

THE MAPLE RIDGE COMMUNITY FOUNDATION

Financial Statements

September 30, 2012

Paterson Schultz Volpatti Colley

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

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

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*denotes a professional corporation

INDEPENDENT AUDITOR'S REPORT

To the Members of the Maple Ridge Community Foundation

We have audited the accompanying financial statements of the Maple Ridge Community Foundation, which comprise the statement of financial position as at September 30, 2012, the statements of operations and changes in net assets and changes in cash flows for the year then ended, and notes, comprising a summary of significant 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 generally accepted accounting principles, 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 our 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, we consider 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 the 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 qualified audit opinion.

Basis for Qualified Opinion

In common with many charitable organizations, the Maple Ridge Community Foundation derives its revenue from the general public, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of this revenue was limited to the amounts recorded in the records of the Maple Ridge Community Foundation. Therefore, we were not able to determine whether, as at and for the years ended September 30, 2012 and September 30, 2011, any adjustments might be necessary to revenue and increase (decrease) in resources reported in the statements of operations and changes in net assets and the statements of cash flows and current assets and unrestricted resources reported in the statements of financial position. This caused us to qualify our audit opinion on the financial statements as at and for the year ended September 30, 2012.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of the Maple Ridge Community Foundation as at September 30, 2012, and its results of operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

PSVC

March 15, 2013
Maple Ridge, B.C.

PSVC Chartered Accountants

THE MAPLE RIDGE COMMUNITY FOUNDATION
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS - UNRESTRICTED FUND
Year Ended September 30, 2012

	2012	2011
Revenue		
Administration fees	\$ 13,013	\$ 11,975
Annual dinner - net	12,944	18,170
Calendar (loss) - net	4,295	(2,268)
Donations - restricted	20,815	178,632
Investment income - unrestricted	5,736	271
Investment income - restricted	9,525	18,654
Gains on securities - restricted	250	36,021
Golf Event - net	4,316	-
Seminar sponsor	-	250
	70,894	261,705
Expenses		
Advertising and promotion	2,716	5,606
Audit	3,000	-
Bursaries - restricted	4,647	3,700
Executive director	4,733	37,881
Grants - restricted	15,700	69,227
Insurance	1,735	1,735
Office and sundry	5,814	4,527
Office services	9,844	8,248
	48,189	130,924
Excess of revenue over expenses	22,705	130,781
Restricted Fund Transfers	(15,979)	(160,379)
Net (Deficit) Surplus	6,726	(29,598)
Net assets, beginning of year	(13,246)	16,352
Net assets, end of year	\$ (6,520)	\$ (13,246)

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, 2012

	Net Assets Beginning of the Year	Donation Income	Investment Income	Grants Bursaries	Transfers from (to) Unrestricted	Net Assets End of the Year
Anne and Richard Vogel Fund	\$10,175		\$177	(348)	(\$151)	\$9,853
Austin Pelton Memorial Fund	36,885		642	(1,261)	(546)	35,720
Brian Elliott Family Fund	18,248		318	(624)	(270)	17,671
Bruce Johnston Fund	11,981		209	(410)	(178)	11,602
Community Endowment Fund	151,960	2,750	2,690	(6,289)	(2,288)	148,823
Dave & Donna Telep Fund	12,406		216	(424)	(184)	12,014
Directors' Endowment	11,564		201	(395)	(171)	11,199
Dunning Family Fund	10,818		188	(370)	(160)	10,477
Endowment for Physically Disabled	8,686		154		(131)	8,708
Environmental Endowment Fund	18,973		336		(287)	19,022
Founders' Cup Charity Classic	23,160	7,500	542		(463)	30,739
Founders' Cup Special Fund	21,739		385		(328)	21,796
John & Douglas King Family Fund	25,927	100	453	(889)	(386)	25,205
Marv Jones Family Fund	6,630		115	(227)	(98)	6,420
Mussalem Youth Fund	55,193		929	(5,000)	(783)	50,338
Mussallem Vocational Education Fund	61,139		1,058	(2,647)	(900)	58,649
Patrick Smith Family Fund	2,112		37	(72)	(31)	2,045
R.M. Youth Advocacy Fund	53,055		939		(801)	53,192
Reverend Taylor Educational Fund						
Ridge Canoe & Kayak Club Fund	75,038		1,562		(1,134)	75,466
Ridge Meadows Hospice Society Fund	36,430		645		(550)	36,524
Ridge Meadows Seniors Fund	12,219		216		(185)	12,251
Robert Harrison Family Fund	11,033		192	(377)	(163)	10,684
Robson Family Fund	13,072		231		(197)	13,105
Ron Merkley Memorial Library Fund	10,525		186		(159)	10,552
Rotary of Haney Endowment Fund	105,112	10,000	2,037		(1,738)	115,410
Rotary of Haney Youth	470		8		(7)	471
Shantz Family Fund	5,271	465	95	(185)	(82)	5,565
Stephen & Joanne Telep Fund	12,256		213	(419)	(182)	11,869
Ted Woolridge Memorial Bursary						
Tom Meier Fund	11,981		209	(410)	(178)	11,602
Turell Brown Memorial Scholarship	3,357		59		(51)	3,365
Van Vloten Cultural Fund	15,265		270		(231)	15,305
2012 Totals	\$852,679	\$20,815	\$15,511	(\$20,347)	(\$13,013)	\$855,645
	2011	\$704,276	\$178,632	\$54,675	(\$72,927)	(\$11,975)
						\$852,681

THE MAPLE RIDGE COMMUNITY FOUNDATION
STATEMENT OF CASH FLOWS
Year Ended September 30, 2012

	2012	2011
Cash flows from (for) operating activities:		
Excess of revenue over expenses	\$ 22,705	\$ 130,781
Items not requiring an outlay of funds		
Administration fees	<u>(13,013)</u>	<u>(11,975)</u>
Changes in non-cash working capital	9,692	118,806
Government agencies recoverable	(2,497)	(4,301)
Accrued interest receivable	(58)	308
Accounts payable and accrued liabilities	3,001	(4,050)
	<u>10,138</u>	<u>110,763</u>
Cash flows from (for) investing activities:		
Investments	18,721	(129,135)
Increase (decrease) in cash	28,859	(18,372)
Cash, beginning of year	22,787	41,159
Cash, end of year	\$ 51,646	\$ 22,787

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

THE MAPLE RIDGE COMMUNITY FOUNDATION
STATEMENT OF FINANCIAL POSITION
September 30, 2012

	2012	2011
ASSETS		
Current:		
Cash	\$ 51,646	\$ 22,787
Government agencies recoverable	8,967	6,470
Accrued interest receivable	378	321
	<hr/>	<hr/>
	60,991	29,578
Investments - note 2	681,135	699,856
Endowment fund - note 3	110,000	110,000
	<hr/>	<hr/>
	\$ 852,126	\$ 839,434
LIABILITIES AND NET ASSETS		
Current:		
Accounts payable and accrued liabilities	\$ 3,000	\$ -
	<hr/>	<hr/>
Net assets		
Unrestricted (deficit)	(6,520)	(13,246)
Restricted	855,646	852,680
	<hr/>	<hr/>
	849,126	839,434
	<hr/>	<hr/>
	\$ 852,126	\$ 839,434

On behalf of the Board

K. Haugen Director
K. Haugen Director

March 21/2013 Date
March 21, 2013 Date

THE MAPLE RIDGE COMMUNITY FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
Year Ended September 30, 2012

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 accounting policies of the Foundation are in accordance with Canadian generally accepted accounting principles applied on a basis consistent with that of the preceding year. Outlined below are those policies considered significant.

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

Investments are recorded at cost which approximates market.

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.

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.

THE MAPLE RIDGE COMMUNITY FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
Year Ended September 30, 2012

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.

Future changes in accounting framework:

The Foundation is currently classified as a Not-For-Profit organization. The Accounting Standards Board ("AcSB") has approved new accounting standards for non-government controlled Not-For-Profit organizations (NPOs). These accounting standards provide NPOs the option of adopting International Financial Reporting Standards or Accounting Standards for Not-For-Profit organizations, supplemented by Accounting Standards for Private Enterprises (ASPE), where required. NPOs must adopt one of these two accounting frameworks for the fiscal years beginning on or after January 1, 2012. The Foundation intends to adopt the Accounting Standards for Not-For-Profit organizations, supplemented by ASPE.

2. INVESTMENTS

Investments are represented by the following:

	2012	2011
Cash	\$ 51,646	\$ 466,943
Equities	681,135	232,913
	\$ 732,781	\$ 699,856

The market value of Equities at September 30, 2012 was \$693,958 (2011 \$680,690)

THE MAPLE RIDGE COMMUNITY FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
Year Ended September 30, 2012

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, 2012 is \$110,000 (2011 \$110,000).

4. 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.

5. CAPITAL DISCLOSURE

The Foundation receives its principal source of capital through donations and investment income earned on endowment funds. The Foundation defines capital to be net assets which include amounts held in the endowment funds. In carrying out its purpose, the Foundation regularly distributes its income in support of programs and activities in the Municipality of Maple Ridge in accordance with donors' designations and the foundation by-laws.

The Foundation is not subject to any other external capital requirements or restrictions.

6. COMPARATIVE FIGURES

Certain of the comparative figures have been reclassified to conform with the current year's financial statement presentation. Such reclassification does not have any effect on the earnings or net assets previously reported.
