

**COMMUNITY FUTURES DEVELOPMENT
CORPORATION OF OKANAGAN SIMILKAMEEN**

Non-Consolidated Financial Statements

March 31, 2012

Contents

	Page
Independent Auditors' Report	1 - 2
Non-Consolidated Statement of Financial Position	3
Non-Consolidated Statements of Operations	4
Non-Consolidated Statement of Changes in Fund Balances	5
Non-Consolidated Statement of Cash Flows	6
Notes to Non-Consolidated Financial Statements	7 - 13
Schedule of Training and Events Department Projects Funding Received and Expenditures	14
Schedule of Loan Fund	15 - 18

INDEPENDENT AUDITORS' REPORT

To the Directors of Community Futures Development Corporation of Okanagan Similkameen

We have audited the accompanying non-consolidated financial statements of Community Futures Development Corporation of Okanagan Similkameen , which comprise the non-consolidated statement of financial position as at March 31, 2012, and the non-consolidated 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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, 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 of 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 entity'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 entity'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.

Independent Auditors' Report to the Directors of Community Futures Development Corporation of Okanagan Similkameen
(continued)

Opinion

In our opinion, these non-consolidated financial statements present fairly, in all material respects, the financial position of Community Futures Development Corporation of Okanagan Similkameen as at March 31, 2012 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles, except that they are prepared on a non-consolidated basis, as explained in the summary of significant accounting policies.

CHARTERED ACCOUNTANTS

Penticton, British Columbia
June 19, 2012

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN SIMILKAMEEN

NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at March 31, 2012, With Comparative Figures for 2011

	Operating Fund	Loan Fund	Self Employment Program Fund	2012	2011
ASSETS					
CURRENT	\$	\$	\$	\$	\$
Cash (Note 3)	46,923	774,036	13,475	834,434	698,656
Marketable securities (Note 4)	-	2,096,764	-	2,096,764	944,787
Accounts receivable	35,699	948	12,683	49,330	60,361
Other current asset (Note 5)	-	-	-	-	1,276,054
Prepaid expenses	1,544	-	-	1,544	1,607
	84,166	2,871,748	26,158	2,982,072	2,981,465
LOANS RECEIVABLE (Note 6)	-	2,038,970	-	2,038,970	1,993,980
INVESTMENTS IN SUBSIDIARY (Note 7)	2	-	-	2	2
PROPERTY AND EQUIPMENT (Note 8)	4,543	-	-	4,543	6,703
	88,711	4,910,718	26,158	5,025,587	4,982,150
LIABILITIES AND FUND BALANCES					
CURRENT					
Accounts payable and accrued liabilities (Note 9)	46,758	-	-	46,758	76,228
Interfund balances	(17,273)	(8,277)	25,550	-	-
Deferred revenue	1,813	-	-	1,813	3,217
Due to related party (Note 10)	11,313	-	-	11,313	13,276
	42,611	(8,277)	25,550	59,884	92,721
FUND BALANCES					
Investment in Capital Assets	4,543	-	-	4,543	6,703
Externally Restricted Funds (Note 11)	14,697	4,918,995	608	4,934,300	4,822,587
Unrestricted	26,860	-	-	26,860	60,139
	46,100	4,918,995	608	4,965,703	4,889,429
	88,711	4,910,718	26,158	5,025,587	4,982,150

ECONOMIC DEPENDENCE (Note 12)

Approved on behalf of the Board:

_____ Director

_____ Director

(3)

The accompanying notes to the non-consolidated financial statements are an integral part of these statements.

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN SIMILKAMEEN
NON-CONSOLIDATED STATEMENT OF OPERATIONS

As at March 31, 2012, With Comparative Figures for 2011

	Operating Fund	Loan Fund	Self Employment Program Fund	2012	2011
	\$	\$	\$	\$	\$
REVENUE					
Operating contributions	338,055	-	293,423	631,478	623,659
Interest from loans	-	145,481	-	145,481	158,300
Economic Gardening	81,716	-	-	81,716	104,326
Project funding	44,530	-	-	44,530	99,097
Miscellaneous (Note 14)	30,556	-	-	30,556	11,265
Interest from bank and investments	830	10,675	273	11,778	35,134
	<u>495,687</u>	<u>156,156</u>	<u>293,696</u>	<u>945,539</u>	<u>1,031,781</u>
EXPENDITURES					
Wages and benefits	257,191	-	141,622	398,813	400,594
Economic gardening	131,324	-	-	131,324	98,176
Bad debts (recovered)	-	58,835	-	58,835	8,852
Rent	36,456	-	28,184	64,640	64,698
Facilitators	-	-	56,002	56,002	53,719
Project expenses	26,874	-	22,620	49,494	101,960
Organizational infrastructure costs	-	-	29,129	29,129	30,660
Professional fees	17,373	-	-	17,373	11,312
Investment management fees	-	16,749	-	16,749	-
Travel	12,015	-	3,309	15,324	19,106
Office and sundry	13,050	-	1,909	14,959	16,550
Advertising and promotion	11,044	-	2,389	13,433	7,614
Director's expenses	13,216	-	-	13,216	13,850
Repairs and maintenance	7,691	-	-	7,691	4,658
Licenses, dues and fees	4,707	-	-	4,707	5,210
Mentoring	-	-	4,408	4,408	4,792
Telephone	4,222	-	-	4,222	4,371
Client loan expenses	4,062	-	-	4,062	5,715
Strategic planning expense	3,717	-	-	3,717	2,363
Bank charges and interest	2,775	-	-	2,775	2,515
Amortization	2,160	-	-	2,160	3,941
Training	150	-	1,780	1,930	3,195
Consulting fee	1,804	-	-	1,804	-
Insurance	1,295	-	-	1,295	1,395
	<u>551,126</u>	<u>75,584</u>	<u>291,352</u>	<u>918,062</u>	<u>865,246</u>
OTHER INCOME					
Investment income	-	60,449	-	60,449	-
Gain on sale of investments	-	(11,693)	-	(11,693)	47,042
	<u>-</u>	<u>48,756</u>	<u>-</u>	<u>48,756</u>	<u>47,042</u>
EXCESS OF REVENUE OVER EXPENDITURES	<u>(55,439)</u>	<u>129,328</u>	<u>2,344</u>	<u>76,233</u>	<u>213,577</u>

(4)

The accompanying notes to the non-consolidated financial statements are an integral part of these statements.

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN SIMILKAMEEN

NON-CONSOLIDATED STATEMENT OF CHANGES IN FUND BALANCES

As at March 31, 2012, With Comparative Figures for 2011

	Operating Fund	Loan Fund	Self Employment Program Fund	2012	2011
FUND BALANCE, beginning of year	\$ 81,539	\$ 4,809,626	\$ (1,736)	\$ 4,889,429	\$ 4,675,852
Excess (deficiency) of revenues over expenditures	(55,439)	129,328	2,344	76,233	213,577
Change in market value of investments classified as available-for-sale	-	41	-	41	-
Interfund interest transfer (Note 15)	20,000	(20,000)	-	-	-
FUND BALANCE, end of year	46,100	4,918,995	608	4,965,703	4,889,429

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN SIMILKAMEEN

NON-CONSOLIDATED STATEMENT OF CASH FLOWS

As at March 31, 2012, With Comparative Figures for 2011

	Operating Fund	Loan Fund	Self Employment Program Fund	2012	2011
	\$	\$	\$	\$	\$
CASH GENERATED FROM (USED IN) OPERATING ACTIVITIES					
Operations:					
Excess of revenue over expenditures	(55,439)	129,328	2,344	76,233	213,577
Amortization	2,160	-	-	2,160	3,941
	(53,279)	129,328	2,344	78,393	217,518
Net change in non-cash working capital items					
Marketable securities	-	(1,151,977)	-	(1,151,977)	219,196
Unrealized gain/loss on investments	-	41	-	41	-
Accounts receivable	18,904	-	(6,925)	11,979	(5,768)
Other current assets	-	1,276,053	-	1,276,053	(905,738)
Prepaid expenses	63	-	-	63	1,515
Accounts payable and accrued liabilities	(27,470)	948	(2,000)	(28,522)	22,326
Interfund	4,213	(12,286)	6,177	(1,896)	-
Deferred revenue	(1,404)	-	-	(1,404)	(20,924)
	(58,973)	242,107	(404)	182,730	(471,875)
INVESTING ACTIVITIES					
Net increase in loans receivable	-	(44,989)	-	(44,989)	742,820
FINANCING ACTIVITIES					
Repayment of fund loans	-	-	-	-	(820)
Received from related parties	(1,725)	-	(238)	(1,963)	11,758
	(1,725)	-	(238)	(1,963)	10,938
NET CASH INFLOW (OUTFLOW) CASH AND CASH EQUIVALENTS, beginning of year	(60,698)	197,118	(642)	135,778	281,883
	107,621	576,918	14,117	698,656	416,773
CASH AND CASH EQUIVALENTS, end of year	46,923	774,036	13,475	834,434	698,656

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN SIMILKAMEEN

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended March 31, 2012

Nature of Operations

The company is incorporated under Part 2 of the Canada Corporations Act without share capital.

The company has entered into agreements with Western Economic Diversification (WED) whereby investment funds and contributions are provided to support the community's plans for the generation of additional private sector employment through the provision of advisory counselling, technical services and investment services to small businesses and to individuals in accordance with the Community Futures Committee's overall economic development plan and strategy for employment growth and recovery.

The company may administer investment funds in the form of loans, loan guarantees and equity participation to create small businesses and to expand, stabilize and protect existing businesses resulting in the generation and maintenance of permanent employment.

The Self-Employment Employment Benefit (SEEB) Program is designed to assist individuals in becoming self-employed. The SEEB program targets employment insurance and social benefits recipients and provides training and consulting services for self-employment and small business. This program has been substantially modified subsequent to March 31, 2012.

1. Summary of Significant Accounting Policies

FUND ACCOUNTING

Community Futures Development Corporation of Okanagan Similkameen follows the restricted method of accounting for contributions.

The Operating Fund accounts for the organization's operating costs and general revenues. This fund reports unrestricted resources and restricted operating grants.

The Loan Fund reports restricted resources that are to be used for assistance to small businesses and entrepreneurs in the form of loans, loan guarantees or equity participation. Loans from the Loan Fund for the Disabled are limited to businesses owned and operated by disabled entrepreneurs. The organization is restricted in the types of loans that can be made according to its agreement with the federal government.

MARKETABLE SECURITIES

Marketable securities are classified as available for sale and adjusted to market value. Any unrealized gain or loss is recognized in the non-consolidated statement of changes in fund balances.

INVESTMENTS

Investments in Southern Interior Development Corporation and SIDCO Leasing Corporation, wholly owned subsidiaries, are recorded using the cost method. This method of accounting for the company's investments has been adopted because consolidation would not provide any additional useful information and the directors prefer to receive the information in separate financial statements. The company also has a one-third interest in Community Resources Development Corporation of the Okanagan Valley.

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN SIMILKAMEEN

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended March 31, 2012

1. Summary of Significant Accounting Policies (Continued)

LOANS RECEIVABLE

Interest income is recorded on an accrual basis. The company ceases to accrue interest on doubtful loans.

An allowance for doubtful loans is determined in the following manner:

Loans in Default - If there is a significant doubt as to the ultimate collection of principal, a specific provision is established at a level sufficient to provide for the estimated impairment of the loan principal.

Loans not in Default - A general provision of \$61,000 has been established.

The establishment of the allowance for doubtful loans relies on the judgment of management, on historical precedent and expectations as to the future collections. It is reasonably possible that changes in future conditions could require a material change in the recognized amount of the allowance for doubtful loans.

PROPERTY AND EQUIPMENT

Property and equipment are recorded at cost. Amortization is provided over the estimated useful life of the property and equipment using the declining balance method at the following annual rates:

Furniture and equipment	20%
Computer hardware	45%
Computer software	100%

OBLIGATIONS UNDER CAPITAL LEASE

Leases are classified as either capital or operating leases. Leases that transfer substantially all of the benefits and risks of ownership of property to the company are accounted for as capital leases. At the time a capital lease is entered into, an asset is recorded with its related long term financing. Equipment recorded under capital leases is being amortized on a basis described in the note above. Rental payments under operating leases are expensed as incurred.

REVENUE RECOGNITION

Revenue earned on term loans is accrued on a daily basis. Revenue earned on equity loans is deferred until the date of maturity of the loan. Government grants and assistance are recorded on an accrual basis and included with current revenues.

MEASUREMENT UNCERTAINTY

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent amounts and revenues and expenditures during the reported periods. Actual results could differ from those estimates.

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN SIMILKAMEEN

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended March 31, 2012

2. Financial Instruments

The company's financial instruments consist of cash, marketable securities, accounts receivable, loans receivable, accounts payable and accrued liabilities.

Fair value

The company's carrying value of cash and cash equivalents, accounts receivable, and accounts payable approximates its fair value due to the immediate or short term maturity of these instruments.

The fair value of marketable securities is determined by reference to stated market values.

The carrying value of the loans receivables approximates the fair value as the interest rates are consistent with the current rates offered by the company for debt with similar terms.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The company is exposed to credit risk from customers. In order to reduce its credit risk, the company reviews a new customer's credit history before extending credit and conducts regular reviews of its existing customers' credit performance. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The company has a significant number of customers, which minimizes concentration of credit risk

Interest rate risk

Interest rate risk is the risk that fluctuations in interest rates will result in changes in fair value or cash flow on a financial instrument. The marketable securities held by the company are subject to interest rate risk due to changes in interest rates on investments. The company mitigates against large fluctuations in interest rates by investing in stable, quality marketable securities.

Currency risk

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

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 also reflects interest rate risk and currency risk. The marketable securities held by the company are subject to market risk as a result of changes in market prices. The market mitigates against large fluctuations in market prices by investing in stable, quality marketable securities.

3. Cash

	<u>2012</u>	<u>2011</u>
	\$	\$
Loan accounts	708,990	576,918
Monies held in trust	57,000	-
Operating account	46,823	107,321
SEEB administration account	13,475	14,117
Investment cash accounts	8,046	-
Petty cash	100	300
	<u>834,434</u>	<u>698,656</u>

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN SIMILKAMEEN

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended March 31, 2012

4. Marketable Securities

	<u>2012</u>	<u>2011</u>
	\$	\$
PAL Investment Funds	2,096,764	244,787
Term Deposit	-	700,000
	<u>2,096,764</u>	<u>944,787</u>

5. Other Current Asset

The balance consists of amounts receivable resulting from the disposition of marketable securities in the Non-Repayable Loan Fund and the Community Business Loan Fund prior to the year end date. The securities disposition was made in March 2011 and the proceeds were received in April 2011.

6. Loans Receivable

	<u>2012</u>	<u>2011</u>
	\$	\$
General	1,156,726	1,318,230
Community business	380,453	111,748
Partnerships	319,067	336,745
Youth	218,094	116,741
Disabled entrepreneur investment	163,192	169,275
Investment syndicate	-	98,551
	<u>2,237,532</u>	<u>2,151,290</u>
Less portion payable to loan partners	25,951	38,191
Less allowance for doubtful loans:		
Specific provision	111,611	58,119
General provision	61,000	61,000
	<u>172,611</u>	<u>119,119</u>
	<u>2,038,970</u>	<u>1,993,980</u>
Allowance for doubtful loans		
Balance, beginning of year	119,119	97,601
Additional provision during the year	53,492	48,303
Amounts recovered	-	(8,158)
Written off during the year	-	(18,627)
	<u>172,611</u>	<u>119,119</u>

The loans receivable are due in monthly payments including interest at rates varying from 5.00% to 8.75% and are secured by one, or a combination, of debentures, personal guarantees, promissory notes, general security agreements, mortgages and other charges on property.

A significant portion of the loans are to individuals or corporations involved in or starting a small business and as such, the company is exposed to all of the risks associated with that segment of the industry.

The allowance as a percentage of total loans is 7.71% (2011 - 5.53%).

**COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN
SIMILKAMEEN**

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended March 31, 2012

7. Investments In Subsidiary Companies

	Percent owned	Shares	Advances	2012	2011
		\$	\$	\$	\$
Southern Interior Development Corporation	100%	1	-	1	1
SIDCO Leasing Corporation	100%	1	-	1	1
		<u>2</u>	<u>-</u>	<u>2</u>	<u>2</u>

8. Property and Equipment

	Cost	Accumulated Amortization	Net Book Value	
			2012	2011
	\$	\$	\$	\$
Furniture and equipment	86,304	(82,805)	3,499	4,375
Computer hardware	64,964	(63,920)	1,044	2,328
	<u>151,268</u>	<u>(146,725)</u>	<u>4,543</u>	<u>6,703</u>

9. Accounts Payable and Accrued Liabilities

Included in accounts payable are amounts that will become repayable if the programs they relate to are not completed as well as amounts that are restricted to specific programs that have not been expended.

10. Due to related party

The balance payable is due to Southern Interior Development Corporation, does not bear interest and is due within one month.

11. Externally Restricted Net Assets

Major categories of externally imposed restrictions on loan funds are as follows:

	2012	2011
	\$	\$
Conditionally Repayable:		
Community Business Fund	547,048	547,048
Youth Investment Fund	118,589	118,589
Disabled Entrepreneur Fund	82,862	82,862
Contributed Capital:		
Loan Fund	2,009,609	2,009,609
Operating Fund	14,697	14,697
Accumulated Earnings:		
Non-Repayable Fund	1,634,573	1,532,647
Community Business Fund	270,572	266,522
Youth Investment Fund	127,259	117,661
Disabled Entrepreneur Fund	128,483	134,688
Self-Employment Program Fund	608	(1,736)
	<u>4,934,300</u>	<u>4,822,587</u>

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN SIMILKAMEEN

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended March 31, 2012

11. Externally Restricted Net Assets (continued)

YOUTH INVESTMENT FUND & DISABLED ENTREPRENEUR FUND

Western Economic Diversification's actual contribution to date are as follows:

Youth Investment Fund	200,000
Disabled Entrepreneur Fund	200,000

These funds are repayable if the following conditions occur:

- i) The Conditionally Repayable Fund ("Fund") is not administered according to the terms and conditions specified in the Agreement; or
- ii) Based on reviews and evaluations of the operations and the Fund of the Corporation, the Fund is not providing a satisfactory level of benefits in terms of employment creation, the development of Community-owned or controlled business, and strengthening of the Western Canadian economy; or
- iii) In the opinion of the Minister, the Fund is no longer necessary or relevant to the development of the Western Canadian economy; or
- iv) The Agreement is terminated; or
- v) An event of default occurs, as described in the Agreement; or
- vi) The Minister does not approve terms and conditions to extend the Project beyond the Completion Date.

FOREST RENEWAL BC FUND LOAN & COMMUNITY BUSINESS FUND LOAN

Under the terms of an agreement amended March 27, 1997, December 15, 1999, and December 18, 2000 the company has received \$650,000 from Forest Renewal BC which has been contributed to a fund along with the company's matching contribution. Upon termination of the agreement, the company must pay an amount equal to 50% of the funds not lent out and 50% of any subsequent receipts of interest or principal. One half of the loans that have been written off as bad debts are recorded as a reduction of the repayable amount. On November 1, 2010, a new agreement was signed to transfer the Forest Renewal BC Fund to the Community Business Fund.

CONTRIBUTED CAPITAL

This amount consists of the net asset balances transferred to the company by Okanagan Similkameen Community Futures Association, Okanagan Similkameen Community Development Association and Southern Interior Development Corporation on April 1, 1995 for consideration of \$1.

12. Economic Dependence

The company receives a substantial portion of its funding from Western Economic Diversification.

The Self-Employment Benefit Program is entirely dependant on the Ministry of Housing and Social Services for funding.

**COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN
SIMILKAMEEN**

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended March 31, 2012

13. Related Party Transactions

Related Party	Type of Transaction	Received (Paid)	
		2012	2011
		\$	\$
Southern Interior Development Corporation <i>(wholly owned subsidiary)</i>			
	Rent	(36,456)	(40,856)
	Rent (SEEB)	(26,718)	(27,077)
	Consulting fee	(1,804)	-
	Reimbursement for janitorial services (SEEB)	(1,909)	(1,845)
		<u>(66,887)</u>	<u>(69,778)</u>

The above transactions are in the normal course of business and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

14. Miscellaneous Revenue

	2012	2011
	\$	\$
Loan administration fees	23,726	8,425
Loan legal fees recovered	3,725	2,840
Conferences	3,105	-
	<u>30,556</u>	<u>11,265</u>

15. Inter-fund Transfers

During the year, Western Economic Diversification Canada authorized a transfer of \$20,000 from Community Business fund to the General Operating fund to be used to provide assistance in the day to day operations.

16. Income Tax

The company is exempt from income tax under Section 149(1) of the Income Tax Act.

17. Comparative Figures

The comparative figures have been reclassified to conform with the current year's financial statement presentation.

**COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN
SIMILKAMEEN**

SCHEDULE OF TRAINING AND EVENTS DEPARTMENT PROJECTS
For the Year Ended March 31, 2012

Events	\$
FUNDING RECEIVED	
Professional Development Program	22,857
Peer Mentoring Training	6,985
EDP Mentoring Contract	2,815
Mentoring Training	2,150
Succession Planning Workshop	2,043
Community Resources	1,000
One Day Workshops	764
Small Business Week Project	500
Canadian Youth	250
	<u>39,364</u>
EXPENDITURES	
Professional Development Program	18,006
Peer Mentoring Training	3,784
EDP Mentoring Contract	2,810
Succession Planning Workshop	1,963
Constant Contract	287
One Day Workshops	24
	<u>26,874</u>
SURPLUS	<u>12,490</u>

The funding received for the above projects is included in Project funding on the Statement of Operations - Operating Fund. The expenditures are included in Project expenses of the same statement.

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN SIMILKAMEEN
SCHEDULE OF LOAN FUND
STATEMENT OF FINANCIAL POSITION
As at March 31, 2012, With Comparative Figures for 2011

	NON- REPAYABLE	COMMUNITY BUSINESS	YOUTH	DISABLED	2012	2011
ASSETS						
CURRENT	\$	\$	\$	\$	\$	\$
Cash	505,839	191,218	8,156	68,823	774,036	576,918
Marketable securities	1,739,762	346,356	10,646	-	2,096,764	944,787
Other current asset	856	92	-	-	948	1,276,054
	2,246,457	537,666	18,802	68,823	2,871,748	2,797,759
LOANS RECEIVABLE	1,312,127	380,453	209,992	136,398	2,038,970	1,993,980
	3,558,584	918,119	228,794	205,221	4,910,718	4,791,739
LIABILITIES						
CURRENT						
Interfund balances	(85,598)	100,499	(17,054)	(6,124)	(8,277)	(17,887)
	(85,598)	100,499	(17,054)	(6,124)	(8,277)	(17,887)
NET ASSETS						
Fund balances	3,644,182	817,620	245,848	211,345	4,918,995	4,809,626
	3,644,182	817,620	245,848	211,345	4,918,995	4,809,626
	3,558,584	918,119	228,794	205,221	4,910,718	4,791,739

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN SIMILKAMEEN
SCHEDULE OF LOAN FUND
STATEMENT OF OPERATIONS AND STATEMENT OF COMPREHENSIVE INCOME
As at March 31, 2012, With Comparative Figures for 2011

	NON- REPAYABLE	COMMUNITY BUSINESS	YOUTH	DISABLED	2012	2011
REVENUE	\$	\$	\$	\$	\$	\$
Interest from loans	113,528	14,803	8,553	8,597	145,481	158,300
Interest from bank and investments	3,857	5,278	1,045	495	10,675	34,314
	117,385	20,081	9,598	9,092	156,156	192,614
EXPENDITURES						
Bad debts (recovered)	43,538	-	-	15,297	58,835	8,852
Investment management fees	14,462	2,287	-	-	16,749	-
	58,000	2,287	-	15,297	75,584	8,852
OTHER INCOME						
Investment income	52,566	7,883	-	-	60,449	-
Gain (loss) on sale of investments	(11,102)	(591)	-	-	(11,693)	47,042
	41,464	7,292	-	-	48,756	47,042
EXCESS OF REVENUE OVER EXPENDITURES	100,849	25,086	9,598	(6,205)	129,328	230,804

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN SIMILKAMEEN
SCHEDULE OF LOAN FUND
STATEMENT OF CHANGES IN FUND BALANCES
As at March 31, 2012, With Comparative Figures for 2011

	NON- REPAYABLE	COMMUNITY BUSINESS	YOUTH	DISABLED	2012	2011
	\$	\$	\$	\$	\$	\$
FUND BALANCE, beginning of year	3,542,256	813,570	236,250	217,550	4,809,626	4,578,822
Excess (deficiency) of revenues over expenditures	100,849	25,086	9,598	(6,205)	129,328	230,804
Change in market value of investments classified as available-for-sale	1,077	(1,036)	-	-	41	-
Inter-fund transfer	-	(20,000)	-	-	(20,000)	-
FUND BALANCE, end of year	3,644,182	817,620	245,848	211,345	4,918,995	4,809,626

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF OKANAGAN SIMILKAMEEN
SCHEDULE OF LOAN FUND
STATEMENT OF CASH FLOW

As at March 31, 2012, With Comparative Figures for 2011

	NON- REPAYABLE	COMMUNITY BUSINESS	YOUTH	DISABLED	2012	2011
	\$	\$	\$	\$	\$	\$
CASH GENERATED FROM (USED IN) OPERATING ACTIVITIES						
Operations:						
Excess of revenue over expenditures	100,849	25,086	9,598	(6,205)	129,328	230,804
Net change in non-cash working capital items						
Marketable securities	(1,030,319)	(121,526)	(132)	-	(1,151,977)	219,196
Unrealized Gain (loss) of investments	1,077	(1,036)	-	-	41	-
Other current asset	1,006,405	269,648	-	-	1,276,053	(876,052)
Accounts receivable	856	92	-	-	948	-
Interfund	(102,314)	99,385	(9,740)	383	(12,286)	(18,045)
	(23,446)	271,649	(274)	(5,822)	242,107	(444,097)
INVESTING ACTIVITIES						
Net increase in loans receivable	303,689	(268,705)	(101,353)	21,380	(44,989)	742,820
FINANCING ACTIVITIES						
Repayment of fund loans	-	-	-	-	-	(820)
NET CASH INFLOW (OUTFLOW)	280,243	2,944	(101,627)	15,558	197,118	297,903
CASH AND CASH EQUIVALENTS, beginning of year	225,596	188,274	109,783	53,265	576,918	279,015
CASH AND CASH EQUIVALENTS, end of year	505,839	191,218	8,156	68,823	774,036	576,918