
**COQUITLAM FOUNDATION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
JUNE 30, 2015**



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, 2015, 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 Foundation 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 Foundation 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, 2015 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

September 1, 2015

COQUITLAM FOUNDATION
STATEMENTS OF FINANCIAL POSITION
AS AT JUNE 30, 2015

	2015	2014
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 36,585	\$ 105,425
Investments - short-term (Note 2)	280,306	590,676
	316,891	696,101
INVESTMENTS - LONG-TERM (Note 2)	2,444,024	2,062,432
EQUIPMENT (Note 3)	-	495
	<u>\$2,760,915</u>	<u>\$ 2,759,028</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 7,295	\$ 5,026
COMMITMENTS (Note 4)		
NET ASSETS		
UNRESTRICTED FUNDS	143,554	127,911
RESTRICTED FUNDS (Note 5)	2,610,066	2,626,091
	2,753,620	2,754,002
	<u>\$2,760,915</u>	<u>\$ 2,759,028</u>

Approved by the Board:

_____ Director

_____ Director

COQUITLAM FOUNDATION
STATEMENTS OF CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2015

	Unrestricted		Restricted			Total	2015	2014
	General Fund	Bursary and Legacy	Field of interest	Donor Advised				
REVENUE								
Donations	\$ 1,447	\$ -	\$ 25,088	\$ 77,951	\$ 103,039	\$ 104,486	\$ 320,035	
Fundraising	17,982	-	(245)	-	(245)	17,737	3,540	
Interest and investment income	5,222	1,450	44,859	35,248	81,557	86,779	86,165	
Realized and unrealized gain (loss) on investments	1,177	280	9,144	6,673	16,097	17,274	199,531	
	<u>25,828</u>	<u>1,730</u>	<u>78,846</u>	<u>119,872</u>	<u>200,448</u>	<u>226,276</u>	<u>609,271</u>	
EXPENSES								
Honoraria and scholarships	-	1,250	13,550	45,135	59,935	59,935	45,632	
Donations	-	-	64,568	36,357	100,925	100,925	71,876	
General and administrative								
Advertising	1,625	-	-	-	-	1,625	851	
Amortization	495	-	-	-	-	495	990	
Award ceremony	935	-	-	-	-	935	1,739	
Bank charges	1,149	-	-	105	105	1,254	975	
Contracted services	26,232	-	-	-	-	26,232	24,513	
Gala fundraising event	3,968	-	-	-	-	3,968	-	
Insurance	1,489	-	-	135	135	1,624	1,614	
Investment management fee	670	245	7,551	5,986	13,782	14,452	13,322	
Other	15,213	-	-	-	-	15,213	9,614	
TOTAL EXPENSES	<u>51,776</u>	<u>1,495</u>	<u>85,669</u>	<u>87,718</u>	<u>174,882</u>	<u>226,658</u>	<u>171,126</u>	
EXCESS OF REVENUES OVER EXPENSES (EXPENSE OVER REVENUS)	(25,948)	235	(6,823)	32,154	25,566	(382)	438,145	
INTER-FUND CHARGES AND TRANSFERS	41,591	(351)	(32,391)	(8,849)	(41,591)	-	-	
NET ASSETS, BEGINNING OF YEAR	127,911	46,530	1,425,881	1,153,680	2,626,091	2,754,002	2,315,857	
NET ASSETS, END OF YEAR	<u>\$ 143,554</u>	<u>\$ 46,414</u>	<u>\$1,386,667</u>	<u>\$1,176,985</u>	<u>\$2,610,066</u>	<u>\$ 2,753,620</u>	<u>\$ 2,754,002</u>	

COQUITLAM FOUNDATION
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2015

	2015	2014
CASH FROM (USED IN):		
OPERATING ACTIVITIES		
Excess of revenue over expenses	\$ (382)	\$ 438,145
Item not involving cash:		
Amortization of equipment	495	990
Changes in non-cash operating working capital:		
Accounts payable and accrued liabilities	2,269	(5)
	<hr/> 2,382	<hr/> 439,130
INVESTING ACTIVITY		
Net purchase of investments	<hr/> (71,222)	<hr/> (397,188)
INCREASE (DECREASE) IN CASH AND EQUIVALENTS DURING THE YEAR	(68,841)	41,942
CASH AND EQUIVALENTS - BEGINNING OF YEAR	105,426	63,484
CASH AND EQUIVALENTS - END OF YEAR	<hr/> \$ 36,585	<hr/> \$ 105,426

COQUITLAM FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015

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, 2015

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

	2015	2014
Mutual funds	\$ 208,526	\$ 353,495
Bonds and fixed income securities	1,406,258	1,449,124
Stocks and other investments	1,109,546	850,489
	<u>2,724,330</u>	<u>2,653,108</u>
Less: investments maturing during the next fiscal year or available for prompt liquidation	280,306	590,676
	<u>\$ 2,444,024</u>	<u>\$ 2,062,432</u>

3. EQUIPMENT

	2015		2014	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer equipment	\$ 2,969	\$ 2,969	\$ -	\$ 495

4. COMMITMENTS

The Foundation grants bursaries that allow recipients to claim their awards for up to three years. As at June 30, 2015, \$85,534 were unclaimed (2014 - \$82,987).

COQUITLAM FOUNDATION**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED JUNE 30, 2015**

5. RESTRICTED FUNDS

	2015	2014
Beverley Ann Cook Fund	\$ 67,666	\$ 63,947
Carleigh Rae LeClair Fund	203,092	193,076
CMLA Brodie Campbell Memorial Scholarship Fund	34,277	33,345
Community Diversity Fund	14,310	9,918
Coquitlam Centre Fund	24,606	24,007
Coquitlam Metro Ford Domenic Mobilio Bursary Fund	40,556	39,183
Coquitlam Public Library Living Legacy Fund	54,550	53,224
Coquitlam Search and Rescue Fund	133,246	120,168
Coquitlam Stroke Recovery Fund	71,556	69,815
Danielle & Gary Couling Education Fund	16,370	11,325
ERH Maternity Ward Fund	10,617	10,520
Evergreen Arts Education Endowment Fund	165,007	169,965
Gaming Fund	-	245
Mayor's Community Fund	6,307	1,297
Michael Coss Brain Injury Fund	106,596	111,127
Peter Legge Literacy Endowment Fund	21,328	20,811
R.A. Leclair Scholarship Fund	46,414	46,530
Rotary Club Community Service Award (Rotary Club of Coquitlam)	44,065	42,991
Shelagh Elaine Fulton Memorial Fund	61,389	58,694
Soroptomists Tri-Cities Fund	1,978	-
Steps Together Fund	3,000	2,500
Symington Endowment Fund	65,203	58,711
The Coquitlam Foundation Community Fund	920,385	980,100
The Della and Cam Grant Fund	49,676	50,202
The James Gordon Stewart Fund	392,728	369,549
The Johnston Legacy Fund	13,262	15,265
Trevor Wingrove Bursary Fund	13,618	12,492
Tri-Cities Chamber of Commerce Elite Athletes Fund	5,822	5,680
Wesbild Holding's Learning Initiative for Tomorrow (LIFT) Fund	22,442	51,404
	<hr/> \$ 2,610,066	<hr/> \$ 2,626,091