

**THOMPSON COMMUNITY FOUNDATION  
STATEMENT OF FINANCIAL POSITION  
AS AT DECEMBER 31, 2020**

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<b>CURRENT ASSETS</b>	<b>2020</b>	<b>2019</b>
Cash (Note 7)	\$ 311,906	\$ 236,588
Accounts receivable (Note 8)	493	717
	<b>312,399</b>	<b>237,305</b>
<b>INVESTMENTS (Note 6)</b>	<b>2,199,241</b>	<b>2,031,789</b>
	<b>\$ 2,511,640</b>	<b>\$ 2,269,094</b>
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities (Note 9)	\$ 4,200	\$ 5,926
Grant commitments (Note 10)	947	30,769
Build 150 commitment (Note 15)	54,595	-
Deferred revenue (Note 11)	7,492	5,625
	<b>67,234</b>	<b>42,320</b>
<b>NET ASSETS</b>		
Surplus restricted for operating purposes	\$ 187,699	\$ 72,927
Surplus restricted for community allocations (Note 16)	198,784	159,734
Surplus restricted for endowment purposes (Note 17)	2,057,923	1,994,113
	<b>2,444,406</b>	<b>2,226,774</b>
	<b>\$ 2,511,640</b>	<b>\$ 2,269,094</b>

**COMMITMENTS (Note 15)**

**Approved on behalf of the Board:**

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See accompanying notes.

**THOMPSON COMMUNITY FOUNDATION  
STATEMENT OF CHANGES IN NET ASSETS  
AS AT DECEMBER 31, 2020**

	<b>Operating Purpose</b>	<b>(Note 16) Community Allocations</b>	<b>(Note 17) Endowment Purpose</b>	<b>2020</b>	<b>2019</b>
<b>Balance, beginning of year</b>	\$ 72,927	\$ 159,734	\$ 1,994,113	<b>\$ 2,226,774</b>	\$ 1,960,513
Excess of revenue over expenditures	12,926	-	-	<b>12,926</b>	5,699
Spending policy funds	-	66,718	(74,210)	<b>(7,492)</b>	(5,625)
Affiliate fees	2,048	-	-	<b>2,048</b>	1,781
Direct contributions	-	130,926	73,352	<b>204,278</b>	177,188
Investment and interest gains (losses)	-	-	213,607	<b>213,607</b>	299,726
Administration fees	-	-	(37,752)	<b>(37,752)</b>	(35,923)
Investment fees	-	-	(7,544)	<b>(7,544)</b>	(7,596)
Re-investment of gains	-	-	-	-	-
Adjustment to fund	99,798	(19,231)	(103,643)	<b>(23,076)</b>	(1,696)
Disbursement to community projects	-	(139,363)	-	<b>(139,363)</b>	(167,293)
<b>Balance, end of year</b>	<b>\$ 187,699</b>	<b>\$ 198,784</b>	<b>\$ 2,057,923</b>	<b>\$ 2,444,406</b>	<b>\$ 2,226,774</b>

See accompanying notes.

**THOMPSON COMMUNITY FOUNDATION**  
**STATEMENT OF OPERATIONS**  
**YEAR ENDED DECEMBER 31, 2020**

<b>Revenue</b>	<u>2020</u>	<u>2019</u>
Administration fee	\$ 40,386	\$ 28,102
Interest	6,209	2,377
Threshold grant	5,000	5,000
Fall gala fundraiser	-	14,935
Wine tasting fundraiser	-	10,280
National conference funding	-	3,000
Challenge grant	-	2,000
Director's fees	-	550
	<u>51,595</u>	<u>66,244</u>
 <b>Expenditures</b>		
Administration fee	\$ 22,007	\$ 21,590
Advertising and promotion	2,157	1,616
Audit fees	4,694	4,280
Bank charges and interest	57	48
Board and member recognition	95	130
Bookkeeping fees	1,097	942
Business fees	64	40
Equipment purchase	804	-
Fall Gala fundraiser	-	11,492
Fundraising	-	100
Insurance	1,850	1,739
Meeting expenses	255	823
Membership dues and subscriptions	168	750
Non-recoverable GST	865	1,255
Office supplies	1,299	1,336
Rent	2,940	2,880
Travel & conference	-	6,003
Website	318	-
Wine tasting fundraiser	-	5,461
Workshops	-	60
	<u>38,670</u>	<u>60,545</u>
 <b>Excess of revenue over expenditures</b>	<u>\$ 12,926</u>	<u>\$ 5,699</u>

See accompanying notes.

**THOMPSON COMMUNITY FOUNDATION  
STATEMENT OF CASH FLOWS  
YEAR ENDED DECEMBER 31, 2020**

	2020	2019
<b>Cash provided by operating activities:</b>		
Excess of revenue over expenditures	\$ 12,926	\$ 5,699
<b>Net changes in non-cash working capital:</b>		
Accounts receivable	224	24,539
Accounts payable and accrued liabilities	(1,726)	4
Grant commitments	(29,822)	30,769
Build 150 commitment	54,595	-
Deferred revenue	1,867	5,625
	<b>(16,531)</b>	<b>66,636</b>
<b>Cash provided used for investing activities</b>		
Long term investments	(167,452)	(196,267)
	<b>(167,452)</b>	<b>(196,267)</b>
<b>Cash provided by financing activities</b>		
Endowment fund	167,453	196,376
Operating purposes	2,798	9,201
Community allocations	89,050	54,986
	<b>259,301</b>	<b>260,563</b>
Increase in cash and cash equivalents during the year	<b>75,318</b>	130,932
Cash and cash equivalents, beginning of year	<b>236,588</b>	105,656
Cash and cash equivalents, end of year	<b>\$ 311,906</b>	<b>\$ 236,588</b>
<b>Represented by:</b>		
Unrestricted - Operating	\$ 63,695	\$ 90,067
Restricted - Grant commitments	204,437	146,521
Restricted - Reserve fund	43,774	-
	<b>\$ 311,906</b>	<b>\$ 236,588</b>

See accompanying notes.

**THOMPSON COMMUNITY FOUNDATION**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2020**

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**1. NATURE OF ORGANIZATION**

The Thompson Community Foundation ("The Foundation") is an incorporated, non-profit, organization operated by a volunteer board. The Foundation was established to benefit the community of Thompson by supporting not-for-profit, charitable, educational and cultural organizations.

The organization is a registered charity and is classified as a public foundation for the purposes of the Income Tax Act (Canada).

**2. SIGNIFICANT ACCOUNTING POLICIES**

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and reflect the following significant accounting policies:

**FINANCIAL INSTRUMENTS**

**Measurement of financial instruments**

Financial assets and financial liabilities are initially recognized at fair value when The Foundation becomes a party to the contractual provisions of the financial instrument. Financial instruments are adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument.

The organization subsequently measures all its financial assets and financial liabilities at 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 statements of operations in the period incurred. Financial assets measured at amortized cost include cash, and accounts receivable.

Financial liabilities measured at fair value include accounts payable, accrued liabilities and grant commitments.

The fair values of The Foundation's investments quoted in an active market are determined by reference to the latest closing transactional net asset value of each respective investment.

The fair value of cash, accounts receivable, marketable securities, accounts payable and accrued liabilities and deferred revenue approximates their carrying values due to their short-term maturity.

The organization has continued to apply Section 3861 - Financial Instruments - Disclosure and Presentation in place of Sections 3862 and 3863.

**Impairment**

At the end of each reporting period, The Foundation assesses whether there are any indications that a financial asset measured at amortized cost may be impaired. Objective evidence of impairment includes observable data that comes to the attention of The Foundation, including but not limited to the following events: significant financial difficulty of the issuer; a breach of contract, such as default or delinquency in interest or principal payments; or bankruptcy or other financial reorganization proceedings. When there is an indication of impairment, The Foundation determines whether a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset.

**THOMPSON COMMUNITY FOUNDATION**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2020**

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**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 reported amounts and disclosures of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. As a result of management's assumptions, actual results could differ from those estimates under different conditions. There are no areas of the financial statements where significant estimates or assumption were used.

**3. REVENUE RECOGNITION**

The Foundation uses the restricted fund method of accounting for contributions. Contributions are recognized as revenue in the year received or receivable when the amount is known or can be reasonably estimated and collection is reasonably assured.

Endowment contributions are reported as direct increases in net assets.

Due to the uncertainty of timing and amount, pledges are not recognized until collected.

Contributions relating to fundraising events are recognized as revenue on completion of the fundraising event.

Restricted contributions related to general operations are recognized as revenue for operating purposes in the year in which the related expenses are incurred.

**4. FOUNDATION FUNDS**

The Operational Endowment Fund is a savings account with interest earned on contributions designated to ongoing operational and administrative costs. Each quarter, endowed funds are charged a fee to be used for administration. In 2020, the percentage charged for this administration fee was 1.25% (2019 - 1.25%) of the fund balance. The Board of Directors may allocate a portion of net proceeds from fundraising events and special events of the Operations Fund to the Endowment Fund.

The Managed Endowment Fund is a savings account with interest earned on contributions granted to Community Projects. Income from the investment of endowed funds is disbursed in accordance with the Foundation's policy and in accordance with Canada Revenue Agency regulations. In 2020 the percentage of the funds distributed as grants was 3.75% (2019 - 3.75%)

The Endowment Fund includes contributions from donors' and unused flow through donations and grants. The Foundation uses income derived from endowment investments to provide grants as determined by the Board of Directors, to recipients located in Thompson, Manitoba. The Foundation is required to maintain endowment resources on a permanent basis. The Act under which The Foundation was created allows, with the approval of the Board of Directors, an authorized amount of the contributed capital of of the property of the Endowment Fund to be withdrawn and disbursed for any purpose consistent with the purposes or objectives within the scope of the Endowment Fund.

Flow through Funds represent resources available for granting by the organization where, at the time the donation is accepted by The Foundation, the specific purpose or recipient qualified donee may or may not have been determined by the donor with certainty. The disbursement of these funds is directed by the donor, and must be made to a qualified donee as defined in the Income Tax Act (Canada). Fees charged to the Flow Through Funds are used to support the administration and operating activities of The Foundation.

**THOMPSON COMMUNITY FOUNDATION  
FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2020**

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The Foundation maintains the following funds:

Moffat Family Fund:

To provide grants to Community Projects.

Arnold Morberg Memorial Scholarship:

Established January 2006 to assist Northern Manitoba students pursuing careers in aviation. The scholarship is disbursed to students in support of their education in aviation.

Burntwood Junior Curling Club Fund:

A donor advised fund established August 2007. The Burntwood Junior Curling Club has placed funds into a Donor Advised Fund and is now receiving funds annually to put towards the needs of the Burntwood Junior Curling Club.

Kerrie Brown Memorial Bursary:

Established September 2007, and is awarded to the successful applicant with the highest grade point average in English graduating from RD Parker Collegiate.

Thompson Health Foundation Fund:

A field of interest fund established June 2009. All proceeds from donated funds will flow annually to the Northern Regional Health Authority.

CIM Scholarship:

Established December 2009 to assist Northern Manitoba students pursuing careers in a field that is applicable in the mining, metallurgy or petroleum sector. This scholarship is to be used by the successful applicant as financial assistance towards their education.

Thompson Science Fair Fund:

An agency fund, established December 2009, and is used for costs incurred with the Citywide Science Fair, as well as to provide for the costs of awards, and to support travel and accommodations for students selected to represent Thompson at the Regional and National Science Fairs.

Troy Anand Fund:

A donor advised fund, established in 2012, with all funds granted to support charitable activities or charitable organizations. The Fund will also support charitable activities or charitable organizations in the environment sector.

The Northern Social Work Scholarship Fund (NSWSF):

Established in 2012 and is awarded to a student from the University of Manitoba Northern Social Work Program (NSWP) based on the student's grades and financial needs.

Irene Moore Fund:

To provide grants to Community Projects.

Manitoba Winter Games Fund

To provide grants to youth groups to assist children and youth through sport, education and community enhancement. To promote the development of children and youth to enhance their quality of life through sport and to support and advance the economic, social, physical and intellectual well-being of children and families.

**THOMPSON COMMUNITY FOUNDATION  
FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2020**

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**5. RISK MANAGEMENT**

The Foundation is exposed to a variety of risks related to its financial assets and liabilities. Unless otherwise noted, it is management's opinion that The Foundation is not exposed to significant credit, interest rate, liquidity, or market (other price) risks arising from these financial instruments.

Following is a summary of the risks to which the organization is exposed:

*Credit Risk*

The Foundation is exposed to a variety of risks related to its financial assets and liabilities. Unless otherwise noted, it is management's opinion that The Foundation is not exposed to significant credit, interest rate, liquidity, or market (other price) risks arising from these financial instruments.

Credit risk associated with cash and long term investments is minimized by ensuring that the funds are invested with credit worthy financial institutions. The maximum exposure to credit risk on these financial instruments is their carrying value. The maximum exposure to credit risk on accounts receivable is \$493 (2019 - \$717) which was received at the audit report date. The organization has a low exposure to credit risk.

*Liquidity Risk*

Liquidity risk is the risk that The Foundation will not be able to meet a demand for cash or fund its obligations as they become due. The Foundation meets its liquidity requirements by monitoring cash flows and cash balances throughout the year and, when applicable, holding assets that can readily be converted to cash. An important liquidity requirement for The Foundation is grant commitments. As at December 31, 2020 The Foundation had \$312,399 (2019-\$237,305) in cash, and accounts receivable and \$59,742 (2019-\$36,695) in accounts payable, accrued liabilities and grant commitments. The Foundation has adequate liquid assets to cover contractual liabilities due within the year; as a result, liquidity risk is low.

*Market Risk*

Market risk is the potential for financial loss to The Foundation from changes in the values of its financial instruments due to changes in interest rates, currency exchange rates or other price risk. The investments of The Foundation are subject to normal market fluctuations and to the risk inherent in investment in capital markets.

*Interest Rate Risk*

Interest rate risk is the risk that changes in interest rates will affect future cash flows or fair values of financial instruments. Interest rate risk arises when The Foundation holds interest-bearing financial instruments.

*Currency Risk*

Currency risk is the risk that the value of financial instruments denominated in currencies other than the functional currency of The Foundation, which is the Canadian dollar, will fluctuate due to changes in foreign exchange rates. The Foundation is exposed to currency risk on investments managed by The Winnipeg Foundation. Based on the audited financial statements for the Winnipeg Foundation the most significant exposure to currency risk is investments held in US Dollars which represents approximately 19.6% (2019-20.4%) of its total investment portfolio.



**THOMPSON COMMUNITY FOUNDATION  
FINANCIAL STATEMENTS  
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**6. INVESTMENTS**

The Thompson Community Foundation has an agreement with the Winnipeg Foundation whereby the Winnipeg Foundation acts as a trustee on behalf of funds managed by Thompson Community Foundation. Funds contributed remain the property of Thompson Community Foundation and are used to purchase investments in the Consolidated Trust Fund of the Winnipeg Foundation. The income derived from the investments of the Thompson Community Foundation is paid quarterly.

	<b>2020</b>	2019
The Winnipeg Foundation Managed Funds	<b>\$ 2,199,241</b>	\$ 2,031,789

The Winnipeg Foundation has developed an 'Asset Management Governance Plan' and a 'Statement of Investment Policy and Guidelines', which maintains the purchasing power of the funds entrusted to the Foundation while achieving maximum returns consistent with prudent investment. The Winnipeg Foundation's investment policy applies to all investments held in the Foundation's Consolidated Trust Fund, as well as those held in Other Trust Funds. The investment policy includes restrictions regarding the minimum and maximum amount of equity holdings, the maximum amount of foreign equity holding and a maximum to be invested in any one related group or industry.

The above policy reduces the interest rate, credit, and foreign currency risk to the Thompson Community Foundation. Additional information regarding the potential risks, and investment strategy can be found on the Winnipeg Foundation's Audited Financial Statements.

**7. CASH**

	<b>2020</b>	2019
Unrestricted - Operating	\$ 63,695	\$ 90,067
Restricted - Grant commitments	204,437	146,521
Restricted - Reserve fund	43,774	
	<b>\$ 311,906</b>	\$ 236,588

**8. ACCOUNTS RECEIVABLE**

	<b>2020</b>	2019
Government remittances	<b>\$ 493</b>	\$ 717

**9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	<b>2020</b>	2019
Accrued liabilities	\$ 4,200	\$ 4,000
Accounts payable	-	1,926
	<b>\$ 4,200</b>	\$ 5,926

**THOMPSON COMMUNITY FOUNDATION  
FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2020**

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**10. GRANT COMMITMENTS**

As at December 31, 2020 The Foundation had yet to disburse \$47,380 (2019- \$30,769) of approved grant funds from the General Community Fund. An amount of \$11,716 relates to approved grants from the 2019 fiscal year. All grant commitments are payable to the recipient pending project completion.

**11. DEFERRED REVENUE**

	<u>2020</u>	<u>2019</u>
Operating expense endowment fund	<u>\$ 7,492</u>	<u>\$ 5,625</u>

**12. COMPARATIVE FIGURES**

Certain comparative figures have been changed to conform with current year presentation.

**13. RELATED PARTY TRANSACTION**

The Foundation rents office space from a Director. The amount paid for rent during 2020 was \$2,940 (2019 - \$2,880).

**14. OTHER MATTERS**

In March 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a global pandemic, which continues to spread in Canada and around the world.

Management is uncertain of the future effects of operational changes on its financial statements and believes that any disturbance may be temporary. Due to the uncertainty about the duration and potential impact of COVID-19, it is not possible to reliably estimate the impact that these disturbances will have on the financial results of the Foundation in future periods.

**15. COMMITMENTS**

During 2020 The Foundation committed \$100,000 to the City of Thompson for the 'Build 150 - Eastwood Park Project'. The 'Build 150 - Eastwood Park Project' contributes to the community by providing funds for the purchase of playstructures and equipment. The Foundation has committed to provide the funds through the General Community Fund, surplus funds and fundraising initiatives. At December 31, 2020 the total amount of committed funds appropriated in the grant account for this project is \$54,595.

**THOMPSON COMMUNITY FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2020**

**16 SCHEDULE OF CHANGES IN COMMUNITY ALLOCATIONS**

Restricted for community allocations:

The surpluses restricted for community allocations represent income earned on the endowment funds.

Direct contributions for the current year include Moffatt Family funds, Joe Brain funds, RBC challenge funds, and Community Foundations of Canada funds.

	General Community Fund	Scholarships & Bursary Fund	Youth (YIP & BJCC) Fund	Agency Fund	Thompson Health Fund	Troy Anand Fund	<b>2020</b>	2019
<b>Balance, beginning of year</b>	\$ 111,360	\$ 28,345	\$ 7,504	\$ 1,349	\$ 8,550	\$ 2,626	\$ <b>159,734</b>	\$ 104,751
Spending policy funds	51,937	9,726	511	579	2,691	1,274	<b>66,718</b>	109,333
Direct contributions	130,926	-	-	-	-	-	<b>130,926</b>	112,984
Disbursement to community projects	(129,238)	(7,358)	(378)	(429)	(1,109)	(851)	<b>(139,363)</b>	(167,293)
Adjustment to fund	(19,231)	-	-	-	-	-	<b>(19,231)</b>	-
Re-investment of gains	-	-	-	-	-	-	-	(41)
<b>Balance, end of year</b>	\$ <b>145,754</b>	\$ <b>30,713</b>	\$ <b>7,637</b>	\$ <b>1,499</b>	\$ <b>10,132</b>	\$ <b>3,049</b>	\$ <b>198,784</b>	\$ 159,734

*Note 1:*

*The Scholarships & Bursary fund is comprised of the Arnold Morberg Scholarship fund; the Kerrie Brown Memorial bursary; the CIM Scholarship fund, and the Northern Social Work Fund.*

*The Agency fund comprises the Thompson Science Fair fund.*

*Note 2:*

*During the year, Thompson Community Foundation, created the Manitoba Winter Games fund. The Manitoba Winter Games fund, is unrestricted and is included in the balances of the General Community Fund. The General Community Fund also comprises the Irene Moore Fund.*

**THOMPSON COMMUNITY FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2020**

**17 SCHEDULE OF CHANGES IN FUNDS RESTRICTED FOR ENDOWMENT PURPOSES**

Restricted for endowment purposes:

The surplus restricted for endowment represents income earned on the general endowments. The surplus restricted for endowment purposes must be maintained permanently by The Foundation. Allocations of earned income (spending policy funds) on endowment investments is determined by the Winnipeg Foundation, and is based on the individual funds' restrictions.

	Operating Expense Fund	General Community Fund	Scholarships & Bursary Fund	Youth (YIP & BJCC) Fund	Agency Fund	Thompson Health Fund	Troy Anand Fund	2020	2019
<b>Balance, beginning of year</b>	\$ 355,163	\$ 1,271,608	\$ 249,236	\$ 13,128	\$ 15,292	\$ 69,193	\$ 20,493	<b>\$ 1,994,113</b>	\$ 1,797,735
Spending policy funds	(7,492)	(51,937)	(9,726)	(511)	(579)	(2,691)	(1,274)	<b>(74,210)</b>	(122,378)
Direct contributions	-	73,102	-	-	-	150	100	<b>73,352</b>	64,204
Investment and interest gains (losses)	20,570	152,278	26,819	1,403	1,591	7,389	3,557	<b>213,607</b>	299,726
Re-investment of gains	-	-	-	-	-	-	-	-	41
Administration fees	(3,646)	(26,882)	(4,753)	(249)	(282)	(1,310)	(630)	<b>(37,752)</b>	(35,923)
Investment fees	(738)	(5,344)	(963)	(50)	(57)	(265)	(127)	<b>(7,544)</b>	(7,596)
Adjustment to fund	(110,406)	6,722	-	-	-	-	41	<b>(103,643)</b>	(1,696)
<b>Balance, end of year</b>	<b>\$ 253,451</b>	<b>\$ 1,419,547</b>	<b>\$ 260,613</b>	<b>\$ 13,721</b>	<b>\$ 15,965</b>	<b>\$ 72,466</b>	<b>\$ 22,160</b>	<b>\$ 2,057,923</b>	\$ 1,994,113

Note 1:

*The Scholarships & Bursary fund is comprised of the Arnold Morberg Scholarship fund; the Kerrie Brown Memorial bursary; the CIM Scholarship fund, and the Northern Social Work Fund.*

*The Agency fund comprises the Thompson Science Fair fund.*

Note 2:

*During the year, Thompson Community Foundation, created the Manitoba Winter Games fund. The Manitoba Winter Games fund, is unrestricted and included in the balances of the General Community Fund. The General Community Fund also comprises the Irene Moore Fund.*