

Altona Community Foundation Inc.

Financial Statements

Year Ended September 30, 2016

(Unaudited)

Sherry Foord, CPA, CMA
Foord Accounting Services

Review Engagement

I have reviewed the balance sheet of Altona Community Foundation Inc. as at September 30, 2016 and the statements of income and retained earnings for the year then ended. A review includes primarily applying analytical procedures to the financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian generally accepted accounting principles and for designing, implementing, and maintaining internal controls relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the review in accordance with Canadian generally accepted standards for review engagements. Those standards require me to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. I believe that the results of my procedures provide a reasonable basis for my report.

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with Canadian accounting standards for private enterprises.

Sincerely,

A handwritten signature in cursive script that reads "Sherry Foord".

Sherry Foord, CPA, CMA

Altona, Manitoba
1/3/2017

Altona Community Foundation Inc.
Statement of Financial Position (unaudited)
September 30, 2016
(with comparative figures for September 30, 2015)

	2016	2015
Assets		
Current Assets		
Cash	52,888	47,648
Accrued interest receivable	12,849	19,454
GST receivable	216	176
Current portion of long term investments (Note 2)	\$ 336,000	\$ 168,200
Total Current Assets	401,952	235,478
Long term investments (Note 2)	911,384	1,003,217
Total Assets	1,313,336	1,238,695
Liabilities and Fund Balances		
Current Liabilities		
Accounts payable and accrued liabilities	3,319	2,501
Grants payable	34,283	26,000
Total Liabilities	37,601	28,501
Fund Balances		
Operating	174	4,932
Curtis Klassen Memorial	4,929	5,648
Undistributed income	10,916	20,611
Contributed Capital	1,243,285	1,163,806
Rosenfeld Cemetery	4,988	5,000
Kendall Wiebe Memorial	11,442	10,197
Total Funds	1,275,735	1,210,194
Total Liabilities and Funds	\$ 1,313,336	\$ 1,238,695

See accompanying notes

Altona Community Foundation Inc.
Statement of Operations and Changes in Fund Balances (unaudited)
Year Ended September 30, 2016
(with comparative figures for September 30, 2015)

	Operating Fund		Curtis Klassen Memorial Fund		Undistributed Income Endowment Fund	Contributed Capital Endowment Fund	Rosenfeld Cemetery Endowment Fund	Kendall Wiebe Memorial Endowment Fund	Total Endowment Funds		2016		2015	
	2016	2015	2016	2015					Endowment Funds	Income Fund	Endowment Fund	2016	2015	Total Endowment Funds
Revenue	\$ 2,390	\$ 5,056	\$ 3,840	\$ 6,286	\$ -	\$ 79,479	\$ -	\$ 1,000	\$ 80,479	\$ -	\$ 37,951	\$ 80,479	\$ -	\$ 37,951
Donations			21	49	30,279		148	275	30,701	36,993				
Interest		1,735												
Administration support grants		1,567												
Fundraising		5,692	3,861	6,335	30,279	79,479	148	1,275	111,180	36,993	37,951			
Expenditures														
Advertising and promotion	3,342	1,708												
Annual meeting dinner		1,544												
Bank charges	7	10	47				15	29	44			40,118	37,000	37,000
Grants			4,533		39,973		145							
Meetings	754	644												
Memberships	510	505												
Office supplies	1,273	597												
Professional fees	3,711	3,240												
Salaries and benefits	692	536												
Youth activities and bursaries				7,475										
Website	162	86												
	10,450	8,870	4,580	7,475	39,973	-	160	29	40,161	37,000	-			37,000
Excess (deficiency) of revenue over expenditures	4,759	353	-	719	-	9,694	12	1,245	71,019	-	7			37,944
Fund balances, beginning of year	4,932	4,579	5,649	6,789	20,611	1,163,806	5,000	10,197	1,199,614	20,617	1,125,856			1,146,473
Fund balances, end of year	173	4,932	4,930	5,649	10,917	1,243,285	4,988	11,442	1,270,633	20,610	1,163,807			1,184,417

Altona Community Foundation Inc.
Notes to the financial statements
September 30, 2016

Note 1. Significant Accounting Policies

Purpose of the Organization

Altona Community Foundation Inc. ("the Foundation") is a self-funded organization that raises funds to provide funding through grants for projects relating to youth, education, health, and other local community development initiatives for the area of Altona, Manitoba including Gretna, Rosenfeld, and Reinland. The foundation utilizes the interest and donations received in funds to make the grants. The Foundation was incorporated in the Province of Manitoba as a not-for-profit organization and is a registered charity under the Income Tax Act.

Basis of Accountings

The financial statements have been prepared using Canadian accounting standards for not-for-profit organizations.

Fund Accounting

The Foundation follows the restricted fund method of account for contributions.

The Operating Fund consists of contributions for which donors have not designated a specific purpose as well as revenue related to general fundraising. This fund is utilized for general operations, website, and related expenses.

The Curtis Klassen Memorial Fund consists of restricted contributions designated to be used for specific youth activities and bursaries.

Capital funds are contributions designated by donors to remain in perpetuity. The interest income earned and donations received by these funds are either restricted by the donor for specific use, or used by the Foundation for granting purposes. The Foundation has two main capital funds:

The Undistributed Income Fund represents the interest income generated by contributed capital held for endowment purposes less grants that are approved for disbursement by the board.

The Contributed Capital Fund is solely an endowment fund which holds designated contributions from donors in perpetuity for purposes of generating interest income for granting purposes by the board.

The Rosenfeld Cemetery Fund is solely an endowment fund which holds designated contributions from donors in perpetuity for purposes of improving and maintaining the Rosenfeld Cemetery.

The Kendall Wiebe Memorial Fund is solely an endowment fund which holds designated contributions from donors in perpetuity for purposes of providing scholarships to art/cosmetology students at W.C. Miller Collegiate enrolled in a post secondary institution.

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 amount of assets, liabilities, and the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates and may have an impact on future periods.

Financial Instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, equities traded in an active market and derivatives are reported at fair value, with any unrealized gains and losses reported in operations, other than financial instruments related to endowment funds. In addition, all bonds and guaranteed investment certificates have been designated to be in the fair value category, with gains and losses reported in operations, other than financial instruments related to endowment funds. Changes in fair value of financial instruments related to endowment funds. All other financial instruments are reported at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed for those items remeasured at fair value at each statement of financial position date and charged to the financial instrument for those measured at amortized cost.

Revenue Recognition

Contributions for endowment funds are recognized as revenue in the respective endowment fund.

Contributions restricted for the Curtis Klassen Memorial Fund are recognized as revenue in the Curtis Klassen Memorial Fund.

Unrestricted contributions are recognized as revenue of the Operating Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Investment income earned on Contributed Capital Endowment Fund resources is recognized in the Undistributed Income Fund. Investment income earned in the Rosenfeld Cemetery Endowment Fund and Kendall Wiebe Memorial Endowment Fund is recognized in the respective funds. Investment income earned in the Curtis Klassen Memorial Fund is recognized in the Curtis Klassen Memorial Fund.

Note 2. Long term Investments

	2016	2015
Access Credit Union guaranteed investment certificates maturing between November 2015 - July 2020, bearing interest at various rates between 2.75% - 3.65% per annum	\$ 1,247,384	\$ 1,169,310
Access Credit Union surplus shares		2,107
	<u>1,247,384</u>	<u>1,171,417</u>
Less: current portion of long term investments	- 336,000	- 168,200
	<u>\$ 911,384</u>	<u>\$ 1,003,217</u>

