

COMMUNITY FUTURES LETHBRIDGE REGION

SUMMARY FINANCIAL STATEMENTS

For the year ended March 31, 2019

COMMUNITY FUTURES LETHBRIDGE REGION
STATEMENT OF FINANCIAL POSITION
As at March 31, 2019

	Operating Fund	Loan investment funds			2019 Total	2018 Total
		Non-repayable	Repayable	Disabled		
ASSETS						
Current						
Cash and short-term investments	\$ 234,332	\$ 472,241	\$ 499,371	\$ 40,958	\$ 1,246,902	\$ 1,255,895
Accounts receivable	3,050	11,673	1,131	-	15,854	39,098
GST recoverable	1,279	-	-	-	1,279	1,086
Interfund receivable	-	-	264,427	223	264,650	138,666
Current portion of loans receivable	-	469,024	169,038	4,783	642,845	962,788
Prepaid expenses	1,496	-	-	-	1,496	1,260
	240,157	952,938	933,967	45,964	2,173,026	2,398,793
Loans receivable	-	1,816,274	222,426	12,579	2,051,279	1,763,224
Investments	-	-	-	157,824	157,824	153,606
Property and equipment	19,639	-	-	-	19,639	18,153
	\$ 259,796	\$ 2,769,212	\$ 1,156,393	\$ 216,367	\$ 4,401,768	\$ 4,333,776
LIABILITIES AND FUND BALANCES						
Current						
Accounts payable and accrued liabilities	\$ 20,474	\$ -	\$ -	\$ -	\$ 20,474	\$ 12,471
Government remittances payable	5,162	-	-	-	5,162	7,223
Interfund payable	10,950	253,700	-	-	264,650	138,666
Deferred contributions	87,227	-	-	-	87,227	105,703
	123,813	253,700	-	-	377,513	264,063
Investment fund	-	-	600,000	176,669	776,669	776,669
	123,813	253,700	600,000	176,669	1,154,182	1,040,732
Fund Balances						
Common shares	10	-	-	-	10	10
Equity in property and equipment	19,639	-	-	-	19,639	18,153
Externally restricted funds	-	2,515,512	556,393	39,698	3,111,603	3,168,467
Internally restricted	70,790	-	-	-	70,790	70,790
Unrestricted funds	45,544	-	-	-	45,544	35,624
	135,983	2,515,512	556,393	39,698	3,247,586	3,293,044
	\$ 259,796	\$ 2,769,212	\$ 1,156,393	\$ 216,367	\$ 4,401,768	\$ 4,333,776

COMMUNITY FUTURES LETHBRIDGE REGION
STATEMENT OF OPERATIONS
For the year ended March 31, 2019

	Operating Fund	Loan investment funds			2019 Total	2018 Total
		Non-repayable	Repayable	Disabled		
Revenue						
Grants	\$ 308,493	\$ -	\$ -	\$ -	\$ 308,493	\$ 308,493
Interest on loans receivable	-	153,727	47,637	2,118	203,482	192,568
Chinook Entrepreneur Challenge	84,007	-	-	-	84,007	75,095
Loan administration	26,231	-	-	-	26,231	27,025
Miscellaneous	6,193	232	-	-	6,425	7,702
Investment income	-	415	221	4,858	5,494	4,824
Unrealized gain (loss) on sale of investments	-	-	-	(618)	(618)	593
	424,924	154,374	47,858	6,358	633,514	616,300
Expenses						
Provision for credit losses	-	42,921	220,374	931	264,226	127,164
Salaries and benefits	226,900	-	-	-	226,900	259,607
Chinook Entrepreneur Challenge	69,956	-	-	-	69,956	53,626
Rent	28,507	-	-	-	28,507	26,941
Professional fees	19,394	282	-	-	19,676	18,304
Office and computer supplies	17,282	-	-	-	17,282	10,581
Utilities and telephone	10,872	-	-	-	10,872	9,306
Equipment lease and maintenance	7,301	-	-	-	7,301	10,879
Repairs and maintenance	4,700	-	-	-	4,700	4,757
Loan costs	4,248	-	-	-	4,248	6,735
Insurance	3,964	-	-	-	3,964	4,052
Board expenses	4,145	-	-	-	4,145	3,892
Community development	3,446	-	-	-	3,446	5,969
Staff training and conferences	3,371	-	-	-	3,371	4,278
Travel	3,306	-	-	-	3,306	3,135
Interest and bank charges	552	945	-	-	1,497	1,562
Advertising and promotion	1,454	-	-	-	1,454	723
Fees and subscriptions	1,256	-	-	-	1,256	1,369
Amortization	2,864	-	-	-	2,864	2,560
	413,518	44,148	220,374	931	678,971	555,440
Excess (deficiency) of revenue over expenses	\$ 11,406	\$ 110,226	\$ (172,516)	\$ 5,427	\$ (45,457)	\$ 60,860

COMMUNITY FUTURES LETHBRIDGE REGION
STATEMENT OF CHANGES IN FUND BALANCES
For the year ended March 31, 2019

	Operating Fund	Loan investment funds			2019 Total	2018 Total
		Non-repayable	Repayable	Disabled		
Equity in property and equipment						
Beginning of year	\$ 18,153	\$ -	\$ -	\$ -	\$ 18,153	\$ 19,344
Amortization	(2,864)	-	-	-	(2,864)	(2,560)
Purchase of property and equipment	4,350	-	-	-	4,350	1,369
End of year	19,639	-	-	-	19,639	18,153
Externally restricted funds						
Beginning of year	-	2,405,286	728,909	34,271	3,168,466	3,111,683
Excess (deficiency) of revenue over expenses	-	110,226	(172,516)	5,427	(56,863)	69,784
Interfund transfer	-	-	-	-	-	(13,000)
End of year	-	2,515,512	556,393	39,698	3,111,603	3,168,467
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	35,624	-	-	-	35,624	30,356
Amortization	2,864	-	-	-	2,864	2,560
Purchase of property and equipment	(4,350)	-	-	-	(4,350)	(1,369)
Interfund transfer	-	-	-	-	-	13,000
Excess (deficiency) of revenue over expenses	11,406	-	-	-	11,406	(8,923)
End of year	45,544	-	-	-	45,544	35,624
	\$ 135,973	\$ 2,515,512	\$ 556,393	\$ 39,698	\$ 3,247,576	\$ 3,293,034

COMMUNITY FUTURES LETHBRIDGE REGION
STATEMENT OF CASH FLOWS
For the year ended March 31, 2019

	Operating Fund	Loan investment funds			2019 Total	2018 Total
		Non-repayable	Repayable	Disabled		
Cash flows from operating activities						
Excess of revenue over expenses	\$ 11,406	\$ 110,226	\$ (172,516)	\$ 5,427	\$ (45,457)	\$ 60,860
Items not involving cash						
Amortization	2,864	-	-	-	2,864	2,560
Provision for credit losses	-	42,921	220,373	931	264,225	127,164
Unrealized gain (loss) on sale of investments	-	-	-	618	618	(593)
	14,270	153,147	47,857	6,976	222,250	189,991
Net change in non-cash working capital items						
Accounts receivable	7,309	9,412	6,523	-	23,244	(11,071)
Prepaid expenses	(236)	-	-	-	(236)	(160)
Accounts payable and accrued liabilities	8,352	-	(348)	-	8,004	8,498
GST recoverable	(193)	-	-	-	(193)	(67)
Government remittances payable	(2,061)	-	-	-	(2,061)	1,557
Interfund receivable	13,610	115,034	(128,478)	(166)	-	-
Deferred contributions	(18,476)	-	-	-	(18,476)	741
	22,575	277,593	(74,446)	6,810	232,532	189,489
Loan payments	-	1,688,895	338,506	2,702	2,030,103	1,767,388
Loan advances	-	(2,138,543)	(105,914)	(2,031)	(2,246,488)	(1,952,143)
Allowance for doubtful accounts, net of provision for credit losses	-	(8,692)	(5,660)	(1,601)	(15,953)	(10,896)
	22,575	(180,747)	152,486	5,880	194	(6,162)
Cash flows from investing activity						
Purchase of investments	-	-	-	(4,837)	(4,837)	-
Purchase of property and equipment	(4,350)	-	-	-	(4,350)	(1,369)
	(4,350)	-	-	(4,837)	(9,187)	(1,369)
Increase (decrease) in cash	18,225	(180,747)	152,486	1,043	(8,993)	(7,531)
Cash, beginning of year	216,107	652,988	346,885	39,915	1,255,895	1,263,426
Cash, end of year	\$ 234,332	\$ 472,241	\$ 499,371	\$ 40,958	\$ 1,246,902	\$ 1,255,895



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, 2019, 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, 2019. 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 26, 2019.

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."

Lethbridge, AB
June 26, 2019

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, 2019, 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.