2007

ANNUAL REPORT

CELEBRATING 20 YEARS OF
POSITIVE COMMUNITY
IMPACT

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MISSION STATEMENT

Mission Community Foundation

is a community foundation

which collects funds from donors

and invests the donations, using the income

to benefit the citizens of the Mission area,

in the fields of education, recreation, culture and

the humanities.

* * * * * * * * * *

The Founders (1987):

Norman Cook
G. W. Harris
Albert McMahon
Gordon Ruley
G. W. Walker
John Weisgerber

ABOUT THE FOUNDATION

Mr. G.W. (Bill) Harris, a long time Mission resident and former mayor, saw the need for a facility whereby Mission residents would be able to leave funds, in perpetuity, for the benefit of the community and its citizens.

Such a facility was available through a charitable foundation. He, together with others of similar vision, approached the then Dewdney Constituency M.L.A.s for their backing. Austin Pelton and Norm Jacobsen sponsored Bill Pr404 and the Mission Foundation was born. Financial assistance during these formative stages was provided by the Mission Rotary and Kinsmen Clubs, McKnight Johnson and Partners, and by the founders.

The first fund entrusted to the Mission Foundation came through the Estate of the late Margaret Erskine, whereby, $228,000 was dedicated to post secondary education. Today, over 55 funds worth over $2,000,000 are under administration.

The Foundation is managed by a Board of eleven individuals who occupy key positions in the community. There are six appointed members and the balance represent District of Mission; School District #75 (Mission); Mission Regional Chamber of Commerce; Mission Community Services Society and Fraser Valley Regional District.

An Investment Committee acts with a professional Investment Advisor, to manage the funds entrusted to the Foundation. A financial audit is done annually by a professional auditor.

A name change occurred in 2007 and a new logo was developed.

Mission Community Foundation can accept donations in any amount that may be assigned to any established fund within the foundation and issues official receipts for income tax purposes. New "named" funds with specified granting requests can be established with a minimum $10,000, which can be built up over a five year period.

LEGAL STATUS

The Foundation was established by an Act of the B.C. Legislature on June 19, 1987. Official name change amendment Bill Pr 402-2007 May 8, 2007

INCOME TAX STATUS

Mission Community Foundation is registered with Canada Customs and Revenue Agency as a Public Foundation under rules applicable to Registered Charities. Donations qualify for individual tax relief pursuant to Charitable Registration No. 119042810R0001

BOARD OF DIRECTORS FOR 2007

Carole Steger	Chair
Doreen McKimmon	Vice-Chair
Ian Graham	Secretary
Don Calnek	Treasurer
Eleanor Lobb	Director
Graham Black	Director
Terry Gidda	Director
Shelley Clarkson	Director
Sherine Cannon	Director
Glen Kask (resigned June)	Director

COMMITTEE MEMBERS FOR 2007

Executive:	Carole Steger©	Don Calnek
	Doreen McKimmon	Ian Graham
Distribution:	Carole Steger©	Dennis Derrough
	Lloyd Rash	Jeanne Price
	Graham Black	
Investment:	Don Calnek ©	Carole Steger
	Ian Graham	Lonny Andrews (professional advisor)
Bursaries & Scholarships:	Shelley Clarkson co-©	Barry Johnston
	Gina Fernandes co-©	Cynthia Butcher
	Eleanor Lobb	Terry Gidda

The above are all volunteer positions. © indicates committee chair/co-chair.

Office Manager: Rita Dyer

Report from the Chair

2007 marked the 20th year of operations for the foundation, so the Board decided to have a party, as a celebration allows opportunities to blow one's horn. We blew our collective horn on September 29th, by hosting a well attended Celebration Dinner & Dance. The Moonliters supplied the wonderful Big Band music and many retailers and supporters supplied exciting silent auction items. The tickets were priced to just cover the event costs so that all the monies brought in by the auction went directly into funds. We are including a copy of the program in the 2007 Report to Community. It lists all the contributors and unveiled the new logo to go with our new name: Mission Community Foundation We also celebrated by giving out 100 pieces of MCF Birthday cake on June 28th at the Farmer's Market.

In April, five Board members attended the 2007 BC Regional Community Foundations of Canada Conference in Richmond. These gatherings really give us great opportunities to connect with like-minded people who share good ideas. The Vancouver Foundation announced that their Lead Program has come to an end but they will make themselves available for assistance in other ways, as they always have done in the past.

In June, Rita attended a session on Records & Info Management, Access, & Privacy for Societies & Charities. This helps us to keep up with all the new rulings regarding foundation records. As always, Rita has been a constant in keeping us on course with our every-day, year-on-year duties and obligations and without her, the foundation's business would not run as smoothly as it does now.

The Stabilization fund is well-funded and the payout for 2008 will remain at 4.5%. Financial markets have been choppy all year, so the Board has decided to consider the .5% increase for pay-out next year .One new fund was ratified in 2007, with several start-ups established. The year ended well with a large donation to set up the Marjorie & Cliff Rock Community Fund.

Again, a special thanks goes out to Black Press for providing the MCF with a well-appointed office, and the "easy to get-along-with" Mission City Record staff who share their space with us.

2008 will be my last year on the Board. Eleanor Lobb and Doreen McKimmon will also be resigning as this will complete 8 years on the Board for us and our constitution mandates that we take at least a 2-year hiatus. If you are interested in working on the MCF board, please let us know.

Respectfully submitted,
Carole Steger

ADMINISTRATIVE COSTS 2006/2007

The following is a break-down of the 2007 budget and actual administrative costs including the 2006 and 2005 actuals.

	2007 Actual	2007 Budget	2006 Actual	2005 Actual
Audit & Legal Fees	2,909	2,300	2,123	1,402
Bank Charges	4	100	4	61
Book Project Recoveries	(505)	0	(327)	(200)
CFC Membership	408	250	350	250
Conferences	503	1,500	579	1,089
Gifts	3	300	0	121
Meeting expenses	76	600	230	235
Office Manager	9,985	10,380	9,880	9,200
Office Supplies	2,538	1,900	2,205	1,448
Postage	469	450	336	317
Public Relations	95	2,000	744	737
Software	429	250	(71)	133
Telephone	1,712	1,750	1,506	1,547
Insurance	1,834			0
Website set-up & maintenance	0	500	0	0
Office Rent (media)	5,500	6,000	0	
TOTAL	25,960	28,280	17,759	16,340
Admin Levy plus enabling fund earnings	28,976	28,249	27,066	20,030

These costs are paid by charging the Stabilization Reserve 1.5% of the capital balance of the endowment funds at the start of the fiscal year plus 100% of the earnings of the Enabling Fund. If and when this total amount does not cover the year's expenses, the remainder is taken from the General Fund. Other items such as printers and computer hardware also come out of the General Fund.

Don Calnek
Treasurer

DISTRIBUTIONS COMMITTEE REPORT 2007

The majority of the funds held by the foundation are designated for a specific use when they are set up. Those that allow the board to decide where to provide grants are called *discretionary funds*, and the Distributions committee makes recommendations to the board regarding these grants. MCF has five such funds: the G.W.(Bill) Harris Fund; the Negrin Community Fund; the Community Fund; and the McPherson Family Community Fund and the latest member of this group is the Marjorie & Cliff Rock Community Fund. There are several diverse and deserving projects that receive assistance from these discretionary funds that would likely, otherwise, go without any assistance at all.

The foundation runs three granting cycles per year. The deadline dates are set for March 1st, June 1st and November 1st. In 2007, the committee reviewed 19 applications and the Board approved grants totaling $7900. from the discretionary funds; $5000. from the LEAD program, courtesy of the Vancouver Foundation. We also approved the use of $1550. from the Rock Food Program Fund; $1500. from the Beaton Patience Drug & Alcohol Abuse Prevention Fund; $300 from the Crimestoppers Perpetual Fund; and $1,118.70 from the Derrough Fund.

2007 recipients of grants were:

-**Dry Grad Programs** at Mission, Hatzic & Heritage Secondary Schools.
-Mission Community Services: support for youth program:
ARC First Lego League Team Challenge Project
-**Celebration of Community & Illuminaria Lantern Festival**:
co-ordinated by Mission Association for Community Living
-Assistance in the establishment of new **Little Readers Programs**
through School District #75 Mission
-Support to the Mission Concert Recital Society of Partners for **Acoustical Shells**
to upgrade the sound system in the Clarke Theatre
-Start-up contribution to the Mission Heritage Association for **Perimeter Trail Project.**
-Support for the **Mission Secondary School Breakfast Club.**
-Assistance for Lifetime Learning Association for a new **Music Appreciation program**.

Five community organizations received $4,593 of earnings from endowment funds established solely for their benefit.

Friends of the Library Fund $643
Mission Community Services Society (Youth Centre Fund) $540
Mission Heritage Assoc. (Norma Kenney Fund) $723
Mission Hospice Endowment Fund $709 & Rock Hospice Fund $1500
Mission Lifetime Learning Assoc. Fund $478

I would like to extend a very special thank-you to the donors of all these funds.

Carole Steger, Distributions Committee Chair

Investment Committee Report – 2007

The investment committee working with our financial advisor Lonny Andrews of RBC Dominion Securities and with the approval of the Foundation Board continued the 2005 investment changes aimed at improving our investment returns. The committees members included Don Calnek (Chair), Carole Steger, David Nick/Chris Calverly and Lonny Andrews. Rita Dyer was present to assist.

Our current strategy includes a component of individual equity shares and some additional types of mutual funds. Our return on investments for the last four years have been 2004:5.25%, 2005:9.35%, 2006:10.76% and 7.33%. Please review the investment details included in this report as part of the Financial Statements.

Our current investment policy allocates 50% to fixed income and 50% to mutual fund/equities. This was changed from 60%/40% to 50%/50% in 2005.

Our investments include five major categories. These are listed on the following page with the return percentage that each contributed to the years returns. The average invested is an estimated value which means the percent return is not absolutely accurate.

The statement at the end of this report shows the details of the earnings and allocations as they affect the stabilization reserve. This is a statement of change for the reserve for the year ended December 31, 2007 with comparative figures for 2006.

Our investment management fees were .591% of our average invested for the year. We are looking forward to a good 2008 and hope that it will further strengthen our ability to provide funds for the foundations operational and capital growth needs.

Don Calnek, Chair Investment Committee

Mission Community Foundation
Schedule of Investment Returns
2007 Investment Report

Investment Category	Average Invested	Dividends/ Interest/MF Distributions	Capital Gain/Loss	Total Realized Earnings	Adjustment to Market Unrealized	Total After Market Adjustment	2005 % Return	2006 % Return	2007 % Return	2007 % Return Market
Fixed Income	962,000	41,717	-8	41,709	9,013	50,722	6.53	4.01	4.34	5.27
Mutual Funds	275,000	12,950	8,486	21,436	-32,197	-10,761	6.67	8.97	7.79	-3.91
Managed Assets	531,000	22,374	37,833	60,207	-52,477	7,730	13.63	17.89	11.34	1.45
Common Shares	184,000	3,436	28,062	31,498	-801	30,697	11.02	22.36	17.12	16.68
Foreign Shares	84,000	1,549	-7,155	-5,606	88	-5,518	-5.5	-.02	-6.67	-6.57
Total	2,036,000	82,026	67,218	149,244	-76,374	72,870	9.35	10.76	7.33	3.56

Bursary/Scholarship Report 2007

The Bursary/Scholarship committee was co-chaired by Shelley Clarkson and Gina Fernandes. Other committee members are Cynthia Butcher, Terry Gidda, Barry Johnston and Eleanor Lobb.

This year Mission Foundation received 100 applications. This is the most we have ever received. Shelley and Gina short listed the candidates down to 75 for interviews. The short listing is required for two reasons. Some of the funds available are outright scholarships and require a certain scholastic average other funds are bursaries that may be directed at a field of study or a membership in a particular organization. With these criteria in mind the short listing took place and if any member of the committee wants reconsideration of a candidate then this is done on a committee level.

We interviewed 75 very interesting students with a very broad range of interests. This took 3 days of interviews, a student every 15 minutes. Prior to this the committee members spent days reading all the applications. Many of the committee members give up work time or vacation leave to do this. The average estimate is over 100 hrs per committee member is dedicated to this task. This brings us to at least 600hrs collectively that is committed to this venture.

We gave out 68 awards valued at over $91,000. We also gave out our one millionth dollar in both grants and awards during this. We are very fortunate that good return on our investments, top up funds and flow through organizations allowed us to reach this level of support for the students in our community.

As the bursary/scholarship accounts grow we may have to look at other ways of meeting the needs of the students. We might have to consider larger amounts to fewer students or we need to broaden the criteria if the field of interest is too narrow on some bursaries. Benefactors are always encouraged to stipulate where their funds go, but an extenuating clause may be forwarded so that the money can go to another deserving student as opposed to sitting dormant because no one applied for that field of study. We will be monitoring the future needs of the students and the processes and adjust accordingly.

My last statement is in regard to the unlimited support of Eleanor Lobb. She has been a great mentor and supporter of the committee helping us evolve to meet the needs of the foundation as well as the students. She was a great Master of Ceremonies at our Mission Foundation Awards Night on May 2, 2007 and her knowledge and willingness to help is greatly appreciated by all members of the committee.

Submitted by:
Shelley Clarkson

BURSARIES & SCHOLARSHIPS 2007

Abbotsford-Mission Business & Professional Women's Club Fund:#
Kaila Kliewer.....MEI

Aldergrove Credit Union:# Kurtis Stromdahl.....Heritage Park Secondary

Adair Family Fund:
1 Ravinder Hehar.....Mission Secondary
2 Rishma Johal.....Mission Secondary
3 Minji Kim.....Heritage Park Secondary
4 Kayla Johannessen.....Mission Secondary
5 Karolina Bielecka.....Heritage Park Secondary

Dirk Boswyk Fund:
1 Kit Wong.....Hatzic Secondary
2 Rebecca Schmitt.....Hatzic Secondary
3 Joshua Friesen.....MEI
4 Janine Morris.....Hatzic Secondary
5 Timothy Vedder.....Heritage Park Secondary
6 Christina Rodgers.....Heritage Park Secondary

Fenmo Boswyk Fund:
1 Jesse Nervais.....Heritage Park Secondary
2 Heidi Tauriainen.....Hatzic Secondary
3 Miranda Chiasson.....Home School
4 Jillian Greenshields.....Mission Secondary

Ralph Babuik Fund: Russsel Barden.....Heritage Park Secondary

Michael & Cynthia Butcher Fund: Michelle Forgues.....Mission Secondary

Calnek Fund:# Zachary Whitton.....MEI

Jack Cannon Fund: Dezirae McCausland.....Heritage Park Secondary

Paula Chmilar Fund:# Alanna Livingstone.....Mission Secondary

Circle of Wisdom Society:# Michelle House.....Heritage Park Secondary

Bernice Cordick Fund: Trevor Stitt.....Heritage Park Secondary

Ellis Fund:
1 Rippon Heyar.....Heritage Park Secondary
2 Nusrat Samim.....Heritage Park Secondary

Margaret Erskine Fund:
1 David Minor.....Mission Secondary
2 Kelani Lim.....Mission Secondary
3 Kali Abbors.....Heritage Park Secondary
4 Rachel Boyes.....Heritage Park Secondary
5 Kate Robinson.....Mission Secondary
6 Kerry Weymann.....Mission Secondary
7 Russel Barden.....Heritage Park Secondary
8 Danielle Kaardal.....Heritage Park Secondary
9 Julia Scarrow.....Hatzic Secondary
10 Alanna Livingstone.....Mission Secondary
11 Michelle House.....Heritage Park Secondary
12 Stephanie Urano.....Heritage Park Secondary
13 Eleanor Koops.....Heritage Park Secondary

	14	Christina Rodgers.....Heritage Park Secondary
	15	Renee Reeve.....Mission Secondary
	16	Natasha Wood.....Heritage Park Secondary
	17	Trevor Stitt.....Heritage Park Secondary
	18	Ashley Kanoa.....Mission Secondary
Finch Fund: Science		Scott Russell.....Hatzic Secondary
Annette Fitch Fund:		Miranda Ashton.....Mission Secondary
David Fryer Fund:		Natasha Wood.....Heritage Park Secondary
Harris Family Fund:		Cassidy Russbueldt.....Hatzic Secondary
Hollister Funds:		
Basic Science		Avneet Brar.....Heritage Park Secondary
Engineering		Justin Powell.....Heritage Park Secondary
UCFV Criminology *		Alanna Diebert.....Heritage Park Secondary
UCFV Entry Level		Garrett Macklam-Harron +T.....Hatzic Secondary
UCFV Entry Level		Anjandeep Deol +T.....Mission Secondary
UCFV Entry Level *		Kyle Boos +T.....Heritage Park Secondary
UCFV Entry Level *		n/a.....+T.....Cedar Valley School
UCFV Health Science *		Katherine Fry +T.....Heritage Park Secondary
TWU General 1		Lindsey Gustafson.....Heritage Park Secondary
TWU General 2		Emily Knauff.....Heritage Park Secondary
TWU Health		Ivan Staeheli.....MEI
Jonson Fund:	1	Samantha Svensk.....Mission Secondary
	2	Karli DeFazio.....Heritage Park Secondary
LeDuc Fund:		Danielle Kaardal.....Heritage Park Secondary
Clint Lobb Fund:		James Strieb.....Mission Secondary
Debbie Mattson Fund:		Eleanor Koops.....Heritage Park Secondary
McMahon/Rotary Fund:		Brandon Weiss.....Mission Secondary
Mission Arts Council:#		Renee Reeve.....Mission Secondary
Mission Kinsmen Club:#		Jessa Griffioen.....Hatzic Secondary
		Diana Reed.....Heritage Park Secondary
		Kelsey Verschuren.....Mission Secondary
Mission Logger Sports Fund:		Stirling Hart.....Garibaldi Secondary
Mission Rotary Club:#		Petra Sevcik.....Hatzic Secondary
		Carlisle Kent.....Heritage Park Secondary
		Stephanie Dyer.....Mission Secondary

Carrie Skillicorn Fund:		Stephanie Urano.....Heritage Park Secondary
Skillicorn-Melanchuk Fund:	1	Delea House.....Mission Secondary
	2	Jeridan Kowal.....Heritage Park Secondary
Jim Slusarchuk Fund:		Jackelyn Davison.....Hatzic Secondary
Robin & Fran Sorrell Fund:		Julia Scarrow.....Hatzic Secondary
Elizabeth O. Stevens Fund:	1	Jessica Ellis.....Mission Secondary
	2	Ashley Kanoa.....Mission Secondary
Cynthia Verhulst Fund:		Steven Kristiansen.....Mission Secondary

Mission Foundation Funds	$ 59,850
(#) Flow through	$ 12,250
(*) UCFV Hollister	$ 4,000
(+) UCFV Tuitions (5 X $4,000)	$ 20,000

2007 Awards – Grand Total = $96,100

GEORGE WILLOUGHBY COOKE AWARDS, 2007

Bill and Shirley Walker established this fund in 1995. This fund provides "encouragement awards" for students in grade seven and eight in Mathematics and Science. Although this fund honors individual achievement, it is apparent that **friendship and kindness** are also significant factors of achievement during a lifetime. Each recipient is presented with an inscribed medallion. All costs of the event are charged to the fund.

Grade 7 Mathematics

Josh Power
David McIntyre
Sonya Khosa
Elliott Goodier
Sola Park
Kyle Plummer
Ashley MacKinnon
Andrew Tse
Paige Macdougall
Jesse Lambert
William Newman
Jenna Key
Cameron Purdy
Keara Trenholme
Daniel Orydzuk
Philip Pomeroy
Deanna Carrao
Blair Carter
Jillian Barden
Daylen Smith
Samantha Payne
Brendan Derewenko
Kim Guliker
Josh Boiciuc
Rhys Flaten
Emily Ravenhill
Anthony Palma
Lacey Service
Dennis Semeniuk
Golda Chan

Grade 7 Science

Jimmy Kumar
Amber Ridley
Jordan Allard
Megan Shuray
Yonathan Uriel
Shelby Fillion
Alex Turgeon
Jessica Keats
A.J. Buckley
Zoe Westendorf
Jessica Portree
Kody Veltin
Paige Rutledge
Rhys Griffiths
Carly Erickson
Joshua Sung
Barret Pearson
Sara Darychuk
Clinton Large
Amanda Sheffield
Michael Karr
Aiden Siemens
Jessica Huntley
Ken Stroman
Melisa Dussault
Rachelle Strelezki
Mantaj Mann
Matthew Wilkerson
Emily Rice

Grade 8 Mathematics

Hanna Williamson
Adam Chaplin
Solveig Enga
Zachary Gilfillan
Brianna Hardy
Brandan Nameth
Hayley Toth

Grade 8 Science

Courtney Shymr
Ross McLean
Hayley Ell
Stephan Maley
Erin Chambers
Daljinder Bring
Sara Lebeuf

Office Manager's Report

Celebration seemed a common theme for 2007.

- Celebration of an office move to the Mission Record;
- "Reading Riot" at Mission Central Elementary is definitely a celebration of literacy;
- "Mural's launch" and Museum's "Community Connection" had a historic aspect of celebration;
- Canadian Foundations of Canada BC regional conference is a celebration of colleagues enriching and sharing valued experiences;
- Bursary/Scholarship Awards is an encouraging celebration of Mission students as they are assisted towards their new starting place of post secondary;
- The Sweeney Collection displayed at the Leisure Centre is a celebration of northern art;
- Serving our 20th Anniversary cake to community members at the Farmers Market was a sweet but yummy celebration sharing more information of what the Foundation does in our community;
- Information table at the Horse Club Community Day was an enjoyable time of learning, not just horsing around;
- "Celebration of Community" at Fraser Heritage Park has continued to attract more participants and visitors celebrating all together in one place at one time – so much to offer in the community;
- To date, over 1,000 G.W. Cooke medallions which recognize and celebrate the success of Grade 7 and 8 students in Math and Science with an aspect of friendship and kindness, keep up the good work;
- 20th Anniversary Celebration, September 29 and official launch of name change to Mission Community Foundation.

Twenty years of positively impacting Mission community. Reflections of looking back and looking ahead with 20/20 vision: glasses styles have changed, but not the motivation of the dedicated Board Members and their desire to continue to grow the endowment funds to further benefit the changing needs and concerns here in Mission. I continue to serve the Board celebrating in all their efforts.

Rita Dyer

DONORS

We are very grateful to the following donors who contributed in 2007.

Up to $499

*Robert M. & Margaret Stuart * John & Shirley Hempstead * Andrea Spitz * Judith Robb * Alex & Irene Chmilar * Mission Psychological Services * Lynton & Patricia Gormely * Gordon A. Parkinson * Valeria H. Williams * Leslie Andersson * Gail Hildebrandt * Bev Kokoska * Annie P McCormick * Annette Montemuro * Nancy Murray * Karin Phillips * Lyn Tretiak * Irene Willems * Helen LeDuc * Stephen & Karen Greaux * Anonymous * Doreen Phelps * Robert E. Marshall * Gwen Hanson * Gerald & Susan Olund * Fern McDonald * James & Sonja Shaw * James C. McPherson * Archie & Bea Young * Norman P. & Beverly Ferguson * John S. & Christine Douglas * Kenneth & Gwen Ellerbeck Symons Tire Service Ltd. *Ian Polley * James & Helen Musgrave *Seldon L. O'Connell * H.S. Braich * Ian & Kikuko Graham * Florence W. Erskine * Mike & Terry Waterson * Peter J. & Doris Neufeldt * David B. & Julie L. Loyd * Vern & Barbara McGregor * George G. & Peoni Chong * Robert G. & Alice C. Dalziel * Robert H. Hillier * Margaret Melnichuk * Mission Senior Men's Golf Club * John & Donna M. Johannessen * C. Hugh & Kathleen McPherson * Telus Dollars for Dollars * Scott Astle * Kermode Resources Ltd. * Nova Uranium Corp. * Playfair Mining Ltd. * Rupert Resources Ltd. * Skyline Investor Relations Inc. * Arctic Power Systems BC Ltd. * Beattie Anchorage Cont. Ltd. * District Delivery Services Ltd. * Gregory J. Harris * Graham Moore * Brent R. Saunders * Bryan Slusarchuk * Jamie Slusarchuk * Triton Electrical Services Ltd. * Forkliftramps.com Inc. * Mike Hoffer * Spencer Turpin * Ruby McCalder * Sharon & Royce Yackel * Brenda Lightburn * Adrian McCormick * Douglas & Sharen Parkinson * Bruce Rose * Wanda Stevens * James Atebe * Kim Cummings * Kim Allen * Robert Mackovic * Dyane C. Betts * Frank & Paula Dunham * Lanka Jewels * Mission Eye Clinic * TD Canada Trust * Marie Waters * Anne Neufeld * Peter Robson * Mission White Spot * Lloyds Cleaners * Mission Arts Council * Lonny & Heather Andrews * Mackie Naturals * Envision Credit Union * Fabiola's Beauty Studio * Sherry Cannon * Taylor, Tait, Ruley & Co. * Fraser Valley Building Supplies * Rex Cox Mens Wear *Gail MacDonald * BC Hydro Powerhouse *Milan & Molly Hruby * Steven & Leah Matthews * Stephanie L. Ross * Georgina L. Hewson * Brian & Tamantha Church * Mindy Bergh * Rick & Brenda Benedict * Leonard R. & Sharon Hurley * Greg & Kimberly MacDonald *Brian & Lillian Harrington * Robert & Sylvia McDonnell * Sharon Gibson * Elaine K. Hardie * Class of '57 * Roo Aruka Wyda * Joan Rasmussen *

DONORS (continued)

$500 to $4,999

Beaton Patience * Caroline Edmonds * Don Calnek * Central Fraser Valley CrimeStoppers * Glen Kask * Hillside Elementary PAC * Richard Fitch * James Muir * William D. Adair * The Canada Trust Company/Private Giving * Mozart Ensembles & Music Language Scholarship Foundation * Melvin W. & Marie Smale * Kirby Floral Inc. * Betty M. McMahon Aldergrove Credit Union * Tirex Resources Ltd. * Dennis & Joan Derrough * Joanne Rowen * Robert & Carole Steger * Ted Adlem

$5,000 to 9,999

G.W. Harris
Brabazon Holdings
Robert C. Ellis
Vancouver Foundation
Black Press Ltd.
Rotary Clubs
Amtay Holdings Ltd.
417123 B.C. Ltd.

more than $10,000

Marilyn Boswyk
Cliff & Marjorie Rock

Notes: Receipts are issued for all donations over $10.
Cards are sent to the family advising the names of the donors when donations are made "In Memoriam".

BOARD OF DIRECTORS FOR 2008

Carole Steger	Chair
Doreen McKimmon	Vice-Chair
Ian Graham	Secretary
Don Calnek	Treasurer
Eleanor Lobb	Director
Graham Black	Director
Terry Gidda	Director
Shelley Clarkson	Director
Dennis Derrough	Director
Chris Calverley	Director
Sue Thompson	Director

COMMITTEE MEMBERS FOR 2008

Executive:	Carole Steger©	Don Calnek
	Doreen McKimmon	Ian Graham
Asset Development:	Carole Steger ©	Doreen McKimmon
	Glen Kask	Chris Calverley
	Casey McPherson	
Distribution:	Dennis Derrough ©	Lloyd Rash
	Graham Black	Jeanne Price
	Carole Steger	
Investment:	Don Calnek ©	Carole Steger
	Ian Graham	Lonny Andrews (professional advisor)
Bursaries & Scholarships:	Shelley Clarkson co-©	Barry Johnston
	Gina Fernandes co-©	Cynthia Butcher
	Eleanor Lobb	Terry Gidda

The above are all volunteer positions. © indicates committee chair/co-chair.

Office Manager: Rita Dyer

2008 Director Profiles:

Lonny Andrews (Professional Investment Advisor) has more than 20 years of experience as a professional advisor and has been advising the Investment Committee since April 1998. He grew up in Mission, and is very active with his local church, is an avid fisherman, a determined golfer, and a "not bad" drummer.

Graham Black represents School District #75 on the board. A long term resident, since 1964, he has been either a teacher or a principal in Mission since 1975, and is presently a District Principal. He and his wife, Debbie, have 3 children.

Don Calnek has been the foundation's accountant for the past 12 years. He and his wife, Elaine, were the founders and owners of TSC Software Services Inc. for 19 years. They now have sold TSC and now actively pursue retirement, with more time for family, travel, golf and the Foundation.

Chris Calverley Chris has resided in Mission for the past 20 years where he has held the position of Branch Manager for the local Scotiabank. Chris has 2 grown children. Over the past many years Chris has held many posts in charity organizations and is very involved in community events ie: Fraser House Society, Rotary, just to name a few. Chris also enjoys playing golf and travelling on his motorcyle.

Shelley Clarkson has worked for the Fraser Valley Regional Library for more than 35 years, being Community Librarian in Mission for 25 years. She is active in the community on the Mission Heritage Assoc. Board for 18 years & a second term on the Mission School Board.

Dennis Derrough has been a Mission resident all his life. Sold family business in 2001. Spends his time as a volunteer with Pleasant View Care Home and just enjoying life. Previously participated in many various community groups. Served as a member of member of the Distribution Committee since 2000 and now is a board member.

Rita Dyer (Office Manager) has been living in Mission since 1989 and has "loved it from day one". She is married to Steve & they have 2 children, Stephanie and Michael. Also participates and is active in several other volunteer activities within the community.

Terry Gidda has been a Mission resident since 1968, and has been a local realtor since 1972. He serves on several community boards and this is his sixth year on the MF board. In 2002, Terry received the Queen's Jubilee Medal.

Ian Graham has lived in Mission since 1965. Retired in 2003 after 38 years as a medical doctor, and joined the MF board in 2005. He enjoys his daily walks and playing saxophone in the Moonliters big band. He & his wife, Kikuko have 3 daughters who grew up in Mission, & 5 grandchildren.

Sue Jackson is a resident of Mission and enjoys spending time outdoors with her two boys. She is the Manager of the Mission Regional Chamber of Commerce. Sue is active in volunteer activities within the community.

Eleanor Lobb has been working on MF's behalf in one capacity or another since it's inception. She has been a Mission resident since 1948 and in that time, has an extensive record of both business and community involvement. She has been honoured as Citizen of the Year, with the Lifetime Achievement Award and Freeman of the City in 1999. In 2001, she received her 40-year service pin from the Mission Healthcare Auxiliary; in 2002, the Queen's Jubilee Medal.

Doreen McKimmon was raised in Mission. She and her husband, Lloyd, live in Deroche and have 2 grown sons, both teachers. Doreen is very active in the community, presently active with her church and M.A.S.H. Her hobbies include quilting, reading, and gardening.

Carole Steger came to Mission in 1982 with husband Bob and their 2 daughters. After attaining a Bachelor of Business Administration from SFU, she was involved in a series of local business ventures. Now she keeps track of business from the "home" office. Hobbies include gardening and painting.

Picture taken Board Meeting, April 17, 2008

Rita Dyer, Terry Gidda, Gina Fernandes, Ian Graham, Don Calnek,
Carole Steger, Eleanor Lobb, Sue Jackson, Dennis Derrough

Missing: Graham Black, Chris Calverley, Shelley Clarkson, Doreen McKimmon

2007 Treasurers Report

This year saw ups and downs in the stock market it was also a year where the Canadian and international financial reporting standards began to merge and change. These changes have already affected how we present our investment result for the 2007 year. Our net return on our investments was 7.33%. The Stabilization account (SA) formalized in 2004 is serving it's purpose. At the end of 2007 after the affect of the financial reporting changes the SA will supply 1 full years operation without any income from the current year. The Foundation Board makes an allocation to each of the funds for Grants and Awards and an allocation for administrative costs from the stabilization account. For 2007 the allocations remained the same as the 2006 level and were as follows: Grants and awards was 4.5% and 1.5% was allocated to cover administrative costs.

The Mission Foundations fundamental function is to manage funds entrusted to it, protecting the capital and producing the best possible return on capital to issue grants and awards according to the terms of each funds trust deed. From our beginning until 1998 our investments were primarily fixed interest instruments. The Board recognized that there was a need to grow capital to keep pace with inflation as well as providing a good and stable return for grants.

In 2000 changes to our Act of Incorporation allowed us greater flexibility in the type of investments we could use. Since 2000 the Investment committee and the Board have been working with our investment advisors RBC Dominion Securities to fine tune our investment strategy and increase our returns while keeping the risk of loss of capital to a minimum. We are working to develop a sustainable long term investment strategy that the foundation can follow. We now have approximately 50% fixed instruments and 50% mutual funds and selected individual equity stocks. This year all our investments produced moderate returns and our investment strategy was altered to include more of a global perspective. Please review the investment committee report for additional information on our investment strategy and returns.

In 2007 the equity portion of our portfolio produced spotty results. The market was volatile and adjustments were introduced to our holdings. We hope that the market will be more stable in 2008 and show positive results to confirm our adjustments.

I hope when we meet next year we will be able to report results that continue to support our goals.

Don Calnek, CA
Treasurer

A.H. SENAE INC.
Certified General Accountant *Ann Senae, B.A., C.G.A.*

33221 Whidden Ave., Mission, BC, V2V 2T3 • Tel: (604) 826-8060 • Fax: (604) 826-4091 • Email: ahsenae@telus.net • www.senae.com

June 20, 2008

Board of Directors
Mission Community Foundation (formerly Mission Foundation)
P.O. Box 3427
Mission, BC V2V 4J5

Dear Sirs/Mesdames:

I have been engaged to audit the financial statements of Mission Community Foundation (formerly Mission Foundation) (the Society) for the period January 1, 2007 to December 31, 2007.

CICA Handbook 5751, Communications With Those Having Oversight Responsibility for the Financial Reporting Process ("the Standard"), requires that I communicate at least annually with you regarding all relationships between the Society and A.H. Senae Inc. that, in my professional judgment, may reasonably be thought to bear on my independence. In determining which relationships to report, the Standard requires me to consider relevant rules and related interpretations prescribed by the appropriate provincial institute and applicable legislation, covering such matters as:

(a) Holding a financial interest, either directly or indirectly, in a client;
(b) Holding a position, either directly or indirectly, that gives the right or responsibility to exert significant influence over the financial or accounting policies of a client;
(c) Personal or business relationships of immediate family, close relatives, partners or retired partners, either directly or indirectly, with a client;
(d) Economic dependence on a client; and
(e) Provision of services in addition to the audit engagement.

I am not aware of any relationship between the Society and A.H. Senae Inc. that, in my professional judgment, may reasonably be thought to bear on my independence, which have occurred from January 1, 2007 to June 20, 2008.

I hereby confirm that A. H. Senae Inc. is independent with respect to the Society within the meaning of the Rules of Professional Conduct of the Certified General Accountants Association of British Columbia as of June 20, 2008.

This statement is intended solely for the use of the Board of Directors, management and others within the Society and should not be used for any other purposes.

Yours truly,

A.H. Senae Inc.
Certified General Accountant

MISSION COMMUNITY FOUNDATION
(formerly Mission Foundation)

FINANCIAL STATEMENTS

DECEMBER 31, 2007

MISSION COMMUNITY FOUNDATION
(formerly Mission Foundation)

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December 31, 2007

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A.H. SENAE INC.
Certified General Accountant

Ann Senae, B.A., C.G.A.

33221 Whidden Ave., Mission, BC, V2V 2T3 • Tel: (604) 826-8060 • Fax: (604) 826-4091 • Email: ahsenae@telus.net • www.senae.com

AUDITOR'S REPORT

To the Directors of Mission Community Foundation *(formerly Mission Foundation)*

I have audited the statement of financial position of ***Mission Community Foundation, (formerly Mission Foundation)*** as at December 31, 2007 and the related statements of operations and changes in net assets for the year then ended. These financial statements are the responsibility of the Foundation's management. My responsibility is to express an opinion on these financial statements based on my audit.

Except as explained in the following paragraph, I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 receipts from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of these receipts was limited to the amounts recorded in the records of the Foundation and I was not able to determine whether any adjustments might be necessary to donation revenues, excess (deficiency) of revenues over expenses, assets and net assets.

In my opinion, except for the effects of adjustments, if any, which I might have determined to be necessary had we been able to satisfy ourselves with respect to the donations referred to above, these financial statments present fairly the financial position of ***Mission Community Foundation (formerly Mission Foundation)*** as at December 31, 2007 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

A.H. Senae Inc.

A.H. Senae Inc.
Certified General Accountant

Mission BC
June 20, 2008

MISSION COMMUNITY FOUNDATION

(Formerly Mission Foundation)

STATEMENT OF FINANCIAL POSITION

December 31, 2007, with comparative figures for 2006

	2007	2006
ASSETS		
Current		
Cash	$ 37,962	$ 43,596
Goods and services tax recoverable	5,981	4,464
Prepaid expenses	-	1,000
Investments (Note 4)	2,164,676	2,017,088
	2,208,619	2,066,148
Capital assets (at cost, Note 1)		
Office equipment	3,075	3,075
	$ 2,211,694	$ 2,069,223
LIABILITIES		
Current		
Accounts payable	$ 9,802	$ 4,429
Capital stabalization reserve (Note 2)	200,624	177,692
NET ASSETS		
Invested in capital assets	3,075	3,075
Unrestricted	33,969	21,372
Restricted distributable	122,470	114,734
Restricted endowment	1,841,754	1,747,921
	2,001,268	1,887,102
	$ 2,211,694	$ 2,069,223

Presented by:

Treasurer

See accompanying notes to the financial statements

Mission Community Foundation
(Formerly Mission Foundation)
Statement of Operations and Changes in Net Assets

Year Ended December 31, 2007, with comparative figures for 2006

	General Fund	Capital Asset Fund	Restricted Distributable Fund Schedule 1	Restricted Endowment Fund Schedule 1	2007 Total	2006 Total
Revenue						
Earnings allocation	$ 1,508	$ -	$ 84,858	$ -	$ 86,366	$ 80,914
Donations and bequests	15,618	-	-	177,252	192,870	107,391
Recoveries	505	-	-	-	505	327
Capital gain on investment sales	-	-	-	-	-	-
Special events	12,547	-	-	-	12,547	-
	30,178	-	84,858	177,252	292,288	188,632
Expenses						
Audit and legal	3,513	-	-	-	3,513	2,123
Insurance	1,834	-	-	-	1,834	-
Office supplies	538	-	-	-	538	833
Office rent	5,500	-	-	-	5,500	6,000
Meetings	76	-	-	-	76	809
Miscellaneous	5,618	-	-	-	5,618	4,241
Secretarial - honorarium	9,985	-	-	-	9,985	9,880
Special events	6,912	-	-	-	6,912	-
Allocation to restricted distributable funds	(28,976)	-	-	-	(28,976)	(27,066)
	5,000	-	-		5,000	(3,180)
Less donated services	-	-	-	-	-	(6,000)
	5,000	-	-	-	5,000	(9,180)
Excess of revenue over expenses	25,178	-	84,858	177,252	287,288	197,812
Net assets, beginning of year	21,372	3,075	114,734	1,747,921	1,887,102	1,759,782
					-	-
Awards and grants distributed	(12,581)	-	(85,220)	-	(97,801)	(70,492)
Interfund transfers	-	-	8,098	(8,098)	-	-
Net assets, before unrealized gain (losses)	$ 33,969	$ 3,075	$ 122,470	$ 1,917,075	$ 2,076,589	$ 1,887,102
Current period, unrealized losses	-	-	-	75,321	75,321	-
	$ 33,969	$ 3,075	$ 122,470	$ 1,841,754	$ 2,001,268	$ 1,887,102

See accompanying notes to the financial statements

Nature of operations

Mission Foundation is a non-profit society incorporated under the Mission Foundation Act. Its purpose is to collect funds from the community and manage these funds, using the income for the benefit of the citizens of the Mission area, in the fields of education, recreation, culture and humanities.

The Foundation is a registered charity under the Income Tax Act and accordingly is exempt from income taxes, provided certain requirements of the Income Tax Act are met.

1. **Significant accounting policies**

(a) General

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles.

(b) Capital assets

Capital assets are recorded at cost. The Foundation does not record amortization. The inventory of capital assets is reviewed annually and written down when it is determined there is an impairment in value.

(c) Basis of presentation

The Foundation follows the restricted fund method of accounting for contributions.

The general fund accounts for all revenue, expenses and net assets of the Foundation which are not subject to terms and restriction by donors.

The restricted distributable fund reports those resources that are subject to restrictions as to use by the donors.

The restricted endowment fund reports those resources contributed for perpetual management by the Foundation. Investment income on the resources in the endowment fund is reported in the general fund or in the appropriate restricted distributable fund, depending on the nature of any restrictions imposed by contributors of funds for endowment.

The restricted distributable fund and the restricted endowment fund are comprised of funds, each of which was contributed by a donor with specific restriction as to how the net assets (or the income earned on them) can be distributed. A summary of these funds are as follows:

Bursary Funds

The Margaret Erskine Bursary Fund is a permanent fund established to provide bursaries to students who have shown outstanding abilities in their particular field of endeavor, either in school or in an outside avocation in the fields of athletics, education, music or the arts and sciences.

1.Significant accounting policies (continued)

(c)Basis of presentation (continued)

Bursary Funds (continued)

The James Slusarchuk Fund is a permanent fund established to provide bursaries to students pursuing post secondary schooling.

The Adair Family Trust is a permanent fund established to provide a bursary in any discipline of the Arts, Finance or Accounting to enable students to further their education or training.

Mission Loggers Sports Association Fund is a permanent fund established to provide a bursary for students pursuing a career in Forestry or allied fields of interest.

The Harris Fund is a permanent fund to provide financial assistance to students pursuing post-secondary education in horticulture or veterinary sciences.

The Ellis Fund is a permanent fund established to provide financial assistance to students pursuing a career business, economics, or computers.

The Elizabeth O. Stevens Fund is a permanent fund to provide financial assestance to students pursuing post-secondary education in health sciences, nursing, or medicine.

The Cannon Fund is a permanent fund established to provide a bursary and/or scholarship for Mission grade 12 students intending to continue their education at a trade or vocational training school or institute.

The Michael and Cynthia Butcher Fund provides non-academic bursaries for students who are residents of Mission attending School District #75 pursuing skills enhancement in fields such as food and nutrition, clothing and textiles, tourism and hospitality, carpentry and metalwork.

The Luduc Fund is a permanent fund established to provide bursaries for students 16 years of age or over attending an educational institution whoses credentials are recognized by the Province of British Columbia. Must be a member of St. Joseph's Catholic Church, Mission, BC.

The Skillicorn-Melanchuk Fund provides bursaries to persons seeking to enhance their skills in the field of music (primary objective) or art (secondary objective). Skill enhancement programs must be provided by person/organizations either within Canada or the United Kingdom only, and whose credentials are recognized by the provinceof British Columbia

The Annette Fitch Memorial Fund is a permanent fund established to provide bursaries to students who have completed the french immersion programs at any School district #75 school.

The Debbie Mattson Memorial Fund provides bursaries to students pursuing post secondary studies in the fields of Veterinary Science, Animal Welfare (primary objective) or Health Science (secondary objective).

1. **Significant accounting policies (continued)**

(c) Basis of presentation (continued)

Bursary Funds (continued)

The Bernice V. Cordick Fund provides bursaries to students pursuing post secondary studies in the fields of mathematics or literacy. Equal weighting for demonstrated leadership, citizenship, peer counselling and community service as well as scholastic achievement.

The Carrie Skillicorn Fund provides bursaries to students pursuing post secondary studies in the field of Business Administration.

Scholarship Funds

The Hollister Prize for Earth Sciences Fund is a permanent fund established to provide financial assistance to one student annually who will be pursuing advanced study in earth sciences.

The Hollister Scholarship for Basic Sciences Fund is a permanent fund established to provide financial assistance to one student annually who will be pursuing advanced study in chemistry, physics or mathematics.

The Hollister Scholarship for Engineering Fund is a permanent fund established to provide financial assistance to two students annually who will be pursuing advanced study in civil, mechanical or electrical engineering.

The Lobb Shake and Shingle Fund is a permanent fund established in memory of Clinton Lobb to provide financial assistance to students prusuing a career in aviation or forestry.

The Hollister Entry Level Science Fund (Hatzic) is a premanent fund established to provide financial assistance to one graduating student of Hatzic Secondary School pursuing post-secondary education in the field of science at UCFV.

The Hollister Entry Level Science Fund (Mission) is a permanent fund established to provide financial assistance to one graduating student of Mission Secondary School pursuing post-secondary education in the field of science at UCFV.

The Dirk Boswyk Fund is a permanent fund established to provide financial assistance to students in the area of computer science.

The Cindy Verhulst Fund is a permanent fund established to provide financial assistance to sudents in the area of music.

The Hollister-Trinity Western University Scholorship Fund is a permanent fund established to provide scholarships to encourage Mission High School graduates to study at Trinity Western University.

1. **Significant accounting policies (continued)**

(c) Basis of presentation (continued)

Scholarship Funds (continued)

The Hollister Health Science Scholarship for Trinity Western University is a permanent fund established to provide a scholarship for a first year student enrolled in the Health Science course of study at Trinity Western University. If no grade twelve student applies then it may be awarded to a Mission student already studying in the Health Science field at Trinity Western University.

The Hollister Post Secondary Scholarship for Trinity Western University is a permanent fund established to provide a scholarship for a first year student enrolled in any course of study at Trinity Western Universtiy. If no grade twelve sutdent applies then it may be awarded to a Mission student already studying in the Health Science field at Trinity Western University.

The Finch Fund is a permanent memorial fund established to provide financial assistance to two students each year, one pursuing a career in science and the other a career in arts.

The Yum Fund is a permanent fund to provide financial assistance to students pursuing post-secondary education in science or math.

David Fryer Fund - To provide scholarships (preference to Heritage Park Secondary 2007 - 2010) to students who attended at least two years in school's music department, showed leadership and demonstrated the "spirit" of the music department.

Rock Family Fund - To provide scholarships for post-secondary studies leading to a career in Pharmacy.

Robin and Fran Sorrell fund - To provide scholarships for enrollment in post secondary program emphasizing poetry and English.

Albert McMahon Memorial Fund - To provide scholarship for full-time secondary studies leading to forestry related trades or professions. Preference to candidates with a strong record of volunteerism or community involvement. One award for each secondary school.

Ralph Babuik Fund - To provide scholarship for candidates pursuing careers in the Trades (such as carpentry, plumbing, construction, etc.)

1. **Significant accounting policies (continued)**

(c) Basis of presentation (continued)

Designated Funds

The Library Fund is a permanent fund established to maintain furnishings, collections, and equipment in the Mission Library.

The Youth Centre is a permanent fund established to provide financial assistance for the Mission Youth Centre.

The Mission Memorial Hospital Study Fund is a permenent fund established to assist in the upgrading and modernization of skills of health care workers employed by or associated with the Mission Memorial Hospital.

The Enabling Fund is a permanent fund established to assist the Mission Foundation in covering operating and administrative costs.

The Mission Life Time Learning Association Fund is a permanent fund established to provide financial assistance to the Life Time Learning Association.

Mission Hospice Society Fund is a permanent fund established for purposes of pursuing the Society's objectives.

The Norma Kenny Fund is a permanent fund established to assist in the purpose of meeting the goals and objectives of Mission Heritage Association.

Crime Stoppers Perpetual Fund - To provide funds for the purposes of meeting the goals and objectives of the Central Fraser Valley Crime Stoppers.

Rock Hospice Fund - To provide funds to benefit the Mission Hospice Society.

Discretionary Funds - General

The G.W. "Bill" Harris Fund is a permanent fund established to provide discretionary funds to the Mission foundation.

The Community Fund is a permanent fund established to provide discretionary funds to the Mission Foundation. The Millenium Fund was a permanent fund established to provide discretionary funds to the Mission Foundation.

The Negrin Community Fund is a permanent fund established to memorialize the Negrin family. Awards from this fund are available for use in pursuing objectives of the Foundation.

The McPherson Family Community fund is a permanent fund established for the purpose of providing qualifying organizations and/or individuals for general charitable purposes in conformity with the objects of Mission Foundation.

1. **Significant accounting policies (continued)**

(c) Basis of presentation (continued)

Discretionary Funds - Field of Interest

The Jonson Bequest Fund is a permanent fund established to provide assistance for drug and alcohol abuse, and to provide assistance for students studying gymnastics or dance.

The Albert McMahon Mission City Rotary Club Fund ia a permanent fund established to provide financial assistance to students in special circumstances and in need of help.

The George Willoughby Cooke Fund is a permanent fund established to provide academic awards in math and science to two grade seven and eight students in each of the Mission District schools.

The Beaton Patience Drug and Alcohol Abuse Fund is a permanent fund established to provide financial assistance in the area of drug and alcohol abuse, prevention, care and treatment.

The Glen Kask Theatrical Legacy Fund is a permanent fund established to assist in the promotion of the performing arts.

The Derrough Fund provides grants to Mission schools to assist in acquiring sheet music, musical instruments and technological equipment related to music programs. Until 2007, the grants shall be directed to Heritage Park Secondary School. From 2008 onward grant applications may be received from any school in School District #75 Mission.

The Fenmo Boswyk Music Fund provides grants and/or bursaries to Mission residents pursuing enhancement of their skills, however, composition, arrangement and other related endeavours are also acceptable for consideration.

Rock Food Program Fund - To provide funds to assist the food bank and lunch or breakfast programs for needy students in Mission.

1. **Significant accounting policies (continued)**

(d) Revenue recognition

Restricted contributions related to general operations are recognized as revenue of the general fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted distributable fund.

Contributions for endowment are recognized as revenue in the restricted endowment fund. Investment income allocated to the funds is based on 4.5% of the average net assets in the fund. The balance of the revenue is held in the capital stabilization reserve. See change in accounting policy, note 1(k).

(e) Interfund transfers

The Foundation distributes awards and grants according to the terms of the donor. The amount of the award or grant is limited to the income earned by the restricted endowment portion of the fund in the second preceding year, or in some cases in the preceding year. That portion of the income earned and not distributed less an allocation for administration expenses is transferred from the restricted distributable net assets to the restricted endowment net assets.

(f) Net assets

The net assets of the Foundation are segregated as follows:

Restricted endowment net assets comprise contributions and transfers from restricted distributable net assets which are to be maintained in perpetuity.

Restricted distributable net assets comprise the cumulative undistributed income of each restricted fund less transfers, if any, to restricted endowment net assets and can be distributed by the Foundation in accordance with the terms and restrictions specified by the donor.

Unrestricted net assets are distributable at the discretion of the Foundation.

(g) Pending funds

The Foundation requires a minimum of $10,000 in restricted endowment net assets before it distributes any award or grant from that fund. Funds that have not attained the required level of net assets are classed as pending.

(h) Investments

Portfolio investments are recorded at cost, or at cost less amounts written off to reflect a decline in value which is other than temporary. Premiums or discounts on the purchase of fixed term securities are amortized over the period of maturity.

(i) Statement of cash flows

The financial statements do not contain a statement of cash flows because it would not provide any meaningful information.

1. **Significant accounting policies (continued)**

(j) Use of estimates

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles which require management estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

(k) Change in accounting policy

In 2004 the Foundation board adopted a new policy for management and allocation of revenues. The board established a Capital Stabilization Reserve to manage revenues and allocate them to cover the costs of grants and awards and administrative costs. In the current fiscal year 4.5% was allocated to the funds for grants and awards and 1.5% was allocated to cover administrative fund costs. The purpose is to stabilize the level of earnings available for distribution in future years. In the past all revenues were distributed to the funds and an administrative levy was taken from each fund leaving the net (revenue less administrative levy) for application to the grant and award process.

2. **Capital Stabilization Reserve**

	2007	2006
Beginning of year	$177,692	$ 87,375
Items increasing the Stabalization Reserve		
Interest revenue	41,761	34,493
Dividend revenue	10,329	13,557
Mutual Fund distributions	29,980	25,107
Capital Gains/Losses	67,218	135,194
	149,288	208,351
Items reducing the Stabalization Reserve		
Grant and award distribution to funds 4.5% (3.5%)	86,360	80,917
Administrative operation levy 1.5% (1.25%)	27,972	26,062
Investment management fees	12,024	11,055
	126,356	118,034
End of year	$200,624	$177,692

3. **Lease committment**

The foundation is committed to a one year lease commencing January 1, 2008. The annual lease payment is $6,000. The lease is renewable upon mutual agreement of landlord and tenant for one year.

MISSION COMMUNITY FOUNDATION
(Formerly Mission Foundation)

NOTES TO THE FINANCIAL STATEMENTS
Decembe 31, 2007

4. **Investments**

Investment Group and Name	Market Value	Book Value
Fixed Income		
Prov. Ont. 3.875% 03/08/2008 (163,000)	$ 164,893	$ 162,788
Prov. Sask 4.75% 09/24/2009 (162,000)	164,947	164,859
Prov. Ont. Euro 4.0% 12/01/2010 (163,000)	162,574	161,660
Prov. Man. Euro 4.625% 09/22/2011 (162,000)	165,853	164,997
Prov. BC 3.7% 01/09/2012 (170,000)	169,547	166,748
Prov. Man.5.05% 12/03/2013 (156,000)	162,277	160,026
	990,091	981,078
Mutual Funds		
Brandes Global Balanced	64,621	74,359
Dynamic Value Balanced	66,693	74,883
RBC O'Shaughnessy Global	65,114	74,021
TD Dividend Income	69,025	74,387
	265,453	297,650
Managed Assets		
Russell Canadian Equity	215,464	242,293
Russell U.S. Equity	83,583	94,247
Russell Overseas Equity	66,767	73,570
Russell Global Equity	83,787	95,612
Russell Emerging Markets Eqty	45,138	41,494
	494,739	547,216
Common Shares		
Astral Media	1,166	1,090
Brookfield Asset Mgmt. Class A	1,489	1,651
Bank of Nova Scotia	4,525	4,827
BCE Inc	991	985
Barrick Gold Corp	2,716	2,374
CAE Inc	732	727
Canadian National Railway	2,099	2,607
Cameco Corp	2,176	2,938
Canadian Pacific Railway	1,605	1,916
Canadian Imperial Bank of Comm	2,822	4,162
Canadian Natural Resources	3,266	3,169
Cognos Inc	1,428	1,082
Encana Corp	4,387	4,257
Finning International Inc	1,003	1,057
GoldCorp Inc	4,225	4,680
Husky Energy Inc	4,013	4,015
Inmet Mining	805	870
Imperial Oil	546	492
Kinross Gold	640	479
Manulife Financial Corp	5,071	5,015
Nexen Inc	963	1,027
Petro-Canada	2,662	2,675
Potash Corp of Saskatchewan Inc	2,152	1,124
Power Corp of Canada	4,214	4,186
Research in Motion	5,065	2,648
Rogers Communications Inc	2,699	2,652
Royal Bank of Canada	5,328	6,176
SNC Lavalin Group Inc	2,407	1,969
Sun Life Financial Inc	1,671	1,555
Shoppers Drug Mart Corporation	3,196	3,131
Shaw Communications	2,128	2,034
Suncor Energy Inc	3,777	3,242

4. **Investments**

Talisman Energy Inc	736	879
Telus Corporation	2,160	2,737
Teck Cominco Ltd	2,480	3,090
Transcanada Corporation	3,243	3,130
Thomson Corp	3,223	3,883
Toronto Dominion Bank	5,560	5,661
Westjet Airlines	450	428
	99,819	100,620
Foreign Securities		
AXA-UAP	1,580	1,855
Allianz SE	2,853	3,183
ABB Ltd	4,583	3,648
Altria Group	1,879	1,926
AT&T	1,033	1,103
Aliance Bernstein Holding	1,497	1,926
Air Products & Chemicals	2,452	2,113
Apache Corp	4,278	3,733
Apple Inc	3,940	2,764
Banco Bilbao Vizcaya	3,859	4,322
Bae Systems	2,771	2,657
BNP Paribas	3,238	3,958
BHP Billiton	2,090	1,678
Bank New York Mellon	3,152	3,174
Best Buy	2,357	1,950
Boeing Co	870	1,063
CVS Caremark Corp	2,965	3,149
China Mobile	1,728	1,819
Canon Inc	1,140	1,572
Cisco Sytems	2,962	3,090
Deutsche Bank	1,287	1,634
Dell Inc	1,097	1,098
Deere & Co	3,705	2,593
WaltDisney Co	1,926	1,971
Exelon Corp	812	787
Exxon Mobil	4,193	4,042
EON AG	3,149	2,564
Freeport McMoran Copper & Gold	2,038	1,725
Goldman Sachs	3,208	3,207
Grupo Televisa SA	1,537	1,964
Group Danone	2,872	2,701
ING Groep	2,322	2,866
Ishares Trust	3,127	3,449
Hewlett Packard	3,264	3,184
Intel Corp	4,110	3,818
JP Morgan Chase & Co	4,124	4,668
Laboratory Corp	3,380	3,610
Morgan Stanley	1,056	1,017
Met Life Inc	2,451	2,939
Medco Health Solutions	3,530	3,173
McDonalds Corp	2,344	2,168
Merck & Co	2,312	2,109
Microsoft Corp	3,187	2,897
Nintendo Co	2,606	2,716
Nestle SA	2,855	2,623
Nike Inc	958	974

4. **Investments**

Novo Nordisk	3,226	2,822
Orix Corp	2,108	3,603
Posco	1,496	1,259
Oracle Corp	3,256	3,080
Precision Castparts	2,069	1,878
Procter & Gamble	1,826	1,715
Roche Holding Ltd	2,124	2,485
Royal KPN	2,166	2,209
SAP Aktiengesellschaft	1,269	1,276
Syngenta AG	2,519	1,996
Siemens AG	1,565	1,537
Statoilhydro ASA	759	866
Sabmiller PLC	3,084	2,796
Seaspan Corp	1,827	2,255
Sandvik	3,392	3,991
Technip	2,378	2,522
Tim Hortons Inc	1,099	1,074
Telefonica SA	1,456	1,448
Tesco PLC	1,701	1,772
Textron Inc	3,546	3,027
Thermo Fisher Scientific	3,155	3,150
Toyota Motor Corp	2,112	2,587
Total SA	3,286	3,267
United Technologies	3,045	2,970
Valero Energy	2,090	1,973
Verison Communications	1,086	1,122
WPP Group	1,279	1,605
XTO Energy	920	963
	178,516	178,428
Miscellaneous		
Accrued Interest on Bonds	10,248	10,248
Accrued Dividends	-	-
Envision Financial Shares	31	31
Russell Money Market Pool	16,431	16,431
Stone & Co Dividend Growth (gift held for sale)	100,428	100,428
Cash in Brokers Account	8,920	8,920
	136,058	136,058
Total Investments	$ 2,164,676	2,241,050
Premium/Discounts Amortized		(1,053)
Book Value of Investments		$ 2,239,997

Mission Community Foundation
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Schedule I

Schedule of Restricted Distributable and Restricted Endowments Net Assets

Year Ended December 31, 2007

	Bursary Schedule 2	Scholarship Schedule 3	Designated Schedule 4	Discretionary General Schedule 5	Discretionary Field of Interest Schedule 6	Pending Schedule 7	Total
Restricted Distributable							
Revenue allocation	$ 28,266	$ 23,768	$ 7,250	$ 12,725	$ 10,987	$ 1,862	$ 84,858
Net assets, available for distribution, beginning of year	31,256	34,844	5,884	20,780	20,780	1,190	114,734
Awards and grants distributed	(31,100)	(19,250)	(6,197)	(17,872)	(10,801)	-	(85,220)
Transfer to (from) restricted endowment net assets	1,132	-	-	5,000	2,500	(534)	8,098
Net assets, available for distribution, end of year	$ 29,554	$ 39,362	$ 6,937	$ 20,633	$ 23,466	$ 2,518	$ 122,470
Restricted Endowment							
Net assets, restricted for endowment, beginning of year	$ 589,825	$ 493,217	$ 154,111	$ 252,707	$ 221,093	$ 36,968	$ 1,747,921
Donations	20,020	10,150	1,637	22,015	14,487	108,943	177,252
Transfer (to) from restricted distributable net assets	(1,132)	-	-	(5,000)	(2,500)	534	(8,098)
Net assets, restricted for endowment, end of year	$ 608,713	$ 503,367	$ 155,748	$ 269,722	$ 233,080	$ 146,445	$ 1,917,075

See accompanying notes to the financial statements

Mission Community Foundation
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Schedule 2

Bursary Funds
Schedule of Restricted Distributable and Restricted Endowments Net Assets

Year Ended December 31, 2007

	Margaret Erskine	James Slusarchuk	Adair Family Fund	Mission Loggers Sports Ass. Fund	Harris Veterinarian &/or Horticulture	Ellis Fund	Elizabeth O. Stevens Memorial Fund	Cannon Fund	Butcher Fund	Leduc Fund	Skillicorn Melanchuk	Annette Fitch Memorial	Debbie Mattson Memorial	Bernice Cordick Memorial	C. Skillicorn	Total
Restricted Distributable																
Revenue allocation	$ 10,353	$ 1,330	$ 4,965	$ 506	$ 1,577	$ 2,138	$ 1,759	$ 934	$ 595	$ 943	$ 1,252	$ 440	$ 470	$ 491	$ 513	$ 28,266
Net assets, available for distribution, beginning of year	10,582	1,236	6,087	1,493	993	2,474	1,967	1,131	1,199	929	2,058	267	41	508	291	31,256
Awards and grants distributed	(9,850)	(1,200)	(6,000)	(1,000)	(1,000)	(2,400)	(1,900)	(1,000)	(1,000)	(950)	(2,000)	(1,000)	(500)	(800)	(500)	(31,100)
Transfer to (from) restricted distributable net assets	-	-	-	-	-	-	-	-	-	21	-	500	402	-	209	1,132
Net assets, available for distribution, end of year	$ 11,085	$ 1,366	$ 5,052	$ 999	$ 1,570	$ 2,212	$ 1,826	$ 1,065	$ 794	$ 943	$ 1,310	$ 207	$ 413	$ 199	$ 513	$ 29,554
Restricted Endowment																
Net assets, restricted for endowment, beginning of year	$ 219,478	$ 27,478	$ 104,240	$ 9,739	$ 32,178	$ 41,785	$ 36,500	$ 19,625	$ 11,999	$ 20,000	$ 25,765	$ 9,236	$ 10,402	$ 10,400	$ 11,000	$ 589,825
Donations	-	3,850	5,440	-	2,500	5,000	2,500	-	-	21	-	500	-	-	209	20,020
Transfer (to) from restricted distributable net assets	-	-	-	-	-	-	-	-	-	(21)	-	(500)	(402)	-	(209)	(1,132)
Net assets, restricted for endowment, end of year	$ 219,478	$ 31,328	$ 109,680	$ 9,739	$ 34,678	$ 46,785	$ 39,000	$ 19,625	$ 11,999	$ 20,000	$ 25,765	$ 9,236	$ 10,000	$ 10,400	$ 11,000	$ 608,713

See accompanying notes to the financial statements

Mission Community Foundation
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Schedule 3

Scholarship Funds
Schedule of Restricted Distributable and Restricted Endowments Net Assets

Year Ended December 31, 2007

	Holister Prize Funds																				
	Earth Sciences	Basic Sciences	Engineering	Lobb Shake & Shingle	Holister UCFV Science Hatzic	Mission	Dirk Boswyk	Cindy Verhulst	Hollister Trinity Western	Holister Trinity W. Health Sciences	Hollister Trinity Western Post Sec	Finch Fund	Yum Fund	Robin Sorrell	Rock Pharmacy Fund	David Fryer Fund	Ralph Babulk Fund	McMahon Memorial	Total
Restricted Distributable																			
Revenue allocation	$ 1,017	$ 2,050	$ 1,473	$ 923	$ 987	$ 1,055	$ 5,621	$ 494	$ 1,486	$ 1,499	$ 1,707	$ 966	$ 457	$ 698	$ 1,567	$ 713	$ 470	$ 585	$ 23,768
Net assets, available for distribution, beginning of year	3,046	2,261	1,695	1,669	540	706	6,394	1,187	3,590	4,142	1,866	1,041	402	506	1,500	849	450	3,000	34,844
Awards and grants distributed	-	(1,500)	(1,500)	(1,000)	(1,000)	(1,000)	(5,000)	(1,000)	(3,500)	(1,000)	-	(1,000)	-	(500)	-	(800)	(450)	-	(19,250)
Net assets, available for distribution, end of year	$ 4,063	$ 2,811	$ 1,668	$ 1,592	$ 527	$ 761	$ 7,015	$ 681	$ 1,576	$ 4,641	$ 3,573	$ 1,007	$ 859	$ 704	$ 3,067	$ 762	$ 470	$ 3,585	$ 39,362
Restricted Endowment																			
Net assets, restricted for endowment, beginning of year	$ 19,563	$ 43,288	$ 31,039	$ 18,796	$ 21,383	$ 22,738	$ 118,517	$ 9,788	$ 29,422	$ 29,120	$ 36,054	$ 20,429	$ 9,747	$ 15,000	$ 33,333	$ 15,000	$ 10,000	$ 10,000	$ 493,217
Donations	-	-	-	100	-	-	10,000	-	-	50	-	-	-	-	-	-	-	-	10,150
Net assets, restricted for endowment, end of year	19,563	43,288	31,039	18,896	21,383	22,738	128,517	9,788	29,422	29,170	36,054	20,429	9,747	15,000	33,333	15,000	10,000	10,000	503,367

See accompanying notes to the financial statements

Mission Community Foundation

(Formerly Mission Foundation)

Schedule 4

Designated Funds
Schedule of Restricted Distributable and Restricted Endowments Net Assets

Year Ended December 31, 2007

	Library Fund	Youth Centre Fund	Mission Memorial Hospital Study Fund	Enabling Fund	Mission Life Time Learning Association	Hospice Fund	Norma Kenney Fund	Rock Hospice Fund	Central Fraser Valley Crimestoppers	Total
Restricted Distributable										
Revenue allocation	$ 650	$ 550	$ 962	$ 1,004	$ 483	$ 774	$ 778	$ 1,567	$ 482	$ 7,250
Net assets, available for distribution, beginning of year	643	540	953	-	478	709	723	1,500	338	5,884
Awards and grants distributed	(643)	(540)	-	(1,004)	(478)	(709)	(723)	(1,500)	(600)	(6,197)
Net assets, available for distribution, end of year	$ 650	$ 550	$ 1,915	$ -	$ 483	$ 774	$ 778	$ 1,567	$ 220	$ 6,937
Restricted Endowment										
Net assets, restricted for endowment, beginning of year	$ 13,803	$ 11,683	$ 20,433	$ 22,314	$ 10,253	$ 15,721	$ 16,571	$ 33,333	$ 10,000	$154,111
Donations	-	-	-	-	-	1,025	100	-	512	1,637
Net assets, restricted for endowment, end of year	$ 13,803	$ 11,683	$ 20,433	$ 22,314	$ 10,253	$ 16,746	$ 16,671	$ 33,333	$ 10,512	$155,748

See accompanying notes to the financial statements

Mission Community Foundation
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Schedule 5

Discretionary Funds - General
Schedule of Restricted Distributable and Restricted Endowments Net Assets

Year Ended December 31, 2007

	G.W.'Bill' Harris	Community	Negrin Community Fund	McPherson Family Fund	Total
Restricted Distributable					
Revenue allocation	$ 1,119	$ 3,225	$ 7,342	$ 1,039	$ 12,725
Net assets, available for distribution, beginning of year	2,404	6,059	10,951	1,366	20,780
Awards and grants distributed	(1,500)	(9,900)	(6,472)	-	(17,872)
Transfer to (from) restricted distributable net assets	-	5,000	-	-	5,000
Net assets, available for distribution, end of year	$ 2,023	$ 4,384	$ 11,821	$ 2,405	$ 20,633
Restricted Endowment					
Net assets, restricted for endowment, beginning of year	$ 22,463	$ 63,043	$ 152,201	$ 15,000	$ 252,707
Donations	2,500	5,183	-	14,332	22,015
Transfer (to) from restricted distributable net assets	-	(5,000)	-	-	(5,000)
Net assets, restricted for endowment, end of year	$ 24,963	$ 63,226	$ 152,201	$ 29,332	$ 269,722

See accompanying notes to the financial statements

Mission Community Foundation

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Schedule 6

Discretionary Funds - Field of Interest
Schedule of Restricted Distributable and Restricted Endowments Net Assets

Year Ended December 31, 2007

	Jonson Bequest	Albert McMahon Mission City Rotary	George Willoughby Cooke	Beaton Patience Drug & Alcohol Abuse	Glen Kask Theatrical Legacy	Derrough Fund	Fenmo Boswyk Memorial	Rock Food Program Fund	Total
Restricted Distributable									
Revenue allocation	$ 1,208	$ 1,511	$ 1,231	$ 1,070	$ 622	$ 571	$ 3,206	$ 1,568	$ 10,987
Net assets, available for distribution, beginning of year	2,346	1,538	2,776	3,594	1,063	2,472	5,491	1,500	20,780
Awards and grants distributed	(2,000)	(1,000)	(182)	(1,500)	-	(1,119)	(4,500)	(500)	(10,801)
Transfer to (from) restricted endowment net assets	-	-	-	1,500	-	1,000	-	-	2,500
Net assets, available for distribution, end of year	$ 1,554	$ 2,049	$ 3,825	$ 4,664	$ 1,685	$ 2,924	$ 4,197	$ 2,568	$ 23,466
Restricted Endowment									
Net assets, restricted for endowment, beginning of year	$ 24,492	$ 32,035	$ 24,575	$ 19,056	$ 12,382	$ 10,219	$ 65,000	$ 33,334	$ 221,093
Donations	-	-	-	1,500	500	1,000	11,487	-	14,487
Transfer (to) from restricted distributable net assets	-	-	-	(1,500)	-	(1,000)	-	-	(2,500)
Net assets, restricted for endowment, end of year	$ 24,492	$ 32,035	$ 24,575	$ 19,056	$ 12,882	$ 10,219	$ 76,487	$ 33,334	$ 233,080

See accompanying notes to the financial statements

Mission Community Foundation
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Schedule 7

Pending Funds
Schedule of Restricted Distributable and Restricted Endowments Net Assets

Year Ended December 31, 2007

	Gerry Potter Memorial Fund	Roby Dyck Memorial	Marilyn McClinton Memorial	Circle of Wisdom Society	Dollars For Scholars	Paula Chmilar Fund	Muir Family Fund	Rotary Literary Endowment	Rock Family Fund	Total
Restricted Distributable										
Revenue allocation	$ 379	$ 146	$ 611	$ 174	$ 9	$ 487	$ 45	$ 11	$ -	$ 1,862
Net assets, available for distribution, beginning of year	-	-	653	537	-	-	-	-	-	1,190
Transfer to (from) restricted endowment net assets	(379)	(146)	-	-	(9)	-	-	-	-	(534)
Net assets, available for distribution, end of year	$ -	$ -	$ 1,264	$ 711	$ -	$ 487	$ 45	$ 11	$ -	$ 2,518
Restricted Endowment										
Net assets, restricted for endowment, beginning of year	$ 8,414	$ 3,241	$ 12,929	$ 2,370	$ 141	$ 9,873	$ -	$ -	$ -	$ 36,968
Donations	-	-	790	3,250	200	1,275	2,000	1,000	100,428	108,943
Transfer (to) from restricted distributable net assets	379	146	-	-	9	-	-	-	-	534
Net assets, restricted for endowment, end of year	$ 8,793	$ 3,387	$ 13,719	$ 5,620	$ 350	$ 11,148	$ 2,000	$ 1,000	$ 100,428	$ 146,445

See accompanying notes to the financial statements