

THE MAPLE RIDGE COMMUNITY FOUNDATION
FINANCIAL STATEMENTS
Year Ended September 30, 2020

Paterson Schultz Volpatti Colley

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

Kenneth A. Paterson, B.Comm., CPA, CA, CFP*

Walter Volpatti, B.Comm., CPA, CA*

Haydn Colley, B.B.A., CPA, CA*

*denotes a professional corporation

INDEPENDENT AUDITOR'S REPORT

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, 2020, 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.

PSVC

Maple Ridge, B.C.
February 18, 2021

PSVC
CHARTERED PROFESSIONAL ACCOUNTANTS

THE MAPLE RIDGE COMMUNITY FOUNDATION
STATEMENT OF OPERATIONS AND STATEMENT OF CHANGES IN NET ASSETS
Year Ended September 30, 2020

	2020	2019
REVENUES		
Restricted		
Donations	\$ 105,779	\$ 213,437
Gain on sale of marketable securities	(13,316)	42,205
Grants (Note 7)	179,130	-
Investment income	26,973	26,997
	298,566	282,639
Unrestricted		
Administration fees	19,988	18,816
Administrative recovery	12,676	-
Dinner event	34,500	59,284
Federal grant	-	6,766
Gala night	30,450	-
Golf event	1,050	67,801
Pub night event	8,148	4,415
Unrealized gain (loss) on marketable securities	(44,776)	17,776
	62,036	174,858
	360,602	457,497
EXPENSES		
Restricted		
Administrative fees	19,988	18,817
Bursaries	7,000	3,995
Community Chest fundraising	-	370
Grants	232,643	61,712
	259,631	84,894
Unrestricted		
Advertising and promotion	3,988	4,060
Audit	1,077	1,025
Dinner event	2,733	23,666
Gala night	12,552	-
Golf event	3,905	27,456
Insurance	2,391	2,200
Office and sundry	8,900	18,038
Office services	15,061	13,160
Pub Night Event	1,016	363
Subcontracts	35,269	15,375
Transfer to restricted funds	6,711	3,510
	93,603	108,853
	353,234	193,747
Excess of revenues over expenses	7,368	263,750
Restricted Funds Transfers	(38,935)	(197,747)
Net surplus (deficit)	(31,567)	66,003
Net assets, beginning of year	102,033	36,030
Net assets, end of year	\$ 70,466	\$ 102,033

See notes to financial statements

THE MAPLE RIDGE COMMUNITY FOUNDATION
STATEMENT OF CHANGES IN NET ASSETS - RESTRICTED FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	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 Youth Fund	98,230	-	-	998	1,475	97,753
Anne and Richard Vogel Fund	8,199	-	384	81	119	7,777
Austin Pelton Memorial Fund	30,163	-	1,412	298	438	28,611
Brian Elliott Family Fund	15,670	-	733	155	228	14,864
Bruce Johnston Fund	23,722	-	1,110	234	345	22,502
Bryan & Kathy Hutton Family Fund	10,594	-	-	108	159	10,543
Community Chest	20,497	9,254	5,000	280	307	24,724
Community Endowment Fund	281,474	206,036	194,910	2,799	4,362	291,037
Dave & Donna Telep Fund	16,581	-	776	164	241	15,728
Daykin Family Fund	8,762	2,375	490	98	154	10,591
Directors' Endowment	9,319	-	436	92	135	8,839
Dr Robert & Michele Harrison Family Fund	12,439	1,000	1,000	135	194	12,380
Dunning Family Fund	11,204	-	524	111	163	10,628
Endowment for Physically Disabled	9,854	-	-	100	148	9,806
Environmental Endowment Fund	21,524	-	-	219	323	21,419
EPR Maple Ridge Langley	10,431	-	488	103	152	9,895
Findlay Gunnell Sandor	5,871	-	275	58	85	5,569
Founders' Cup Charity Classic	109,073	-	-	1,108	1,638	108,543
John & Douglas King Family Fund	33,409	3,025	1,662	360	530	34,602
Mark's Youth Fund	11,126	-	-	113	167	11,071
Marv Jones Family Fund	7,243	-	339	72	105	6,870
Mussallem Vocational Education Fund	79,465	-	6,000	762	1,163	73,064
Mussallem Youth Fund	71,456	38,219	7,713	1,119	1,252	101,828
Patrick Smith Family Fund	1,702	-	80	17	25	1,614
R.M. Youth Advocacy Fund	48,309	-	-	415	687	48,036
Ralph and Bonnie Telep	10,453	-	489	103	152	9,915
Rick & Melissa Cable Family Fund	10,769	20,000	10,000	211	312	20,668
Ridge Meadows Hospice Society Fund	42,419	-	-	431	637	42,213
Ridge Meadows Seniors Fund	13,863	-	-	141	208	13,795
Robson Family Fund	21,460	-	1,460	216	311	19,905
Ron and Alma Jones Family Fund	53,009	-	2,481	524	770	50,282
Ron Merkle Memorial Library Fund	11,940	-	-	121	179	11,882
Rotary of Haney Endowment Fund	113,827	-	-	1,156	1,709	113,274
Rotary of Haney Youth	162	5,000	-	52	78	5,137
Shantz Family Fund	6,593	-	309	65	96	6,254
Stephen & Joanne Telep Fund	9,876	-	462	98	144	9,368
Tom Meier Fund	23,722	-	1,110	234	345	22,502
Turell Brown Memorial Scholarship	3,968	-	-	40	60	3,949
Van Vloten Cultural Fund	26,237	-	-	266	394	26,109
2020 TOTALS	1,304,615	284,909	239,643	13,657	19,988	1,343,550
2019 TOTALS	1,106,868	213,437	66,077	69,203	18,816	1,304,615

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


THE MAPLE RIDGE COMMUNITY FOUNDATION
STATEMENT OF CASH FLOWS
Year Ended September 30, 2020

	2020	2019
CASH FLOWS FROM (FOR) OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenses	\$ 7,368	\$ 263,750
Item not affecting cash:		
Unrealized gain (loss) on investments	44,776	(17,776)
	<u>52,144</u>	<u>245,974</u>
Changes in non-cash working capital:		
Goods and services tax payable (recoverable)	192	562
Accounts receivable	6,516	(3,116)
Accounts payable and accrued liabilities	22,086	(4,259)
Prepaid expenses	1,500	(1,500)
	<u>30,294</u>	<u>(8,313)</u>
	<u>82,438</u>	<u>237,661</u>
CASH FLOWS FROM (FOR) INVESTING ACTIVITY		
Investments	(45,242)	(184,158)
INCREASE (DECREASE) IN CASH	37,196	53,503
CASH - BEGINNING OF YEAR	87,596	34,093
CASH - END OF YEAR	<u>\$ 124,792</u>	<u>\$ 87,596</u>


THE MAPLE RIDGE COMMUNITY FOUNDATION
STATEMENT OF FINANCIAL POSITION
September 30, 2020

	2020	2019
ASSETS		
Current		
Cash	\$ 124,792	\$ 87,596
Accounts receivable	3,200	9,716
Government agencies recoverable	1,852	2,044
Prepaid expenses	-	1,500
	129,844	100,856
Investments (Note 2)	1,198,038	1,197,572
Endowment Fund (Note 3)	110,000	110,000
	\$ 1,437,882	\$ 1,408,428
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 23,866	\$ 1,780
NET ASSETS		
Unrestricted	70,466	102,033
Restricted	1,343,550	1,304,615
	1,414,016	1,406,648
	\$ 1,437,882	\$ 1,408,428

On behalf of the Board

 Director

Feb 18/2021 Date

 Director

Feb 18/2021 Date

See notes to financial statements

THE MAPLE RIDGE COMMUNITY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
Year Ended September 30, 2020

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, 2020

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

	2020	2019
Cash	\$ 324,743	\$ 23,983
Marketable securities	873,295	1,173,589
	\$ 1,198,038	\$ 1,197,572

The cost of investments at September 30, 2020 was \$1,222,566 (2019 \$1,177,020)

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, 2020 is \$110,000 (2019 \$110,000).

THE MAPLE RIDGE COMMUNITY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
Year Ended September 30, 2020

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, 2020, the following items are denominated in US currency and have been converted to Canadian currency:

	2020 CAD\$	2019 CAD\$
Cash	\$4,542	\$3,432
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.

THE MAPLE RIDGE COMMUNITY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
Year Ended September 30, 2020

6. SUBSEQUENT EVENTS

Since December 31, 2019, the outbreak of the novel strain of coronavirus, specifically identified as "COVID-19", has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and social distancing, have caused material disruption to businesses globally resulting in an economic slowdown. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of the government and central bank interventions. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the Maple Ridge Community Foundation and its operations in the future periods.

7. GRANTS RECEIVED

The Foundation received \$179,130 of grants during the year which consists of the following:

Community Foundations of Canada Grant	\$149,130
Vancouver Foundation Grant	\$30,000