

COMMUNITY FUTURES LETHBRIDGE REGION

SUMMARY FINANCIAL STATEMENTS

For the year ended March 31, 2020

COMMUNITY FUTURES LETHBRIDGE REGION
STATEMENT OF FINANCIAL POSITION
As at March 31, 2020

	WD Operating Fund	Loan investment funds		WD Conditionally Repayable EDP Fund	2020 Total	2019 Total
		WD Non-repayable Investment Fund	WD Conditionally Repayable Investment Fund			
ASSETS						
Current						
Cash and short-term investments	\$ 144,007	\$ 271,512	\$ 759,598	\$ 42,554	\$ 1,217,671	\$ 1,246,902
Accounts receivable	-	25,537	1,536	-	27,073	15,854
GST recoverable	921	-	-	-	921	1,279
Current portion of loans receivable	-	362,195	96,399	8,931	467,525	642,845
Prepaid expenses	2,123	-	-	-	2,123	1,496
Interfund receivable	-	-	-	-	-	264,650
	147,051	659,244	857,533	51,485	1,715,313	2,173,026
Loans receivable	-	2,077,118	283,002	8,432	2,368,552	2,051,279
Investments	-	-	-	157,083	157,083	157,824
Property and equipment	16,930	-	-	-	16,930	19,639
	\$ 163,981	\$ 2,736,362	\$ 1,140,535	\$ 217,000	\$ 4,257,878	\$ 4,401,768
LIABILITIES AND FUND BALANCES						
Current						
Accounts payable and accrued liabilities	\$ 20,053	\$ -	\$ -	\$ -	\$ 20,053	\$ 20,474
Government remittances payable	5,501	-	-	-	5,501	5,162
Deferred contributions	22,179	9,090	4,224	-	35,493	87,227
Interfund payable	-	-	-	-	-	264,650
	47,733	9,090	4,224	-	61,047	377,513
Investment fund	-	-	600,000	176,669	776,669	776,669
	47,733	9,090	604,224	176,669	837,716	1,154,182
Fund Balances						
Common shares	10	-	-	-	10	10
Equity in property and equipment	16,930	-	-	-	16,930	19,639
Externally restricted funds	-	2,727,272	536,311	40,331	3,303,914	3,111,603
Internally restricted	70,790	-	-	-	70,790	70,790
Unrestricted funds	28,518	-	-	-	28,518	45,544
	116,248	2,727,272	536,311	40,331	3,420,162	3,247,586
	\$ 163,981	\$ 2,736,362	\$ 1,140,535	\$ 217,000	\$ 4,257,878	\$ 4,401,768

COMMUNITY FUTURES LETHBRIDGE REGION
STATEMENT OF OPERATIONS
For the year ended March 31, 2020

	Loan investment funds				2020 Total	2019 Total
	WD Operating Fund	WD Non- repayable Investment Fund	WD Conditionally Repayable Investment Fund	WD Conditionally Repayable EDP Fund		
Revenue						
Grants	\$ 308,493	\$ -	\$ -	\$ -	\$ 308,493	\$ 308,493
Interest on loans receivable	-	171,929	23,941	-	195,870	203,482
Chinook Entrepreneur Challenge	77,736	-	-	-	77,736	84,007
Loan administration	20,269	-	-	-	20,269	26,231
Miscellaneous	2,921	-	-	-	2,921	6,426
Investment income	-	675	1,324	4,757	6,756	5,493
Unrealized gain (loss) on sale of investments	-	-	-	(5,422)	(5,422)	(618)
	409,419	172,604	25,265	(665)	606,623	633,514
Expenses						
Provision for credit losses	-	(39,968)	45,347	(1,298)	4,081	264,225
Salaries and benefits	246,044	-	-	-	246,044	226,900
Chinook Entrepreneur Challenge	71,736	-	-	-	71,736	69,956
Rent	28,754	-	-	-	28,754	28,507
Professional fees	17,893	-	-	-	17,893	19,675
Office and computer supplies	12,476	-	-	-	12,476	17,282
Utilities and telephone	11,420	-	-	-	11,420	10,872
Equipment lease and maintenance	6,768	-	-	-	6,768	7,301
Repairs and maintenance	5,102	-	-	-	5,102	4,700
Loan costs	4,322	-	-	-	4,322	4,248
Insurance	4,451	-	-	-	4,451	3,964
Board expenses	4,689	-	-	-	4,689	4,145
Community development	2,808	-	-	-	2,808	3,446
Staff training and conferences	3,611	-	-	-	3,611	3,371
Travel	2,885	-	-	-	2,885	3,306
Interest and bank charges	701	812	-	-	1,513	1,499
Advertising and promotion	1,355	-	-	-	1,355	1,454
Fees and subscriptions	1,430	-	-	-	1,430	1,256
Amortization	2,709	-	-	-	2,709	2,864
	429,154	(39,156)	45,347	(1,298)	434,047	678,971
Excess (deficiency) of revenue over expenses	\$ (19,735)	\$ 211,760	\$ (20,082)	\$ 633	\$ 172,576	\$ (45,457)

COMMUNITY FUTURES LETHBRIDGE REGION
STATEMENT OF CHANGES IN FUND BALANCES
For the year ended March 31, 2020

	WD Operating Fund	Loan investment funds			2020 Total	2019 Total
		WD Non-repayable Investment Fund	WD Conditionally Repayable Investment Fund	WD Conditionally Repayable EDP Fund		
Equity in property and equipment						
Beginning of year	\$ 19,639	\$ -	\$ -	\$ -	\$ 19,639	\$ 18,153
Amortization	(2,709)	-	-	-	(2,709)	(2,864)
Purchase of property and equipment	-	-	-	-	-	4,350
End of year	16,930	-	-	-	16,930	19,639
Externally restricted funds						
Beginning of year	-	2,515,512	556,393	39,698	3,111,603	3,168,466
Excess (deficiency) of revenue over expenses	-	211,760	(20,082)	633	192,311	(56,863)
End of year	-	2,727,272	536,311	40,331	3,303,914	3,111,603
Internally restricted funds						
Beginning of year	70,790	-	-	-	70,790	70,790
End of year	70,790	-	-	-	70,790	70,790
Unrestricted funds						
Beginning of year	45,544	-	-	-	45,544	35,624
Amortization	2,709	-	-	-	2,709	2,864
Purchase of property and equipment	-	-	-	-	-	(4,350)
Excess (deficiency) of revenue over expenses	(19,735)	-	-	-	(19,735)	11,406
End of year	28,518	-	-	-	28,518	45,544
	\$ 116,238	\$ 2,727,272	\$ 536,311	\$ 40,331	\$ 3,420,152	\$ 3,247,576

COMMUNITY FUTURES LETHBRIDGE REGION
STATEMENT OF CASH FLOWS
For the year ended March 31, 2020

	Loan investment funds				2020 Total	2019 Total
	WD Operating Fund	WD Non- repayable Investment Fund	WD Conditionally Repayable Investment Fund	WD Conditionally Repayable EDP Fund		
Cash flows from operating activities						
Excess of revenue over expenses	\$ (19,735)	\$ 211,760	\$ (20,082)	\$ 633	\$ 172,576	\$ (45,457)
Items not involving cash						
Amortization	2,709	-	-	-	2,709	2,864
Provision for credit losses	-	(39,968)	45,347	(1,297)	4,082	264,225
Unrealized gain (loss) on sale of investments	-	-	-	5,422	5,422	618
	(17,026)	171,792	25,265	4,758	184,789	222,250
Net change in non-cash working capital items						
Accounts receivable	3,050	(13,869)	(400)	-	(11,219)	23,244
Prepaid expenses	(627)	-	-	-	(627)	(236)
Accounts payable and accrued liabilities	(421)	(1)	-	-	(422)	8,004
GST recoverable	358	-	-	-	358	(193)
Government remittances payable	339	-	-	-	339	(2,061)
Interfund receivable	(10,950)	(253,700)	264,427	223	-	-
Deferred contributions	(65,048)	9,090	4,224	-	(51,734)	(18,476)
	(90,325)	(86,688)	293,516	4,981	121,484	232,532
Loan payments	-	1,890,836	285,889	1,198	2,177,923	2,030,103
Loan advances	-	(2,002,748)	(322,082)	(1,903)	(2,326,733)	(2,246,488)
Allowance for doubtful accounts, net of provision for credit losses	-	(2,129)	2,904	2,002	2,777	(15,953)
	-	(114,041)	(33,289)	1,297	(146,033)	(232,338)
Cash flows from investing activity						
Purchase of investments	-	-	-	(4,682)	(4,682)	(4,837)
Proceeds on disposal of investments	-	-	-	-	-	(4,350)
	-	-	-	(4,682)	(4,682)	(9,187)
Increase (decrease) in cash	(90,325)	(200,729)	260,227	1,596	(29,231)	(8,993)
Cash, beginning of year	234,332	472,241	499,371	40,958	1,246,902	1,255,895
Cash, end of year	\$ 144,007	\$ 271,512	\$ 759,598	\$ 42,554	\$ 1,217,671	\$ 1,246,902



CHARTERED PROFESSIONAL ACCOUNTANTS

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS

To the Board of Directors of Community Futures Lethbridge Region

Opinion

The summary financial statements, which comprise the summary statement of financial position as at March 31, 2020, the summary statement of operations and summary statement of changes in fund balances for the year then ended, and related notes, are derived from the audited financial statements of Community Futures Lethbridge Region for the year ended March 31, 2020. In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements, in accordance with Canadian accounting standards for not-for-profit organizations.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by Canadian accounting standards for not-for-profit organizations. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon. The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated June 24, 2020.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of a summary of the audited financial statements in accordance with the criteria as disclosed in note 1.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are a fair summary of the audited financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, "Engagements to Report on Summary Financial Statements."

A handwritten signature in black ink that reads "Avail LLP". The signature is written in a cursive, flowing style.

Lethbridge, AB
June 24, 2020

Chartered Professional Accountants

1. Summary financial statements

Management prepared these summary financial statements using the following criteria:

- (a) the summary financial statements include a statement for each statement included in the audited financial statements;
- (b) information in the summary financial statements agrees with the related information in the completed set of audited financial statements;
- (c) major subtotals, totals and comparative information from the audited financial statements are included; and
- (d) the summary financial statements contain the information from the audited financial statements dealing with matters having a pervasive or otherwise significant effect on the summary financial statements.

The summary financial statements are derived from the audited financial statements, prepared in accordance with Canadian accounting standards for not-for-profit organizations, as at March 31, 2020, and for the year then ended.

The audited financial statements of the organization are available on request by contacting the Community Futures Lethbridge Region office.