

**DUFFERIN COMMUNITY FOUNDATION**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

# **DUFFERIN COMMUNITY FOUNDATION**

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**YEAR ENDED DECEMBER 31, 2024**

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## INDEPENDENT AUDITOR'S REPORT

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To the Board of Directors of: Dufferin Community Foundation

### Opinion

We have audited the accompanying financial statements of Dufferin Community Foundation, which comprise the statement of financial position as at December 31, 2024 and the statements of changes in net assets, revenues and expenditures and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, these financial statements present fairly, in all material respects, the financial position of Dufferin Community Foundation as at December 31, 2024 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.

### Basis of 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 Dufferin Community Foundation in accordance with the 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 Canadian accounting standards for 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.

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 a 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 judgement and maintain professional skepticism throughout the audit. We also:

- 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 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.



Guelph, Ontario  
May 14, 2025

Chartered Professional Accountants  
Licensed Public Accountants

**DUFFERIN COMMUNITY FOUNDATION**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2024**

	<b>2024</b>	<b>2023</b>
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 121,488	\$ 123,221
Investments (note 4)	4,046,064	3,443,681
Accounts receivable	0	2,734
Prepaid expenses	<u>650</u>	<u>1,386</u>
	<u><b>\$ 4,168,202</b></u>	<u><b>\$ 3,571,022</b></u>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	<u>\$ 22,652</u>	<u>\$ 21,909</u>
<b>NET ASSETS</b>		
<b>UNRESTRICTED FUNDS</b>	203,139	149,627
<b>RESTRICTED FUND</b>	12,379	8,231
<b>ENDOWMENT FUNDS</b>	<u>3,930,032</u>	<u>3,391,255</u>
	<u>4,145,550</u>	<u>3,549,113</u>
	<u><b>\$ 4,168,202</b></u>	<u><b>\$ 3,571,022</b></u>

**DUFFERIN COMMUNITY FOUNDATION**  
**STATEMENT OF CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	2023	Revenues	Operating Expenditures	Grants	Surplus	Administration Fees	Transfers	2024
<b>UNRESTRICTED FUNDS</b>	\$ 149,627	\$ 154,033	\$ (173,476)	\$ (1,140)	\$ (20,583)	\$ 74,095	\$ 0	\$ 203,139
<b>RESTRICTED FUND</b>								
Dufferin Emergency Support	8,231	4,174	(26)	0	4,148	0	0	12,379
<b>ENDOWMENT FUNDS</b>								
Donor Advised Funds	3,073,809	541,923	(2,237)	(67,000)	472,686	(66,697)	0	3,479,798
Community Funds	113,860	58,655	(581)	0	58,074	(2,750)	0	169,184
Field of Interest Funds	164,200	72,312	(156)	(2,500)	69,656	(3,795)	0	230,061
Organization Funds	39,386	13,494	(163)	(875)	12,456	(853)	0	50,989
	<u>3,391,255</u>	<u>686,384</u>	<u>(3,137)</u>	<u>(70,375)</u>	<u>612,872</u>	<u>(74,095)</u>	<u>0</u>	<u>3,930,032</u>
<b>Total</b>	<u>\$ 3,549,113</u>	<u>\$ 844,591</u>	<u>\$ (176,639)</u>	<u>\$ (71,515)</u>	<u>\$ 596,437</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,145,550</u>

**DUFFERIN COMMUNITY FOUNDATION**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	<b>2024</b>	<b>2023</b>
<b>REVENUES</b>		
Investment income (note 5)	\$ 528,534	\$ 145,428
Donations (note 6)	256,272	1,092,672
Fundraising	57,677	42,030
Partnership management fees	1,184	30,000
Grants	924	282,500
	<u>844,591</u>	<u>1,592,630</u>
<b>OPERATING EXPENDITURES</b>		
Office and administration	80,387	62,103
Fundraising events	61,396	52,850
Professional fees	18,796	18,194
Communications	11,521	8,473
Insurance	3,166	2,011
Honorariums	1,373	0
	<u>176,639</u>	<u>143,631</u>
<b>GRANTS</b>	<u>71,515</u>	<u>331,700</u>
<b>SURPLUS for the year</b>	<u>\$ 596,437</u>	<u>\$ 1,117,299</u>

**DUFFERIN COMMUNITY FOUNDATION**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	<b>2024</b>	<b>2023</b>
<b>CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>		
Net surplus for the year	\$ 596,437	\$ 1,117,299
Unrealized gain on investments during the year	<u>(342,840)</u>	<u>(114,244)</u>
	253,597	1,003,055
Changes in non-cash working capital		
Accounts receivable	2,734	7,495
Prepaid expenses	736	(364)
Accounts payable and accrued liabilities	<u>743</u>	<u>9,642</u>
	<u>257,810</u>	<u>1,019,828</u>
<b>CASH USED IN INVESTING ACTIVITIES</b>		
Investments	<u>(259,543)</u>	<u>(1,814,419)</u>
<b>NET DECREASE IN CASH</b>	(1,733)	(794,591)
<b>NET CASH, BEGINNING OF YEAR</b>	<u>123,221</u>	<u>917,812</u>
<b>NET CASH, END OF YEAR</b>	<u><u>\$ 121,488</u></u>	<u><u>\$ 123,221</u></u>



**DUFFERIN COMMUNITY FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

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**1. NATURE OF OPERATIONS**

Dufferin Community Foundation (the "Foundation") is a public foundation that was incorporated under the Canada Not-For-Profit Act on December 4, 2017 and was granted charitable status on February 14, 2018. The Foundation exists to help improve the quality of life in Dufferin and area by building and managing permanent endowed funds for community betterment. Charitable endeavours in areas such as health, education, arts and culture, recreation, the environment, and social services, are supported by distributing, via grants, the income earned on the permanent endowment funds. The Foundation is a registered charity under the Income Tax Act (Canada), and, accordingly, is exempt from income taxes, provided certain requirements of the Income Tax Act (Canada) are met.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**(a) REVENUE RECOGNITION**

The Foundation follows the restricted fund method of accounting for contributions in which externally restricted and endowment contributions including of donations and grants are recognized upon receipt in the appropriate fund corresponding to the purpose for which they were contributed. Externally restricted contributions of the general fund are recognized as revenue when the related expenditure occurs. Unrestricted contributions are recognized in the general fund when received and collection is reasonably assured.

Revenue from partnership management fees is recognized at the time the service is provided and investment income is accrued over the period earned.

Fundraising revenue, which includes revenue generated from event ticket sales, is included in revenue when the event occurs.

**(b) USE OF ESTIMATES**

The preparation of financial statements in conformity with Canadian generally accepted accounting principles for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

**(c) FINANCIAL INSTRUMENTS**

Measurement of financial instruments

The Foundation initially measures its financial assets and liabilities at fair value.

The Foundation subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments, which are measured at fair value. Changes in fair value are recognized in net surplus.

Transaction costs

The Foundation recognizes its transaction costs in net income in the period incurred. However, financial instruments that will not be subsequently measured at fair value are adjusted by the transaction costs that are directly attributable to their origination, issuance or assumption.

**DUFFERIN COMMUNITY FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

(c) FINANCIAL INSTRUMENTS (continued)

Impairment

At the end of each reporting period, the organization assesses whether there are any indications that a financial asset measured at cost or amortized cost may be impaired. If there are indicators of impairment, and the organization determines there has been a significant adverse change in the expected amount or timing of future cash flows, an impairment is recognized. If circumstances change, a previously recognized impairment may be reversed.

(d) FUND ACCOUNTING

The Foundation utilized the restricted fund method of accounting for contributions and expenditures. A summary and description of the funds is as follows:

Unrestricted funds

The unrestricted funds reports resources available for the Foundation's general operating activities. Unrestricted funds are comprised of funds for:

- General operations which is used for general operating activities.
- Flow through funds that do not have their own restricted fund. These would include funds received for sponsored grants such as booster grant recipients or funds received from donors who wish their funds to go to a specified charity and the funds are then granted out.
- Dufferin sustainability funds which donors can donate to fund general operating activities.

Restricted fund

The externally restricted fund report resources that are not to be held as endowments and are, therefore, disbursed as grants on a current basis.

The Dufferin Emergency Support Fund supports the immediate needs of charities adversely affected by a state of emergency in the community.

Endowment funds

The endowment funds report resources that are to be held as permanent endowments. The unexpended investment income earned on these endowment funds is restricted and is to be expended for specific purposes. These funds are externally restricted and are allocated as follows:

The Donor Advised Funds represent charitable contributions from donors who advise on the distribution of grants to various charitable organizations.

The Community Funds were established to address the broad charitable needs of a specific community served by the Foundation.

The Field of Interest Funds were established to support a specific area of interest or concern within the community served by the Foundation.

The Organization Funds are held and managed by the Foundation on behalf of other non-profit organizations.

**DUFFERIN COMMUNITY FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

(e) GIFTS IN KIND CONTRIBUTIONS

Gifts in kind contributions, which could include gifts of shares or other similar investments, are recorded at fair value when the fair value is easily obtainable.

**3. FINANCIAL INSTRUMENTS**

Unless otherwise noted, it is management's opinion that the Foundation is not exposed to significant interest, credit, currency, liquidity, or other price risks arising from the financial instruments.

The Foundation is subject to market risk including price risk, foreign currency risk, and interest rate risk with respect to its investment portfolio. To manage these risks, the Foundation has established a target mix of investment types designed to achieve the optimal return within reasonable risk tolerances.

The extent of the Foundation's exposure to these risks did not change in 2024 compared to the previous period.

The Foundation does not have a significant exposure to any individual customer or counterparty.

**4. INVESTMENTS**

Investments are comprised of the following:

	<b>2024</b>	<b>2023</b>
RBC Wealth Management cash account	\$ 161,216	\$ 57,402
RBC Wealth Management mutual funds	3,884,848	2,972,887
TD Direct, GIC, 4.80% interest, matured March 13, 2024	0	100,000
TD Direct mutual funds	<u>0</u>	<u>313,392</u>
	<u><u>\$ 4,046,064</u></u>	<u><u>\$ 3,443,681</u></u>

**5. INVESTMENT INCOME**

Investment income (expense) consists of the following:

	<b>2024</b>	<b>2023</b>
Capital gain	\$ 213,115	\$ 42,611
Market value increase	342,840	114,244
Dividend and interest income	776	7,192
Management fees	<u>(28,197)</u>	<u>(18,619)</u>
	<u><u>\$ 528,534</u></u>	<u><u>\$ 145,428</u></u>

**6. GIFTS IN KIND CONTRIBUTIONS**

During the year, the Foundation received the gifts in kind contributions of shares with a fair value of \$193,868 (2023 - \$171,776).