

**COMMUNITY FUTURES DEVELOPMENT
CORPORATION OF NORTH FRASER**

FINANCIAL STATEMENTS

MARCH 31, 2022

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INDEPENDENT AUDITOR'S REPORT

To the Members of Community Futures Development Corporation of North Fraser

Opinion

I have audited the financial statements of Community Futures Development Corporation of North Fraser (the Corporation), which comprise the statement of financial position as at March 31, 2022, 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 my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Corporation as at March 31, 2022, and its results of operations and its cash flows for the year then ended in accordance with the Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the Corporation in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

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

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the Corporation's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Corporation or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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 purpose of expressing an opinion on the effectiveness of the Corporation'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 a significant doubt on the Corporation's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Corporation 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.

I 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 I identify during my audit.



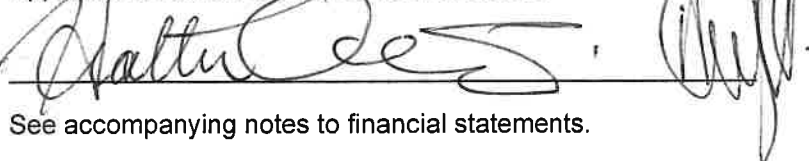
Mission, British Columbia
June 13, 2022

A. Stephen Pomeroy Ltd.
Chartered Professional Accountant

**COMMUNITY FUTURES DEVELOPMENT CORPORATION
OF NORTH FRASER
Balance Sheet
March 31, 2022**

	Administration Fund	Investment (WD) Fund (Schedule 1)	Investment (Other) Fund (Schedule 1)	Total March 31 2022	Total March 31 2021
Current assets:					
Cash- pooled bank (notes 1e,8)	\$ -	\$ 1,750,747	\$ 478,508	\$ 2,229,255	\$ 2,337,613
Investments	-	-	609,427	609,427	-
GST receivable	2,505	-	-	2,505	2,875
Accounts receivable	30,113	-	-	30,113	3,278
Prepaid expenses and deposits	17,927	-	-	17,927	15,182
Interfund transfers	126,813	168,332	(295,145)	-	-
Current portion of Loans receivable (note 3)	-	337,533	8,061	345,594	405,627
	177,358	2,256,612	800,851	3,234,821	2,764,575
Loans receivable (note 3)	-	1,912,687	45,680	1,958,367	2,298,540
Property, plant, and equipment (note 4)	34,907	-	-	34,907	41,501
Total assets	\$ 212,265	\$ 4,169,299	\$ 846,531	\$ 5,228,095	\$ 5,104,616
Liabilities and Fund Balances					
Current liabilities:					
Bank overdraft (notes 1e,8)	\$ 825,439	\$ -	-	\$ 825,439	\$ 862,991
Accounts payable and accruals	13,234	-	-	13,234	15,079
Payroll remittances payable	4,717	-	-	4,717	5,570
Deferred revenue	61,974	-	-	61,974	14,165
Current portion of long term debt For collaborative loans (note 7)	-	9,144	-	9,144	231,661
Conditionally repayable Contributions (note 5)	-	1,940,000	500,000	2,440,000	2,380,000
	905,364	1,949,144	500,000	3,354,508	3,644,200
Long term debt for collaborative Loans (note 7)	-	309,942	-	309,942	134,734
Total liabilities	905,364	2,259,086	500,000	3,664,450	3,249,594
Fund balances	(693,099)	1,910,213	346,531	1,563,645	1,460,416
	\$ 212,265	\$ 4,169,299	\$ 846,531	\$ 5,228,095	\$ 5,104,616

Approved on behalf of the Board of Directors:



See accompanying notes to financial statements.

**COMMUNITY FUTURES DEVELOPMENT CORPORATION
OF NORTH FRASER**

Statement of Operations

Year ended March 31, 2022	Administration	Investment	Investment	Total	Total
	Fund	(WD)Fund	(Other)Fund		
	(Schedule 2)	(Schedule 3)	(Schedule 3)	2022	2021
Revenue:					
Government- Core operations	\$ 284,306	\$ -	\$ -	\$ 284,306	\$ 284,306
Government- Regional Relief and Recovery (RRRF) support	-	-	-	-	66,000
Interest on loans	-	97,353	3,397	100,750	152,526
Project revenue	54,136	-	-	54,136	37,464
Rental income	29,300	-	-	29,300	21,000
Administration fees -loans	9,546	-	-	9,546	17,035
Regional Relief and Recovery Loan Fund administration	-	-	-	-	14,720
Project revenue (RRIF)	3,856	-	-	3,856	6,000
Bank deposit interest and investment income	-	-	9,972	9,972	1,697
Miscellaneous revenue	27,025	-	-	27,025	1,995
	408,169	97,353	13,369	518,891	602,743
Expenses:					
Advertising and sponsorships	7,751	-	-	7,751	21,160
Amortization	10,618	-	-	10,618	10,375
Bad debts	-	39,898	-	39,898	123,085
Bank charges and interest	2,579	3,313	144	6,036	6,177
Community economic development	6,000	-	-	6,000	5,000
Emergency fund project	-	-	-	-	29,500
Insurance	4,672	-	-	4,672	3,909
Interest and fees on partner loans	-	7,131	1,194	8,325	31,794
Loan collection costs	-	698	-	698	652
Memberships	1,470	-	-	1,470	1,007
Meetings and conferences	5,691	-	-	5,691	2,346
Office and administrative	16,814	-	-	16,814	30,504
Professional fees	18,581	2,514	-	21,095	21,789
Project- Client training (note 9) Program	6,389	-	-	6,389	12,189
	-	-	-	-	9,706
Rent and utilities	47,030	-	-	47,030	44,706
Repairs and maintenance	7,235	-	-	7,235	17,443
Subcontract	4,833	-	-	4,833	-
Telephone and online services	5,707	-	-	5,707	7,237
Travel	3,306	-	-	3,306	576
Wages and benefits	212,094	-	-	212,094	191,487
	360,770	53,554	1,338	415,662	570,642
Excess of revenue over expenses	\$ 47,399	\$ 43,799	\$12,031	\$103,229	\$32,101

See accompanying notes to financial statements.