

Financial Statements

**THE GREATER MONCTON Y.M.C.A.  
FOUNDATION INC.**

Year ended December 31, 2015

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## INDEPENDENT AUDITOR'S REPORT

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To the Members of The Greater Moncton Y.M.C.A. Foundation Inc.

We have audited the accompanying financial statements of The Greater Moncton Y.M.C.A. Foundation Inc. which comprise the statement of financial position as at December 31, 2015 and the statements of operations, changes in net assets and cash flow 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.

### *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 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 principles 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.

### *Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of The Greater Moncton Y.M.C.A. Foundation Inc. as at December 31, 2015, and the results of its operations, changes in net assets and its cash flow for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Independent Auditor's Report, *continued*

*Other Matters*

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in the Schedule is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Chartered Professional Accountants

Moncton, New Brunswick

April 22, 2016

# THE GREATER MONCTON Y.M.C.A. FOUNDATION INC.

## Statement of Financial Position

December 31, 2015

	2015	2014
<b>Assets</b>		
Current assets:		
Cash	\$ -	\$ 3,355
Investments (note 2)	1,247,173	1,211,236
	<u>\$ 1,247,173</u>	<u>\$ 1,214,591</u>
<b>Liabilities and Net Assets</b>		
Current liabilities:		
Bank indebtedness	\$ 1,828	\$ -
Accrued liabilities	2,600	2,720
Payable to the Greater Moncton Y.M.C.A. Inc.	31,391	9,882
	<u>35,819</u>	<u>12,602</u>
Net assets:		
Contributions by members and earnings retained	795,269	820,454
Contributions by others, revenue-producing property, and earnings retained	368,575	334,025
Endowments and contributions functioning as endowments	47,510	47,510
	<u>1,211,354</u>	<u>1,201,989</u>
	<u>\$ 1,247,173</u>	<u>\$ 1,214,591</u>

See accompanying notes to financial statements.

On behalf of the Board:

\_\_\_\_\_ Director \_\_\_\_\_ Director

# THE GREATER MONCTON Y.M.C.A. FOUNDATION INC.

## Statement of Operations and Changes in Net Assets

Year Ended December 31, 2015

	Contributions by members	Contributions by others	Endowments/ Functioning	2015	2014
<b>Revenues:</b>					
Contributions	\$ 1,000	\$ 1,608	\$ -	\$ 2,608	\$ 6,300
Investment income earned					
Interest and dividends	24,238	9,853	1,401	35,492	33,437
Realized gains on sales and maturities of investments	60,498	24,597	3,498	88,593	21,095
	84,736	34,450	4,899	124,085	54,532
	85,736	36,058	4,899	126,693	60,832
<b>Expenses:</b>					
Investment management fees	12,185	-	-	12,185	11,720
Audit fees	1,917	-	-	1,917	1,968
Administrative charges from the Greater Moncton Y.M.C.A. Inc.	13,391	-	-	13,391	13,671
Planned giving consulting	10,863	-	-	10,863	10,543
Interest and bank charges	50	-	-	50	51
Imagine Canada	200	-	-	200	-
Life insurance	-	1,508	-	1,508	-
	38,606	1,508	-	40,114	37,953
Excess of revenues over expense before unrealized gains (losses) on investments	47,130	34,550	4,899	86,579	22,879
Unrealized gains (losses) on portfolio investments	(42,315)	-	-	(42,315)	62,275
Excess of revenues over expenses before contributions to the Greater Moncton Y.M.C.A. Inc.	4,815	34,550	4,899	44,264	85,154
Contributions to the Greater Moncton Y.M.C.A. Inc.	-	-	4,899	4,899	2,186
<b>Special:</b>					
Youth Zone	15,000	-	-	15,000	10,000
Youth Tutor	10,000	-	-	10,000	15,000
International exchange	5,000	-	-	5,000	-
	30,000	-	4,899	34,899	27,186
Excess (deficiency) of revenues over expenses	(25,185)	34,550	-	9,365	57,968
Net assets, beginning of year	820,454	334,025	47,510	1,201,989	1,144,021
Net assets, end of year	\$ 795,269	\$ 368,575	\$ 47,510	\$ 1,211,354	\$ 1,201,989

See accompanying notes to financial statements.

# THE GREATER MONCTON Y.M.C.A. FOUNDATION INC.

## Statement of Cash Flow

Year Ended December 31, 2015

	2015	2014
Cash provided by (used in):		
Operations:		
Cash received from:		
Members contributions	\$ 1,000	\$ 4,000
Contribution by others	1,608	2,300
Interest	21,487	18,381
Dividends	5,378	6,484
Foreign income	8,627	8,572
Capital gains included in distributions from mutual funds	38,824	18,024
The Greater Moncton Y.M.C.A. Inc.	17,304	89,577
	<u>94,228</u>	<u>147,338</u>
Cash paid out to		
Investment management fees	12,185	11,720
The Greater Moncton Y.M.C.A. Inc.	57,186	125,756
Interest and bank charges	50	51
Life insurance premiums	1,508	
	<u>70,929</u>	<u>137,527</u>
	<u>23,299</u>	<u>9,811</u>
Investing activities:		
Purchases of investments	(251,976)	(141,633)
Proceeds on sales and maturities of investments	223,494	132,193
	<u>(28,482)</u>	<u>(9,440)</u>
Increase (decrease) in cash	(5,183)	371
Cash position, beginning of year	3,355	2,984
Cash position, end of year	\$ (1,828)	\$ 3,355

See accompanying notes to financial statements.

# THE GREATER MONCTON Y.M.C.A. FOUNDATION INC.

Notes to Financial Statements

Year ended December 31, 2015

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The Greater Moncton Y.M.C.A. Foundation Inc. ("the Foundation") is a not-for-profit organization without share capital incorporated under the laws of New Brunswick. The Foundation receives and invests donations from its members and others and makes contributions to the charitable activities of the Greater Moncton YMCA Inc. from the revenue earned. The Foundation is a registered public charitable foundation under the Income Tax Act of Canada and accordingly is exempt from income taxes, provided certain requirements of the Income Tax Act are met.

## 1. Significant accounting policies:

### (a) Basis of presentation:

The financial statements were prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNFPPO).

### (b) Revenue recognition:

Contributions are recognized as revenue as they are received. Certain members of the Foundation have indicated that they will contribute amounts for a number of years. These commitments have not been recorded as receivable.

Interest and dividends on investments are recognized as revenue as they are earned.

### (c) Investments:

Investments are recorded at quoted market values. In the year of disposal, gains and losses are recorded as realized investment revenues and losses. Gains and losses as a result of changes in quoted market values of investment holdings are recorded as unrealized gains and losses on investments.

### (d) Net asset transfers:

The Foundation transfers any excess of revenues over expenses (expenses over revenues) incurred on the net assets represented by contributions by others, revenue producing property and earnings retained and endowments and contributions functioning as endowments to its net assets recorded as contributions by members and earnings retained.

### (e) Financial instruments:

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expenses when incurred.

# THE GREATER MONCTON Y.M.C.A. FOUNDATION INC.

Notes to Financial Statements, page 2

Year ended December 31, 2015

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## 2. Investments:

	2015		2014	
	Cost	Market value	Cost	Market value
Fixed income securities				
Bonds and term notes	\$ 770,580	\$ 765,003	\$ 718,800	\$ 724,383
Equities				
Mutual funds	421,303	482,170	394,831	486,853
	\$ 1,191,883	\$ 1,247,173	\$ 1,113,631	\$ 1,211,236

## 3. Payable to the Greater Moncton Y.M.C.A. Inc.:

The amount payable to the Greater Moncton Y.M.C.A. Inc. is non-interest bearing and with no set terms of repayment.

## 4. Financial instruments:

The Foundation is exposed to interest rate risk via its investments in money market funds, bonds and short term notes.

The Foundation is exposed to currency risk through its investments in shares of companies and mutual funds traded in USD with a fair market value at December 31, 2015 of \$302,613 CAD (2014-\$292,553).

The Foundation is not exposed to significant credit or liquidity risk.

# THE GREATER MONCTON Y.M.C.A. FOUNDATION INC.

Schedule of Accumulated Contributions included in Net Assets

December 31, 2015

	2015	2014
Contributions by members, including \$27,500 Emergency Fund	\$ 723,850	\$ 722,850
Contributions by others		
Received from and through Greater Moncton Y.M.C.A.:		
Proceeds from Y-12 Lottery, 1997-8	26,825	26,825
Gordon Street building, to investments, 1994	60,000	60,000
	86,825	86,825
Memorials and other contributions	7,281	7,181
Bequests		
Cormier, P. E.	3,516	3,516
English, A. G.	42,633	42,633
English, Mrs. A. G.	21,030	21,030
Higgins, L. H.	39,771	39,771
Levine, Abe	1,000	1,000
Lyman, Ralph	22,453	22,453
Tait, Harold	50,823	50,823
	181,226	181,226
Gordon Street land, balance received on sale, total \$100,000	40,000	40,000
	315,332	315,232
Endowments and contributions functioning as endowments		
Endowments		
McAfee, for general operations	7,000	7,000
Smith, for World Y Development	10,000	10,000
	17,000	17,000
Contributions functioning as endowments		
Jennifer Barnes Memorial, for prize	50	50
Estate of Madeleine McCully, for summer program	5,000	5,000
Moncton Lions and Lionettes, for seniors program	4,000	4,000
Other service clubs, for seniors program	21,460	21,460
	30,510	30,510
	47,510	47,510
	\$ 1,086,692	\$ 1,085,592