



Deep River and District Community Foundation

2013 Annual General Meeting

April 15, 2013

2012 Treasurer's Report

Maureen Freeman - Treasurer

Review Engagement Report



▶ **Scott Rosien & Dempsey – Chartered Accountants**

- ▶ We have reviewed the statement of financial position of Deep River and District Community Foundation as at December 31, 2012, December 31, 2011, and January 1, 2011 and the statements of operations, changes in fund balances and cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of inquiry, analytical procedures and discussion related to information supplied to us by the Foundation.
 - ▶ A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.
 - ▶ Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.
 - ▶ April 10 2013
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- ▶ Several Copies of the Financial Statements are available to view at this meeting
 - ▶ A copy will be posted on our website www.drdcf.ncf.ca



Endowments and Other Donations Received



	2012	2011
Endowment funds	\$ 75,733	\$ 37,867
Managed funds	\$ 0	\$ 0
Flow-through funds	\$ <u>600</u>	\$ <u>756</u>
Total	\$ 76,333	\$ 38,623

Endowment funds are restricted and capital is to be held in perpetuity

Managed funds are not restricted and capital must be returned at request of donor

Flow-through funds are either designated (e.g. Food Bank) or unrestricted

Disbursements – 2012



Recipient	Amount	Source
Order of the Eastern Star Bursary	\$ 500	OES Bursary Fund
Mackenzie High School Bursary	\$ 1,000	MHS Reunion Fund
Riverbank Pavilion Benches	\$ 2,805	Mary Moore Ecological Fund
North Renfrew Family Services	\$ 2,522	NRFS Fund
Four Seasons Conservancy	\$ 2,577	Four Seasons Conservancy Fund
Pembroke Boys and Girls Club	\$ 500	Laurentian Hills Youth Fund Reserve Fund
Deep River and Area Food Bank	\$ 300	Flow through funding
Total	\$ 10,204	



Portfolio Performance



	2012	2011
Interest and Dividends	\$ 21,475	\$ 18,165
Market Growth	\$ 23,851	(\$29,145)
Fees	(\$7,167)	(\$6,325)
Total	\$45,326	(\$17,305)
Rate of Return	6.08%	(-3.0%)

The investment portfolio is split roughly 55:45 between

a Canadian equity portfolio managed by Nesbitt Burns who charge a flat 2% fee

A fixed income portfolio (bonds, GIC's, etc.) also managed by Nesbitt Burns

Our 2012 Rate of Return was slightly below the S&P/TSX Composite Index return of 7.19%

Investment Performance History- 2012



2.87% compound annual rate of return for 5 years



Balance Sheets



		Dec. 31 2012	Dec. 31 2011
Assets	Cash	\$ 60,773	\$ 22,351
	Investments	\$657,432	\$601,895
	Receivables	<u>\$ 2,428</u>	<u>\$ 827</u>
Total Assets		<u>\$720,633</u>	<u>\$625,073</u>
Liabilities	Managed Funds	\$ 7,955	\$ 11,701
	Accounts Payable and Other	\$ 2,100	\$ 2,100
Equity	Endowment Funds (capital)	\$669,785	\$594,849
	Reserve Fund	\$ 6,706	\$ 234
	Restricted Fund Earnings	\$ 27,936	\$ 9,854
	Flow-through	\$ 1,000	\$ 1,200
	Unrestricted (Operations)	\$ 5,151	\$ 5,135
Total Liabilities and Equity		<u>\$ 720,633</u>	<u>\$ 625,073</u>

Operating Costs - 2012



Memberships and Corporation fees	\$ 480
Legal and Accounting	\$ 2,287
Office Supplies, software	\$ 962
Advertising and Fund Raising	\$ 5,216
Special Events Income	(\$ 2,277)
Brochure Sponsorship	(\$ 1,200)
TOTAL	\$ 5,468

Note: Through the use of an all-volunteer organization with no office space costs, we have been able to keep the operating costs to ~0.75% of our assets. This is significantly less than the typical operating costs (1- 2%) for other Community Foundations.



Allocation of earnings from 2012



	2012 Earnings
Total Earnings (net of investment fees)	\$ 38,159
Less Operating Expenses	(\$ 5,200)
Less Reserve	<u>(\$ 6,500)</u>
Allocated to Funds	\$ 26,459

1. The net Allocation to Funds is ~4%
2. The Finance Committee has recommended to the Board to convert 1% from earnings into Capital to off-set inflation for those funds under the Board's direct control
3. The same recommendation will be made to Donor-Advised funds





New and Changed Funds

- ▶ **New Endowment Funds opened in 2012**
 - ▶ Jean and Bruce Bigham Student Activity Fund
 - ▶ Started by Jean and Bruce Bigham
 - ▶ > \$12,800 from donation of BMO shares
 - ▶ OES Order of the Eastern Star Bursary Fund
 - ▶ Started by the Order of the Eastern Star, Pembroke Chapter, #288
 - ▶ > \$9,592 in donations from chapter members
 - ▶ Deep River Area Health Care Fund
 - ▶ Started by Andrew White in memory of Annabel Taylor and by Dave Thompson with donations in memory of Vic Thompson
 - ▶ > \$10,000 in donations
 - ▶ Laura A Cooper Memorial Fund – fund agreement pending
 - ▶ Started by family of Laura Cooper: daughter Jean Cooper and son Robert Cooper
 - ▶ > \$18,000 in donations from family and friends
 - ▶ Chas Millar Fund – fund agreement pending
 - ▶ Started by family of Chas Millar
 - ▶ \$6,000 in donations from family



Status of Endowment Funds



As of Dec. 31 2012

Fund Name	Capital	Net Earnings
Four Seasons Conservancy Fund	\$63,025	\$ 2,720
Arts & Education Fund	\$ 7,293	\$ 249
Community Fund (includes pending funds)	\$105,157	\$ 2,553
Deep River Science Academy Scholarship Fund	\$14,662	\$ 608
Foundation Development Fund	\$12,352	\$ 493
Elizabeth Hulbert Memorial Fund	\$10,878	\$ 451
Environmental Legacy Fund	\$17,242	\$ 525
Laurentian Hills Youth Fund	\$ 5,152	\$ 228
MHS Reunion Award Fund	\$20,288	\$ 869
Milton Family Fund	\$92,651	\$ 3,837

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Status of Endowment Funds



As of Dec. 31 2012

Fund Name	Capital	Net Earnings
The Original Six Hockey Fund	\$ 17,064	\$ 1,385
Mary Moore Ecological Fund	\$ 135,902	\$ 5,910
North Renfrew Family Services Fund	\$ 89,171	\$ 3,754
Rotary Club of North Renfrew Fund	\$ 11,899	\$ 490
Mary-Jane & Bob Brown Memorial Fund	\$ 5,322	\$ 176
Library Endowment Fund	\$ 20,033	\$ 830
W. G. Cross Concert Piano Fund	\$ 9,181	\$ 381
Order of the Eastern Star (Pembroke #288) Bursary Fund	\$ 9,593	\$ 329
Deep River Area Health Care Fund	\$ 10,096	\$ 419
Bigham Student Activity Fund	\$ 12,826	\$ 443



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Status of Managed Funds



As of Dec. 31 2012

Fund Name	Capital	Net Earnings
Bourns Vocal Scholarship Managed Fund	\$ 5,255	\$ 679
Deep River Rotary Managed Fund	\$ 2,700	\$ 606
Reserve	\$ 0	\$ 6,706



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Questions

