

The Yellowknife Community Foundation

Financial Statements

December 31, 2021



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Management's Responsibility for Financial Reporting

The accompanying financial statements have been prepared by management, which is responsible for the reliability, integrity and objectivity of the information provided. They have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. When necessary, the statements include amounts that are based on informed judgments and estimates by management, giving appropriate consideration to reasonable limits of materiality.

In discharging its responsibility for the integrity and fairness of the financial statements and for the accounting systems from which they are derived, management maintains the necessary system of internal controls designed to provide assurance that transactions are authorized, assets are safeguarded and proper records are maintained. These controls include written policies and procedures manuals, and accountability for performance within appropriate and well-defined areas of responsibility. The Foundation's management recognizes its responsibility for conducting the Foundation's affairs in accordance with the requirements of applicable laws and sound business principles, and for maintaining standards of conduct that are appropriate to charitable foundations.

The auditors annually provide an independent, objective audit for the purpose of expressing an opinion on the financial statements in accordance with Canadian generally accepted auditing standards.

Yellowknife Community Foundation



Sophie Kirby, Executive Director

Yellowknife, Northwest Territories

August 04, 2022

Independent Auditors' Report

To the Directors of The Yellowknife Community Foundation

Opinion

We have audited the financial statements of The Yellowknife Community Foundation, which comprise the statement of financial position as at December 31, 2021, and the statements of operations, changes in fund balances, and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as at December 31, 2021, 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.

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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Foundation in accordance with the ethical requirements that are relevant to our audit of the 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 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.

In preparing the financial statements, management is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of account unless management either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

Independent Auditors' Report (continued)

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that included 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, 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 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 Foundation'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 Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the 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 auditors' report. However, future events or conditions may cause the Foundation 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 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.

Crowe MacKay LLP

**Yellowknife, Canada
August 04, 2022**

Chartered Professional Accountants

The Yellowknife Community Foundation

Statement of Operations

For the year ended December 31,	ADMINISTRATION FUND		INTERNALLY RESTRICTED FUNDS		EXTERNALLY RESTRICTED FUNDS		TOTAL	
	2021	2020	2021	2020	2021	2020	2021	2020
REVENUE								
Investment revenue:								
Dividends	\$ 9,745	\$ 8,004	\$ 32,184	\$ 31,263	\$ 47,578	\$ 38,781	\$ 89,507	\$ 78,048
Interest income	5,101	5,213	17,229	20,357	25,456	25,253	47,786	50,823
Realized gain on securities	6,790	-	22,424	-	33,149	-	62,363	-
Unrealized gain (loss) on securities	45,751	10,685	151,093	41,731	223,363	51,766	420,207	104,182
Fund administration fees	100,588	102,787	-	-	-	-	100,588	102,787
Donated services	21,802	20,279	-	-	-	-	21,802	20,279
Gala fundraiser	385	118,745	-	-	-	-	385	118,745
Online raffle fundraiser	70,885	-	-	-	-	-	70,885	-
Other revenue	2,551	-	-	-	-	-	2,551	-
	\$ 263,598	\$ 265,713	\$ 222,930	\$ 93,351	\$ 329,546	\$ 115,800	\$ 816,074	\$ 474,864

The Yellowknife Community Foundation

Statement of Operations (continued)

For the year ended December 31,	ADMINISTRATION FUND		INTERNALLY RESTRICTED FUNDS		EXTERNALLY RESTRICTED FUNDS		TOTAL	
	2021	2020	2021	2020	2021	2020	2021	2020
EXPENSES								
Administration:								
Advertising and promotion	\$ 5,867	\$ 7,471	\$ -	\$ -	\$ -	\$ -	\$ 5,867	\$ 7,471
Bank charges	1,984	2,586	-	-	-	-	1,984	2,586
Fund administration fees	-	10,995	40,588	40,970	60,000	50,822	100,588	102,787
Gala fundraiser	-	67,119	-	-	-	-	-	67,119
Insurance	2,540	2,051	-	-	-	-	2,540	2,051
Office and administration	1,503	5,281	-	-	-	-	1,503	5,281
Office rent	5,775	6,300	-	-	-	-	5,775	6,300
Online raffle fundraiser	63,869	-	-	-	-	-	63,869	-
Professional fees	54,223	25,582	-	-	-	-	54,223	25,582
Amortization	15,696	-	-	-	-	-	15,696	-
Subscriptions and memberships	5,914	4,159	-	-	-	-	5,914	4,159
Telephone and internet	1,958	3,271	-	-	-	-	1,958	3,271
Wages and benefits	102,006	71,431	-	-	-	-	102,006	71,431
Grants and scholarships	-	-	91,488	211,545	76,300	110,245	167,788	321,790
	261,335	206,246	132,076	252,515	136,300	161,067	529,711	619,828
Excess (deficiency) of revenue over expenses before fund contributions received	\$ 2,263	\$ 59,467	\$ 90,854	\$ (159,164)	\$ 193,246	\$ (45,267)	\$ 286,363	\$ (144,964)
Fund contributions received (Note 8)	17,000	-	7,503	49,542	277,276	316,936	301,779	366,478
Excess (deficiency) of revenue over expenses	\$ 19,263	\$ 59,467	\$ 98,357	\$ (109,622)	\$ 470,522	\$ 271,669	\$ 588,142	\$ 221,514

The Yellowknife Community Foundation

Statement of Changes in Fund Balances

For the year ended December 31,

	Administration Fund	Internally Restricted Funds	Externally Restricted Funds	2021	2020
Fund balances, beginning of year	\$ 578,492	\$ 1,980,149	\$ 2,764,726	\$ 5,323,367	\$ 5,101,856
Excess (deficiency) of revenues over expenses	19,263	98,357	470,522	588,142	221,514
Fund balances, end of year	\$ 597,755	\$ 2,078,506	\$ 3,235,248	\$ 5,911,509	\$ 5,323,370

The Yellowknife Community Foundation

Statement of Financial Position

As at December 31,				2021	2020
	Administration Fund	Internally Restricted Fund	Externally Restricted Funds		
Assets					
Current					
Cash and cash equivalents	\$ 235,691	\$ -	\$ -	\$ 235,691	\$ 142,326
Short term securities (Note 5)	355,371	1,333,834	-	1,689,205	3,244,210
Prepaid expenses	502	-	-	502	24,790
	591,564	1,333,834	-	1,925,398	3,411,326
Capital assets (Note 6)	16,588	-	-	16,588	-
Securities (Note 5)	-	744,672	3,235,248	3,979,920	1,938,295
	\$ 608,152	\$ 2,078,506	\$ 3,235,248	\$ 5,921,906	\$ 5,349,621
Liabilities					
Current					
Accounts payable and accrued liabilities (Note 7)	\$ 10,397	\$ -	\$ -	\$ 10,397	\$ 26,253
	10,397	-	-	10,397	26,253
Fund Balances					
Externally restricted	-	-	3,235,248	3,235,248	2,764,726
Unrestricted	597,755	2,078,506	-	2,676,261	2,558,642
	597,755	2,078,506	3,235,248	5,911,509	5,323,368
	\$ 608,152	\$ 2,078,506	\$ 3,235,248	\$ 5,921,906	\$ 5,349,621

Approved on behalf of the Board

 Director

 Director

The Yellowknife Community Foundation

Statement of Cash Flows

For the year ended December 31,	2021	2020
Cash provided by (used in)		
Operating activities		
Cash receipt from donations and fundraising activities	\$ 73,822	\$ 100,195
Cash receipt from contributions	301,779	366,478
Dividends and interest received	137,292	132,144
Cash paid to suppliers and employees	(274,211)	(192,790)
Cash paid to grants and scholarships	(167,788)	(321,790)
	70,894	84,237
Investing activities		
Dividends reinvested	(89,507)	(78,048)
Purchase of equipment	(32,284)	-
Purchase of securities	(907,572)	(1,278,700)
Proceeds from sale of securities	1,051,834	1,051,016
	22,471	(305,732)
Increase (decrease) in cash and cash equivalents	93,365	(221,495)
Cash and cash equivalents, beginning of year	142,326	363,821
Cash and cash equivalents, end of year	\$ 235,691	\$ 142,326

The Yellowknife Community Foundation

Notes to Financial Statements

December 31, 2021

1. Nature of Foundation

The Yellowknife Community Foundation ("the Foundation") is a not-for-profit organization incorporated on June 1, 1993 under Part II of the *Canada Corporations Act*. The Foundation is a pooling of charitable gifts in capital funds, these funds and the earnings from which are used to meet a wide range of local needs and interests - the arts and other cultural activities, scholarships, medical and scientific research, environmental concerns and social problems. In some circumstances, the earnings and contributed funds may be allocated to a charitable cause or organization as directed by the donor. The Foundation is a registered charity and is classified as a public foundation for purposes of the *Income Tax Act*.

2. COVID-19

On March 11, 2020, the World Health Organization declared a global pandemic. In order to combat the spread of COVID-19 governments worldwide have enacted emergency measures including travel bans, legally enforced or self-imposed quarantine periods, social distancing and business and organization closures. These measures have caused material disruptions to businesses, governments and other organizations resulting in an economic slowdown and increased volatility in national and global equity and commodity markets.

In response to COVID-19, the Foundation has partnered with organizations to raise and provide additional funding to the local community in order to assist with the effects of the pandemic. In the prior year, disbursements in the form of scholarships from various specific funds were doubled to assist the community during difficult times.

The impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of any interventions. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the Foundation and its operations in future periods.

3. Impact of the Change in the Basis of Accounting

On January 1, 2021, the Foundation adopted the amendments to Financial Instruments, Section 3856. The change affects how the Foundation accounts for financial instruments originated or exchanged in a related party transaction.

Initial Measurement

Under the new requirements, a related party financial instrument is initially measured at cost, which is determined depending on whether the instrument has repayment terms. If the instrument does have repayment terms, cost is determined using the instrument's undiscounted cash flows, excluding interest and dividend payments, less any impairment losses. Otherwise, the cost of the instrument is determined using the consideration transferred or received by the Foundation.

Subsequent Measurement

Subsequent measurement is based on how the financial instrument is initially measured. A related party financial instrument initially measured at cost is subsequently measured at cost less any reduction for impairment.

Transitional Provision

These changes have been adopted retrospectively with the following transitional provisions:

- The cost of an instrument that has repayment terms is determined using its undiscounted cash flows excluding interest and dividend payment less any impairment.
- The cost of an instrument that does not have repayment terms is deemed to be its carrying amount, less any impairment provisions.

The adoption of the new requirements has no impact on the Foundation's financial statements.

The Yellowknife Community Foundation

Notes to Financial Statements

December 31, 2021

4. Significant Accounting Policies

Basis of accounting

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant policies are detailed as follows:

(a) Cash and cash equivalents

Cash and cash equivalents include bank balances, bank deposits, and other highly liquid interest bearing instruments.

(b) Financial instruments

Initial measurement

The Foundation initially measures its financial assets and financial liabilities originated or exchanged in arm's length transactions at fair value. Transaction costs related to financial assets that will be subsequently measured at fair value are recognized in the Statement of Operations in the year in which they are incurred.

Financial assets and financial liabilities originated or exchanged in related party transactions, except for those that involve parties whose sole relationship with the Foundation is in the capacity of management, are initially measured at cost. The cost of a financial instrument in a related party transaction depends on whether the instrument has repayment terms.

The Foundation subsequently measures all its financial assets and liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value.

Changes in fair value are recognized in the Statement of Operations.

Financial assets subsequently measured at amortized cost include cash and cash equivalents.

Financial liabilities subsequently measured at amortized cost include accounts payable and accrued liabilities.

Financial assets subsequently measured at fair value include all securities.

At the end of each reporting period, management assesses whether there are any indications that financial assets measured at cost or amortized cost may be impaired. If there is an indication of impairment, management determines whether a significant adverse change has occurred in the expected timing or the amount of future cash flows from the asset, in which case the asset's carrying amount is reduced to the highest expected value that is recoverable by either holding the asset, selling the asset or by exercising the right to any collateral. The carrying amount of the asset is reduced directly or through the use of an allowance account and the amount of the reduction is recognized as an impairment loss in operations. Previously recognized impairment losses may be reversed to the extent of any improvement. The amount of the reversal, to a maximum of the related accumulated impairment charges recorded in respect of the particular asset is recognized in operations.

The Yellowknife Community Foundation

Notes to Financial Statements

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4. Significant Accounting Policies (continued)

(c) Fund accounting

The Foundation follows the restricted fund method of accounting. Under this method operations are separated between unrestricted and restricted activities with a set of self-balancing accounts for each fund. The Foundation uses the following funds:

The Administration Fund reports investment revenues from and expenses of unrestricted contributions, donations and fundraising activities and unrestricted contributions to be used for general operations.

The Internally Restricted Fund reports donor contributions, investment revenues and expenses of Board directed grants and scholarships as set out in Note 8.

The Externally Restricted Funds report investment revenues from and expenses of externally restricted contributions by the donors for the purposes of setting up scholarships and grants as set out in Note 8.

(d) Revenue recognition

Contributions and other revenues are recognized in the fund corresponding to the purpose for which they were contributed or raised. Restricted contributions and other revenues contributed to or raised for the administration fund are deferred and recognized in the year in which the related expenses are incurred.

Investment income includes dividends and interest income recorded on the accrual basis, as well as realized investment gains and losses and unrealized gains and losses on financial instruments subsequently measured at fair value. Investment income is included in the Statement of Operations in the fund in which the related financial instrument is recorded. Investment income is allocated to the individual funds based on a percentage of the total fund balance.

Revenues from and expenses of fundraising activities are recognized in operations at the conclusion of the fundraising event. Amounts received and expended prior to conclusion of the event are deferred and taken into operations upon completion of the event.

An administration fee of 2% is earned from the Foundation funds and is based on the funds opening balance net of half of the donations and disbursements in the prior year. This fee is placed in the administration fund to cover administration costs.

Administration fees also include fees for flowthrough contributions received and distributed for which it acts as an agent of the funding contributor.

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Notes to Financial Statements

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4. Significant Accounting Policies (continued)

(e) Donated services

The Foundation received materials and services at no cost from various businesses and individuals. Commencing in 1997, donations of these items are recorded in the accounts, where the value can be reasonably determined. If the fair market value is not easily determined, then the transactions are not recorded.

(f) Use of estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(g) Recognition of grants and scholarship expenses

The Foundation receives applications for grants and scholarships for the various Funds. These applications have been approved by the Board when eligibility criteria are met for each grant and scholarship that is awarded.

(h) Tangible capital assets

Tangible Capital Assets are recorded at cost. The Foundation provides for amortization using the declining balance method at the rates designed to amortize the cost of the assets over their estimated useful lives, as set out in Note 6.

One-half of the year's amortization is recorded in the year of acquisition. No amortization is recorded in the year of disposal.

The Yellowknife Community Foundation

Notes to Financial Statements

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5. Securities

	2021 Fair Value	2021 Cost
RBC Dominion Securities		
Bonds	\$ 313,633	\$ 274,212
Guaranteed Investment Certificates (GICs)	2,431,295	2,400,927
Investment Savings Account (cash)	348,752	348,752
iShares S&P/TSX 60 Index Fund	1,848,664	1,169,895
RBC Canadian Equity Fund	726,781	638,878
	5,669,125	4,832,664
Less short term securities	(1,689,205)	(2,991,452)
	\$ 3,979,920	\$ 1,841,212
	2020 Fair Value	2020 Cost
RBC Dominion Securities		
Bonds	\$ 315,665	\$ 274,212
Guaranteed Investment Certificates (GICs)	2,230,773	2,208,000
Investment savings account (cash)	343,361	343,361
iShares S&P/TSX 60 Index Fund	1,716,631	1,364,096
RBC Canadian Equity Fund	576,075	594,337
	5,182,505	4,784,006
Less short term securities	(3,244,210)	(2,901,795)
	\$ 1,938,295	\$ 1,882,211

The Yellowknife Community Foundation

Notes to Financial Statements

December 31, 2021

4. Securities (continued)

RBC Dominion Securities investment portfolio are carried at fair market value together with accrued interest earned. The unrealized gains (losses) for the year ended December 31, 2021 are \$420,207 (2020 - \$104,182). The unrealized gains and losses were calculated based on the fair market value at December 31, 2020 less the cost on the date of acquisition if the date is within the period, or less the fair market value at December 31, 2021 if the acquisition was in a previous period.

The following table presents the remaining terms to maturity at fair value, along with the average effective yields for each maturity for security investments exposed to interest rate risk as at December 31, 2021.

	Within 1 year	1 - 5 years	5 - 10 years	2021	2020
Bonds and GICs	\$ 841,153	\$ 1,829,461	\$ 64,313	\$ 2,734,927	\$ 2,546,438
Effective yields (%)	2.01	1.98	3.46	1.98	2.21

6. Tangible Capital Assets

				2021	2020
	Rate	Cost	Accumulated Amortization	Net book value	Net book value
Computer hardware	55%	\$ 1,982	\$ 545	\$ 1,437	\$ -
Computer software	100%	30,302	15,151	15,151	-
		\$ 32,284	\$ 15,696	\$ 16,588	\$ -

7. Accounts Payable and Accrued Liabilities

	2021	2020
Government remittances payable	\$ 2,592	\$ 5,016
Trade payables and accruals	6,465	18,670
Accrued wages	1,340	2,567
	\$ 10,397	\$ 26,253

The Yellowknife Community Foundation

Notes to Financial Statements

December 31, 2021

8. Fund Balances

The Board of Directors of the Foundation have established the following funds:

Administration Fund - Fund established to accumulate contributions from donors who have not restricted the use of these funds or the income earned from these funds, and have indicated the funds may be used for Foundation administrative purposes. The fund is also increased or decreased by annual Foundation operational surpluses or deficits. The Foundation has also not restricted the use of these accumulated funds or income earned from these funds.

Internally Restricted Fund - Fund established to accumulate contributions from donors who have not restricted the use of these funds or the income earned from these funds. This includes the following funds:

Community Fund - Fund established to accumulate contributions from donors who have not restricted the use of these funds or the income earned from these funds. The Foundation has restricted these funds for Capital Projects in the community of Yellowknife and surrounding area and supplements to other scholarships.

Resilient Communities Fund - This Fund is under development, and will be used to provide grants to organizations that are undergoing stress due to a natural disaster or some other type of emergency or unforeseen circumstances.

Aurora College Scholarship - Fund that provides an annual scholarship to North Slave Campus students of Aurora College.

Externally Restricted Funds - The restricted fund comprises of funds that are to be used for specific purposes as specified by the donor or project fund.

The Yellowknife Community Foundation

Notes to Financial Statements

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8. Fund Balances (continued)

	Opening Balance	Current Fund Contributions Received	Disbursements	Admin Fee	Current Excess (Deficiency) of revenue over expenses before fund contributions received, disbursements, and admin fees	Transfer	Closing Balance
Administration Fund	\$ 578,492	\$ 17,000	\$ -	\$ -	\$ 2,263	\$ -	\$ 597,755
Internally Restricted Fund							
Community Fund	1,880,149	6,980	(91,488)	(38,442)	211,354	-	1,968,553
Resilient Community Fund	100,000	523	-	(2,115)	11,545	-	109,953
Total Internally Restricted fund	1,980,149	7,503	(91,488)	(40,557)	222,899	-	2,078,506
Externally Restricted Funds							
Adolf Duesterhus STEM Scholarship Fund	143,541	485	(5,000)	(2,959)	16,247	-	152,314
Albert Hall Seniors Enhancement Fund	52,697	500	(1,750)	(1,090)	5,988	-	56,345
Alice and Randy Daniels Music Fund	20,072	-	-	(420)	2,307	-	21,959
Barb Bromley Fund for Seniors and Elders Fund	198,049	500	(6,500)	(4,084)	22,430	-	210,395
Butler-Hushagen Health Education Fund	61,796	-	(2,000)	(1,273)	6,991	-	65,514
Chris Argue Memorial Fund	42,649	1,000	-	(904)	4,962	-	47,707
Clifford Heal Fund	-	100,000	-	(1,047)	5,750	-	104,703
Con Employees' Benevolent Fund	51,390	-	(2,000)	(1,055)	5,795	-	54,130

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Notes to Financial Statements

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8. Fund Balances (continued)

	Opening Balance	Current Fund Contributions Received	Disbursements	Admin Fee	Current Excess (Deficiency) of revenue over expenses before fund contributions received, disbursements, and admin fees	Transfer	Closing Balance
David J. Ramsden Memorial Fund	37,204	1,050	(1,500)	(774)	4,252	-	40,232
David Sutherland Memorial Fund	42,809	-	-	(896)	4,922	-	46,835
Douglas Bothamley Memorial Fund	8,496	50	(1,000)	(168)	922	-	8,300
Elaine Whitford Scholarship Fund	22,100	-	(1,000)	(452)	2,483	-	23,131
Elliot Michael Brown Fund	62,306	-	-	(1,305)	7,165	-	68,166
Enough Talk, Hurry Up and Do It Already Arts Scholarship Fund	24,372	-	(1,000)	(500)	2,745	-	25,617
Fine and Performing Arts Fund	130,509	-	(4,000)	(2,691)	14,777	-	138,595
Friends of Fred Carmichael Scholarship Fund	162,858	-	-	(3,410)	18,728	-	178,176
Gary Robinson Memorial Fund	361,438	10,600	(6,000)	(7,618)	41,889	-	400,309
Get Her Elected Fund	33,011	10,000	-	(796)	4,371	-	46,586
George Cleary Memorial Fund	-	16,325	(1,000)	(160)	881	-	16,046
Helmets for Hardy Fund	8,896	1,125	(4,000)	(156)	858	-	6,723
Helping Children Soar Scholarship Fund	30,231	-	(1,000)	(623)	3,420	-	32,028
Jenny Gamble-Fournier Memorial Scholarship Fund	31,113	790	(1,000)	(649)	3,565	-	33,819
John Parker Fund	148,592	103,026	-	(4,190)	23,011	-	270,439
John Tumchewics Memorial Fund	168,119	10,100	(5,000)	(3,574)	19,626	-	189,271
Jonas Konge Memorial Fund	80,810	2,400	(3,000)	(1,686)	9,258	-	87,782
Legislative Assembly of the NWT Fund	56,528	-	(2,000)	(1,163)	6,385	-	59,750
Lena Gosselin Memorial Fund	15,682	-	(1,500)	(313)	1,718	-	15,587
Lilly Borges-Oldham Second- Language Scholarship Fund	21,053	-	-	(441)	2,421	-	23,033

The Yellowknife Community Foundation

Notes to Financial Statements

December 31, 2021

8. Fund Balances (continued)

	Opening Balance	Current Fund Contributions Received	Disbursements	Admin Fee	Current Excess (Deficiency) of revenue over expenses before fund contributions received, disbursements, and admin fees	Transfer	Closing Balance
Loraine Minish-Cooper Garden of Hope Fund	42,822	150	(3,800)	(859)	4,716	-	43,029
Luke Charpentier Memorial Fund	89,967	1,500	(3,000)	(1,868)	10,260	-	96,859
Mary Beth Miller Memorial Fund	26,620	175	-	(559)	3,071	-	29,307
Maureen Tonge Living Your Legacy Fund	87,738	1,500	-	(1,853)	10,175	-	97,560
Northern Aviation Scholarship Fund	67,471	250	(2,500)	(1,389)	7,629	-	71,461
NWT Mining Heritage Trust Fund	32,513	1,300	-	(694)	3,812	-	36,931
Pat McMahon Memorial Fund	31,331	-	(1,000)	(646)	3,546	-	33,231
Randy McBride Hockey Project Fund	39,237	450	(1,500)	(811)	4,452	-	41,828
Rio Tinto Diavik Community Scholarship Fund	191,624	14,000	(8,000)	(4,076)	22,381	-	215,929
Sally Manning Memorial Writing Fund	30,963	-	(1,750)	(630)	3,460	-	32,043
Timothy Henderson Memorial Fund	7,315	-	-	(153)	841	-	8,003
United Soccer Coaching Fund	39,888	-	(1,500)	(820)	4,502	-	42,070
Wally12Million Fund	21,588	-	(3,000)	(421)	2,311	-	20,478
Walter Gibbons Memorial Fund	39,328	-	-	(824)	4,523	-	43,027
	2,764,726	277,276	(76,300)	(60,000)	329,546	-	3,235,248
	\$ 5,323,367	\$ 301,779	\$ (167,788)	\$(100,557)	\$ 554,708	\$ -	\$ 5,911,509

The Yellowknife Community Foundation

Notes to Financial Statements

December 31, 2021

9. Donated Services

During the year, the Foundation receives services from local organizations as a donation. The donated services include accounting, marketing, advertising and items for the annual gala, and sound services for the annual gala.

10. Financial Instruments

Transactions in financial instruments may result in an entity assuming or transferring to another party one or more of the financial risks described below. The required disclosures provide information that assists users of financial statements in assessing the extent of risk related to financial instruments.

(a) Credit risk

The Foundation does have credit risk in cash and cash equivalents, short-term securities, and securities of \$5,904,816 (2020 - \$5,324,831). Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Foundation has concentration of credit risk as all of the Foundation's cash is held with one chartered bank in excess of the insurable limit. This risk has not changed from the prior year.

(b) Liquidity risk

Liquidity risk is the risk that the Foundation will encounter difficulty in meeting obligations associated with financial liabilities. The Foundation is exposed to this risk mainly in respect of its accounts payable and accrued liabilities of \$10,397 (2020 - \$26,253). This risk has not changed from the prior year.

(c) Interest rate risk

Interest rate risk is the risk that the value of a financial instruments will fluctuate due to changes in market interest rates. The Foundation is exposed to interest rate risk through its short-term securities, and securities. This risk has not changed from the prior year.

(d) Other price risk

Price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices, whether the factors are specific to the instrument or all instruments traded in the market. The Foundation is exposed to market risk through its short-term securities, and securities. This risk has not changed from the prior year.

(e) Significant donation risk

Significant donation risk is the risk that the value of a single donation is greater than 10% of the total donations received in the current year. The Foundation is exposed to significant donation risk where revenues from donations and gala fundraiser during the year include 13% (2020 - 53%) from one (2020 - two) donors.

The Yellowknife Community Foundation

Observations and Recommendations - Appendix 1

Observation

We noted that general journal entries are not reviewed and approved by management.

Implications

Segregation of duties over preparing and approval of general journal entries is essential to prevent errors and unauthorized posting of transactions which could potentially result in misstatement in the financial statements or misappropriation of assets.

Recommendation

We recommend that the Society reviews its internal controls and processes over general journal entries. The journal entries should be reviewed for proper supporting documentation and approved by someone other than the person preparing it. The approval can be documented through a signature on the general journal entry posting or supporting documentation. Further, we recommend that all approved journal entries along with the supporting documentation are filed (in a folder or binder).