

COLUMBIA VALLEY COMMUNITY FOUNDATION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

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INDEPENDENT PRACTITIONERS' REVIEW ENGAGEMENT REPORT

**To the Members of:
Columbia Valley Community Foundation**

We have reviewed the accompanying financial statements of Columbia Valley Community Foundation that comprise the statement of financial position as at December 31, 2024, and the statements of operations, changes in 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.

Practitioners' Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of Columbia Valley Community Foundation as at December 31, 2024, and the results of its revenue and expenditure and cash flows for the year then ended in accordance with Canadian Accounting Standards for Not-for-Profit Organizations.

As required by the Society Act (British Columbia), we report, in our opinion, the accounting principles in Canadian Accounting Standards for Not-for-Profit Organizations have been applied on a basis consistent with that of the preceding year.

Apex Accounting

Chartered Professional Accountants

Cranbrook, BC
June 16, 2025

**COLUMBIA VALLEY COMMUNITY FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024**

	ENDOWMENT FUND	FLOW THROUGH FUND	UNRESTRICTED FUNDS	TOTAL 2024	TOTAL 2023
ASSETS					
Current					
Cash	\$ 129,938	\$ 202,174	\$ 289,522	\$ 621,634	\$ 319,410
Accounts receivable	-	-	14,359	14,359	5,887
Investment income receivable	70,109	-	-	70,109	121,648
Prepaid expense and deposit	-	-	1,899	1,899	1,604
	200,047	202,174	305,780	708,001	448,549
Long-term investments (Note 3)	-	-	-	-	1,162,451
Endowed assets, at market (Note 6)	6,765,527	-	-	6,765,527	5,298,988
Intangible capital assets (Note 4)	-	-	7,141	7,141	5,672
	\$ 6,965,574	\$ 202,174	\$ 312,921	\$ 7,480,669	\$ 6,915,660
LIABILITIES AND NET ASSETS					
Current					
Accounts payable and accrued liabilities (Note 7)	\$ 8,508	\$ 32,462	\$ 12,525	\$ 53,495	\$ 18,224
Community grants and student scholarships payable	133,617	140,910	-	274,527	231,593
Deferred contributions (Note 8)	-	-	10,505	10,505	16,951
Deferred capital contributions (Note 8)	-	-	7,141	7,141	5,672
	142,125	173,372	30,171	345,668	272,440
	6,823,449	28,802	282,750	7,135,001	6,643,220
FUND BALANCES	\$ 6,965,574	\$ 202,174	\$ 312,921	\$ 7,480,669	\$ 6,915,660

See accompanying notes to the financial statements

On behalf of the Board: _____ Director _____ Director

COLUMBIA VALLEY COMMUNITY FOUNDATION
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2024

	ENDOWMENT FUND	FLOW THROUGH FUND	UNRESTRICTED FUNDS	TOTAL 2024	TOTAL 2023
REVENUE					
Investment income	\$ 325,641	\$ 736	\$ 30,516	\$ 356,893	\$ 334,099
Donations	95,606	154,065	6,820	256,491	239,713
Grants	-	148,000	27,688	175,688	127,600
Deferred contributions recognized	-	-	13,918	13,918	8,798
Other income	-	-	500	500	500
	421,247	302,801	79,442	803,490	710,710
Community grants	121,727	236,136	-	357,863	331,969
Student scholarships	133,600	500	-	134,100	96,565
Special projects	-	-	68,142	68,142	-
	255,327	236,636	68,142	560,105	428,534
	165,920	66,165	11,300	243,385	282,176
EXPENDITURES					
Advertising and promotion	-	-	3,929	3,929	26,647
Insurance	-	-	2,010	2,010	2,286
Interest and bank charges	-	-	371	371	355
Licences and dues	-	-	2,080	2,080	1,897
Meals and entertainment	-	-	541	541	197
Office	-	-	17,433	17,433	13,249
Processing fees	-	-	1,702	1,702	1,971
Professional development	-	-	1,275	1,275	2,107
Professional fees	-	-	25,847	25,847	6,142
Rental expense	-	-	6,304	6,304	5,638
Sub-contracts	-	-	19,572	19,572	11,834
Telephone	-	-	269	269	283
Travel	-	-	3,779	3,779	2,696
Wages and employee benefits	-	-	66,935	66,935	61,550
	-	-	152,047	152,047	136,852
Unrealized gain on endowed assets	400,443	-	-	400,443	268,556
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURE	\$ 566,363	\$ 66,165	\$ (140,747)	\$ 491,781	\$ 413,880

See accompanying notes to the financial statements

**COLUMBIA VALLEY COMMUNITY FOUNDATION
STATEMENT OF CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2024**

	ENDOWMENT FUND	FLOW THROUGH FUND	UNRESTRICTED FUND	TOTAL 2024	TOTAL 2023
FUND BALANCES, beginning of year	\$ 6,337,486	\$ 34,959	\$ 270,775	\$ 6,643,220	\$ 6,229,340
Excess of revenue over expenditure for the year	566,363	66,165	(140,747)	491,781	413,880
Cost recovery fee transfer	(48,918)	(930)	49,848	-	-
Interfund transfers	(34,737)	(68,137)	102,874	-	-
Transfer of net assets	3,255	(3,255)	-	-	-
FUND BALANCES, end of year	\$ 6,823,449	\$ 28,802	\$ 282,750	\$ 7,135,001	\$ 6,643,220

See accompanying notes to the financial statements

COLUMBIA VALLEY COMMUNITY FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023
CASH FLOW FROM OPERATING ACTIVITIES		
Excess of revenue over expenditure for the year	\$ 491,781	\$ 413,880
Unrealized gain on endowed assets	(400,443)	(268,556)
Amortization	1,564	630
Increase in accounts receivable	(8,468)	(2,889)
Decrease (increase) in investment income receivable	51,539	(15,756)
Increase in prepaid expenses	(295)	(1,404)
Increase (decrease) in accounts payable	35,271	(20,464)
Increase in community grants and scholarships payable	42,932	115,678
Increase (decrease) in deferred contributions	(6,446)	2,123
	<u>207,435</u>	<u>223,242</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Decrease (increase) in long-term investments	1,162,451	(103,715)
Increase in endowed assets	(1,066,098)	(1,250)
Purchase of intangible capital assets	(3,033)	(5,672)
Capital contributions received	3,033	-
Amortization of deferred capital contribution	(1,564)	(630)
	<u>94,789</u>	<u>(111,267)</u>
INCREASE IN CASH FOR THE YEAR	302,224	111,975
CASH, beginning of year	319,410	207,435
CASH, end of year	\$ 621,634	\$ 319,410
REPRESENTED BY:		
Endowment Fund	\$ 129,938	\$ 108,607
Flow Through Fund	202,174	123,243
Unrestricted Fund	289,522	87,560
	<u>\$ 621,634</u>	<u>\$ 319,410</u>

See accompanying notes to the financial statements

COLUMBIA VALLEY COMMUNITY FOUNDATION

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2024

1. PURPOSE OF THE FOUNDATION

Columbia Valley Community Foundation (the "Foundation") is a not-for-profit organization incorporated provincially under the Societies Act of British Columbia. As a registered charity the Foundation is exempt from the payment of income tax under Subsection 149(1) of the Income Tax Act.

The Foundation operates to provide leadership to:

1. Create connections that inspire giving to causes that matter in the Columbia Valley;
2. Be excellent caretakers of the assets entrusted to them; and
3. Invest in people, ideas and activities that enhance the quality of life and strengthen communities.

2. SIGNIFICANT ACCOUNTING POLICIES

a) BASIS OF ACCOUNTING

These financial statements have been prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations.

b) ENDOWED ASSETS

Endowed assets held with the Vancouver Foundation for which there are quoted prices in active market are carried at fair value. Unrealized gains or losses are reported as part of net income. Endowed assets for which there is not an active market are carried at amortized cost except when it is established that their value is impaired. Impairment losses, or reversal of previously recognized impairment losses, are reported as part of net income.

c) FUND ACCOUNTING

The Foundation follows restricted fund method of accounting for contributions. For financial reporting purposes, the accounts have been classified into the following funds:

The Endowment Fund is made up of contributions which are held by the Foundation in perpetuity. Income generated by the capital of the fund can be disbursed for charitable activities. Endowment terms can be established by the donor unilaterally, by agreement between the donor and the Foundation, or by the Foundation itself.

The Flow Through Fund is comprised of externally restricted contributions received by the Foundation which are passed through for charitable purposes within a relatively short period of time.

The Unrestricted Fund supports the operational activities of the Foundation.

COLUMBIA VALLEY COMMUNITY FOUNDATION

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2024

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

d) CONTRIBUTED SERVICES

The operations of the Foundation depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

e) INTANGIBLE CAPITAL ASSETS

Intangible capital assets represent software implementation costs recognized on a straight-line basis over five years.

f) REVENUE RECOGNITION

Revenue in the Unrestricted Fund is recognized in the year in which the related expenses are incurred. All other contributions are recognized as revenue of the appropriate restricted fund when received or the amount to be received can be reasonably estimated and collection is reasonably assured.

Investment income is recorded on an accrual basis when earned.

g) ADMINISTRATION FEES

In order to cover the operating costs of the Foundation, an administration fee is transferred from the Endowment and Flow Through Funds to the Unrestricted Fund annually. These administration fees are set out in the donor agreements and are recorded as inter-fund transfers on the Statement of Changes in Fund Balances.

h) FINANCIAL INSTRUMENTS

The Foundation's financial instruments consist of cash, accounts receivable, investment income receivable, long term investments, endowed assets, accounts payable, accrued liabilities, community grants and student scholarships payable.

Cash:

Cash includes balances held at Canadian financial institutions for the purposes of meeting short-term cash commitments.

Endowed assets:

Endowed assets include funds endowed at the Vancouver Foundation in segregated funds which are transferable back to the Foundation.

Financial assets purchased and sold, where the contract requires the asset to be delivered within an established time frame, are recognized on a trade-date basis. Transaction costs are expensed when incurred.

COLUMBIA VALLEY COMMUNITY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

h) FINANCIAL INSTRUMENTS (CONTINUED)

The financial assets and liabilities of the Foundation are classified and measured as follows:

Assets/liabilities	Measurement
Cash	Fair Value
Long term investments	Fair Value
Endowed assets	Fair Value
Accounts receivable	Amortized Cost
Investment income receivable	Amortized Cost
Accounts payable and accrued liabilities	Amortized Cost
Community grants and student scholarships payable	Amortized Cost

For items carried at amortized cost, the fair value approximates the carrying value in the financial statements.

i) 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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

j) 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 and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they became known. Significant estimates for the Foundation include the estimated useful life of intangible capital assets, accrued liabilities and deferred contributions.

COLUMBIA VALLEY COMMUNITY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

3. LONG TERM INVESTMENTS

Long term investments consist of funds held with Columbia Basin Trust, bearing interest at 5% per annum, and are appropriate for other than current purposes.

4. INTANGIBLE CAPITAL ASSETS

	Cost	Accumulated Amortization	Net 2024	Net 2023
Software implementation costs	\$ 9,335	\$ 2,194	\$ 7,141	\$ 5,672

5. PERMANENTLY ENDOWED ASSETS

The Foundation has one permanent, non-retractable fund with the Vancouver Foundation, named the Columbia Valley Community Foundation Fund, which was established in 2002. The principal portion of this fund is permanently invested and cannot be withdrawn by the Foundation. In the event that the Foundation ceases to be a registered charity, the Vancouver Foundation will disburse the income from the fund for charitable purposes that improve and enhance the quality of life in the Columbia Valley. As the Foundation has the right to receive only the investment income and has no access to the contributed principal, these funds held with Vancouver Foundation are not reported on the Statement of Financial Position. The initial investment was \$170,000 and has a fair market value at December 31, 2024 of \$262,981 (2023 - \$245,193)

COLUMBIA VALLEY COMMUNITY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

6. ENDOWED ASSETS, AT MARKET

The Foundation is a member of the Community Foundations of Canada. This affiliation enables the Foundation to transfer amounts to the Vancouver Foundation, which holds, invests and administers investments on behalf of the Foundation, in accordance with the provisions of the Vancouver Foundation Act and the specific Deed of Gift agreements for each fund. Renaming and reorganization of these funds occurred in the current year.

The Foundation receives disbursements from the Vancouver Foundation quarterly, representing the returns on the investments, for as long as the Foundation remains a registered charity. As at December 31, 2024, the transferable funds currently held at with the Vancouver Foundation are:

	2024	2023
Columbia Valley Community Foundation Donor Advised and Field of Interest Fund	\$ 447,928	\$ 397,465
Columbia Valley Community Foundation Designated and Operating Fund	1,179,890	563,320
Columbia Valley Community Foundation Scholarship Funds	176,833	100,848
Columbia Valley Community Foundation Community Fund	510,503	103,934
Arnold Ellis Scholarship Fund	1,952,324	2,048,802
Doerr Family Community Fund	147,361	147,361
Doerr Family Youth Fund	992,580	979,591
	5,407,419	4,341,321
Adjustment to fair market value	1,358,108	957,667
	\$ 6,765,527	\$ 5,298,988

After a five-year holding period, the Foundation may exercise its discretion to dissolve the transferable fund which results in the entire investment, including accumulated returns, being transferred back to the Foundation in accordance with provisions of the Deed of Gift agreement. The seven (2023- seven) transferable funds are:

Columbia Valley Community Foundation Donor Advised and Field of Interest Fund established in 2012 with a fair market value at December 31, 2024 of \$567,738 (2023- \$557,016).

Columbia Valley Community Foundation Designated and Operating Fund established in 2012 with a fair market value at December 31, 2024 of \$1,321,945 (2023- \$738,632).

Columbia Valley Community Foundation Scholarship Funds established in 2020 with a fair market value at December 31, 2024 of \$221,591 (2023- \$107,066).

Columbia Valley Community Foundation Community Fund established in 2021 with a fair market value at December 31, 2024 of \$575,964 (2023- \$111,462).

Arnold Ellis Scholarship Fund established in 2022 with a fair market value at December 31, 2024 of \$2,776,988 (2023- \$2,574,748).

Doerr Family Community Fund established in 2022 with a fair market value at December 31, 2024 of \$168,030 (2023- \$156,217).

Doerr Family Youth Fund established in 2022 with a fair market value at December 31, 2024 of \$1,133,270 (2023- \$1,053,847).

COLUMBIA VALLEY COMMUNITY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2024</u>	<u>2023</u>
Accounts payable and accrued liabilities	\$ 53,495	\$ 14,182
Government remittances payable	-	4,042
	<u>\$ 53,495</u>	<u>\$ 18,224</u>

8. DEFERRED CONTRIBUTIONS AND DEFERRED CAPITAL CONTRIBUTIONS

Deferred contributions reported in the Unrestricted Fund represents the unspent portion of contributions restricted for specific purposes other than for granting.

Restricted capital contributions related to capital assets that will be amortized are deferred and amortized on a straight-line basis over the estimated useful life of the corresponding asset.

	<u>2024</u>	<u>2023</u>
Deferred Contributions:		
Balance, beginning of year	\$ 16,951	\$ 20,500
Received during the year	10,505	11,551
Recognized as revenue during the year	(13,918)	(8,798)
Transferred to deferred capital contributions	(3,033)	(6,302)
Balance, end of year	<u>\$ 10,505</u>	<u>\$ 16,951</u>

	<u>2024</u>	<u>2023</u>
Deferred Capital Contributions:		
Balance, beginning of year	\$ 5,672	-
Received during the year	3,033	6,302
Amortization for the year	(1,564)	(630)
Balance, end of year	<u>\$ 7,141</u>	<u>\$ 5,672</u>

COLUMBIA VALLEY COMMUNITY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

9. FINANCIAL INSTRUMENTS

The Foundation is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Foundation's risk exposure and concentration as of December 31, 2024.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk. The Foundation is mainly exposed to interest rate 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. In seeking to minimize the risks from interest rate fluctuations, the Foundation manages exposure through its normal operating and financing activities. The Foundation is exposed to interest rate risk primarily through long term investments and endowed assets.

Unless otherwise noted, it is management's opinion that the Foundation is not exposed to significant other price risks arising from these financial instruments.

10. EMPLOYEE REMUNERATION

Under the Societies Act of British Columbia, the Foundation is required to disclose the remuneration paid to all directors, the ten highest paid employees and all contractors who are paid at least \$75,000 annually.

During the year, the Foundation had no employees that were compensated over \$75,000. No remuneration was paid to directors of the Foundation.