

Vanderhoof Community Foundation

Financial Statements

August 31, 2020

(Prepared by Management)

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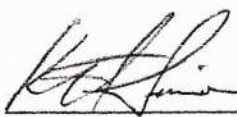
Notes to the Financial Statements

Vanderhoof Community Foundation
Financial Position
As at August 31, 2020
(Prepared by Management)

	<u>2020</u>	<u>2019</u>
Assets		
Current		
Cash	4,163	6,033
Grant receivable	2,500	nil
Prepaid insurance	<u>536</u>	<u>546</u>
	<u>7,199</u>	<u>6,579</u>
Endowment Fund		
Capital	218,019	204,020
Stability Reserve	20,262	21,422
Undistributed Income	nil	nil
Available to Grant	<u>5,000</u>	<u>5,369</u>
	<u>243,281</u>	<u>230,811</u>
Total	<u>250,480</u>	<u>237,390</u>
Liabilities		
Current		
Accounts payable	250	nil
Grants payable	<u>nil</u>	<u>400</u>
	<u>250</u>	<u>400</u>
Net Assets		
Endowment Fund	243,281	230,811
Operations Fund	<u>6,949</u>	<u>6,179</u>
	<u>250,230</u>	<u>236,990</u>
Total	<u>250,480</u>	<u>237,390</u>

Approved on behalf of the Board


 Director


 Director

Statement 2

**Vanderhoof Community Foundation
Operations Fund
For the Year Ended August 31, 2020
(Prepared by Management)**

	<u>2020</u>	<u>2019</u>
Revenue		
Dale MacKay Event (Schedule 2)	nil	3,059
Vanderhoof Forestry Golf Scramble	nil	1,500
Rio Tinto Alcan	2,500	nil
Directors Contributions	<u>nil</u>	<u>52</u>
	<u>2,500</u>	<u>4,611</u>
Expense		
Directors' and general liability insurance	1,296	1,191
Corporate tax return preparation	250	nil
Canada Foundations Conference (Schedule 3)	nil	1,065
Website design, creation and hosting fee	84	60
Banner and signs	nil	52
Supplies	nil	49
Society fees	40	40
Bank charges	60	33
Printing	nil	28
Friends of foundation	<u>nil</u>	<u>25</u>
	<u>1,730</u>	<u>2,543</u>
Excess Revenue over Expense	<u>770</u>	<u>2,068</u>

**Vanderhoof Community Foundation
Endowment Fund
For the Year Ended August 31, 2020
(Prepared by Management)**

	<u>2020</u>	<u>2019</u>
Total Fund Balance, Beginning of Period	230,811	219,841
Capital:		
Balance, beginning of period	204,020	200,830
Donations received	<u>13,999</u>	<u>3,190</u>
Balance, end of period	<u>218,019</u>	<u>204,020</u>
Stability Reserve:		
Balance, beginning of period	21,422	19,011
Transfer from/(to) capital	nil	nil
Transfer from/(to) Available to Grant	(2,630)	(2,500)
Transfer from (to) undistributed income	<u>1,470</u>	<u>4,911</u>
Balance, end of period	<u>20,262</u>	<u>21,422</u>
Undistributed Income:		
Income: Interest, dividends and realized gains	6,603	10,005
Income: Change in unrealized capital gains and losses	<u>(2,818)</u>	<u>2,492</u>
	3,785	12,497
Deduct: Administration fees	<u>(2,314)</u>	<u>(2,217)</u>
Undistributed Income, net	1,471	10,280
Transfer from (to) Stability Reserve	(1,470)	(4,911)
Transfer from (to) Available to Grant	(1)	(5,369)
Transfer from (to) Other Funds	<u>nil</u>	<u>nil</u>
Balance, End of Period	<u>nil</u>	<u>nil</u>
Available to Grant:		
Balance, beginning of period	5,369	nil
Transfer from (to) Capital for granting	nil	nil
Transfer from (to) Stability Reserve for granting	2,630	2,500
Transfer from (to) Undistributed Income for granting	1	5,369
Transfer from (to) Other Funds	<u>nil</u>	<u>nil</u>
Subtotal	8,000	7,869
Grants Disbursed	<u>(3,000)</u>	<u>(2,500)</u>
Balance, End of Period	<u>5,000</u>	<u>5,369</u>
Total Fund Balance, End of Period	<u>243,281</u>	<u>230,811</u>

Statement 4

**Vanderhoof Community Foundation
Changes in Net Assets
For the Year Ended August 31, 2020
(Prepared by Management)**

	Operations Fund	Endowment Fund	2020 Total	2019 Total
Net assets, beginning of period	6,179	230,811	236,990	223,952
Excess of revenue over expense	<u>770</u>	<u>12,470</u>	<u>13,240</u>	<u>13,038</u>
Net assets, end of period	<u>6,949</u>	<u>243,281</u>	<u>250,230</u>	<u>236,990</u>

**Composition of Endowment Fund
Revenue and Expense Comparative
(Reference all amounts to Statement 3)**

	2020	2019
Donations received (Schedule 1)	13,999	3,190
Income: Interest, dividends and realized gains	6,603	10,005
Income: Unrealized capital gains and losses	(2,818)	2,492
Administration fees paid	(2,314)	(2,217)
Grants disbursed	<u>(3,000)</u>	<u>(2,500)</u>
Excess of revenue over expense	<u>12,470</u>	<u>10,970</u>

**Vanderhoof Community Foundation
Summary of Donations Received
For the Year Ended August 31, 2020
(Prepared by Management)**

2020

Covid 2020 challenge	8,437
Four Rivers Co-op Fuel Good Day proceeds	1,813
Kathy LaForge – planned giving	1,200
Nechako Valley Animal Services	750
Memorial and other individual giving	<u>1,799</u>
Total for the year	<u>13,999</u>

2019

Kathy LaForge – planned giving	1,200
Peter Ryks Property Services Ltd	1,000
Omineca Medical Clinic	500
Ken Simon – planned giving	200
Memorial and other individual giving	<u>290</u>
Total for the year	<u>3,190</u>

**Vanderhoof Community Foundation
Dale MacKay Fundraising Event
May 4, 2019
For the Year Ended August 31, 2020
(For Comparative Purposes)
(Prepared by Management)**

	<u>2019</u>
Revenue	
Ticket Sales (90 x \$25 = \$2,250)	2,250
Four Rivers Co-op Sponsorship	5,000
Costs donated by directors (Memo below)	<u>356</u>
Total revenue	<u>7,606</u>
Expense	
Dale MacKay Holdings Inc. presentation fee	3,675
Airfare for Dale MacKay	436
Advertising and printing	276
Host dinner social (Dale MacKay & special guests)	<u>160</u>
Total expense	<u>4,547</u>
Net funds raised from Dale MacKay event of May 4, 2019	<u>3,059</u>
Memo:	
Director donations for costs:	
Fiona – posters, tickets, Dale MacKay dinner & Gander	245
Roy – Omineca Express	50
Kathie – Co-op table & Dale MacKay dinner	41
Ken – Dale MacKay dinner	<u>20</u>
	<u>356</u>

**Vanderhoof Community Foundation
Canada Foundations Conference in Victoria
June 2019
For the Year Ended August 31, 2020
(For Comparative Purposes)
(Prepared by Management)**

	<u>2019</u>
Revenue	
District of Vanderhoof grant in aid	2,000
Canada Foundations bursary	<u>812</u>
	<u>2,812</u>
Expense	
Conference fees for two directors	1,845
Travel and accommodation	<u>2,032</u>
	<u>3,877</u>
Excess Expense over Revenue	
Paid from operating funds	<u>1,065</u>

**Vanderhoof Community Foundation
Notes to the Financial Statements
For the Year Ended August 31, 2020
(Prepared by Management)**

Note 1: Nature of Foundation and Its Business

- The Vanderhoof Community Foundation is incorporated as a Society under the Society Act of the Province of British Columbia on the date of December 15, 2015.
- Under our constitution we are a not for profit society carrying on charitable purposes. However, we are not registered as a Charity for income tax purposes. For that part we have partnered with the Prince George Community Foundation.
- The Vanderhoof Community Foundation is contracted with the Prince George Community Foundation to hold our Endowment Fund in trust and to administer our Endowment Fund and to invest our endowment fund into an investment portfolio under professional management.
- Donations to our Endowment Fund are made to the Prince George Community Foundation for the Vanderhoof Community Foundation – Endowment Fund and are eligible for official charitable tax receipts which can be claimed by the donor on their tax return for the applicable tax reduction as allowed by the Income Tax Act of Canada.
- The Vanderhoof Community Foundation is operated by a volunteer Board of Directors. We carry out separate fund raising for internal operating costs and we have no paid staff.
- The granting of funds out of the Endowment Fund is made only with the approval of the Board of Directors of the Vanderhoof Community Foundation.

Note 2: Initial Capital Donation to the Endowment Fund

- The start up of the Vanderhoof Community Foundation was made possible with the following major donations during the calendar years 2016 and 2017 from the following Government bodies or agency:

○ District of Vanderhoof	50,000
○ Regional District Bulkley Nechako	50,000
○ Northern Development Initiative Trust	<u>100,000</u>
Total	<u>200,000</u>

Note 3: Endowment Fund

- Under a written agreement between the Vanderhoof Community Foundation and the Prince George Community Foundation, the Endowment Fund monies are held by the Prince George Community Foundation. It is the Prince George Community Foundation that has charitable status as given by the Canada Revenue Agency. The Prince George Community Foundation purpose is to administer our Endowment Fund and to comply with the requirements of the *Income Tax Act of Canada* in respect of these funds.
- The Prince George Community Foundation charges an administration fee under a fair basis for their services and the amount is charged against the investment income in the Statement of Endowment Fund. The fee amount closely approximates 1% of the fund balance.

**Vanderhoof Community Foundation
Notes to the Financial Statements
For the Year Ended August 31, 2020
(Prepared by Management)**

Note 4: Stability Reserve

- The Stability Reserve portion of the Endowment Fund is comprised of the investment earnings made on the donated capital. It is general policy to accumulate up to 10.5% of capital amount from year to year within the stability reserve and the excess annual earnings are then considered available to grant or for other purposes. However, the directors may draw from the stability reserve to carry out the Foundation's charitable purposes.
- At the end of fiscal year August 31, 2019, the stability reserve is calculated at 10.5% of 204,020 capital balance = 21,422.
- At the end of fiscal year August 31, 2020, the stability reserve is calculated at 9.29% of 218,019 capital balance = 20,262.

Note 5: Valuation of Endowment Fund Assets

- The endowment fund assets are primarily invested in marketable securities. These assets are recorded on a fair market basis based on trading values at the end of each business trading day. The unrealized capital gains and losses are recognized in these financial statements as reported in the investment income within the Statement of Endowment Fund.