

**COMMUNITY FOUNDATION OF  
MEDICINE HAT AND  
SOUTHEASTERN ALBERTA  
FINANCIAL STATEMENTS**

**JUNE 30, 2014**



CHARTERED  
ACCOUNTANTS

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# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
Community Foundation of Medicine Hat and Southeastern Alberta

We have audited the accompanying financial statements of Community Foundation of Medicine Hat and Southeastern Alberta, which comprise the Statement of Financial Position as at June 30, 2014, and the Statements of Operations, Changes in Undistributed Income and Fund Balances and Cash Flows for the year then ended, and 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.

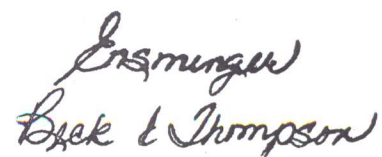
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the organization'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 organization'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 audit opinion.

### *Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of Community Foundation of Medicine Hat and Southeastern Alberta 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.

Medicine Hat, Alberta  
October 18, 2014



CHARTERED ACCOUNTANTS

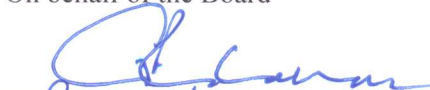

# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## STATEMENT OF FINANCIAL POSITION

JUNE 30, 2014

ASSETS		2014	2013
<b>CURRENT ASSETS</b>			
Cash and cash equivalents (Note 2)	\$	168,333	\$ 222,212
Marketable securities (Note 3)		9,901,112	8,251,700
Accounts receivable		-	1,000
Prepaid expenses (Note 4)		5,450	7,579
GST receivable		3,931	3,423
		10,078,826	8,485,914
<b>EQUIPMENT (Note 5)</b>		11,848	15,092
<b>OTHER ASSETS (Note 6)</b>		25,000	25,000
	\$	10,115,674	\$ 8,526,006
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable and accrued liabilities	\$	10,998	\$ 10,997
Grants payable		10,643	6,217
Deferred contributions (Note 7)		91,225	65,329
		112,866	82,543
<b>MANAGED FUNDS (Note 8)</b>		435,117	299,280
<b>ANNIVERSARY GRANT PAYABLE (Note 9)</b>		30,628	-
		578,611	381,823
<b>FUND BALANCES</b>			
<b>SMART &amp; CARING COMMUNITY ENDOWMENT FUND</b>		4,590,836	4,076,748
<b>DESIGNATED ENDOWMENT FUND</b>		3,498,433	2,927,221
<b>OPERATING ENDOWMENT FUND</b>		1,404,316	1,105,258
<b>FLOW THROUGH FUND</b>		5,842	13,222
<b>ADMINISTRATIVE FUND</b>		37,636	21,734
		9,537,063	8,144,183
	\$	10,115,674	\$ 8,526,006

On behalf of the Board

 Member  
 Member

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

# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## STATEMENT OF OPERATIONS

FOR THE YEAR ENDED JUNE 30, 2014

	Smart & Caring Community Endowment Fund	Designated Endowment Fund	Operating Endowment Fund	Flow- Through Fund	Admini- strative Fund (Schedule 1)	2013 Total
<b>Revenue</b>						
Investments and interest	\$ 269,528	\$ 196,376	\$ 75,879	\$ -	\$ -	\$ 541,783
Grants, donations & administrative charges	-	-	-	228,961	371,906	600,867
	269,528	196,376	75,879	228,961	371,906	1,142,650
						631,383
<b>Expenses</b>						
Operating	-	-	-	-	356,004	356,004
Administrative charges	43,856	32,472	12,576	-	-	88,904
Grants	202,928	129,991	47,709	236,341	-	616,969
Investment fees	22,865	16,854	6,549	-	-	46,268
	269,649	179,317	66,834	236,341	356,004	1,108,145
						644,103
<b>Undistributed income (loss)</b>	(121)	17,059	9,045	(7,380)	15,902	34,505
						(12,720)
<b>Unrealized gains (losses)</b>	432,580	317,772	122,956	-	-	873,308
						673,795
<b>Increase (decrease) in undistributed income</b>	\$ 432,459	\$ 334,831	\$ 132,001	\$ (7,380)	\$ 15,902	\$ 907,813
						\$ 661,075

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



# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## STATEMENT OF OPERATIONS FOR THE YEAR ENDED JUNE 30, 2013

	Smart & Caring Community Endowment Fund	Designated Endowment Fund	Operating Endowment Fund	Flow- Through Fund	Admini- strative Fund (Schedule 1)	Total
<b>Revenue</b>						
Investments and interest	\$ 165,132	\$ 116,201	\$ 44,433	\$ -	\$ -	\$ 325,766
Grants, donations & administrative charges	-	-	-	21,544	284,073	305,617
	165,132	116,201	44,433	21,544	284,073	631,383
<b>Expenses</b>						
Operating	-	-	-	-	257,377	257,377
Administrative charges	39,808	28,185	10,668	-	-	78,661
Grants	133,920	80,870	35,126	15,121	-	265,037
Investment fees	21,811	15,341	5,876	-	-	43,028
	195,539	124,396	51,670	15,121	257,377	644,103
<b>Undistributed income (loss)</b>	(30,407)	(8,195)	(7,237)	6,423	26,696	(12,720)
<b>Unrealized losses</b>	340,687	241,092	92,016	-	-	673,795
<b>Increase (decrease) in undistributed income</b>	\$ 310,280	\$ 232,897	\$ 84,779	\$ 6,423	\$ 26,696	\$ 661,075

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

# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## STATEMENT OF CHANGES IN UNDISTRIBUTED INCOME AND FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2014

	Smart & Caring Community Endowment Fund	Designated Endowment Fund	Operating Endowment Fund	Flow- Through Fund	Admini- strative Fund	2013 Total
Capital, beginning of year	\$3,750,000	\$2,718,326	\$1,124,673	\$ -	\$ -	\$7,222,421
Donations	93,472	243,953	147,642	-	-	226,806
Fund Transfers	-	-	-	-	-	-
Transfer in of Preservation of Capital	96,268	73,187	28,916	-	-	198,371
Capital, end of year	3,939,740	3,035,466	1,301,231	-	-	8,276,437
Undistributed income (loss), beginning of year	326,748	208,895	(19,415)	13,222	21,734	33,881
Increase (decrease) in undistributed income	432,459	334,831	132,001	(7,380)	15,902	661,075
Allocation of surplus to the Operating fund	(11,843)	(7,572)	19,415	-	-	-
Transfer out of Preservation of Capital	(96,268)	(73,187)	(28,916)	-	-	(143,772)
Undistributed income (loss), end of year	651,096	462,967	103,085	5,842	37,636	551,184
Fund Balances, end of year	\$4,590,836	\$3,498,433	\$1,404,316	\$ 5,842	\$ 37,636	\$8,144,183

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

# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## STATEMENT OF CHANGES IN UNDISTRIBUTED INCOME AND FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2013

	Smart & Caring Community Endowment Fund	Designated Endowment Fund	Operating Endowment Fund	Flow- Through Fund	Admini- strative Fund	Total
Capital, beginning of year	\$3,660,917	\$2,471,506	\$1,089,998	\$ -	\$ -	\$7,222,421
Donations	54,770	156,957	15,079	-	-	226,806
Fund Transfers	(38,650)	38,650	-	-	-	-
Transfer in of Preservation of Capital	72,963	51,213	19,596	-	-	143,772
Capital, end of year	3,750,000	2,718,326	1,124,673	-	-	7,592,999
Undistributed income (loss), beginning of year	89,431	27,211	(84,598)	6,799	(4,962)	33,881
Increase (decrease) in undistributed income	310,280	232,897	84,779	6,423	26,696	661,075
Transfer out of Preservation of Capital	(72,963)	(51,213)	(19,596)	-	-	(143,772)
Undistributed income (loss), end of year	326,748	208,895	(19,415)	13,222	21,734	551,184
Fund Balances, end of year	\$4,076,748	\$2,927,221	\$1,105,258	\$ 13,222	\$ 21,734	\$8,144,183

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



# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2014

	2014	2013
<b>OPERATING ACTIVITIES</b>		
Increase of undistributed income	\$ 907,813	\$ 661,075
Adjustments for		
Amortization	3,244	2,363
Unrealized (gains) losses	(873,308)	(673,795)
Non-cash donations of shares	-	19,600
	37,749	9,243
Changes in non-cash working capital		
Accounts receivable	1,000	1,600
Prepaid expenses	2,129	(6,156)
GST	(508)	(186)
Accounts payable and accrued liabilities	1	866
Grants payable	4,426	1,290
Deferred contributions	25,896	56,329
	70,693	62,986
<b>INVESTING ACTIVITIES</b>		
Proceeds on disposal of marketable securities	109,927	107,620
Purchase of marketable securities	(886,031)	(552,682)
Purchase of equipment	-	(11,278)
	(776,104)	(456,340)
<b>FINANCING ACTIVITIES</b>		
Managed funds	135,837	227,463
Anniversary grant payable	30,628	-
Capital donations received	485,067	226,806
	651,532	454,269
<b>INCREASE (DECREASE) IN CASH</b>	(53,879)	60,915
<b>CASH, beginning of year</b>	222,212	161,297
<b>CASH, end of year</b>	\$ 168,333	\$ 222,212

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

# **COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA**

## **NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2014**

### **NATURE OF BUSINESS**

Community Foundation of Medicine Hat and Southeastern Alberta ("the Foundation") was enabled by the Medicine Hat Community Foundation Act, a special statute enacted by the Legislative Assembly of the Province of Alberta on June 26, 1992. The Foundation is a charitable organization registered under the Income Tax Act (Canada) and as such is exempt from income taxes and able to issue donation receipts for income tax purposes.

The Foundation assembles and administers a pool of capital, the income from which is distributed to worthy charitable and community causes as determined by its board of directors.

### **1. SIGNIFICANT ACCOUNTING POLICIES**

The organization applies the Canadian accounting standards for not-for-profit enterprises.

#### **CASH AND CASH EQUIVALENTS**

Cash and cash equivalents include balances with banks. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

#### **MARKETABLE SECURITIES**

Marketable securities, as described in Note 3, are valued at fair market value, as determined by the independent investment firm that holds the marketable securities.

#### **BEQUESTS AND OTHER DONATIONS**

Bequests and other donations are recorded when they become receivable.

#### **GRANT EXPENSES**

Grant expenses are recorded in the year approved.

#### **CONTRIBUTED MATERIALS AND SERVICES**

Contributed materials and services are recognized in the financial statements when their fair value can be reasonably determined and they are used in the normal course of the Foundation's operations and would otherwise have been purchased.

# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

### 1. SIGNIFICANT ACCOUNTING POLICIES, *continued*

#### FUND ACCOUNTING

As donors have provided amounts for special purposes, the Statement of Changes in Undistributed Income and Fund Balances and Statement of Operations have been presented in a manner which segregates the Smart & Caring Community Endowment Fund (unrestricted) from the Designated Endowment Fund (for special purposes), the Operating Endowment Fund (to aid in the administrative expenses), the Flow Through Fund (third-party donations directed through the Foundation) and the Administrative Fund (for administrative expenses).

The revenues and expenses related to the collection of unrestricted donations and fundraising activities are reported in the Smart & Caring Community Endowment Fund. The income earned by this fund is to be distributed as determined by the Board of Directors.

The Designated Endowment Fund, Operating Endowment Fund, Flow-Through Fund, and Administrative Funds report amounts for which the use is restricted by the donors and related investment income on the fund balances.

The Designated Endowment Fund reports resources contributed to the Foundation with the stipulation that the capital amount be permanently retained. Grants are distributed for designated purposes from the income earned.

The Operating Endowment Fund reports resources contributed to the Foundation with the stipulation that the capital amount be preserved to fund administrative expenses.

The Flow-Through Fund reports resources contributed to the Foundation with the stipulation that the entire capital amount be paid to another charitable organization.

The Administrative Fund reports resources contributed to the Foundation with the stipulation that the capital amount be used to directly fund administrative expenses. Revenue and expenditures for operations of the organization and for maintenance of the common elements are reported in the Statement of Operations.



# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

### 1. SIGNIFICANT ACCOUNTING POLICIES, *continued*

#### REVENUE RECOGNITION

The Foundation follows the deferral method of accounting for contributions which includes grants and donations.

Restricted contributions are recognized as revenue in the year in which the related expenses are made. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Endowment contributions are recognized as direct increases in net assets.

Investments and interest includes dividends and interest income which are recognized when earned. Unrealized gains and losses are recognized at the end of each month, based on fair market value.

#### EQUIPMENT

Equipment is recorded at cost. The organization provides for amortization using the following methods at rates designed to amortize the cost of the equipment over its estimated useful life. One half of the year's amortization is recorded in the year of acquisition. No amortization is recorded in the year of disposal. The annual amortization rates and methods are as follows:

Furniture and fixtures	20% Declining balance
Computer equipment and software	20-100% Declining balance

Amortization of leasehold improvements is recorded over the remaining term of the lease plus the first renewal option.

#### MEASUREMENT UNCERTAINTY

The preparation of financial statements in conformity 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 and disclosures of contingent liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reported period. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods in which they become known. Estimates are used when accounting for certain items such as the useful life of equipment.



# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

### 1. SIGNIFICANT ACCOUNTING POLICIES, *continued*

#### FINANCIAL INSTRUMENTS

##### Measurement of financial instruments

A financial instrument is a contractual obligation. The Foundation initially measures its financial assets and financial liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument. Amounts due to and from related parties are measured at the exchange amount, being the amount agreed upon by the related parties.

The organization subsequently measures its financial assets and financial liabilities at amortized cost, except for equity securities quoted in an active market, which are subsequently measured at fair value. Forward exchange contracts and interest rate swaps that are not hedging items are measured at fair value. Changes in fair value are recognized in excess (deficiency) of revenues over expenditures.

Financial assets measured at amortized cost include cash and cash equivalents, accounts receivable and GST receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, grants payable and managed funds.

Financial assets measured at fair value include marketable securities.

##### Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of possible impairment. When a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset or group of assets, a write-down is recognized in net income. The write down reflects the difference between the carrying amount and the higher of:

- ♦ the present value of the cash flows expected to be generated by the asset or group of assets;
- ♦ the amount that could be realized by selling the assets or group of assets;
- ♦ the net realizable value of any collateral held to secure repayment of the assets or group of assets.

When the events occurring after the impairment confirm that a reversal is necessary, the reversal is recognized in net income up to the amount of the previously recognized impairment.

# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

### 1. SIGNIFICANT ACCOUNTING POLICIES, continued

#### RISK MANAGEMENT

The Foundation, as part of operations, has established avoidance of undue concentrations of risk as risk management objectives. In seeking to meet these objectives, the Foundation follows a risk management policy approved by its Board of Directors.

##### Credit Risk

It is management's opinion that the Foundation is not exposed to significant credit risk as the Foundation does not have customer receivables.

##### Market Risk

Market risk is the risk that future cash flows will fluctuate because of changes in market prices. It is comprised of three types of risk: currency risk, interest rate risk, and other price risk.

The Foundation is exposed to certain market risks including changes in pricing and limited access to foreign markets.

##### Currency Risk

It is management's opinion that the Foundation is not exposed to significant currency risk.

##### Interest Rate Risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flow associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets and liabilities, known as price risk. In seeking to minimize the risks from interest rate fluctuations, the Foundation manages exposure through its normal operating and financing activities.

##### Liquidity Risk

Liquidity risk is the risk the Foundation will encounter difficulty meeting obligations associated with financial liabilities. The Foundation's current liquidity risk is low; however, the Foundation currently relies in part on future donations and grants to fund its operations.

#### IMPAIRMENT OF LONG-LIVED ASSETS

The organization tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected undiscounted future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent carrying value exceeds its fair value.

# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

### 2. CASH AND CASH EQUIVALENTS

Included in cash is \$2,725 (2013 - \$8,185) received from the Government of Alberta under the Alberta Nonprofit/Voluntary Sector Initiative (ANVSI) which is to be disbursed by the Foundation in accordance with their agreement.

	2014	2013
Cash	\$ 165,608	\$ 214,027
Restricted cash - ANVSI	2,725	8,185
	<b>\$ 168,333</b>	<b>\$ 222,212</b>

### 3. MARKETABLE SECURITIES

	2014 Market	2014 Cost	2013 Market	2013 Cost
Mutual funds	\$ 9,901,112	\$ 8,088,958	\$ 8,251,700	\$ 7,338,545

### 4. PREPAID EXPENSES

	2014	2013
Prepaid management fees	\$ -	\$ 7,500
Other prepaids	5,450	79
	<b>\$ 5,450</b>	<b>\$ 7,579</b>

# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

### 5. EQUIPMENT

	Cost	Accumulated amortization	2014 Net	2013 Net
Furniture and fixtures	\$ 20,629	\$ 19,869	\$ 760	\$ 950
Leasehold improvements	11,278	3,384	7,894	10,150
Computer equipment and software	13,735	10,541	3,194	3,992
	\$ 45,642	\$ 33,794	\$ 11,848	\$ 15,092

### 6. OTHER ASSETS

In a prior year, the Foundation became the beneficiary of a charitable remainder trust in the amount of \$25,000. At the date of funding of the trust, it was valued at \$12,497. At June 30, 2014 it is actuarially valued at \$25,000 (2013 - \$25,000) and has been recorded in the financial statements as a Smart & Caring Community Endowment Fund.

### 7. DEFERRED CONTRIBUTIONS

	2014	2013
Women's Shelter	\$ 3,000	\$ 3,000
YMCA	4,500	4,500
Government of Alberta (E-CAP)	83,725	57,829
	\$ 91,225	\$ 65,329



# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

### 8. MANAGED FUNDS

The managed funds are not included in the fund balances of the Foundation as they are funds being held for other organizations. Capital and related income (losses) generated from the investment of these funds are to be distributed in accordance with other organizations directives. The ANVSI funds are held as cash to be distributed in the future in accordance with the related agreement. The receipts and disbursement of these funds are not reflected in the statement of operations and changes in undistributed income and fund balances..

	2014	2013
Opening balance	\$ 299,280	\$ 71,817
Funding additions	141,285	237,463
Disbursements	(5,448)	(10,000)
	<u>\$ 435,117</u>	<u>\$ 299,280</u>

### 9. ANNIVERSARY GRANT PAYABLE

This amount represents grant payables to be paid out in 2017, the organization's 25th anniversary.

### 10. PRESERVATION OF CAPITAL ADJUSTMENT

As part of its function in administering its funds, the Foundation reinvests a portion of the net increase in the value of the investments into the capital funds in order to preserve their intended value and mitigate the effects of inflation. Preservation of capital is only undertaken in those years when investment returns exceed the amounts required for the disbursement of grants and to cover a portion of the administration costs. During 2014 \$198,372 (2013 - \$143,772) was reinvested into the funds as a preservation of capital adjustment.

### 11. ADMINISTRATIVE CHARGES

As part of its operations, the Foundation calculates a fee to the endowment funds based on 1.0% (2013 - 1.0%) of the investments held for each fund, calculated quarterly. The corresponding revenue is recorded in grants, donations and administrative charges. Administrative charges for 2014 were \$88,904 (2013 - \$78,660). This is a non-cash charge and is not reflected in the Statement of Cash Flows.

# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

### 12. RELATED PARTY TRANSACTIONS

The following donations were made by directors and staff:

	2014	2013
Donations by directors:		
Smart & Caring Community Fund	\$ 2,500	\$ 1,000
Operating Fund	1,000	4,247
Flow-Through Fund	700	-
Designated Fund	100	60
	<hr/>	<hr/>
	\$ 4,300	\$ 5,307
Donations by staff members:		
Operating fund	\$ 3,350	\$ 1,100
Designated Fund	130	-
	<hr/>	<hr/>
	\$ 3,480	\$ 1,100

The donations were conducted in the normal course of operations and were measured at the exchange value, which is the amount of consideration established and agreed to by the related parties.

### 13. CHARITABLE FUNDRAISING ACT OF ALBERTA

As required under Section 7(2) of the Regulations of the Charitable Fund-raising Act of Alberta, the Foundation discloses that the service costs incurred for the purposes of soliciting contributions were nil (2013 - nil). Total amount paid as remuneration to employees whose principle duties involve fundraising was nil (2013 - nil).

No single disposition of contributions equalled or exceeded 10% of the gross contributions for the 12 month period ended June 30th, 2014. (2013 – No single disposition of contributions equalled or exceeded 10% of the gross contributions).

### 14. COMPARATIVE FIGURES

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year earnings.

# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## SCHEDULE OF ADMINISTRATIVE FUND

FOR THE YEAR ENDED JUNE 30, 2014

	2014	2013
<b>REVENUE</b>		
Grants, donations and administrative charges	\$ 217,700	\$ 224,861
<b>EXPENSES</b>		
Advertising and promotion	10,714	12,865
Amortization	988	1,236
Design and printing	-	243
Dues and memberships	3,427	2,526
Insurance	2,514	2,431
Interest and bank charges	154	318
Office	6,374	4,835
Office rent	5,323	3,736
Postage	2,411	2,608
Professional fees	11,275	11,763
Salaries and benefits	127,143	131,049
Special events	10,199	10,248
Telephone	1,971	1,888
Travel and seminars	4,217	9,353
Utilities	1,489	897
	188,199	195,996
	29,501	28,865
<b>OTHER</b>		
E-Cap Program (Schedule 2)	-	11,278
Legacy Partnership Program (Schedule 3)	(15,425)	(7,444)
Vital Signs Program (Schedule 4)	1,826	(6,003)
	(13,599)	(2,169)
<b>INCREASE IN UNDISTRIBUTED INCOME</b>	\$ 15,902	\$ 26,696

# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## SCHEDULE OF E-CAP Program FOR THE YEAR ENDED JUNE 30, 2014

	2014	2013
<b>REVENUE</b>	\$ 114,453	\$ 17,171
<b>EXPENDITURES</b>		
Amortization	2,256	1,128
Evaluation	3,740	-
NWT Conference Speakers	30,000	-
Office	7,386	2,232
Office Rent and Parking	225	-
RAK Printing and Promotions	6,581	-
Repairs and maintenance	3,075	-
Travel and Meetings	2,077	-
Wages and Salaries	53,736	2,533
Website Development	5,377	-
	114,453	5,893
<b>INCREASE OF UNDISTRIBUTED OVER INCOME</b>	\$ -	\$ 11,278



# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## SCHEDULE OF LEGACY PARTNERSHIP PROGRAM

FOR THE YEAR ENDED JUNE 30, 2014

	2014	2013
<b>REVENUE</b>	\$ 12,280	\$ 19,120
<b>EXPENSES</b>		
Advertising and promotion	-	200
Contract expenses	27,675	26,175
Special events	30	189
	27,705	26,564
<b>DECREASE OF UNDISTRIBUTED OVER INCOME</b>	\$ (15,425)	\$ (7,444)

# COMMUNITY FOUNDATION OF MEDICINE HAT AND SOUTHEASTERN ALBERTA

## SCHEDULE OF VITAL SIGNS PROGRAM

FOR THE YEAR ENDED JUNE 30, 2014

	2014	2013
<b>REVENUE</b>	\$ 27,473	\$ 22,920
<b>EXPENSES</b>		
Contract expenses	11,900	15,418
Design and printing	7,724	7,293
Office	2,685	2,574
Postage	1,255	1,643
Special Events	2,083	1,995
	25,647	28,923
<b>INCREASE (DECREASE) OF UNDISTRIBUTED INCOME</b>	\$ 1,826	\$ (6,003)