



**Surrey Foundation**  
**Financial Statements**  
**For the year ended April 30, 2005**

# Surrey Foundation

## Financial Statements For the year ended April 30, 2005

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**BDO Dunwoody LLP**  
Chartered Accountants

220, 19916 - 64th Avenue  
Langley BC Canada V2Y 1A2  
Telephone: (604) 534-8691  
Telefax: (604) 534-8900  
E-mail: langley@bdo.ca  
www.bdo.ca

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## Auditors' Report

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### To the Directors of Surrey Foundation

We have audited the statement of financial position of Surrey Foundation as at April 30, 2005 and the statements of operations and changes in net assets for the year then ended. These financial statements are the responsibility of the Foundation's directors. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In common with many charitable organizations, the Foundation derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Foundation and we were not able to determine whether any adjustments might be necessary to revenues, assets and net assets.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the donations referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Foundation as at April 30, 2005 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

*BDO Dunwoody LLP*

Chartered Accountants

Abbotsford, British Columbia  
September 30, 2005

**Surrey Foundation  
Statement of Financial Position**

**April 30** **2005**      **2004**

**Assets**

**Current**

Cash	\$	<b>152,219</b>	\$	219,609
Short-term investments		<b>344,710</b>		236,710
Interest and other receivables		<b>34,844</b>		31,583
Prepaid expenses		<b>1,444</b>		1,000
		<hr/>		<hr/>

**533,217**      488,902

**Funds on deposit with the Vancouver  
Foundation, market value \$94,922 (note 2)**

**110,000**      110,000

**Funds on deposit with Phillips, Hager  
& North, market value \$165,265**

**154,000**      153,003

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**\$ 797,217**      \$ 751,905

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**Liabilities and Net Assets**

**Current**

Accounts payable and accrued liabilities	\$	<b>5,694</b>	\$	3,394
Grants payable		<b>43,000</b>		62,363
		<hr/>		<hr/>

**48,694**      65,757

**Net Assets**

Net assets restricted for endowment purposes (Note 1)	<b>690,012</b>	642,225
Unrestricted net assets	<b>58,511</b>	43,923
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**748,523**      686,148

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**\$ 797,217**      \$ 751,905

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Approved by the Directors:

\_\_\_\_\_ Director

\_\_\_\_\_ Director

**Surrey Foundation  
Statement of Changes in Net Assets**

**For the year ended April 30**

**2005**

**2004**

	<b>Restricted for Endowment Purposes</b>	<b>Unrestricted</b>	<b>Total</b>	<b>Total</b>
<b>Balance, beginning of year</b>	<b>\$ 642,225</b>	<b>\$ 43,923</b>	<b>\$ 686,148</b>	<b>\$ 546,404</b>
<b>Excess of revenue over expenses</b>	<b>-</b>	<b>44,588</b>	<b>44,588</b>	<b>22,464</b>
<b>Endowment contributions (Note 1)</b>	<b>17,787</b>	<b>-</b>	<b>17,787</b>	<b>117,280</b>
<b>Youth Endowment Fund (Note 1)</b>	<b>30,000</b>	<b>(30,000)</b>	<b>-</b>	<b>-</b>
<b>Balance, end of year</b>	<b>\$ 690,012</b>	<b>\$ 58,511</b>	<b>\$ 748,523</b>	<b>\$ 686,148</b>

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**Surrey Foundation  
Statement of Operations**

**For the year ended April 30**

**2005**

**2004**

**Revenue**

Donations and other	\$ 6,572	\$ 2,540
Investment income	22,767	16,658
Grants	25,000	25,000
Fund raising	115,119	87,389
	<hr/> 169,458	<hr/> 131,587

**General and Administrative Expenses**

Administration	33,309	21,550
Annual report	-	161
Fund raising	45,638	42,572
Grants (note 3)	43,500	42,500
Professional fees	2,423	2,340
	<hr/> 124,870	<hr/> 109,123

**Excess of revenue over expenses**

\$ 44,588	\$ 22,464
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**Surrey Foundation**  
**Summary of Significant Accounting Policies**

**April 30, 2005**

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**Nature of Organization**

Surrey Foundation (the "Foundation") was incorporated on May 24, 1994 under the Society Act of British Columbia and is a federally registered charitable foundation. The Foundation holds and administers private resources entrusted to it for the common good of its constituents; the donors, the charitable sector and the community. The income from funds donated and bequeathed to its perpetual endowment is used to provide for charitable purposes.

**Revenue Recognition**

The Foundation follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets.

Restricted investment income is recognized as revenue of the appropriate fund in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Donations of assets are recorded at fair market value. The economic benefit of donated services are not recorded.

Fundraising revenues are recognized when received.

**Net Assets**

(i) Net assets restricted for endowment purposes

Net assets restricted for endowment purposes include donations received by the Foundation which are to be held in perpetuity. The income from this fund may be restricted or unrestricted depending on the donor's wishes.

(ii) Unrestricted net assets

Unrestricted net assets include unrestricted donations or investment revenue which can be used at the discretion of the Board of Directors.

**Investments**

The Foundation's funds on deposit are considered long-term and therefore are recorded at cost. Market value volatility is not reflected in the financial statements and any decline in value of investments is temporary.

**Financial Instruments**

The Foundation's financial instruments consist of cash, term deposits, receivables and payables. Unless otherwise noted, it is management's opinion that the Foundation is not exposed to significant interest, currency or credit risks arising from these financial instruments.

**Surrey Foundation**  
**Notes to Financial Statements**

**April 30, 2005**

**1. Net Assets Restricted For Endowment Purposes**

Net assets restricted for endowment purposes is comprised of assets over which the Foundation exercises discretionary investment control within the guidelines established by the Board of Directors. The earnings from these assets are allocated to charitable purposes at the discretion of the Board of Directors except for earnings from designated endowment contributions which are allocated to the designated field of interest. During the year, net endowment contributions amounted to \$14,757 (2004 - \$117,280) and have been allocated to the following designated and undesignated fields of interest. In addition, the Foundation transferred \$30,000 (2004 - \$25,000) to the Youth Endowment Fund from unrestricted net assets during the year.

	2005	2004
<b>Designated field of interest</b>		
Dart Hill Garden Park Community Fund	\$ 56,750	\$ 90,896
Flow through to the City of Surrey	(56,465)	-
Administration fees	(285)	-
Friends of the Surrey Museum	-	39,997
Flow through to the Surrey Museum	-	(19,863)
Surrey Public Library Legacy Fund	500	-
Surrey Education Fund	-	5,000
Youth Endowment Fund	30,000	25,000
Jordan Powell Legacy Fund	13,634	-
	<b>44,134</b>	<b>141,030</b>
<b>Undesignated field of interest</b>		
General	3,653	1,250
	<b>\$ 47,787</b>	<b>\$ 142,280</b>

**Surrey Foundation**  
**Notes to Financial Statements**

**April 30, 2005**

**2. Funds on Deposit with the Vancouver Foundation**

The Foundation is a participant in the Vancouver Foundation's matching grant program which provides support for the establishment of new and emerging community foundations in British Columbia. As a result, the following funds are held permanently by the Vancouver Foundation as The Surrey Foundation Endowment Fund.

	2005	2004
Initial deposit	\$ 10,000	\$ 10,000
Matching grant program		
Deposit by the Foundation	50,000	50,000
Grant from the Vancouver Foundation	50,000	50,000
	\$ 110,000	\$ 110,000

These funds are invested by the Vancouver Foundation in accordance with the Vancouver Foundation Act. The income accrues to the Foundation net of the Vancouver Foundation's administration fee under the Vancouver Foundation Act, which is currently .45% of the capital of the fund.

**3. Distribution to Charities**

During the year, the Foundation made grants to the following charitable organizations to assist in the following projects:

	2005	2004
Big Sisters of B.C. Lower Mainland		
- Phase six of ongoing publicity/recruitment campaign	\$ 2,000	\$ 2,500
Surrey Community Crime Prevention Society		
- To fund youth mural project and website update	1,000	1,000
Guildford Park Community Group		
- Tutoring and homework program for at-risk secondary Youth	-	2,000
Learning Disabilities Association of B.C.		
- Program to provide literature in alternate formats	1,000	-
Pacific Parkland Foundation		
- Youth park enhancement program in Tynehead Park	2,000	-
Kiwanis Fraser Valley Music Festival Society		
- International music education festival	1,500	2,500
Junior Achievement of B.C.		
- Interactive program to encourage grade 9 and 10 students to stay in school	2,000	2,000
Green Timbers Heritage Society		
- Eco-Ranger Program - recruit youth to assist with public education program on security and safety of the trails	2,000	1,000
KB Woodward Elementary	-	1,750
Canadian Red Cross	-	1,500
subtotal	\$ 11,500	\$ 14,250

**Surrey Foundation**  
**Notes to Financial Statements**

**April 30, 2005**

**3. Distribution to Charities (continued)**

	<u>2005</u>	<u>2004</u>
subtotal	\$ 11,500	\$ 14,250
South Surrey/White Rock Stroke Recovery		
- Support program for stroke survivors who live independently	2,000	2,000
Surrey Festival of Dance Society		
- Dance and Wellness Workshop for youth	1,000	-
OPTIONS: Services to Communities Society		
- Kindergarten Readiness Project	-	1,000
OPTIONS: Family Resource Program	-	1,000
Prince Charles Elementary Parent Advisory Committee	-	1,250
Peninsula Arts Foundation		
- Bursaries for young artists in need	2,000	2,000
Surrey Christmas Bureau		
- Christmas Hampers for 2005 Campaign	2,000	2,000
Big Brothers of Greater Vancouver		
- Surrey Teen Mentoring Program for youth from single parent families	1,500	-
PLEA Community Services		
- Mentoring program for youth who are vulnerable to high risk activity	1,000	-
School District #36		
- Purchase dual language books to encourage at home reading program	1,000	-
B.C. Family Hearing Resource Society		
- Purchase books, videos and audiotapes for loan to families	1,000	-
B.C. Special Olympics Society		
- To enlist the Surrey Foundation as a "Bronze Sponsor" for the 2005 Provincial Championships in Surrey	2,500	-
SOS Children's Village		
- Family continuance program - Foster Children	2,000	2,000
Cloverdale Minor Softball		
- Support the 2005 Bantam National Championship Event	1,500	-
Youth Volunteer Corp. (recovery)	-	(500)
Surrey Community Services	-	2,500
Surrey District Parent Advisory Committee	-	2,000
Surrey International Writer's Conference	-	1,000
Bright Futures for Children	-	1,000
Caring Hearts for Under Privileged Children		
- Provide warm clothing, blankets and crafts for children in the community	1,500	1,500
Fraser Valley Visually Impaired Society	-	1,000
Pacific Legal Education Association	-	1,000
Pacific Spirit Park Society	-	1,000
Put Kids First Foundation	-	1,500
Royal Canadian Army Cadets 2812	-	1,000
Surrey Public Library	-	1,000
subtotal	\$ 30,500	\$ 39,500

**Surrey Foundation**  
**Notes to Financial Statements**

**April 30, 2005**

**3. Distribution to Charities (continued)**

	<b>2005</b>		<b>2004</b>
subtotal	<b>\$ 30,500</b>	<b>\$</b>	<b>39,500</b>
Surrey School District	-		1,000
Surrey Search and Rescue	-		1,500
Kwantlen University College	-		500
CNIB for the Blind - B.C./Yukon			
- Rehab program on daily living skills for visually impaired	<b>2,000</b>		-
Greyhaven Exotic Bird Sanctuary			
- Outreach program on pet therapy for youth and seniors	<b>1,500</b>		-
Newton Advocacy Group Society			
- Establish a community kitchen and food preparation support program	<b>1,000</b>		-
Semiahmoo House Society			
- Activity program for individuals with developmental disabilities	<b>1,000</b>		-
Serpentine Enhancement Society			
- Purchase equipment for existing "Salmon in the Classroom" education program	<b>1,000</b>		-
Servants Anonymous Society, Surrey			
- Publication costs of "How to Exit" brochure for sexually exploited boys, girls and women	<b>1,500</b>		-
Sunrise Seniors Building Project Society			
- Inventory replacement in seniors community kitchen	<b>1,000</b>		-
Surrey Food Bank			
- Tiny Bundles Program - weekly food hampers for pregnant women and new moms in financial need	<b>2,000</b>		-
Surrey Hospice Society			
- Purchase furnishings for hospice facility	<b>1,500</b>		-
Kwantlen University College Foundation			
- Surrey Foundation Award	<b>500</b>		-
	<b>\$ 43,500</b>	<b>\$</b>	<b>42,500</b>

**4. Statement of Cash Flows**

A statement of cash flows has not been included with these financial statements as the directors of the Foundation are of the opinion that its inclusion would not provide additional meaningful information.