



CHARTERED PROFESSIONAL ACCOUNTANTS

## REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS

To the Board of Directors of Community Futures - Chinook

The accompanying summary financial statements, which comprise the summary statement of financial position as at March 31, 2018, and the summary statements of operations, changes in fund balances and cash flows for the year then ended, are derived from the audited financial statements of Community Futures - Chinook for the year ended March 31, 2018. We expressed an unmodified audit opinion on those financial statements in our report dated June 20, 2018.

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, therefore, is not a substitute for reading the audited financial statements of Community Futures - Chinook.

### Management's Responsibility for the Summarized Financial Statements

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

### Auditor's Responsibility

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

### Opinion

In our opinion, the summary financial statements derived from the audited financial statements of Community Futures - Chinook for the year ended March 31, 2018 are a fair summary of those financial statements, in accordance with the criteria described in note 1.

Lethbridge, Alberta  
June 20, 2018

  
Chartered Professional Accountants

**COMMUNITY FUTURES - CHINOOK**  
**SUMMARY STATEMENT OF FINANCIAL POSITION**  
**As at March 31, 2018**

	Loan investment funds				2018 Total	2017 Total
	General Fund	Non- Repayable Fund	Repayable Fund	Disability Fund		
<b>ASSETS</b>						
<b>Current assets</b>						
Cash	\$ 40,460	\$ 230,261	\$ 239,415	\$ 67,145	\$ 577,281	\$ 689,540
Accounts receivable	5,669	-	-	-	5,669	14,503
Interest receivable	-	635	1,932	17	2,584	11,140
Advances to other funds	-	-	-	4,944	4,944	21,143
Prepaid expenses	1,267	-	-	-	1,267	1,261
Current portion of loans receivable	-	91,080	214,330	27,880	333,290	362,384
	47,396	321,976	455,677	99,986	925,035	1,099,971
<b>Loans receivable</b>	-	367,640	571,246	34,384	973,270	937,544
<b>Investments</b>	116,642	-	914,565	270,680	1,301,887	1,131,235
<b>Capital assets</b>	270	-	-	-	270	930
	\$ 164,308	\$ 689,616	\$ 1,941,488	\$ 405,050	\$ 3,200,462	\$ 3,169,680
<b>LIABILITIES AND FUND BALANCES</b>						
<b>Current liabilities</b>						
Accounts payable and accrued liabilities	\$ 12,113	\$ -	\$ -	\$ -	\$ 12,113	\$ 6,014
Deferred revenue	-	-	61,029	-	61,029	97,764
Advances from other funds	521	596	3,827	-	4,944	21,143
	12,634	596	64,856	-	78,086	124,921
<b>Due to Government of Canada</b>	-	-	837,500	200,000	1,037,500	1,037,500
	12,634	596	902,356	200,000	1,115,586	1,162,421
<b>Fund balances</b>						
Invested in capital assets	270	-	-	-	270	930
Externally restricted	-	689,020	1,039,132	205,050	1,933,202	1,854,151
Unrestricted	151,404	-	-	-	151,404	152,178
	151,674	689,020	1,039,132	205,050	2,084,876	2,007,259
	\$ 164,308	\$ 689,616	\$ 1,941,488	\$ 405,050	\$ 3,200,462	\$ 3,169,680

**COMMUNITY FUTURES - CHINOOK**  
**SUMMARY STATEMENT OF OPERATIONS**  
For the year ended March 31, 2018

	Loan investment funds				2018 Total	2017 Total
	General Fund	Non- Repayable Fund	Repayable Fund	Disability Fund		
<b>Revenue</b>						
Western Economic Diversification contributions	\$ 294,963	\$ -	\$ -	\$ -	\$ 294,963	\$ 294,963
Loan interest	-	29,991	70,591	5,309	105,891	102,493
Bank and investment interest	3,276	2,724	24,640	8,730	39,370	34,249
Miscellaneous income	14,561	-	-	-	14,561	15,276
Loan fees	5,620	-	-	-	5,620	6,825
Student and youth funding	4,592	-	-	-	4,592	11,406
Unrealized gain on investments	287	-	2,592	1,410	4,289	21,526
	323,299	32,715	97,823	15,449	469,286	486,738
<b>Expenses</b>						
Salaries and benefits	189,799	-	-	-	189,799	161,588
Bad debts	-	16,337	49,674	-	66,011	77,574
Consulting fees	52,200	-	-	-	52,200	52,200
Rent	15,600	-	-	-	15,600	15,300
Travel	12,782	-	-	-	12,782	14,298
Telephone and utilities	13,356	-	-	-	13,356	13,133
Professional fees	11,750	-	-	-	11,750	11,750
Training	3,831	-	-	-	3,831	10,834
Office	5,884	-	-	-	5,884	10,480
Advertising and promotion	4,077	-	-	-	4,077	6,984
GST - not recoverable	2,872	-	-	-	2,872	3,499
Repairs and maintenance	3,884	-	-	-	3,884	3,204
Insurance and licenses	3,472	-	-	-	3,472	3,166
Community and economic development	1,959	-	-	-	1,959	21,598
Investment fund	1,807	-	-	-	1,807	2,220
Interest and bank charges	432	300	300	325	1,357	1,393
Joint Economic Development marketing initiative	368	-	-	-	368	322
Library and subscriptions	-	-	-	-	-	45
Amortization	660	-	-	-	660	2,630
	324,733	16,637	49,974	325	391,669	412,218
<b>(Deficiency) excess of revenue over expenses</b>	\$ (1,434)	\$ 16,078	\$ 47,849	\$ 15,124	\$ 77,617	\$ 74,520

**COMMUNITY FUTURES - CHINOOK**  
**SUMMARY STATEMENT OF CHANGES IN FUND BALANCES**  
For the year ended March 31, 2018

	Loan investment funds				2018 Total	2017 Total
	General Fund	Non- Repayable Fund	Repayable Fund	Disability Fund		
<b>Fund balances</b>						
Equity in capital assets, beginning of year	\$ 930	\$ -	\$ -	\$ -	\$ 930	\$ 3,560
Amortization	(660)	-	-	-	(660)	(2,630)
<b>Equity in capital assets, end of year</b>	<b>270</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>270</b>	<b>930</b>
<b>Externally restricted funds, beginning of year</b>	<b>-</b>	<b>672,942</b>	<b>991,283</b>	<b>189,926</b>	<b>1,854,151</b>	<b>1,778,354</b>
Excess of revenue over expenses	-	16,078	47,849	15,124	79,051	75,797
<b>Externally restricted funds, end of year</b>	<b>-</b>	<b>689,020</b>	<b>1,039,132</b>	<b>205,050</b>	<b>1,933,202</b>	<b>1,854,151</b>
<b>Unrestricted funds, beginning of year</b>	<b>152,178</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>152,178</b>	<b>150,825</b>
Deficiency of revenue over expenses	(1,434)	-	-	-	(1,434)	(1,277)
Amortization	660	-	-	-	660	2,630
<b>Unrestricted funds, end of year</b>	<b>151,404</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>151,404</b>	<b>152,178</b>
	<b>\$ 151,674</b>	<b>\$ 689,020</b>	<b>\$ 1,039,132</b>	<b>\$ 205,050</b>	<b>\$ 2,084,876</b>	<b>\$ 2,007,259</b>

**COMMUNITY FUTURES - CHINOOK**  
**SUMMARY STATEMENT OF CASH FLOWS**  
**For the year ended March 31, 2018**

	Loan investment funds				2018 Total	2017 Total
	General Fund	Non- Repayable Fund	Repayable Fund	Disability Fund		
<b>Cash flows from operating activities</b>						
(Deficiency) excess of revenue over expenses	\$ (1,434)	\$ 16,078	\$ 47,849	\$ 15,124	\$ 77,617	\$ 74,520
Items not involving cash:						
Provision for credit losses	-	16,337	49,674	-	66,011	77,574
Amortization	660	-	-	-	660	2,630
Unrealized (gain) on investments	(287)	-	(2,592)	(1,410)	(4,289)	(21,526)
	(1,061)	32,415	94,931	13,714	139,999	133,198
Net change in non-cash working capital items	(19,194)	(2,849)	28,713	(19,924)	(13,254)	11,374
Net loan activity	-	(148,972)	71,403	4,926	(72,643)	(186,085)
	(20,255)	(119,406)	195,047	(1,284)	54,102	(41,513)
<b>Cash flows from investing activities</b>						
Purchase of investments	(51,818)	-	(171,238)	(8,305)	(231,361)	(278,277)
Proceeds on disposal of investments	-	-	-	65,000	65,000	-
	(51,818)	-	(171,238)	56,695	(166,361)	(278,277)
<b>(Decrease) increase in cash</b>	(72,073)	(119,406)	23,809	55,411	(112,259)	(319,790)
<b>Cash, beginning of year</b>	112,533	349,667	215,606	11,734	689,540	1,009,330
<b>Cash, end of year</b>	\$ 40,460	\$ 230,261	\$ 239,415	\$ 67,145	\$ 577,281	\$ 689,540

**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, 2018, and March 31, 2017, and for the years then ended.

The audited financial statements of the organization are available on request by contacting the administration office.