

Squamish Community Foundation

Financial Statements
and
Auditors' Report

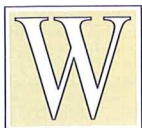
For the year ended December 31, 2023

Squamish Community Foundation

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WEIR AND COMPANY

CHARTERED PROFESSIONAL ACCOUNTANTS LLP

INDEPENDENT AUDITORS' REPORT

To the Board of the Squamish Community Foundation:

Qualified Opinion

We have audited the accompanying financial statements of the Squamish Community Foundation (the "Foundation") which comprise the statement of financial position as at December 31, 2023 and the statements of operations, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as at December 31, 2023, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

In common with many charitable organizations, the Foundation derives revenue from donations and fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Foundation. Therefore, we were not able to determine whether any adjustments might be necessary to donation revenue, excess of revenues over expenses, and cash flows from operations for the year ended December 31, 2023, current assets and net assets as at December 31, 2023.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibility under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Foundation in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical 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 qualified audit opinion.

Unaudited Information

We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of Schedule 1 - Combined Squamish Community Foundation Funds and Vancouver Foundation Transferable Fund Balances on page 14 of the Foundation's Financial Statements.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the 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 these financial statements, management is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to a going concern and using the going concern basis of accounting unless management either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

Auditors' 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 auditors' 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.

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 purposes of expressing an opinion on the effectiveness of the Foundation'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 Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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, the future events or conditions may cause the Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 the audit.

Report on Other Legal and Regulatory Requirements

A required by the Societies Act of British Columbia, we report that, in our opinion, the accounting principles in Canadian accounting standards for non-for-profit organization have been applied on a basis consistent with that of the preceding year.



CHARTERED PROFESSIONAL ACCOUNTANTS LLP
Port Coquitlam, BC
November 15, 2024

Squamish Community Foundation

Statement of Financial Position

As at December 31, 2023

	2023	2022
ASSETS		
Current		
Cash and cash equivalents (Note 2)	\$ 161,534	\$ 193,035
Accounts receivable	15,306	13,532
GST receivable	883	2,877
Prepaid expenses	2,190	1,646
	179,913	211,090
Capital assets (Note 3)	1,532	\$ 175
	\$ 181,445	\$ 211,265
LIABILITIES AND NET ASSETS		
Current		
Accounts payable and accrued liabilities	\$ 8,381	\$ 11,174
Deferred revenue (Note 6)	19,464	33,750
	27,845	44,924
NET ASSETS		
Restricted for Endowment Funds	56,247	78,872
Flow-through Funds	14,469	22,992
Unrestricted Operating Fund	81,352	64,302
Investment in capital assets	1,532	175
	153,600	166,341
	\$ 181,445	\$ 211,265

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

APPROVED BY THE BOARD:

Director

Director

Squamish Community Foundation

Statement of Operations
For the year ended December 31, 2023

	2023	2022
REVENUE		
Donations	\$ 312,711	\$ 146,218
Grants and sponsorships (Note 4)	58,303	53,465
Investment income	440	21
Miscellaneous income	8	1
	371,462	199,705
EXPENSES		
Administration	97,100	79,038
Advertising and fundraising	5,650	5,228
Amortization	258	214
Donations granted	149,000	42,624
Office expenses	15,916	7,888
Vancouver Foundation deed of gift (Note 4)	115,652	61,626
Travel	132	1,497
Website	495	-
	384,203	198,115
(Deficit) surplus of revenue over expenses for the year	\$ (12,741)	\$ 1,590

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

Squamish Community Foundation

Statement of Changes in Net Assets
For the year ended December 31, 2023

	Endowment Funds	Flow-through Funds	Internally Restricted Investment in and Unrestricted Funds	Property and Equipment	2023	2022
Fund balances, December 31, 2022	\$ 78,872	\$ 22,992	\$ 64,302	\$ 175	\$ 166,341	\$ 164,751
Allocation of revenue and expenses:						
Donation revenue	87,820	122,500	11,051	-	221,371	70,799
Grants and sponsorship	49,285	-	51,000	-	100,285	87,841
Investment and other income	440	-	8	-	448	107
Administration fee	(16,918)	-	36,403	-	19,485	23,475
Donations granted	(27,600)	(121,400)	-	-	(149,000)	(42,624)
Vancouver Foundation deed of gift (Note 4)	(115,652)	-	-	-	(115,652)	(61,626)
Operating costs	-	(9,623)	(72,128)	-	(81,751)	(76,382)
(Deficit) surplus of revenue over expenses for the year	(22,625)	(8,523)	26,334	-	(4,814)	1,590
Investment in capital assets			(1,357)	1,357		
Reallocation of fund balances			(7,927)		(7,927)	
Fund balance, December 31, 2023	\$ 56,247	\$ 14,469	\$ 81,352	\$ 1,532	\$ 153,600	\$ 166,341

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

Squamish Community Foundation

Statement of Cash Flows
For the year ended December 31, 2023

	2023	2022
OPERATING ACTIVITIES		
(Deficit) surplus of revenue over expenses	\$ (12,741)	\$ 1,590
Items not affecting cash		
Amortization	258	214
	(12,483)	1,804
Changes in non-cash working capital items:		
Accounts receivable	(1,774)	(2,822)
GST receivable	1,994	(1,367)
Prepaid expenses	(544)	(1,646)
Accounts payable and accrued liabilities	(2,793)	1,812
Deferred revenue	(14,286)	33,750
	(29,886)	31,531
INVESTING ACTIVITY		
Purchase of capital assets	(1,615)	-
(DECREASE) INCREASE IN CASH DURING THE YEAR	(31,501)	31,531
Cash, beginning of year	193,035	161,504
CASH, end of year	\$ 161,534	\$ 193,035

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

Squamish Community Foundation

Notes to the Financial Statements
For the year ended December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Purpose of the Foundation:

The Squamish Community Foundation (the "Foundation") was incorporated under the Societies Act of British Columbia. The purpose of the Foundation is to improve the quality of life by distributing donations and the earnings from a permanent growing endowment of funds to charitable organizations in Squamish.

(b) Fund accounting:

The Foundation follows the restricted fund method of accounting for contributions. Revenue and expenses related to program delivery and administrative expenses are reported in the Restricted Endowment Funds and the Unrestricted Operating Fund. These funds report unrestricted and restricted resources with restricted grants being allocated to the respective Restricted Endowment funds, and internally generated revenue and general grants and donations being allocated to the Unrestricted Operating Fund. The Internally Restricted Fund reports internally restricted assets set aside for future projects.

(c) Basis of presentation:

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO").

(d) Revenue recognition:

Donations and grants are recognized as revenue when received or receivable if the amount can be reasonably estimated and collection is reasonably assured. The Foundation follows the restricted fund method of accounting for contributions. Restricted donations and grants are recorded as revenue and expenses to the respective funds only. All other unrestricted donations and grants are recorded in the Unrestricted Operating Fund.

(e) Income taxes:

The Foundation is a registered charity, designated as a public foundation, under the *Income Tax Act* and is exempt from tax as per section 149(1) of the *Income Tax Act*.

(f) Donated goods and services:

The Foundation recognizes goods donated in kind at their fair market value. The Foundation does not recognize donated services.

(g) Cash and cash equivalents:

Cash and cash equivalents consists of cash on hand, cash on deposit at a financial institution and cheques in excess of funds on deposit.

Squamish Community Foundation

Notes to the Financial Statements
For the year ended December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(h) Capital assets:

Purchased capital assets are recorded at cost. Capital assets are amortized over their estimated useful lives as follows:

Computer	55% declining balance method
Equipment	20% declining balance method

(i) Financial instruments:

The Foundation's financial instruments consist of cash, cash held for endowment funds, accounts receivable, term deposits and accounts payable and accrued liabilities. All other financial instruments are measured at amortized cost using the effective interest rate method. Financial assets are tested for impairment when changes in circumstances indicate an asset could be impaired.

(j) Use of estimates:

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations 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 revenue and expenses during the reporting period. Areas requiring management to exercise judgment on the determination of estimates include but are not limited to, collectability of accounts receivable, the completeness of accounts payable and accrual liabilities, and the allocation of administration expenses to funds.

Actual results could differ from management's best estimates as additional information becomes available and may impact future periods.

(k) Administration fee:

All administrative and operating costs are charged to the Unrestricted Operating Fund. In order to recover these costs, an Administration Fee is then charged from the Unrestricted Operating Fund to each individual fund based on 1.5% of fund balance.

2. CASH AND CASH EQUIVALENTS

The Foundation's operating bank accounts are held at one British Columbia credit union. The bank account earns interest at the current prevailing rates.

The Foundation transferred excess cash to a high interest savings account held by an investment company.

Squamish Community Foundation

Notes to the Financial Statements
For the year ended December 31, 2023

3. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net 2023	Net 2022
Computer	\$ 1,192	\$ 1,113	\$ 79	\$ 175
Equipment	1,615	162	1,453	-
	\$ 2,807	\$ 1,275	\$ 1,532	\$ 175

4. GRANTS AND SPONSORSHIP

The foundation has established two funds with the Vancouver Foundation to ensure that the funds endowed to the Foundation are managed by a professional team of fund managers with the view of preserving capital while maximizing investment returns.

(a) Non-revocable fund:

The Foundation has donated amounts to establish a permanent, non-revocable, endowment fund with the Vancouver Foundation (the "Non-Revocable Fund"). In return, the Vancouver Foundation grants the investment income that is earned on the combined funds back to the Squamish Community Foundation. This income is recorded as grant revenue and is credited to the Unrestricted Operating Fund. In 2023, \$6,812 (2022 - \$6,676) was received from the Vancouver Foundation related to the Non-Revocable Fund.

The cumulative balance donated to the Non-Revocable Fund since the fund's inception to December 31, 2023 is \$110,000, and it has an estimated market value of \$146,476 as at December 31, 2023 (2022 - \$139,058).

(b) Transferable fund:

In 2018, the Foundation established a fund with the Vancouver Foundation (the "Transferable Fund") with an initial grant of \$400,000 under a deed of gift. The Vancouver Foundation holds, invests and administers the Transferable Fund in accordance with the provisions of the Vancouver Foundation Act.

The Transferable Fund is held as a restricted fund by the Vancouver Foundation and is considered an 'Encroachable Fund' which means that the Foundation may request that the capital, in whole or in part, be transferred to the Foundation, or other such qualified donee, upon written request and in accordance with the policies of the Vancouver Foundation.

The Transferable Fund is pooled with other funds of the Vancouver Foundation and invested in the Consolidated Trust Fund. The investment policy of the Vancouver Foundation Consolidated Trust Fund states that the primary return objective is to achieve a rate of return equal to the consumer price index plus 3.5% (net of investment management fees). Income from the Transferable Fund is distributed to the Foundation on a quarterly basis, less any fees charged by the Vancouver Foundation for administering the fund. In 2023, \$47,395 (2022 - \$43,090) was received from the Vancouver Foundation related to the Transferable Fund.

The cumulative balance donated to the Transferable Fund since inception to December 31, 2023 is \$995,545 (2022 - \$879,894) and has an estimated market value of \$1,077,935 (2022 - \$911,803).

Squamish Community Foundation

Notes to the Financial Statements
For the year ended December 31, 2023

4. GRANTS AND SPONSORSHIP (CONTINUED)

(b) Transferable fund (continued):

The Foundation does not control these funds and therefore does not record them in these financial statements. Any amounts received from the Vancouver Foundation arising from these funds are recorded as grant revenue in the statement of operations.

The Foundation tracks the funds held in the Transferable Fund, along with other restricted donations, in order to determine the income earned on the original endowments made to the Foundation and to ensure the income and distributions received are granted for the original intended purpose.

5. REMUNERATION OF DIRECTORS, EMPLOYEES AND CONTRACTORS

The *Societies Act* (British Columbia) requires the Foundation to disclose the total remuneration paid to the Directors, for either being a director or for acting in another capacity, as well as the total number of employees or contractors with annual remuneration equal to or greater than \$75,000 and the aggregate remuneration of those employees.

During the year no amounts were paid to Directors of the Foundation for acting in their noted capacity (2022 - \$Nil), and no employees received remuneration in excess of \$75,000 (2022 - \$Nil).

6. DEFERRED REVENUE

This balance represents funds received from granting agencies for programs planned for the 2024 fiscal year and the balance consists of the following:

	2023
Community Foundations of Canada	\$ 10,714
Anonymous Donor	8,750
	<u>\$ 19,464</u>
Deferred revenue, beginning of year	\$ 33,750
Amounts received during the year	306,382
Amounts recognized as revenue during the year	(320,668)
Deferred revenue, end of year	<u>\$ 19,464</u>
	2022
Community Foundations of Canada	\$ 25,000
Anonymous Donor	8,750
	<u>\$ 33,750</u>
Deferred revenue, beginning of year	\$ -
Amounts received during the year	179,968
Amounts recognized as revenue during the year	(146,218)
Deferred revenue, end of year	<u>\$ 33,750</u>

Squamish Community Foundation

Notes to the Financial Statements
For the year ended December 31, 2023

7. FINANCIAL INSTRUMENTS RISKS

The Foundation, through its financial instruments, is exposed to various risks. The following analysis provides an assessment of those risks as at December 31, 2023.

(a) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Foundation is potentially exposed to credit risk on its cash (Note 2). To mitigate this risk, the Foundation has deposited its cash with reputable financial institutions.

It is management's opinion that the Foundation is not exposed to significant interest rate risk, liquidity risk, market risk or currency risk arising from financial instruments. There have been no changes in the Foundation's exposure to financial instruments risks from previous years.

8. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the current year's presentation.

Schedule 1 - Combined Squamish Community Foundation Funds and Vancouver Foundation Transferable Fund Balances
(Unaudited)
December 31, 2023

Squamish Community Foundation Funds										Vancouver Foundation Transferable Fund						2023 Combined Fund Balance
2022	Donation Revenue	Grants and Sponsorship Revenue	Investment and Other Income	Admin Fee	Donations Granted	Transfer to Vancouver Foundation	Operating Costs	Deficit of Revenue over Expenses	2023 Balance	2022 Balance	Transfer In	Net Change in Fund Value	Fund Distribution	2023 Balance		
Endowment Funds																
100 Woman Who Care Squamish Endowment Fund	\$ -	\$ 800	\$ -	\$ -	\$ (8)	\$ -	\$ -	\$ 792	\$ 792	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 792	
Communities that Care Fund	(1,153)	3,963	1,586	14	(562)	(1,000)	846	4,847	3,694	33,034	-	846	37	1,586	33,811	
Dollie Strelaieff Fund	3,170	7,991	7,991	71	(2,530)	(4,600)	(2,508)	(1,576)	1,594	157,463	2,508	186	7,991	168,148	37,505	
Grad Legacy Fund	(46)	-	430	4	(136)	(300)	58	56	10	8,685	-	58	10	430	9,067	
L & L Inghram Fund	(696)	200	10,397	93	(3,295)	(6,000)	38	1,433	797	209,615	-	38	244	10,397	220,217	
Music Making Squamish Fund	17,551	18,000	5,684	51	(2,070)	(3,300)	(25,175)	(6,810)	10,741	96,709	25,175	142	5,684	127,710	138,451	
Ray Peters Fund	78	125	309	3	(100)	(200)	(119)	18	96	6,142	119	7	509	6,578	6,674	
Realtors Fund	596	350	893	8	(288)	(500)	(705)	(242)	354	17,346	705	21	893	18,965	19,319	
Rob W. MacIntosh Fund	505	2,800	3,447	31	(1,134)	(1,500)	(2,727)	917	1,422	68,787	2,727	83	3,447	75,044	76,466	
Ron Anderson Memorial Scholarship Fund	37	25	1,772	16	(561)	(1,000)	(108)	144	181	35,580	108	41	1,772	37,501	37,682	
SCF Fund	10,553	28,674	5,451	49	(2,154)	(3,200)	(27,208)	1,612	12,165	99,012	27,208	147	5,451	131,818	143,983	
Squamish Terminals Fund	9,751	10,000	2,276	20	(871)	(1,300)	(13,979)	(3,854)	5,897	35,996	13,979	58	2,276	52,309	58,206	
Valhalla Environment Fund	37,953	17,811	7,647	68	(2,889)	(4,400)	(39,813)	(21,376)	16,577	115,758	39,813	181	7,647	163,399	179,975	
Wild at Art Endowment Fund	(17)	50	475	4	(151)	(300)	(14)	64	47	9,564	14	11	475	10,064	10,111	
Squamish Hospice Endowment Fund	530	5,022	927	8	(369)	(4,238)	(4,238)	1,350	1,880	18,112	4,238	26	927	23,303	25,183	
	78,872	87,819	49,285	440	(16,918)	(27,600)	(115,652)	(22,626)	56,247	911,803	115,652	1,194	49,286	1,077,935	1,133,389	
Flow-Through Funds																
CFC - Community Services Recovery Fund	-	100,000	-	-	-	(100,000)	-	-	-	-	-	-	-	-	13,255	
Neighbourhood Small Grant Fund	13,851	22,500	-	-	-	(17,400)	(5,696)	(596)	13,255	-	-	-	-	-	1,214	
Squamish Emergency Fund	1,214	-	-	-	-	-	-	-	1,214	-	-	-	-	-	-	
Wigglesworth Fund	7,927	(3,891)	-	-	-	(4,000)	(36)	(7,927)	-	-	-	-	-	-	-	
	22,992	118,609	-	-	-	(121,400)	(5,732)	(8,523)	14,469	-	-	-	-	-	14,469	
Unrestricted and Internally Restricted Funds																
Reallocation of fund balances	-	(7,927)	-	-	-	-	-	(7,927)	(7,927)	-	-	-	-	-	(7,927)	
Unrestricted Operating	64,477	11,051	51,000	8	36,403	-	(72,127)	26,335	90,812	-	-	-	-	-	90,812	
	64,477	3,124	51,000	8	36,403	-	(72,127)	18,408	82,885	-	-	-	-	-	82,885	
Total	\$ 166,341	\$ 209,552	\$ 100,285	\$ 448	\$ 19,485	\$ (149,000)	\$ (115,652)	\$ (77,859)	\$ (12,741)	\$ 153,600	\$ 911,803	\$ 115,652	\$ 1,194	\$ 49,286	\$ 1,077,935	
															\$ 1,231,535	