES</b>		
<b>Restricted</b>		
Donations	\$ 213,437	\$ 81,052
Investment income	26,997	29,695
Gain on sale of marketable securities	42,205	22,794
	<b>282,639</b>	<b>133,541</b>
<b>Unrestricted</b>		
Administration fees	18,816	16,322
Dinner event	59,284	59,495
Federal grant	6,766	3,382
Golf event	67,801	53,735
Pub night event	4,415	5,730
Unrealized gain (loss) on marketable securities	17,776	(23,506)
	<b>174,858</b>	<b>115,158</b>
	<b>457,497</b>	<b>248,699</b>
<b>EXPENSES</b>		
<b>Restricted</b>		
Administrative fees	18,817	16,322
Bursaries	3,995	5,000
Community Chest fundraising	370	-
Grants	61,712	50,600
	<b>84,894</b>	<b>71,922</b>
<b>Unrestricted</b>		
Advertising and promotion	4,060	13,322
Audit	1,025	1,128
Dinner event	23,666	23,681
Golf event	27,456	24,065
Insurance	2,200	2,025
Office and sundry	18,038	12,043
Office services	13,160	11,581
Pub Night Event	363	475
Subcontracts	15,375	36,825
Transfer to restricted funds	3,510	4,975
	<b>108,853</b>	<b>130,120</b>
	<b>193,747</b>	<b>202,042</b>
<b>Excess of revenues over expenses</b>	<b>263,750</b>	<b>46,657</b>
<b>Restricted Funds Transfers</b>	<b>(197,747)</b>	<b>(61,619)</b>
<b>Net surplus (deficit)</b>	<b>66,003</b>	<b>(14,962)</b>
<b>Net assets, beginning of year</b>	<b>36,030</b>	<b>50,991</b>
<b>Net assets, end of year</b>	<b>\$ 102,033</b>	<b>\$ 36,029</b>

See notes to financial statements

**THE MAPLE RIDGE COMMUNITY FOUNDATION**  
**STATEMENT OF CHANGES IN NET ASSETS - RESTRICTED FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2019**

	Net Assets Beginning of the Year	Donation Income	Disbursements Withdrawals	Investment Income (Loss)	Transfers from (to) Unrestricted	Net Assets End of the Year
Alouette Home Start Society	-	94,444	-	5,115	1,329	98,230
Anne and Richard Vogel Fund	8,068	-	187	440	122	8,199
Austin Pelton Memorial Fund	29,688	-	693	1,618	451	30,163
Brian Elliott Family Fund	15,420	-	357	841	234	15,670
Bruce Johnston Fund	23,344	-	540	1,273	354	23,722
Bryan & Kathy Hutton Family Fund	10,185	-	-	565	155	10,594
Community Chest	14,727	15,386	10,370	1,046	292	20,497
Community Endowment Fund	255,306	46,596	21,529	14,935	3,833	291,474
Dave & Donna Telep Fund	14,346	2,000	406	890	248	16,581
Daykin Family Fund	5,441	3,250	264	447	113	8,762
Directors' Endowment	9,170	-	212	500	139	9,319
Dr Robert & Michele Harrison Family Fund	10,958	1,000	-	663	182	12,439
Dunning Family Fund	10,036	1,000	266	597	163	11,204
Endowment for Physically Disabled	9,473	-	-	525	144	9,854
Environmental Endowment Fund	20,692	-	-	1,148	315	21,524
EPR Maple Ridge Langley	10,338	-	311	560	156	10,431
Findlay Gunnell Sandor	5,826	-	183	315	88	5,871
Founders' Cup Charity Classic	99,855	5,000	-	5,815	1,597	109,073
John & Douglas King Family Fund	31,975	981	840	1,792	499	33,409
Mark's Youth Fund	10,695	-	-	593	163	11,126
Marv Jones Family Fund	7,128	-	165	389	108	7,243
Mussallem Vocational Education Fund	74,391	4,000	2,000	4,249	1,175	79,465
Mussallem Youth Fund	55,419	16,781	3,500	3,701	945	71,456
Patrick Smith Family Fund	1,674	-	39	91	25	1,702
R.M. Youth Advocacy Fund	38,309	-	1,500	2,293	793	38,309
Ralph and Bonnie Telep	10,286	-	238	561	156	10,453
Rick & Melissa Cable Family Fund	10,353	10,000	10,000	574	158	10,769
Ridge Meadows Hospice Society Fund	40,778	-	-	2,261	621	42,419
Ridge Meadows Seniors Fund	13,326	-	-	739	203	13,863
Robson Family Fund	20,630	-	-	1,144	314	21,460
Ron and Alma Jones Family Fund	53,135	-	2,263	2,947	809	53,009
Ron Merkle Memorial Library Fund	11,478	-	-	637	175	11,940
Rotary of Haney Endowment Fund	109,425	-	-	6,069	1,667	113,827
Rotary of Haney Youth	6,402	3,000	9,300	105	45	162
Shantz Family Fund	6,488	-	150	354	98	6,593
Stephen & Joanne Telep Fund	9,719	-	225	530	148	9,876
Tom Meier Fund	23,344	-	540	1,273	354	23,722
Turell Brown Memorial Scholarship	3,815	-	-	212	58	3,968
Van Vloten Cultural Fund	15,222	10,000	-	1,399	384	26,237
<b>2019 TOTALS</b>	<b>1,106,868</b>	<b>213,437</b>	<b>66,077</b>	<b>69,203</b>	<b>18,816</b>	<b>1,304,615</b>
<b>2018 TOTALS</b>	<b>1,045,249</b>	<b>81,052</b>	<b>55,600</b>	<b>52,489 -</b>	<b>16,322</b>	<b>1,106,868</b>

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

**THE MAPLE RIDGE COMMUNITY FOUNDATION**  
**STATEMENT OF CASH FLOWS**  
**Year Ended September 30, 2019**

	2019	2018
<b>CASH FLOWS FROM (FOR) OPERATING ACTIVITIES</b>		
Excess (deficiency) of revenue over expenses	\$ 263,750	\$ 46,657
Item not affecting cash:		
Unrealized gain (loss) on investments	(17,776)	23,506
	<u>245,974</u>	<u>70,163</u>
Changes in non-cash working capital:		
Goods and services tax payable (recoverable)	562	(472)
Accounts receivable	(3,116)	(3,600)
Accounts payable and accrued liabilities	(4,259)	(1,020)
Prepaid expenses	(1,500)	-
	<u>(8,313)</u>	<u>(5,092)</u>
	<u>237,661</u>	<u>65,071</u>
<b>CASH FLOWS FROM (FOR) INVESTING ACTIVITY</b>		
Investments	(184,158)	(53,442)
<b>INCREASE (DECREASE) IN CASH</b>	53,503	11,629
<b>CASH - BEGINNING OF YEAR</b>	34,093	22,464
<b>CASH - END OF YEAR</b>	<u>\$ 87,596</u>	<u>\$ 34,093</u>

See notes to financial statements

**THE MAPLE RIDGE COMMUNITY FOUNDATION**  
**STATEMENT OF FINANCIAL POSITION**  
**September 30, 2019**

	2019	2018
<b>ASSETS</b>		
Current		
Cash	\$ 87,596	\$ 34,093
Accounts receivable	9,716	6,600
Government agencies recoverable	2,044	2,606
Prepaid expenses	1,500	-
	100,856	43,299
Investments (Note 2)	1,197,572	995,638
Endowment Fund (Note 3)	110,000	110,000
	<b>\$ 1,408,428</b>	<b>\$ 1,148,937</b>
<b>LIABILITIES</b>		
Current		
Accounts payable and accrued liabilities	\$ 1,780	\$ 6,039
<b>NET ASSETS</b>		
Unrestricted	102,033	36,030
Restricted	1,304,615	1,106,868
	1,406,648	1,142,898
	<b>\$ 1,408,428</b>	<b>\$ 1,148,937</b>

On behalf of the Board

K. Haisi Director

February 24, 2020 Date

Haupt Director

Feb 24, 2020 Date

See notes to financial statements

**THE MAPLE RIDGE COMMUNITY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**Year Ended September 30, 2019**

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**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 FINANCIAL STATEMENTS**  
**Year Ended September 30, 2019**

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**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**

	2019	2018
Cash	\$ 23,983	\$ 186,348
Marketable securities	1,173,589	809,290
	<b>\$ 1,197,572</b>	<b>\$ 995,638</b>

The cost of investments at September 30, 2019 was \$1,177,020 (2018 \$992,458)

**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, 2019 is \$110,000 (2018 \$110,000).

**THE MAPLE RIDGE COMMUNITY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**Year Ended September 30, 2019**

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**4. RISK MANAGEMENT**

The Foundation uses comprehensive risk management procedures to limit the risks inherent in the use of financial instruments. Risks include credit, currency, interest rate, liquidity and market risks. The significant risks that the Foundation is exposed to are noted below.

**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 Foundation's income. As at September 30, 2019, the following items are denominated in US currency and have been converted to Canadian currency:

	2019 CAD\$	2018 CAD\$
Cash	\$ 3,432	\$1,957
Securities	\$40,874	\$40,874

**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 Foundation's 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. CAPITAL MANAGEMENT**

The Foundation defines its capital for capital management purposes as cash. The Foundation's objectives when managing capital is to maximize its cash flows from investments and fundraising activities in order to maintain sufficient liquidity to fund its ongoing commitments.

The Foundation monitors and achieves its capital management objective, which is unchanged from prior years, through short and long term liquidity plans, to which it makes changes in light of changes in economic.

The Foundation expects its current capital resources will be sufficient to carry out its ongoing operations. There are no external restrictions on the Foundation's capital.