

**COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN
SIMILKAMEEN**

Non-Consolidated Financial Statements

March 31, 2024

Community Futures Development Corporation of Okanagan Similkameen

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INDEPENDENT AUDITOR'S REPORT

To the Directors of Community Futures Development Corporation of Okanagan Similkameen

Opinion

We have audited the non-consolidated financial statements of Community Futures Development Corporation of Okanagan Similkameen (the "Corporation"), which comprise the non-consolidated statement of financial position as at March 31, 2024, and the non-consolidated statement of receipts, expenditures and reserves and non-consolidated statement of cash flows for the year then ended, and the notes to the non-consolidated financial statements, including a summary of significant accounting policies

In our opinion, the accompanying non-consolidated financial statements present fairly, in all material respects, the financial position of the Corporation as at March 31, 2024, and its results of operations and its cash flows for the year then ended in accordance with Canadian Accounting Standards for Not-for-Profit Organizations ("ASNPO").

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Non-Consolidated Financial Statements section of our report. We are independent of the Corporation in accordance with the ethical requirements that are relevant to our audit of the non-consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of the non-consolidated financial statements in accordance with ASNPO, and for such internal control as management determines is necessary to enable the preparation of non-consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the non-consolidated financial statements, management is responsible for assessing the Corporation's ability to continue as a going concern, disclosing, as applicable, matters related 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 Non-Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the non-consolidated 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 our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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,

INDEPENDENT AUDITOR'S REPORT, continued

individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these non-consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ◆ Identify and assess the risks of material misstatement of the non-consolidated 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 our 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 significant doubt on the Corps' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the non-consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Corps to cease to continue as a going concern.
- ◆ Evaluate the overall presentation, structure and content of the non-consolidated financial statements, including the disclosures, and whether the non-consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We 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 we identify during our audit.

Rise CPA Inc.

Chartered Professional Accountants

August 26, 2024

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COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN SIMILKAMEEN

NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at March 31

	Operating Fund	Investment Funds (Schedule 1)	Food Hub Fund	Total March 31, 2024	Total March 31, 2023
Assets					
Current					
Cash	\$ 599,390	\$ 5,525,991	\$ -	\$ 6,125,381	\$ 1,598,278
Accounts receivable	16,292	33,398	-	49,690	41,035
Prepaid expenses	29,671	-	-	29,671	9,363
Current portion of loan receivable (Note 6)	-	113,870	-	113,870	-
Term deposits (Note 5)	-	-	-	-	3,057,802
Inter-fund balances receivable	-	-	400,000	400,000	400,000
	645,353	5,673,259	400,000	6,718,612	5,106,478
Loans receivable (Note 6)	-	5,291,014	-	5,291,014	7,474,714
CFLIP investment fund	-	107,535	-	107,535	103,422
Investment in subsidiary (Note 7)	1	-	-	1	1
	1	5,398,549	-	5,398,550	7,578,137
	\$ 645,354	\$ 11,071,808	\$ 400,000	\$ 12,117,162	\$ 12,684,615
LIABILITIES					
Current					
Accounts payable and accrued liabilities	\$ 38,213	\$ 174	\$ -	\$ 38,387	\$ 25,707
Deferred revenue	188,140	-	-	188,140	103,080
Current portion of syndicated loans payable (Note 8)	-	175,849	-	175,849	175,828
Inter-fund balances payable	293,494	106,506	-	400,000	400,000
	519,847	282,529	-	802,376	704,615
Long-term syndicated loans payable (Note 8)	-	911,587	-	911,587	892,658
Loan payable (Note 9)	-	3,337,079	-	3,337,079	4,354,368
	519,847	4,531,195	-	5,051,042	5,951,641
Reserves					
Unrestricted	125,507	-	-	125,507	78,491
Restricted - Investment funds	-	6,540,613	-	6,540,613	6,254,483
Restricted - Food Hub Fund	-	-	400,000	400,000	400,000
	125,507	6,540,613	400,000	7,066,120	6,732,974
	\$ 645,354	\$ 11,071,808	\$ 400,000	\$ 12,117,162	\$ 12,684,615

Commitment (Note 10)

Conditionally Repayable Contributions (Note 13)

On behalf of the board



Director



Director

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

**COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN
SIMILKAMEEN**

NON-CONSOLIDATED STATEMENT OF RECEIPTS, EXPENDITURES AND RESERVES

Year ended March 31

	Operating Fund	Investment Funds (Schedule 2)	Food Hub Fund	Total 2024	Total 2023
RECEIPTS					
PacifiCan (Note 2)	\$284,306	\$ -	\$ -	\$ 284,306	\$ 284,306
Operating contributions - Self Employment Program	148,648	-	-	148,648	132,385
Grant and membership revenue	59,634	-	-	59,634	478,696
Administration fees and other	31,346	-	-	31,346	42,163
File management fee revenue	-	-	-	-	29,220
Rental	48,690	-	-	48,690	28,700
Interest income	23,779	188,584	-	212,363	129,725
Interest from loans	-	321,129	-	321,129	219,851
RRRF debt forgiveness (Note 9)	-	1,017,289	-	1,017,289	38,311
	596,403	1,527,002	-	2,123,405	1,383,357
EXPENDITURES					
Wages and benefits	439,716	-	-	439,716	469,584
Administrative and office - Schedule 3	54,935	-	-	54,935	55,306
Rent (Notes 10 and 12)	73,555	-	-	73,555	52,262
Professional fees	23,810	-	-	23,810	22,982
Advertising and promotion	7,371	-	-	7,371	4,895
Bad debts (Note 6)	-	112,995	-	112,995	75,835
Interest on syndicated loans payable	-	60,588	-	60,588	53,801
RRRF debt forgiveness (Note 6)	-	1,017,289	-	1,017,289	38,311
	599,387	1,190,872	-	1,790,259	772,976
Excess (deficiency) of Receipts over Expenditures for Year	(2,984)	336,130	-	333,146	610,381
RESERVES					
Excess (deficiency) of Receipts over Expenditures for Year	(2,984)	336,130	-	333,146	610,381
Reserves, Beginning of Year	78,491	6,254,483	400,000	6,732,974	6,122,593
Inter-fund transfer - Interest transfers (Note 11)	50,000	(50,000)	-	-	-
Reserves, End of Year	\$125,507	\$ 6,540,613	\$400,000	\$ 7,066,120	\$ 6,732,974

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