
**COQUITLAM FOUNDATION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
JUNE 30, 2014**





INDEPENDENT AUDITOR'S REPORT

To the Members of
Coquitlam Foundation

Report on the Financial Statements

We have audited the accompanying financial statements of Coquitlam Foundation which comprise the statement of financial position as at June 30, 2014, and the statements of revenue and expenses, changes in net assets and cash flows for the year then ended, and the related 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 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.

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 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.



INDEPENDENT AUDITOR'S REPORT

Basis for Qualified Opinion

In common with many charitable organizations, the Society derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Society and we were unable to determine whether any adjustments might be necessary to donation revenue, excess of revenue over expenses, assets and net assets.

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 Coquitlam Foundation as at June 30, 2014 and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for profit organizations.

Manning Elliott LLP

Chartered Accountants

Vancouver, British Columbia

August 20, 2014

COQUITLAM FOUNDATION
 STATEMENTS OF FINANCIAL POSITION
 AS AT JUNE 30, 2014

	2014	2013
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 105,425	\$ 63,484
Investments - short-term (Note 2)	590,676	324,962
	696,101	388,446
INVESTMENTS - LONG-TERM (Note 2)	2,062,432	1,930,958
EQUIPMENT (Note 3)	495	1,484
	\$2,759,028	\$ 2,320,888
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 5,026	\$ 5,031
COMMITMENTS (Note 4)		
NET ASSETS		
UNRESTRICTED FUNDS	127,911	94,477
RESTRICTED FUNDS (Note 5)	2,626,091	2,221,380
	2,754,002	2,315,857
	\$2,759,028	\$ 2,320,888

Approved by the Board:

_____ Director

_____ Director



COQUITLAM FOUNDATION

STATEMENTS OF CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2014

	Unrestricted		Restricted			Total	2014	2013
	General Fund	Bursary and Legacy	Field of interest	Donor Advised				
REVENUE								
Donations	\$ 13,850	\$ 500	\$ 60,000	\$ 245,685	\$ 306,185	\$ 320,035	\$ 125,120	
Fundraising	3,540	-	-	-	-	3,540	19,193	
Interest and investment income	7,102	1,482	44,502	33,079	79,063	86,165	78,324	
Realized and unrealized gain (loss) on investments	9,225	3,534	106,383	80,389	190,306	199,531	58,202	
	33,717	5,516	210,885	359,153	675,554	609,271	280,838	
EXPENSES								
Honoraria and scholarships	-	2,250	10,400	32,982	45,632	45,632	20,400	
Donations	-	-	39,704	32,172	71,876	71,876	86,500	
General and administrative								
Advertising	851	-	-	-	-	851	3,057	
Amortization	990	-	-	-	-	990	990	
Award ceremony	1,739	-	-	-	-	1,739	1,661	
Bank charges	975	-	-	-	-	975	1,534	
Contracted services	24,513	-	-	-	-	24,513	33,153	
Gala fundraising event	-	-	-	-	-	-	13,320	
Insurance	1,479	-	-	135	135	1,614	2,912	
Investment management fee	584	233	7,084	5,421	12,738	13,322	12,182	
Other	9,514	5	43	52	100	9,614	10,268	
TOTAL EXPENSES	40,645	2,484	57,231	70,762	130,481	171,126	185,977	
EXCESS OF REVENUES OVER EXPENSES (EXPENSE OVER REVENUES)	(6,928)	3,028	153,654	288,391	445,073	438,145	94,862	
INTER-FUND CHARGES AND TRANSFERS	40,362	(359,615)	321,269	(2,016)	(40,362)	-	-	
NET ASSETS, BEGINNING OF YEAR	94,477	403,117	950,958	867,305	2,221,380	2,315,857	2,220,995	
NET ASSETS, END OF YEAR	\$ 127,911	\$ 46,530	\$1,425,881	\$1,153,680	\$2,626,091	\$ 2,754,002	\$ 2,315,857	



COQUITLAM FOUNDATION
 STATEMENTS OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2014

	2014	2013
CASH FROM (USED IN):		
OPERATING ACTIVITIES		
Excess of revenue over expenses	\$ 438,145	\$ 94,862
Item not involving cash:		
Amortization of equipment	990	990
Changes in non-cash operating working capital:		
Accounts payable and accrued liabilities	(5)	(2,379)
	<u>439,130</u>	<u>93,473</u>
INVESTING ACTIVITY		
Net purchase of investments	(397,188)	(122,168)
INCREASE (DECREASE) IN CASH AND EQUIVALENTS DURING THE YEAR	41,942	(28,695)
CASH AND EQUIVALENTS - BEGINNING OF YEAR	63,484	92,179
CASH AND EQUIVALENTS - END OF YEAR	\$ 105,426	\$ 63,484



COQUITLAM FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2014

The purpose of the Coquitlam Foundation is to raise and administer funds for the support of worthy programs and projects to enhance the quality of life and sense of community in the City of Coquitlam. The Foundation was incorporated in 1992 and is a not-for-profit body under the Income Tax Act of Canada

1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO"), using the accounting policies outlined below:

(a) Foreign currency translation

Transactions and balances in currencies other than the Canadian dollar are translated using the temporal method whereby revenue, expenses and non-monetary balances are translated at the rate of exchange prevailing at the transaction dates and monetary balances are translated at the rate prevailing at the statement of financial position date with resulting exchange gains and losses being included in the determination of income.

(b) Revenue recognition

The Foundation follows the restricted fund method of accounting for contributions. Donations are recorded on a cash basis. Other revenues are recorded when earned on an accrual basis.

(c) Fund accounting

The Foundation follows fund accounting procedures to delineate restrictions on the use of resources. Fund classifications are as follows:

(i) Unrestricted Fund:

The Unrestricted Fund represents funds available for general operations.

(ii) Bursary and Legacy Funds:

The Bursary and Legacy Funds are endowment funds whose principal remains intact but income therefrom is available for distribution.

(iii) Restricted Funds:

The Restricted Funds are primarily donations received, which have been designated for specific purposes by the donor.

(d) Cash and cash equivalents

Cash consists of cash on hand and balances with banks and brokers.

(e) Financial instruments

Financial instruments consisting of cash and cash equivalents, investments – short term and accounts payable, are recorded at amortized cost. It is management's opinion that the Foundation is not exposed to significant risks arising from these financial instruments, except as explained in the following paragraph.

The Foundation's investments include fixed income debt securities and equity securities. The fair value and related investment income stream from these investments will fluctuate according to changes in interest rates among other market factors.



COQUITLAM FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(f) Equipment

Equipment is stated at cost less accumulated amortization, which is recorded over the estimated useful life of the asset on a straight-line basis over 3 years.

(g) Contributed services

A substantial number of volunteers contribute a significant amount of time to the Foundation each year. Due to the difficulty in determining the fair market value of these contributed services, the amounts are not recognized in the financial statements.

2. INVESTMENTS

	2014	2013
Mutual funds	\$ 353,495	\$ 193,970
Bonds and fixed income securities	1,449,124	1,419,612
Stocks and other investments	850,489	642,338
	<u>2,653,108</u>	<u>2,255,920</u>
Less: investments maturing during the next fiscal year or available for prompt liquidation	590,676	324,962
	<u>\$ 2,062,432</u>	<u>\$ 1,930,958</u>

3. EQUIPMENT

	2014		2013	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer equipment	\$ 2,969	\$ 2,474	\$ 495	\$ 1,484

4. COMMITMENTS

The Foundation grants bursaries that allow recipients up to three years to claim their awards. As at June 30, 2014, \$82,987 were unclaimed (2013 - \$60,238).



COQUITLAM FOUNDATION**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED JUNE 30, 2014**

5. RESTRICTED FUNDS

	2014	2013
Beverley Ann Cook Fund	\$ 63,947	\$ 56,049
Carleigh Rae LeClair Fund	193,076	175,782
CMLA Brodie Campbell Memorial Scholarship Fund	33,345	31,226
Community Diversity Fund	9,918	4,981
Coquitlam Centre Fund	24,007	19,068
Coquitlam Metro Ford Domenic Mobilio Bursary Fund	39,183	35,537
Coquitlam Public Library Living Legacy Fund	53,224	48,272
Coquitlam Search and Rescue Fund	120,168	101,091
Coquitlam Stroke Recovery Fund	69,815	63,319
Danielle & Gary Couling Education Fund	11,325	-
ERH Maternity Ward Fund	10,520	-
Evergreen Arts Education Endowment Fund	169,965	154,148
Gaming Fund	245	245
Mayor's Community Fund	1,297	7,354
Michael Coss Brain Injury Fund	111,127	6,208
Peter Legge Literacy Endowment Fund	20,811	19,781
R.A. Leclair Scholarship Fund	46,530	43,843
Rotary Club Community Service Award (Rotary Club of Coquitlam)	42,991	38,993
Shelagh Elaine Fulton Memorial Fund	58,694	53,701
Steps Together Fund	2,500	2,476
Symington Endowment Fund	58,711	42,168
The Coquitlam Foundation Community Fund	980,100	934,420
The Della and Cam Grant Fund	50,202	-
The James Gordon Stewart Fund	369,549	351,918
The Johnston Legacy Fund	15,265	16,293
Trevor Wingrove Bursary Fund	12,492	6,405
Tri-Cities Chamber of Commerce Elite Athletes Fund	5,680	5,152
Wesbild Holding's Learning Initiative for Tomorrow (LIFT) Fund	51,404	2,950
	\$ 2,626,091	\$ 2,221,380

6. COMPARATIVE FIGURES

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

