

THE FREDERICTON COMMUNITY FOUNDATION INC.
Financial Statements
Year Ended June 30, 2022

THE FREDERICTON COMMUNITY FOUNDATION INC.

Index to Financial Statements

Year Ended June 30, 2022

	Page
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Revenues and Expenditures	4
Statement of Changes in Net Assets	5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 15
Managed funds (<i>Schedule 1</i>)	16

INDEPENDENT AUDITOR'S REPORT

To the Directors of The Fredericton Community Foundation Inc.

Opinion

We have audited the financial statements of The Fredericton Community Foundation Inc. (the Foundation), which comprise the statement of financial position as at June 30, 2022, and the statements of revenues and expenditures, changes in net assets 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 June 30, 2022, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

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 *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Foundation in accordance with 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 the financial statements in accordance with ASNPO, 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 accounting 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.

Auditor's 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 auditor's report that includes 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 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:

(continues)

Independent Auditor's Report to the Directors of The Fredericton Community Foundation Inc.
(continued)

- 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 auditor's 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 auditor's 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 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.



Fredericton, New Brunswick
September 21, 2022

CHARTERED PROFESSIONAL ACCOUNTANTS

THE FREDERICTON COMMUNITY FOUNDATION INC.

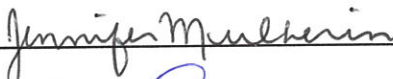
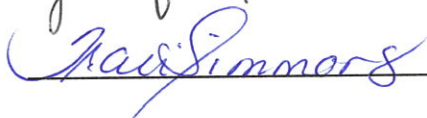
Statement of Financial Position

June 30, 2022

	2022	2021
ASSETS		
Cash	\$ 209,795	\$ 168,101
Investments (Note 4)	21,394,411	21,747,533
Accounts receivable	8,957	11,210
Life insurance (Note 5)	160,818	148,529
Prepaid expenses	-	1,887
	\$ 21,773,981	\$ 22,077,260
LIABILITIES AND NET ASSETS		
Accounts payable and accrued liabilities	\$ 12,811	\$ 12,996
Deferred income	-	20,501
Managed funds (Schedule 1)	3,820,649	3,437,745
	3,833,460	3,471,242
NET ASSETS		
General Fund	4,096,257	4,382,415
Restricted Funds	1,346,147	2,332,753
Endowment Funds	12,498,117	11,890,850
	17,940,521	18,606,018
	\$ 21,773,981	\$ 22,077,260

LEASE COMMITMENTS (Note 9)

ON BEHALF OF THE BOARD

 _____ Director
 _____ Director

See notes to financial statements

THE FREDERICTON COMMUNITY FOUNDATION INC.
Statement of Revenues and Expenditures
Year Ended June 30, 2022

	General Fund	Restricted Funds	Endowment Funds	Total 2022	Total 2021
REVENUES					
Contributions	\$ 119,150	\$ 143,169	\$ 568,557	\$ 830,876	\$ 1,016,035
Interest and dividend income	143,427	443,279	-	586,706	559,874
Realized capital gain	104,788	325,809	-	430,597	280,678
Change in unrealized capital gain (loss)	(264,516)	(857,809)	-	(1,122,325)	2,214,019
Other income	12,288	-	-	12,288	7,506
	115,137	54,448	568,557	738,142	4,078,112
EXPENSES					
Grants	118,011	947,792	-	1,065,803	1,588,183
Investment management fees	23,545	72,862	-	96,407	83,313
Administrative expenses (Note 8)	241,429	-	-	241,429	246,676
	382,985	1,020,654	-	1,403,639	1,918,172
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ (267,848)	\$ (966,206)	\$ 568,557	\$ (665,497)	\$ 2,159,940

See notes to financial statements

THE FREDERICTON COMMUNITY FOUNDATION INC.
Statement of Changes in Net Assets
Year Ended June 30, 2022

	General Fund	Restricted Funds	Endowment Funds	2022	2021
NET ASSETS - BEGINNING OF YEAR	\$ 4,382,415	\$ 2,332,753	\$ 11,890,850	\$ 18,606,018	\$ 16,446,078
(Deficiency) excess of revenues over expenses	(267,848)	(966,206)	568,557	(665,497)	2,159,940
Transfers of capital during the year (Note 7)	(18,310)	(20,400)	38,710	-	-
NET ASSETS - END OF YEAR	\$ 4,096,257	\$ 1,346,147	\$ 12,498,117	\$ 17,940,521	\$ 18,606,018

See Note 6 for a categorized listing of funds held at year-end.

THE FREDERICTON COMMUNITY FOUNDATION INC.**Statement of Cash Flows****Year Ended June 30, 2022**

	2022	2021
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenses	\$ (665,497)	\$ 2,159,940
Item not affecting cash:		
Change in unrealized capital gain (loss)	1,122,325	(2,214,019)
	456,828	(54,079)
Changes in non-cash working capital:		
Accounts receivable	2,253	273
Accounts payable and accrued liabilities	(185)	(34,408)
Deferred income	(20,501)	-
Prepaid expenses	1,887	(1,887)
	(16,546)	(36,022)
Cash flow from (used by) operating activities	440,282	(90,101)
INVESTING ACTIVITIES		
Purchase of investments	(769,203)	(759,243)
Increase in cash surrender value of life insurance	(12,289)	(7,506)
Increase in managed funds	382,904	524,363
Cash flow used by investing activities	(398,588)	(242,386)
INCREASE (DECREASE) IN CASH FLOW	41,694	(332,487)
CASH - BEGINNING OF YEAR	168,101	500,588
CASH - END OF YEAR	\$ 209,795	\$ 168,101

See notes to financial statements

THE FREDERICTON COMMUNITY FOUNDATION INC.

Notes to Financial Statements

Year Ended June 30, 2022

1. NATURE OF OPERATIONS

The Fredericton Community Foundation Inc. (the "Foundation") is a public foundation and registered charity under the Income Tax Act (Canada) founded in 1956 for the purposes of promoting educational advancement and scientific or medical research for the increase of human knowledge and the alleviation of human suffering; to better the lot of underprivileged or delinquent persons; to provide care for needy men, women and children, and in particular sick, aged, destitute and helpless; and to provide for such other charitable purposes as may in the discretion of the Board of Directors appear to contribute to the mental, moral, cultural and physical or other improvement of the inhabitants of the City of Fredericton and surrounding areas.

As a registered charity, the Foundation is exempt from income tax and is able to issue donation receipts for income tax purposes, provided certain provisions of the Income Tax Act continue to be met.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations.

Revenue recognition

The Foundation follows the restricted fund method of accounting for contributions, and categorizes all of its funds into four general categories:

Unrestricted contributions are recognized as revenue of the **General Fund** in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Contributions that are spendable but upon which the donor has placed certain stipulations are recognized as revenue of the appropriate **Restricted Fund**.

Contributions where the donor has stipulated that the contributed funds remain unspent into perpetuity are recognized as revenue in the **Endowment Fund**.

Managed Funds, whereby the Foundation receives and administers said funds on behalf of other charities and community organizations and does not issue a donation receipt to the provider, are classified as a liability. Amounts received are commingled with all assets of the Foundation. The Foundation earns a 0.7% administration fee, calculated quarterly, on the average balance of all managed funds.

Cash and cash equivalents

Cash per the statement of financial position includes available balances in the Foundation's operating bank account, and cash on-hand.

Cash and cash equivalents held in investment brokers' accounts is classified as investments on the statement of financial position, with cash equivalents defined as highly-liquid, fixed income securities.

(continues)

THE FREDERICTON COMMUNITY FOUNDATION INC.

Notes to Financial Statements

Year Ended June 30, 2022

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Investments

Investments are reported at fair value based on quoted market prices. Investment income includes interest, dividends, realized gains (losses) and the net change in unrealized gains (losses) for the year.

The fair value of investments denominated in foreign currencies are translated into Canadian dollars at the exchange rate prevailing at year-end.

Purchases and sales of investments and investment income (loss) denominated in foreign currencies are translated into Canadian dollars at the exchange rate prevailing on the respective dates of the transactions, for purposes of calculating realized gains and losses on disposition.

Investment income is allocated to the Foundation's various funds based on the respective funds' average quarterly balance and is reported in the financial statements as follows:

Endowment and Restricted Funds:

- Investment income is recognized either in the General or Restricted Funds, depending on the wishes of the donor.
- The Foundation does not maintain any Endowment funds whereby the donor has stipulated that a portion of the allocated investment income be permanently maintained.

General Fund:

- Investment income allocated to general purpose funds is recorded as income in the General Fund.

Managed Funds:

- Investment income allocated to managed funds is recorded as an increase in the managed fund liability as reported on the statement of financial position.

Financial instruments policy

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 revenues. 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 expensed when incurred.

Measurement uncertainty

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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Contributed services

The operations of the Foundation depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated services and materials cannot be reasonably determined and are therefore not reflected in these financial statements.

THE FREDERICTON COMMUNITY FOUNDATION INC.

Notes to Financial Statements

Year Ended June 30, 2022

3. FINANCIAL INSTRUMENTS

The Foundation is exposed to various risks through its financial instruments and has an established risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Foundation's risk exposure and concentration as of June 30, 2022.

(a) Interest rate risk

Interest rate risk is risk to the Foundation's investment income arising from fluctuations in market-determined interest rates. The Foundation has no interest-bearing debt, however, it does have significant fixed-income investments. Changes in interest rates could materially impact the value and future cash flows in respect of these investments.

(b) Liquidity risk

Liquidity risk is the risk that the Foundation will not be able to meet its financial obligations as they fall due. The majority of the Foundation's assets are investments traded in active markets that can be readily liquidated and therefore the Foundation's liquidity risk is considered minimal. In addition, the Foundation aims to retain a sufficient cash position to manage requirements.

(c) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices. The Foundation is mainly exposed to risks related to fluctuations in the market prices of its investments.

(d) Currency risk

Currency risk is the risk to investment earnings that arise from fluctuations of foreign exchange rates and the degree of volatility of these rates. The Foundation is exposed to foreign currency exchange risk on investments held in U.S. dollars in the Canadian dollar amount of \$4,657,534.

It is management's opinion that the Foundation is not exposed to significant other price risks arising from these financial instruments.

The Foundation has established a comprehensive Investment Policy Statement (IPS) for the management of its investments. The IPS outlines roles and responsibilities for the Board of Directors, the Investment and Audit Committee, the Investment Manager and the Foundation's management with respect to management of its investments. All of the Foundation's investments are managed by independent, external portfolio managers. The compliance of these professionals with the IPS is monitored on a regular basis.

The Foundation's investment strategy is designed to maintain an investment portfolio of high quality financial assets. The Foundation manages investment risk by diversifying its portfolio among asset classes, industry sectors and individual securities. The IPS provides for target allocation ranges among asset classes. The portfolio is also diversified geographically.

4. INVESTMENTS

	2022	2021
Cash and cash equivalents	\$ 317,680	\$ 414,351
Fixed income investments	9,727,067	8,993,935
Canadian equity	6,692,130	6,474,253
Foreign equity	4,657,534	5,864,994
	\$ 21,394,411	\$ 21,747,533

THE FREDERICTON COMMUNITY FOUNDATION INC.

Notes to Financial Statements

Year Ended June 30, 2022

5. LIFE INSURANCE

The Foundation is the beneficiary and owner named under whole life insurance policies as follows:

	<i>Face Value</i>	2022 <i>Cash Surrender Value</i>	2021 <i>Cash Surrender Value</i>
Whole life policies	\$ 1,178,491	\$ 160,818	\$ 148,529

The cash surrender value is recorded as an asset on the statement of financial position. As the timing of the realization of amounts in excess of the cash surrender value is not certain, the Foundation will record the benefits upon receipt of the funds.

6. FUNDS

Irrespective of the financial statement classification of funds into General, Restricted and Endowment, internally the Foundation's Board and management classify donor funds into the following categories:

Community Funds

These are funds where the donor grants discretion to the Foundation consistent with the objectives of the Foundation.

Donor-Advised Funds

Donors have ongoing participation in the selection of charities that will benefit from their gift.

Field of Interest Funds

Donors identify an area of interest to which they would like to target their support.

Designated Funds

Donors have the opportunity to specify, at the time the fund is established, which particular charities they would like to support.

Emerging Funds

Enables a donor to establish a fund in any of the above categories with an initial donation and a pledge to meet one of the minimum donation levels within five years of the initial gift. These amounts are included in restricted funds for accounting purposes.

Flow-Through Funds

Funds where the gift is not intended to be held in perpetuity but rather to be distributed on a pre-planned basis.

(continues)

THE FREDERICTON COMMUNITY FOUNDATION INC.

Notes to Financial Statements

Year Ended June 30, 2022

6. FUNDS (continued)

Balances of the Foundation's individual funds at fiscal year-end, including accumulated, unspent investment income are as follows:

	2022	2021
<u>Community Funds:</u>		
Community Fund	\$ 3,086,583	\$ 3,168,668
Board and Staff Legacy Fund	173,405	175,329
Clark Quinlan Fund	12,185	11,458
David Cornish Memorial Fund	55,535	56,890
Perley and Phyllis Estey Fund	128,473	131,609
Donald Morgan Memorial Fund	43,579	44,393
Frank and Mary Morrison Memorial Fund	43,516	44,578
J.T.Clark Family Foundation Fund	217,547	222,856
Kileel Family Fund	12,494	12,798
Richard and Margie Clark Family Fund	62,338	61,001
Don and Yvonne Crawford Fund	18,022	18,462
Ginger Design Fund	20,687	15,729
John and Pam Clark Fund	59,091	51,074
John L. Bird Memorial Fund	18,190	18,634
G. Bert Edney Memorial Fund	18,162	18,605
Margaret, Reg & Nancy Gilbert Fund	227,879	234,000
Madeline Holmes Fund	72,199	73,961
	4,269,885	4,360,045
<u>Donor-Advised Funds:</u>		
Mais Reynolds Fund	59,646	63,007
Jackson Wright Youth Fund	71,386	71,919
Hatheway Family Fund	90,307	121,435
Sara Burns Police Memorial Fund	664,801	700,669
NB Foundation for the Arts	198,007	209,166
Fredericton Housing First Fund	331,656	479,950
Fred and Gladys Memorial Fund	263,127	273,147
MacPherson Family Fund	111,138	117,410
Andy Williams Memorial Fund	21,701	-
Ralph J. Bartlett Community Fund	34,201	-
	1,845,970	2,036,703
<u>Field of Interest Funds:</u>		
Florence and Helen Hughes Fund	31,124	32,877
Blanchard Family Poverty Reduction Fund	96,436	82,172
Jeff McGuigan Memorial Fund	150,326	150,738
Rosemary's Legacy Fund	508,753	537,453
Creed Beattie Fund	140,373	148,296
Simmonds Family Fund	15,296	15,314
Lilian E. Covey Music Fund	546,862	577,726
FredKid Fund	11,537	12,187
Rosemary's Pantry Fund	529,552	559,295
Rosemary's Youth Fund	305,832	323,095

(continues)

THE FREDERICTON COMMUNITY FOUNDATION INC.

Notes to Financial Statements

Year Ended June 30, 2022

6. FUNDS (continued)

	2022	2021
<u>Field of Interest Funds:</u>		
McDougall Family Fund	12,124	12,799
Jim and Beth Clark Fund	634,848	670,297
Isaac's Way Children in the Arts Fund	20,313	19,109
	3,003,376	3,141,358

Designated:

Marjorie and Ted Atkinson Music Fund	19,043	20,070
Science East Science Centre Legacy Fund	22,469	23,017
Meighan Fund	206,265	217,902
George and Ellen MacGillivray Trust Fund	169,468	178,614
Fonds Communautaire Sainte-Anne	31,620	32,723
Beairsto Family Fund	15,991	16,854
Mrs. W.G. Clark Fund	23,630	24,902
CT Simmons Youth Athletic Fund	11,395	12,004
NB Filmmakers Cooperative Limited	61,895	65,231
Musical Ventures Inc.	74,634	78,589
Connexion Artists	34,107	35,947
Rosemary's Place Fund	219,113	230,941
Northrup Frye International Literacy Festival Fund	387,268	408,195
Nancy Gwen Hicks Memorial Fund	66,358	69,935
Ben and Faye Medjuck Fund	12,334	12,999
Fredericton Trails Coalition Trail Fund	110,613	116,386
Tara Savage Memorial Trail Fund	104,786	110,441
Philip O'Leary Trust Fund	33,398	35,197
Estate of Otis Logue Fund	711,756	750,175
WAP-MAP Fund	191,488	200,972
Mrs. Pearl Colwell Fund	12,101	12,751
FCF Administration Fund	355,506	343,780
Susan Watson Fredericton SPCA Fund	58,988	62,168
Alden R. Clark Fund	16,689	17,588
John A.G. Page Fund	23,282	24,536
Ralph and Janet Shears Humanitarian Fund	347,383	367,261
Peter Adams Fund	35,062	36,953
Estate of Franklin Creighton	538,797	567,873
Duffie-Crowell Tapestry Fund	346,797	365,440
M.A.Crowell Nursing Scholarship Fund	48,763	51,391
M.A.Crowell Childrens Education Fund	86,652	91,321
Crowell Medically Disabled Fund	100,944	106,393
W. Hedley Wilson Estate Fund	30,222	31,853
Fredericton SPCA Fund	124,285	130,993
McKnight Memorial Fund	12,103	12,753
Brigadier A.C.Ross Fund	27,265	28,734
IODE A.R.Clark Scholarship Fund	60,410	63,667
John & Ethelwyn McKnight Fund	12,101	12,751
Friends of Transition House	61,687	65,014
Bill McCauley Music Scholarship Fund	47,438	49,995
Reg Wheaton Memorial Fund	67,810	71,466
Timmy Munn Minor Hockey Fund	53,437	56,316

(continues)

THE FREDERICTON COMMUNITY FOUNDATION INC.

Notes to Financial Statements

Year Ended June 30, 2022

6. FUNDS (continued)

	2022	2021
<u>Designated:</u>		
Fredericton Playhouse Endowment Fund	85,779	61,111
Canadian Diabetes Association Fund	58,033	61,161
Bliss McDade Fund	44,083	45,938
Brian Jones Fund	12,271	12,930
Kids Having Fun Fund	19,911	19,532
Rosemary's SPCA Fund	315,693	332,734
K & F Machin Fund for Animals	570,183	600,962
Fredericton Botanic Garden Fund	89,282	83,584
Dr. Gerald and Leta Clayden Fund	107,958	113,781
Albert & Barbara Fraser Fund	196,607	203,298
Isabel Adams Coburn Scholarship Fund	104,477	107,027
CAF Scholarship Fund	-	7,923
Cst. Robb Costello Memorial Fund	75,151	73,005
James Andow Scholarship Fund	10,678	11,430
Brendon Oreto Foundation Bursary Fund	61,207	55,177
Fredericton Chamber of Commerce Scholarship Fund	65,992	64,726
T.Washburn Memorial Scholarship Fund	470,668	489,811
Mike Fitzgerald Memorial Fund	125,473	131,940
Marianne Limpert Scholarship Fund	29,936	31,158
Timmy Munn Scholarship Fund	53,371	56,404
Provincial Artisans Bursary Fund	553,098	581,227
Frank Fraser and Blanche (Hood) Joslin Scholarship Fund	177,582	186,833
Rosemary's Bursary Fund	372,380	392,820
Robert Morimanno Scholarship Fund	47,064	31,819
Gerald & Catherine Sutherland Fund	12,956	13,651
Brian Glenn Memorial Bursary Fund	12,504	13,130
Muriel Connors Award Fund	37,400	31,796
Eddie's Fund for Animals	15,000	-
George and Helen Colter Fund	11,567	10,430
Mary Frances Cronin Memorial Scholarship	18,905	-
Murray & Shirley Bailey Fund	46,173	-
Reconciliation Fund - Penniac Sacred Lands	10,000	-
	8,786,735	9,037,429
<u>Emerging Funds:</u>		
Fredericton Homeless Shelter Fund	8,495	4,188
Phyliss Prendergast Fund	-	5,463
Khushaim Fund	-	2,345
York Care Foundation Fund	-	945
Willie O'Ree Fund	3,328	3,353
Howey Family Fund	7,764	85
Fredericton Green Fund	-	4,692
100 Women Who Care Fund	7,630	7,816
MacIntosh Family Fund	1,847	-
	29,064	28,887

(continues)

THE FREDERICTON COMMUNITY FOUNDATION INC.

Notes to Financial Statements

Year Ended June 30, 2022

6. FUNDS (continued)

Flow-Through Funds:		
Flow Through Fund	4,979	1,596
Drs. Matt & Sarah Williams Fund	512	-
	5,491	1,596
Grand total	\$ 17,940,521	\$ 18,606,018

7. INTERFUND TRANSFERS

Interfund transfers recognizes Board decisions to move amounts from one fund to another based on the Board's direction for use. The Foundation consults and, where necessary, receives consent from original donors when moving funds from one classification to another. Transfers include transfer of capital of \$100,562 due to changes in the nature of the funds.

8. ADMINISTRATIVE EXPENSES

	2022	2021
Advertising and promotion	\$ 4,440	\$ 3,218
Education and training	647	75
Interest and service charges	1,952	2,188
Liability and office insurance	3,411	3,141
Life insurance premiums	1,000	24,210
Membership dues	6,807	6,640
Miscellaneous	2,817	1,993
National and local meetings	1,267	464
Office expenses	32,041	25,147
Other special events	3,426	2,932
Planned giving	1,521	273
Professional fees	10,253	9,568
Rent	23,944	23,940
Salaries and benefits - operations	205,604	200,124
Salaries and benefits - funded project positions	-	4,040
Philanthropy in Action expenses	14,543	-
Professional services	2,000	-
Total expenses incurred	315,673	307,953
Less, expense recoveries:		
Philanthropy in Action administrative expense recovery	(24,589)	-
Administrative fees recovered, managed funds	(26,545)	(21,648)
FCF Administration Fund	(10,165)	(10,900)
Meighan Administration Fund	(6,445)	(7,965)
Kindness week sponsorships	(6,000)	(4,000)
Flow Through Fees	(500)	(120)
Wage subsidies and recoveries	-	(3,661)
Emergency Community Support	-	(12,983)
Net administrative expenses incurred	\$ 241,429	\$ 246,676

The net administrative expenses are allocated to the individual funds on a pro-rated basis.

THE FREDERICTON COMMUNITY FOUNDATION INC.

Notes to Financial Statements

Year Ended June 30, 2022

9. LEASE COMMITMENTS

The Foundation is party to a lease with respect to its premises, with payments of \$1,763 per month, subject to a 2% inflation increase per year. The lease terminates on February 29, 2024.

THE FREDERICTON COMMUNITY FOUNDATION INC.
 Managed Funds
 Year Ended June 30, 2022

(Schedule 1)

	Literacy Coalition	Fredericton Public Library Fund	Fredericton Trails Coalition Fund	United Way Forever Fund	SPCA Trust Fund	Easter Seals New Brunswick (CRCD)	Brendon Oreo Foundation	New Brunswick Association for Community Living	Fredericton Association for Community Living	Palliative Care Resource Network	2022	2021
Contributions	-	-	-	31,769	-	-	-	301,348	-	305,000	\$ 638,117	\$ 45,215
Interest and dividends	13,587	11,676	1,320	55,992	1,807	6,910	7,622	6,403	6,748	4,432	116,497	101,011
Realized gains	9,977	8,505	969	40,577	1,327	5,074	5,286	6,914	4,923	5,522	89,074	50,774
Unrealized gains (losses)	(26,058)	(21,429)	(2,531)	(104,202)	(3,465)	(13,253)	(11,532)	(34,256)	(12,616)	(31,029)	(260,371)	444,686
Administrative fees	(3,084)	(2,651)	(299)	(12,696)	(410)	(1,568)	(1,722)	(1,510)	(1,535)	(1,066)	(26,541)	(21,648)
Investment management fees	(2,231)	(1,918)	(217)	(9,187)	(297)	(1,135)	(1,246)	(1,090)	(1,110)	(769)	(19,200)	(15,042)
Withdrawals	-	(26,900)	-	(73,004)	-	-	(41,768)	-	(13,000)	-	(154,672)	(80,632)
Changes during the year	(7,809)	(32,717)	(758)	(70,751)	(1,038)	(3,972)	(43,360)	277,809	(16,590)	282,090	382,904	524,364
Balance, beginning of year	425,678	376,296	41,349	1,779,979	56,598	216,482	257,802	61,997	221,564	-	3,437,745	2,913,381
Balance, end of year	417,869	343,579	40,591	1,709,228	55,560	212,510	214,442	339,806	204,974	282,090	\$ 3,820,649	\$ 3,437,745

See notes to financial statements