

Financial Statements of

**THE CATHOLIC FOUNDATION OF VANCOUVER
ISLAND**

(unaudited – see review engagement report)

Year ended December 31, 2022

Abercrombie & Associates

CHARTERED PROFESSIONAL ACCOUNTANTS

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To: The Trustees of The Catholic Foundation of Vancouver Island

We have reviewed the accompanying financial statements of The Catholic Foundation of Vancouver Island that comprise the statement of financial position as at December 31, 2022, and the statements of operations and changes in net fund balances and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards of not-for-profit organizations, 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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of The Catholic Foundation of Vancouver Island as at December 31, 2022, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Abercrombie & Associates

Chartered Professional Accountants

Victoria, BC June 7, 2023


THE CATHOLIC FOUNDATION OF VANCOUVER ISLAND
Statements of Financial Position
December 31, 2022 and December 31, 2021

	<u>2022</u>	<u>2021</u>
ASSETS		
CURRENT		
Cash	\$ 97,535	\$ 43,250
Accounts receivable	-	1,590
	<u>97,535</u>	<u>44,840</u>
INVESTMENTS - MARKETABLE SECURITIES	<u>1,169,641</u>	<u>1,388,022</u>
	<u>\$ 1,267,176</u>	<u>\$ 1,432,862</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 35,002	\$ 3,872
	<u>35,002</u>	<u>3,872</u>
FUND BALANCES		
Internally restricted – Foundation Fund	<u>1,232,174</u>	<u>1,428,990</u>
	<u>\$ 1,267,176</u>	<u>\$ 1,432,862</u>

See accompanying notes

APPROVED BY TRUSTEES

..... Trustee

..... Trustee

THE CATHOLIC FOUNDATION OF VANCOUVER ISLAND
Statements of Operations and Changes in Fund Balances
Years ended December 31, 2022 and December 31, 2021

	2022 General Fund	2022 Foundation Fund	2022 Total	2021 General Fund	2021 Foundation Fund	2021 Total
Revenue						
Donations	\$ 369	\$ 76,110	\$ 76,479	\$ 2,214	\$ 11,440	\$ 13,654
Interest and other	18,638	13,444	32,082	19,900	15,536	35,436
Gain (loss) on sale of investments	-	(42,931)	(42,931)	-	406,414	406,414
Unrealized gain (loss) on investments	-	(199,939)	(199,939)	-	(252,913)	(252,913)
	19,007	(153,316)	(134,309)	22,114	180,477	202,591
Expenses						
Administration	4,800	-	4,800	4,800	-	4,800
Life insurance premiums	2,620	-	2,620	4,649	-	4,649
Office and promotion	738	-	738	258	-	258
Professional fees	10,849	-	10,849	12,407	-	12,407
	19,007	-	19,007	22,114	-	22,114
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES						
Grants	-	(43,500)	(43,500)	-	40,600	40,600
	-	(196,816)	(196,816)	-	139,877	139,877
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES AND GRANTS						
Fund balance, beginning of year	-	1,428,990	1,428,990	-	1,289,113	1,289,113
FUND BALANCE, END OF YEAR						
	\$ -	\$ 1,232,174	\$ 1,232,174	\$ -	\$ 1,428,990	\$ 1,428,990

See accompanying notes

THE CATHOLIC FOUNDATION OF VANCOUVER ISLAND

Statements of Cash Flows

Years ended December 31, 2022 and December 31, 2021

	<u>2022</u>	<u>2021</u>
OPERATING ACTIVITIES		
Excess (Deficiency) of revenue over expenditures and grants	\$ (196,816)	\$ 139,877
Item not involving cash		
Non-cash donation	(369)	(2,214)
Loss (gain) on sale of investments	42,931	(406,414)
Unrealized (gain) loss on investments	199,939	252,913
CHANGES IN NON-CASH OPERATING WORKING CAPITAL ITEMS		
Accounts receivable	1,590	1,126
Accounts payable and accrued liabilities	31,130	192
	\$ 78,405	\$ (14,520)
INVESTING ACTIVITIES		
Purchase of investments	\$ (214,207)	\$ (1,445,302)
Proceeds on sale of investments	190,087	1,423,308
	(24,120)	(21,994)
NET INCREASE (DECREASE) IN CASH	54,285	(36,514)
CASH, BEGINNING OF YEAR	43,250	79,764
CASH, END OF YEAR	\$ 97,535	\$ 43,250

See accompanying notes and schedules

Abercrombie & Associates

CHARTERED PROFESSIONAL ACCOUNTANTS

THE CATHOLIC FOUNDATION OF VANCOUVER ISLAND

Notes to the Financial Statements

Years ended December 31, 2022 and December 31, 2021

1. GENERAL

The Catholic Foundation of Vancouver Island's (the "Foundation") purpose is to further the spiritual mission of the Roman Catholic Church and in particular those objectives set out in the Indenture of Trust. The Foundation is a registered charity under the Income Tax Act and is legally structured as a trust. Its geographical territory covers Vancouver Island.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant accounting policies are:

(a) Fund Accounting

The Foundation follows the restricted fund method of accounting for contributions. The Foundation maintains a General Fund to record operating revenues and expenses and has established a Foundation Fund which is presented as internally restricted and which contains all the equity of the Foundation.

(b) Revenue Recognition

Contributions of cash and gifts in kind are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Gifts in kind of \$369 (2021 - \$2,214) for insurance policy premiums are included in General Fund donation revenue.

Investment income is recorded on the accrual basis.

(c) Financial Instruments

All investments are classified as held-for-trading financial assets, measured at fair value with the resulting gain or loss recognized in the Statements of Operations and Changes in Fund Balances.

Accounts receivable are classified as receivables. Accounts payable and accrued liabilities are classified as other financial liabilities. These assets and liabilities are initially recognized at fair value. Fair value is approximated by the instrument's initial cost in a transaction between unrelated parties and is subsequently measured at their amortized cost, using the effective interest method. Gains and losses arising from changes in fair value are recognised in the statement of Operations and Changes in Fund Balances upon derecognition or impairment.

(d) 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 the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. These estimates are reviewed periodically and adjustments are made to income as appropriate in the year they become known. Actual results could differ from these estimates.

Abercrombie & Associates

CHARTERED PROFESSIONAL ACCOUNTANTS

THE CATHOLIC FOUNDATION OF VANCOUVER ISLAND

Notes to the Financial Statements

Years ended December 31, 2022 and December 31, 2021

3. AFFILIATED PARTY TRANSACTIONS

The Bishop of Victoria Corporation Sole is incorporated by a separate Act of the legislature. The Bishop and one priest of the Diocese of Victoria serve as trustees of the Foundation. Eight lay persons form the balance of the trustees.

During the year, grants totalling \$31,000 (2021 - \$28,000) were authorized for disbursement to the Bishop of Victoria and societies controlled by the Bishop of Victoria. During the year, administrative expense of \$4,800 (2021 - \$4,800) were paid to the Bishop of Victoria.

These transactions are in the normal course of operations and are measured at the exchange amount of consideration agreed to by the related parties.

4. LIFE INSURANCE PREMIUM

The Foundation is the beneficiary under one policy.

Face value of \$100,000 – annual premium of \$2,435 paid by the Foundation.

5. DISTRIBUTIONS

Distributions arise from investment income earned on fund balances after administrative expenses are deducted and can be accumulated for distribution during another fiscal period. Donations and capital gains are treated as capital amounts and distributions of capital are only permitted in order to meet the requirements of any applicable law, including any disbursement quota imposed under the Income Tax Act.

6. COMPARATIVE FIGURES

The financial statements have been restated, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year earnings.

Abercrombie & Associates

CHARTERED PROFESSIONAL ACCOUNTANTS

