MISSION

COMMUNITY
FOUNDATION

2013 Financial Statements

Annual General Report

September 18, 2014

'HANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK
'OU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU!
'HANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK
'OU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU!
'HANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK

Consider contributing to one of these funds to help build them up:

The General Fund

The Builders Fund

The Community Fund

Any Other Fund

Consider starting a new fund from our wish list:

Mature Students

The Environment

Trades

[HANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK
YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU!
[HANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK
YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU!
[HANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK YOU! THANK

CONTENTS

MISSION STATEMENT	1
ABOUT THE FOUNDATION	2
PRIVACY STATEMENT	3
PRUDENT INVESTING	4
CHAIRPERSON'S REPORT	6
OFFICE MANAGER'S REPORT	7
DONORS/BENEFACTORS 2013	8
2013 BOARD OF DIRECTORS AND COMMITTEE MEMBERS	9
2014 BOARD OF DIRECTORS AND COMMITTEE MEMBERS	10
CURRENT DIRECTORS' PROFILES	11
BURSARY/SCHOLARSHIP COMMITTEE REPORT AND AWARDS LIST	14
DEVELOPMENT COMMITTEE REPORT	18
DISTRIBUTION COMMITTEE REPORT AND GRANTS LIST	19
GEORGE WILLOUGHBY COOKE AWARDS LIST	22
INVESTMENT COMMITTEE REPORT/TREASURER'S REPORT	23
2013 AUDITED FINANCIAL STATEMENTS	25

MISSION STATEMENT

Mission Community Foundation

is a non-profit charitable organization

which collects funds from donors

and invests these funds, using the income

for the benefit of the citizens of the Mission area,

in the fields of education, recreation,

culture, and the humanities.

* * * * * * * * * *

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 its 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, in the amount if $228,000 dedicated to post-secondary education. As at December 31, 2013, our seventy-nine Funds have over $3,321,186 in the Endowment Fund. In addition to designated Funds, the Foundation also receives donations "In Memoriam", and responds to ongoing inquiries as to opportunities that might be administered by the Foundation.

The Foundation is managed by a Board of eleven individuals who occupy key positions in the community. These volunteers are representatives of the District of Mission, Mission Public School District #75, Mission Regional Chamber of Commerce, Mission Community Services Society, or Fraser Valley Regional District and appointed members.

An Investment Committee acts with a professional Investment Manager, using expert financial advice for the Funds entrusted to the Foundation. An audit is done annually by an independent certified accountant.

An official name change occurred in 2007, from Mission Foundation to Mission Community Foundation, and a new logo was implemented.

Mission Community Foundation will receive funds in any amount, and issue receipts for Income Tax purposes. Named Funds with specified granting requests must be capitalized by a minimum of $10,000.

LEGAL STATUS

The Foundation was established by an Act of the B.C. Legislature on June 19, 1987 and the official name change amendment was done by Bill Pr402-2007 on 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.

Privacy Statement

Mission Community Foundation respects the privacy of individuals and adheres to legislated privacy requirements.

The personal information we collect about individuals may be used to deliver Mission Community Foundation services and to inform of activities including funding needs, awards, scholarships, grants, and opportunities to volunteer or donate.

On occasion, we publicly recognize the names of our donors and the names of the recipients of our bursary/ scholarship awards, G.W. Cooke awards, and the names of grant recipients. We do not sell, trade, or rent-out any names or personal information.

Information we collect may be retained and stored on a permanent basis at the Mission Community Archives where it will be made available to the public for educational and research purposes.

If we do not receive objections, we will take this as consent to collect and use your personal information for these purposes.

If at any time an individual does not consent to having personal information used for the purposes set out above, they may contact the Office Manager by email at: mfound@telus.net.

PRUDENT INVESTING

Definition of 'Prudent Investor Rule'

The 'Prudent Investor Rule' is a guideline that requires a fiduciary to invest trust assets as if they were his own. The managing investor should consider the needs of the trust's beneficiaries, the provision of regular income, and the preservation of trust assets and should avoid investments that are excessively risky. The 'Prudent Investor Rule' states that the decision-making process must follow certain guidelines, even if the final result does not satisfy the original intent.

Read more at: http://www.investopedia.com/terms/p/prudent-investor-rule.asp#ixzz29mdWPq8j

Investopedia explains 'Prudent Investor Rule'

A prudent investment will not always turn out to be a good investment because no one can predict with certainty what will happen with any investment decision. Thus, the rule only applies to the decision-making process; which asks, based on the knowledge the fiduciary has at the time, 'is the investment a good idea'? Investing exclusively in penny stocks, for example, would violate the prudent investor rule, because they are known to be risky at the outset.

Read more at: http://www.investopedia.com/terms/p/prudent-investor-rule.asp#ixzz29mdoGMLE

Definition of 'Prudent Investment'

Generally, 'Prudent Investment' is any use of financial assets that is suitable for the risk and return profile and the time horizon of a given investor. Fiduciaries (such as financial advisors, attorneys, CPAs, and retirement plan sponsors) who are entrusted with making prudent investments should also ensure that an investment is one that makes sense within the investor's overall portfolio and whose fees will not detract significantly from the investment's returns. A good fiduciary will monitor the performance of the investments he has chosen for his clients to make sure they are achieving their stated goals.

Investopedia explains 'Prudent Investment'

The 'Prudent Investor Rule' only holds that fiduciaries must make sound money-management decisions for their clients based on the information available. The outcome of their investment decision, whether good or bad is not a factor in whether the investment is considered prudent.

For example, if a financial planner told his 70-year old client to invest all of his money in a single stock, this would not be considered a prudent investment, even if the stock skyrocketed in value and the investor sold at just the right time to make a huge profit. This investment would be considered imprudent because putting all of one's money into a single stock is an exceptionally risky strategy, especially for someone of retirement age.

Definition of 'Uniform Prudent Investor Act (UPIA)'

The 'Uniform Prudent Investor Act (UPIA)' is an updated trust investment law that reflects the changes that have occurred in investment practice since the late 1960s, specifically with regard to modern portfolio theory.

The 'UPIA' made five fundamental changes to the previous 'Prudent Investor Act' standard. The most important change was that the standard of prudence would henceforth be applied to any investment in the context of the total portfolio, rather than to individual investments. Another key change was the extension of permission to the trustee to delegate investment management functions, subject to appropriate safeguards; such delegation was expressly forbidden by the former trust law.

Read more at: http://www.investopedia.com/terms/u/uniform-prudent-investor-act.asp#ixzz29meiWWWa

Investopedia explains 'Uniform Prudent Investor Act (UPIA)'

By taking the total portfolio approach and eliminating category restrictions on different types of investments, the 'UPIA' fostered a greater degree of diversification in investment portfolios. Is also made it possible for trustees to include in their portfolios investments such as derivatives, commodities, and futures. While these investments individually have a relatively higher degree of risk, they could potentially reduce overall portfolio risk and boost returns when considered in a total portfolio context.

Read more at: http://www.investopedia.com/terms/u/uniform-prudent-investor-act.asp#ixzz29meplFOf

CHAIRPERSON'S REPORT

The year 2013 was filled with exciting challenges and developments for the Foundation. It was my first year as Chairperson continuing the work of my predecessor, Shelley Clarkson who served in many capacities for over a decade. We also had to replace long time Office Manager, Rita Dyer. An Ad Hoc Committee was struck and approximately thirty very qualified individuals were interviewed. As a result, we hired Ms. Michelle Gauthier who has performed an outstanding service for the Foundation. We also had to say goodbye to our long serving Vice-Chair, Mr. Chris Calverley who, after many years of service not only with the Foundation but with other service groups, moved from the area. As a result, Ms. Carolynn Schmor has enthusiastically taken on this new role.

After several months of dedicated service, Ms. Ann Harper because of her burgeoning business interests also had to resign her position as Treasurer. She later resigned her position as Chair of the Investment Committee because of her newly elected position as President of Mission Regional Chamber of Commerce. We are truly grateful to Ann for her valuable insights and generosity with her time and talent. Subsequent to this, Mr. Les Squire was approached and has agreed to also volunteer his expertise as our new Treasurer and has also taken on the role as Chair of the Investment Committee.

The balance of Committee Chairs remains unchanged from last year. We are very grateful for their service, volunteer hours, and continued support. The Development Committee has been instrumental in shepherding several new Funds. They continue to bring forward new thoughts and ideas that raise the Foundation's visibility to the community at large. The Distribution Committee has continued the good work of awarding grants to eligible community groups. The impact of these grants can be felt throughout Mission.

The Bursary/Scholarship Committee once again had the pleasure of interviewing amazing youth from our local high schools and awarding bursaries and scholarships to reward for their hard work and dedication. The Investment Committee continues to monitor the investments made for the Foundation. The fundamental role entrusted to the Foundation is to protect the capital and produce the best possible return in order to issue grants and awards according to the Funds entrusted to each deed. The Committee works closely with our financial advisors to ensure prudent investing.

In closing, I would like to thank the Benefactors, Board members, Committee members, and all other dedicated volunteers for all their efforts and contributions this year.

Respectfully submitted by,

Michael Miles
Chair
Mission Community Foundation

OFFICE MANAGER'S REPORT

While compiling the Annual General Report and preparing the Office Manager's Report, I realized with disbelief that it is now over a year since my first day joining Mission Community Foundation, on August 20th. As they say, time flies when you are having fun. This first year has been a wonderful learning experience and I want to thank the Board of Directors, and especially the Committee Chairs, for providing guidance and leadership. In addition, I must mention that Rita Dyer, who as my predecessor of so many years in this position, has been a fountain of advice and information.

The 2013/2014 year has indeed seen some changes in office personnel but you can still count on our office being open on Tuesdays and Thursdays (holidays and vacation time notwithstanding) from 10am to 4pm. We are always happy to field any questions or queries from our Benefactors and the community at large. One change to mention in particular is the office relocation from room #102 to room #114, still in the Fraserview Elementary School building, which occurred this summer.

Notwithstanding the above, our Benefactors won't have noticed many changes in the day to day running of the office from previous years. Although, we will continue to improve and streamline the production of our yearly events such as the George Willoughby Cooke Awards presentation, the Bursary/Scholarship Awards presentation, the sponsorship of Twilight Concerts in the Park, etc.

These events and the awards and grants are the highlight of our calendar as we see the pride that the Mission community takes in the accomplishment and improvements of its own. All the hard work is worth it to see the smiles on the students' faces and to know the positive change that Mission Community Foundation has had on shaping Mission's future. It's all thanks to our Benefactors.

Respectfully submitted,

Michelle Gauthier
Office Manager
Mission Community Foundation

DONORS

We are very grateful to the following donors who contributed to existing funds or who created new funds in 2013. Thank you very much.

Up to $499
*Lori McComish * Sharon M. Wilson * P. Gail Rai * Marianne Panzer * Hedy Davidson * Chris Rhodes * Sandi Wight * Bob Hyslop * John Stephenson * Elizabeth Lower * Twila Saariner * Myrna Matthews * Randy Holmes * Cyndy Rodyersen * Jan Gardner * F.S. Financial Strategies * Telus Community Affairs * Michael Marchbank * Larry Flagg *Cambridge Mortgage Investment Corp.* Power Pros Electrical Ltd. * Brent Saunders * Jamie Slusarchuk * Helen Musgrave * John Weisgerber * Larry Martin * Gregory Harris * Tex Cox Men's Wear * Artic Arrow Powerline Group Ltd. * Fraser Valley Building Supplies Inc. * Jean Slusarshuk * Kirby Signature * Elks Club of Misison * Shelley Clarkson * Peter Robson * Barbara Swept * Robert Marshall * Joan Rasmussen * Sharon Yackel * Ruby Calder *

$500 to $4,999
Mission Art Council * Jennifer & Ed Swaren * Sherine Cannon * Clifford Rock * Suzanne & Chris Finch * Mission Midday Rotary Club * Mission Sunrise Rotary Club * Heather Patience * Mission Granite Club * Mission Seniors Curling Club * Reel on the River * Mission Health Care Auxiliary Society * John Belec & Wendy Wilson * Willy and Doris Foundation * John & Elizabeth Pearson * District of Mission * Betty McMahon * Don & Elaine Calnek * C.C.S. Systems Integrators * Claire Clemo * Gina McMahon * Robert Ellis * Harriet Faulkner * Elena Digiovanni * Dennis Derrough *

$5,000 to $9,999
Rotary Clubs of Mission * Reel on the River *

$10,000 to $49,999
Carolyn & Leif Jkersem * Shirley Walker * Kim Allan *

$50,000 to $99,000
Carly Rae Music Inc. *

$100,000 and up
Marilyn Boswyk Estate *

The generosity of contributors is recognized and acknowledged. All of Mission thanks you. You are all stars. *

Note: Letters and tax receipts are issued for all donations over $10. For donations 'In Memoriam', cards/letters are sent to the family advising of the donors' names.

BOARD OF DIRECTORS FOR 2013

Michael Miles	Chair (2009 - 2016)	
Chris Calverley	Vice-Chair (2009 - August 2013)	
Carolynn Schmor	Vice-Chair from 2013 (2011 - 2018)	MPSD & FVRD
Rosemary Nemanishen	Secretary (2013 - 2020)	
Ann Harper	Treasurer (2012 - May 2014)	MRCC
Peter Robson	Member at Large (2009 - 2016)	
Karen Laing	Director (2013 - 2014)	MCSS
Dennis Derrough	Director (2008 - 2015)	
Tony Luck	Director (2012 - 2019)	DOM
Gina McMahon	Director (2009 - 2016)	
Lloyd Rash	Director (2013- 2020)	

COMMITTEE MEMBERS AS AT DECEMBER 31, 2013

Executive:	Michael Miles, Chair	Ann Harper
	Rosemary Nemanishen	Peter Robson
	Carolynn Schmor	
Bursaries & Scholarships:	Gina McMahon, Co-Chair	Mike Miles, Co-Chair
	Cynthia Butcher	Terry Gidda
	Peter Robson	
Development	Peter Robson, Chair	
	Pam Alexis	Sherry Cannon
	Dennis Derrough	Carolynn Schmor
	Rosemary Nemanishen	
Distribution:	Dennis Derrough, Chair	
	Graham Black	Carol Hamilton
	Gina McMahon	Michael Miles
	Lloyd Rash	
Investment:	Ann Harper, Chair	
	Lonny Andrews, Financial Advisor	Don Calnek
	Shelley L. Clarkson	Tony Luck
	Michael Miles	Peter Robson
	Carole Steger	

MEMBERS OF STAFF AS AT DECEMBER 31, 2014

Office Manager (Part-time position): Rita Dyer (January-June 2013), Ronda Cushnie (June-August 2013), and Michelle Gauthier (August 2014 - present).

BOARD OF DIRECTORS FOR 2014

Michael Miles	Chair (2009 - 2016)	
Carolynn Schmor	Vice-Chair (2011 - 2018)	MPSD & FVRD
Rosemary Nemanishen	Secretary (2013 - 2020)	
Ann Harper	Treasurer (2012 - May 2014)	MRCC
Les Squire	Treasurer (2014 - 2021)	
Peter Robson	Member At Large (2009 - 2016)	
Dennis Derrough	Director (2008 - 2015)	
Bob Ingram	Director (2014 - 2021)	MCSS
Carol Hamilton	Director (2014 - 2021)	MRCC
Tony Luck	Director (2012 - 2019)	DOM
Gina McMahon	Director (2009 - 2016)	
Lloyd Rash	Director (2013- 2020)	

COMMITTEE MEMBERS AT PRESENT

Executive:	Michael Miles, Chair	
	Rosemary Nemanishen	Peter Robson
	Carolynn Schmor	Les Squire
Bursaries & Scholarships:	Gina McMahon, Co-Chair	Mike Miles, Co-Chair
	Cynthia Butcher	Terry Gidda
	Peter Robson	
Development	Peter Robson, Chair	
	Pam Alexis	Sherry Cannon
	Dennis Derrough	Roger Greenwood
	Bob Ingram	Rosemary Nemanishen
	Carolynn Schmor	
Distribution:	Dennis Derrough, Chair	
	Graham Black	Carol Hamilton
	Gina McMahon	Michael Miles
	Lloyd Rash	
Investment:	Les Squire, Chair	
	Lonny Andrews, Financial Advisor	Don Calnek
	Shelley L. Clarkson	Ann Harper
	Tony Luck	Michael Miles
	Peter Robson	Carole Steger

MEMBERS OF STAFF AT PRESENT

Office Manager (Part-time position): Michelle Gauthier

2014 BOARD OF DIRECTORS' PROFILES

Michael Miles - Chair

Michael was born and raised in the Lower Mainland. He completed his education in Alberta and started his career in the insurance industry. Michael and his wife Sue moved to Mission in 1991 where they raised all four of their children. He has volunteered for Scouts Canada, Emergency Social Services, Red Cross, and Special Olympics. Mike is currently the Chairperson of the Board of Directors.

Carolynn Schmor - Vice-Chair

Carolynn represents Mission Public Schools and Fraser Valley Regional District. She has been employed by Mission Public Schools (MPSD) since 1999 as a math teacher, then as a Principal, and in her current assignment as District Principal of Aboriginal Education. Her educational background includes Bachelor degrees in both Science (major in math and minor in chemistry) and Education from the University of British Columbia where she completed a Master's degree in Educational Administration and Leadership.

Rosemary Nemanishen - Secretary

Rosemary and her husband have lived in Mission for over 30 years and raised their children here. Rosemary has been very active in the community over the years in a variety of capacities and in many ventures. She joined our Board in January 2013.

Les Squire - Treasurer

Les earned his Chartered Accountant designation in 1993. Over the last 20 years, he utilized his accounting proficiencies to build his practice and assist various organizations and charities. Les has volunteered with the Langley Chamber of Commerce, Seniors Healthy Aging Resource Centre, the Estate Planning Council of Abbotsford, the Fraser Valley Chartered Accountants Association, and the Institute of Chartered Accountants of BC. In 2008, Les was awarded the Ritchie McCloy award for volunteerism. Les is a partner in Squire & Company, a two-office firm in Abbotsford and Mission with approximately 15 employees.

Peter Robson - Member At Large

Peter was born in London, England. He trained at Guys Hospital Medical School from 1952-58 and emmigrated to Canada 1962. Peter joined practice with W.G. McLure and did full service medicine, and was an anesthetist until 1997. He also worked as a cruise ship physician from 1996-2004. He is a charter member of the Mission Hospice, a life member of Kinsmen Club of Canada, a Director on the Mission Granite Club and a past Executive member of the Mission Golf Club. Peter is now retired and looks forward to continuing his contributions to community efforts.

Dennis Derrough

Dennis has been a Mission resident all his life. He sold his family business in 2001 and now spends his time as a volunteer with Pleasant View Care Home. Previously, he has participated in many various community groups and he served as a member of our Distribution Committee since 2000, currently as the Chair, and now is also a Board member.

Carol Hamilton

Carol is the Mission Regional Chamber of Commerce representative. She has called Mission home since 1975. She enjoyed a successful career in banking working 20 years for TD Canada Trust and 13 years with Envision Financial. Carol retired at the end of 2013. She has two adult children; here daughter and family live in Kelowna and her son lives in Mission. Carol has been an elected School Trustee for Mission Public Schools for the past 9 years. As well, she is a Rotarian, a member of our Distribution Committee, and sits on the Board of Fraser House. Carol was inducted into Mission's Sports Hall of Fame for her volunteer work with The BC Winter Games.

Bob Ingram

Bob is the Mission Community Services Society representative. He was born in Powell River into a Navy family and lived in various parts of Canada and England as he was growing up. He graduated from high school in Victoria, attended the University of Victoria, and served in the Royal Canadian Air Force. Bob is currently serving as President of Mission Community Services Society, President of Mission Seniors' Centre Association, President of Mission Association for Community Living and a member of Mission Seniors Advisory Committee. He has also been involved with Mission Community Policing and Mission Restorative Resolutions. Past Involvements have included the BC Association of School Business Officials, Rotary Club, Navy League of Canada, St. John Ambulance, Victims Assistance, Burnaby Community Services, and his church. Bob and his wife, Gayle, have two daughters and four grandchildren.

Tony Luck

Tony is the District of Mission representative. Tony was born in Vancouver, grew up in Richmond and has resided with his family between Abbotsford and Mission for the past thirty years. After a twenty-eight year career at BC Hydro, he joined the Investors Group Financial five years ago as a Consultant. Tony and his wife Julie have raised six children and currently have nine wonderful grandchildren. While working full time at BC Hydro, Tony completed a business degree part-time at the University of the Fraser Valley and has recently completed a second degree, Bachelor of Arts with a History major. His love of UFV runs deep and he is currently serving as the Chair of the University's Alumni Association. In November 2011 he was elected as a Councilor for the District of Mission.

Gina McMahon

Gina is the daughter of Albert & Betty McMahon and has been a resident of Mission for over 35 years. After working as CEO for McMahon Lumber for over 22 years, she is still involved in accounting. Gina enjoys working with the youth in the community and was a volunteer for the 'In School Mentoring' program, continues with Mission Hospital Auxiliary and Hospice. Truly enjoys the student interviews on the Bursary/Scholarship committee.

Lloyd Rash

Lloyd is a prairie boy who has lived in the Mission area for the past 65 years. He has worked in logging, machine shop and heavy construction industries, and as Operations Manager in public works. He was an Area Coordinator for Emergency Preparedness on North side of the Fraser. He is now semi-retired and volunteers at Fraser River Heritage Park. Lloyd has two sons, both living in Mission. He is a 20 year Rotarian and a Past President. He was on our Bursary/Scholarship committee for 10 years and is on our Distribution committee. Lloyd enjoys hands on community service.

BURSARY/SCHOLARSHIP'S COMMITTEE REPORT

The Bursary/Scholarship Committee was co-chaired by Ms. Gina McMahon and Mr. Michael Miles. We would like to thank Ms. Eleanor Lobb who, after many years of dedicated service respectfully, submitted her resignation in 2013. Dr. Peter Robson has now joined us, Cynthia Butcher, Mr. Terry Gidda and Mr. Barry Johnston on the Committee.

In 2013, Mission Community Foundation received 97 applications. Each Committee member spent several hours reading each one. The Committee then shortlisted the list down to 65 students. The shortlisting 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 shortlisting took place and if any member of the Committee wanted reconsideration of a candidate, this is was done at the Committee level.

We then spent three days interviewing those 65 very intriguing students with a broad range of interests. Each student was given fifteen minutes to share with the Committee their aspirations for their future endeavours. Mission Community Foundation then provided 35 awards for a total of $40,000 which includes $2,500 for a post-secondary student at Trinity Western University. Also, awarded were 2 $6,000 tuition waivers with The University of Fraser Valley.

We want to thank the Committee members for their dedicated service. The average estimate is over 100 hours per Committee member, many of whom give up work time and vacation days for their involvement with this Committee. We are also extremely grateful to the Benefactors who make these awards possible. We appreciate their selfless philanthropy without whom none of this would be possible.

We would also like to thank Rita Dyer for organizing the 2013 Mission Community Foundation Bursary/Scholarship Awards Night that was viewed by all in attendance as a great success.

Respectfully submitted,

Gina McMahon and Michael Miles
Bursary/Scholarship Committee Co-Chairs
Mission Community Foundation

2013 BURSARY/SCHOLARSHIP AWARD RECIPIENTS

Mission Community Foundation presented the 2013 Bursary/Scholarship Awards at Clarke Theatre on May 08, 2013. We are honoured to have presented 36 recipients with bursaries and scholarships that span academics, arts and trades. Partnering with us in encouraging youth are individuals and community organizations with flowthrough awards via Mission Community Foundation. Some students received multiple awards marked with *.

FENMO BOSWYK MUSIC FUND:

#1 Parker Lloyd	HPSS	$1,000
#2 Hyung Woo (James) Ra	HPSS	$1,000
#3 *Evangeline Kesteven	MEI	$ 250

ELLIS FAMILY FUND:

*Juleeia Faith	Hatzic	$ 500

MARGARET ERSKINE BURSARY FUND:

#1 *Alicia Ciornei	Abbotsford Sec.	$ 500
#2 *Juleeia Faith	Hatzic	$ 500

HOLLISTER/UFV SCIENCE & TECHNOLOGY ENTRY FUND (MISSION SECONDARY)

Samantha Mander	Mission	$1,000 + UFV Tuition Waiver

HOLLISTER/UFV SCIENCE & TECHNOLOGY ENTRY FUND (HATZIC SECONDARY)

Courtney Kienas	Hatzic	$1,000 + UFV Tuition Waiver

HOLLISTER/TWU GENERAL FUND:

Racheal McCrea	Mission	$1,000

HOLLISTER/TWU POST SECONDARY FUND:

Haylee McGowan	TWU	$2,500 sent directly to TWU

JONSON BEQUEST FUND:

*Alicia Ciornei	Abbotsford Sec.	$ 500

LEDUC BURSARY FUND:

Justin Federici	HPSS	$1,000

ALBERT McMAHON MEMORIAL FUND:

Nicholas Chappell-Moss	HPSS	$1,000

ALBERT McMAHON/ROTARY FUND:

Stephan Adam	HPSS	$1,000

FlowThroughs:

SU #9 CALNEK FAMILY FUND:		
Danielle Chard	Hatzic	$1,000
JACK CANNON MEMORIAL FUND:		
*Marcel Tellier	Mission	$ 500
ESTHER CLAIRE KATHLEEN CLEMO FUND:		
Teaching: Abigail Toftager	HPSS	$1,000
Nursing: Jessica Spears	Hatzic	$1,000
MARCO CORBIN MEMORIAL FUND:		
*Emily Halliday	HPSS	$ 500
DERROUGH FAMILY FUND:		
*Marcel Tellier	Mission	$1,000
HANNAH DODD MEMORIAL SCHOLARSHIP FUND:		
Chloe Matthews	MSS	$1,000
FINCH FAMILY FUND:		
*Evangeline Kesteven	MEI	$ 750
HARRIS FAMILY FUND:		
Makayla Jeffery	HPSS	$1,000
SU#28 JANE HYSLOP MEMORIAL FUND:		
*Caitlin Webb	Hatzic	$ 500
CARLY RAE JEPSEN BURSARY FUND:		
Erica Ford	Thomas Haney Sec.	$1,000
DEBBIE MATTSON MEMORIAL FUND:		
Hannah Bauman	HPSS	$1,000
ALBERT McMAHON MEMORIAL FUND:		
Mark Andruk	HPSS	$1,000
MISSION ARTS COUNCIL:		
*Caitlin Webb	Hatzic	$ 500
MISSION BUSINESS & PROFESSIONAL WOMEN'S CLUB:		
#1 Vipan Aulakh	HPSS	$1,000
#2 Madison Rolfe	HPSS	$1,000

MISSION GRANITE CLUB FUND:

Scott Mijo	Riverside Sec.	$1,000

MISSION HEALTH CARE AUXILIARY:

#1 Lina Castro	HPSS	$1,000
#2 Alexis Graham	Hatzic	$1,000

SU #19 MISSION REGIONAL CHAMBER OF COMMERCE BUSINESS LEGACY FUND:

Courtney Formosa	HPSS	$1,000

MISSION ROTARY CLUB:

#1 Clara Low	Hatzic	$1,500
#2 Alexander Iliou	HPSS	$1,500
#3 Jasleen Sandhu	Mission	$1,500

JOHN AND BJ PEARSON FUND:

Kiefor Ziefflie	HPSS	$1,000

ROCK FAMILY FUND:

Manrose Mann	Hatzic	$1,500

ROBIN & FRAN SORRELL FUND:

*Emily Halliday	HPSS	$ 500

ELIZABETH O. STEVENS MEMORIAL FUND:

#1 Julianna Bouwers	HPSS	$1,000
#2 Lauren Ell	HPSS	$1,000

MISSION COMMUNITY FOUNDATION SUB-TOTAL =	**$12,750**
FLOWTHROUGH AWARDS SUB-TOTAL =	**$27,250**
TOTAL TO MPSD =	**$37,500**
TOTAL TO TWU =	**$ 2,500**
UFV TUITIONS VALUED =	**$6,000**
2014 B/S AWARDS GRAND TOTAL =	**$40,000**

Sent cheque no. 1329 to MPSD on May 16, 2013 for $37,500.
Sent cheque no. 1345 to TWU on June 20, 2013 for $2,500.

* indicates combined awards

DEVELOPMENT COMMITTEE REPORT

Members of the Development Committee are Dennis Derrough, Rosemary Nemanishen, Carolynn Schmor, Sherry Cannon, Bob Ingram, Pam Alexis, Roger Greenwood, and Peter Robson, Chair.

The role of the Committee is to encouragement additions to and development of new Funds. Its responsibilities also include publicity and special events.

Nine meeting were held over the course of the year. There are currently 79 individual funds and 4 of these are new ones; the total capitalization has now exceeded $3 million with the Marilyn Boswyk Estate`s contribution to the Marilyn Boswyk Memorial Fund being a significant addition.

The celebration of the Mission Community Foundation's 25th anniversary was finally completed with the installation of the Founders' Bench in the Rain Garden, located on Grand Street at 7th Avenue.

We continue to host one of the Twilight Concerts in the Park and feel that this is an excellent venue to get our name before the community.

We continue to support Philanthropy week and will be hosting a reception, on October 24th, 2014 at the Best Western, which will highlight our involvement with the proposed Senior Citizens' centre.

Respectfully submitted,

Peter Robson
Development Committee Chair
Mission Community Foundation

DISTRIBUTION COMMITTEE REPORT

As many of you know, the last few years have been challenging ones in the markets as such the distributable amount at the start of 2013 was fairly low at $11,665. The Distribution Committee did manage to provide 9 community groups with grants in the amount of $7,250.00. You will find the complete lists of the above attached; these disclose exactly how much financial assistance was provided and by which Fund.

Since 1988, the total financial amount given to various eligible community groups with an array of projects and programs (this excludes bursary/scholarships to students) totals $458,271.

We thank all of our Benefactors for establishing Funds and we thank the Donors who contributed to them over the years. You are the stars of Mission and make this all possible. The Community thanks you.

As the Chair of the Distribution Committee, it is my great pleasure to deliver the cheques to the grantees personally when I can. Usually pictures are taken which are saved for our historical record. This way, we put a face to Mission Community Foundation in our community.

Respectfully submitted,

Dennis Derrough
Distribution Committee Chair
Mission Community Foundation

2013 SUCCESSFUL GRANTEES

March 2013 Grant Cycle # 1 - Total $ 4,650

Mission/Hatzic/Heritage Park Secondary Schools Dry Grad Committees ($500 each) from Beaton Patience Drug & Alcohol Abuse Prevention Fund	**$1,500**
Mission Literacy in Motion Statwaya Native Housing Project from Cliff & Marjorie Rock Family Fund ($500) & G.W. (Bill) Harris Fund ($500) & Community Fund ($250)	**$1,250**
Mission Community Services Society Seniors' Week Project from Community Fund	**$ 500**
Mission Arts Council The Youth Festival (YAF) 2013 from Reel on the River Fund 2012 Flowthrough (remaining)	**$ 400**
Lifetime Learning Centre Society Interactive Theatre & Radio Play Vignettes Project Glen Kask Theatrical Legacy Fund	**$ 500**
University of the Fraser Valley The Louden Singletree Issue #5 from Rotary Literacy Fund 2013 Flowthrough	**$ 500**
Total Grants GC#1 =	**$4,650**

June 2013 Grant Cycle # 2 - Total **$2,600**

MADD Canada - Mission Chapter High School Assembly Project from Beaton Patience Drug & Alcohol Abuse Prevention Fund	**$1,000**
Mission District Historical Society Mission's 120th Anniversary Commemorative Mural from Muir Family Fund ($500) & G.W. (Bill) Harris Fund ($500)	**$1,000**
Zajac Ranch Society Bokashi Composting Project from Cliff & Marjorie Rock Family Fund	**$ 600**
Total Grants GC#2 =	**$2,600**

November 2013 Grant Cycle #3 - Total **$0.00**

Total Grants GC#3 =	**$ 0**

Grant Cycle #1 sub-total =	**$4,650**
Grant Cycle #2 sub-total =	**$2,600**
Grant Cycle #3 sub-total =	**$ 0**
DISTRIBUTION GRAND TOTAL =	**$ 7,250**

GEORGE WILLOUGHBY COOKE AWARDS

Bill and Shirley Walker established the G.W. Cooke Fund in 1995 to provide 'encouragement awards' for students in Mathematics and Science in Grades 7, 8, and 9. The fund was amended in 2002 to align with the Middle School aspect of Mission Public Schools. Although this Fund honours individual achievement and academic success in these fields, it is apparent that friendship and kindness are also significant factors of achievement during a lifetime and this Fund celebrates all of the above. Each recipient is presented with an inscribed medallion and a certificate. The costs of the presentation and the materials are paid for by the Fund; the Mission Public School District also contributes some monies. In 2013, Heritage Park Middle/Secondary School co-hosted the event, held in May.

2013 George Willoughby Cook Awards Recipients

Mathematics (M) & Science (S) Recognition Awards

GRADE 7

Hatzic Middle

Sean Sidhu	(M)
Hayden Vetterl	(M)
Shelby Field	(M)
Josephine Calverley	(S)
Daniela Boiciuc	(S)

Heritage Park Middle

Taid Rasti	(M)
Drae Maharaj	(M)
Sara Salah Derradji	(M)
Hannah Snipstead	(M)
Anthony Iliou	(S)
Joshua Wallace	(S)
Alyssa Formosa	(S)
Katherine Cheslock	(S)

Mission Middle

Imat Grewal	(M)
Brody Patton	(M)
Charlotte Daignault	(M)
Kaiya Wangler	(S)
Ignatius Ong	(S)
Janie Green	(S)
Ashley Carter Twiss	(S)

Summit Learning Centre

Bergen Critchley	(S)

École des Deux-Rives

Rebecca Potvin	(M)
Mathieu Caron	(S)

Grade 8

Hatzic Middle

Donovan Maher	(M)
Anastasia Mayfield	(S)
Anoop Mann	(S)
Corrie Thirkell	(S)

Heritage Park Middle

David Cho	(M)
Chelsea Banman	(M)
Matthew MacDonald	(S)
Ananya Arya	(S)

Mission Middle

Aaron McCall	(M)
Cameron Palmer	(M)
Jonah Forstbauer	(S)
Shanelle Galuska	(S)

Summit Learning Centre

Cassia Slager	(M)

Grade 9

Hatzic Middle

Kabeer Poonia	(M)
Raphael Soares	(S)

Heritage Park Middle

Roy Kim	(M)
Sarah Treacher	(M)
William Arnold	(S)
Camille Candia	(S)

Mission Middle

Timothy Herfort	(M)
Shelby Rushen	(M)
Robert Arthur	(S)
Vienna Jeffery	(S)

INVESTMENT COMMITTEE REPORT
AND TREASURER'S REPORT

I was appointed Chair of the Investment Committee subsequent to the year end, therefore I cannot report on decisions made during the 2013 year.

2013 Results

Mission Community Foundation has strict investment policies to provide assurance that we maximize investment returns, while reducing risk to a specific level. During the year, the Foundation's capital generated a 9% return, which is comparable to expected returns considering the market and our investment policies.

The standard roles of a Treasurer include:

- financially administrating - keeping the books and records in compliance with rules;
- reviewing procedures and financial reporting - implement policies against fraud and error; ensuring the Board understands the financial statements; and,
- advising on Board Strategy - long-term planning and budgeting.

This is best described as: keeping records to enable the Board to carry out their responsibility to be good stewards with the funds entrusted to us.

New Distribution Policy

The Board has implemented a policy to provide greater stability to beneficiaries. In the past, the Board has taken the position that "if we earned $10, we can distribute $10". This was modified in years of low investment return to "if we earned nothing, we still want to distribute $10"; this policy resulted in a Stabilization deficit.

The Stabilization deficit started the year at almost a quarter of a million dollars. During the year, because of good investment returns, of low distributions and of general savings, the deficit has been repaid by approximately $180,000 which leaves a balance of $70,000.

The new policy is to have distributions at a pre-planned and constant annual rate. This rate is based on a long-term expected return (based on the last 85 years), less costs of operations. The current expected distribution rate is 2.5% of the capital balance. Therefore, a $40,000 capital endowment would generate an annual distribution of $1,000.

Should investment returns be higher, any additional returns will be saved to allow distributions to continue, even in years of low investment returns.

Financial results

The 2013 financial statements show that the Board has "lived within their means" by ensuring funds allocated to the operations are utilized appropriately and that we are living within the available funds. The financial statements also disclose amounts earned on the capital endowments and the amounts allocated to beneficiaries.

The financial situation of the foundation is stable but not without challenges. The operations of the 'business" of running the foundation are well managed and monitored. However, the ongoing deficit must be repaid and this is dependent on good investment returns, additional capital injections from benefactors, and continued monitoring of costs.

In my opinion, the policies and procedures provide the Board with accurate and timely information to allow the Board to carry out its stewardship responsibilities. In addition, the new policy on distributions will provide consistency and confidence to both benefactors and beneficiaries.

Respectfully submitted,

Les Squire, CPA, CA
Treasurer, Investment Committee Chair
Mission Community Foundation

Mission Community Foundation

FINANCIAL STATEMENTS

December 31, 2013

CONTENTS OF FINANCIAL STATEMENTS

Independent Auditors' Report 2

Statement of Financial Position 3

Statement of Operations and Changes in Net Assets 4

Statement of Cash Flows 5

Notes to Financial Statements 6-10

A. Stephen Pomeroy Ltd.
Chartered Accountants
#200 33313 Third Ave.
Mission B.C.
V2V 1P1
Phone (604) 820-8967

Independent Auditor's Report

To the Directors of Mission Community Foundation

We have audited the accompanying financial statements of Mission Community Foundation, which comprise the statement of financial position as at December 31, 2013 and December 31, 2012 and the statements of operations, and changes in net assets and cash flows for the year ended December 31, 2013 and December 31, 2012 and notes, comprising 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 generally accepted 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audit is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Mission Community Foundation as at December 31, 2013 and December 31, 2012 and the results of its operations and its cash flows for the year ended December 31, 2013 and December 31, 2012 in accordance with Canadian accounting standards for not-for-profit organizations.

A. STEPHEN POMEROY LTD.
Chartered Accountant

Mission, B.C.
September 11, 2014

Mission Community Foundation

Statement of Financial Position

December 31, 2013

	Dec. 31 2013	Dec. 31 2012
Assets		
Current assets:		
Cash	$ 30,586	$ 162,470
Accounts receivable	7,884	5,843
	38,470	168,313
Investments (notes 2(c), 3)	3,298,609	2,031,237
Capital assets (note 5)	1,735	2,169
	$ 3,338,814	$ 2,201,719
Liabilities		
Current liabilities:		
Accounts payable	$12,591	$ 26,187
Net Assets		
Invested in Property plant and equipment	1,735	2,169
Unrestricted funds	-	12,324
Restricted distributable funds	3,302	(212,518)
Restricted endowment funds	3,321,186	2,373,557
Net assets	3,326,223	2,175,532
	$ 3,338,814	$ 2,201,719

Approved on behalf of the Board of Directors:

_____

_____

See accompanying notes to financial statements.

Mission Community Foundation

Statement of Operations and Changes in Net Assets

Year ended December 31, 2013

	General Fund	Capital Asset	Restricted Distributable	Restricted Endowment	Total 2013	Total 2012
Revenue:						
Investment income	$ 87	$ -	$ -	$ 243,485	$ 243,572	$128,081
Donations and Bequests	14,697	-	15,010	998,400	1,028.107	78,162
Miscellaneous income	10	-	-	-	10	2,327
	14,794	-	15,010	1,241,885	1,271,689	208,570
Expenses:						
Operations						
Amortization	-	434	-	-	434	542
Audit and legal	5,382	-	-	11,558	16,940	5,250
Insurance	2,353	-	-	-	2,353	2,335
Office and miscellaneous	7,062	-	-	-	7,062	7,844
Office rent	1,200	-	-	-	1,200	1,200
Public relations	1,594	-	-	-	1,594	4,563
Meetings	626	-	-	-	626	243
Secretarial honorarium	14,300	-	-	-	14,300	13,200
Investment management fees	-	-	29,422	-	29,422	21,826
Awards and grants	11,780	-	35,287	-	47,067	50,614
	44,297	434	64,709	11,558	120,998	107,617
Excess (deficiency) of revenue over expenses	(29,503)	(434)	(49,699)	1,230,327	1,150,691	100,953
Net Assets, beginning of year	12,324	2,169	(212,518)	2,373,557	2,175,532	2,074,579
Administrative levy	40,513	-	-	(40,513)	-	
Interfund transfers	(23,334)	-	265,519	(242,185)	-	-
Net Assets, end of year	$ -	$ 1,735	$3,302	$3,321,186	$ 3,326,223	$2,175,532

See accompanying notes to financial statements.

Mission Community Foundation

Statement of Cash Flows

Year ended December 31, 2013

	2013	2012
Cash provided by (used in):		
Operating activities:		
Excess of revenue over expenses	$ 1,150,691	$ 100,953
Items not affecting cash: Amortization of assets	434	542
Net changes in non-cash working capital balances relating to operations		
Decrease (Increase) in Accounts receivable	(2,041)	(2,407)
Increase (Decrease) in Accounts payable	(13,596)	9,264
	1,135,488	108,352
Investing activities		
Decrease (increase) in investments	(1,267,372)	(107,367)
(Decrease) in cash during the year	(131,884)	985
Cash and equivalents, beginning of year	162,470	161,485
Cash, end of year	$ 30,586	$ 162,470

See accompanying notes to financial statements.

Mission Community Foundation

Notes to Financial Statements

December 31, 2013

1. Description of Operations:

Mission Foundation was incorporated as a non-profit society by the Province of British Columbia on June 26, 1987. On May 8, 2007 the foundation changed its name form Mission Foundation to Mission Community Foundation. Mission Community Foundation is a registered charity under the Income Tax Act of Canada. As a registered charity the society is exempt from income tax and can issue charitable donation receipts.

Mission community Foundation collects funds from the community and manages these funds, using the income for the benefit of the citizens of the Mission area, in the fields of education, recreation, culture and humanities.

2. Significant accounting policies:

The financial statements of the Foundation have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

(a) Fund accounting:

Mission Community Foundation follows the restricted fund method of accounting for contributions.

For financial reporting purposes, the accounts have been classified into the following funds:

(1) General Fund:
The general fund accounts for the organization's program delivery and administrative activities as well as receipts and awards unrelated to the restricted endowment fund.

(2) Capital Asset Fund:
This fund accounts for the assets, liabilities, revenues and expenses related to Mission Community Foundation's capital assets.

(3) Restricted Endowment Funds:
The restricted endowment fund accounts for amounts contributed for endowment. Investment income earned on the resources of the Endowment Fund is reported in the Restricted Distributable Fund

(4) Restricted Distributable Funds:
The restricted distributable fund accounts for amounts that are intended to be distributed in accordance with the terms of the endowment.

Inter-fund transfers are recorded in the statement of changes in Net Assets.

Significant accounting policies:

(b) Measurement uncertainty and management estimates

The preparation of financial statement in conformity with Canadian generally accepted accounting Standards for Not-for Profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of such financial statements and the reported amount of revenues and expense during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in the earnings in the period in which they become known. Management believes that the estimates utilized in preparing these financial statements are reasonable; however, actual results could differ from these estimates.

(c) Investments and investment policy:

Investments are recorded at fair values determined, on a trade date basis, on the last business day of the fiscal period.

The organization seeks to achieve a rate of return consistent with a diversified investment portfolio. The foundation has a moderate risk tolerant profile to balance the protection of investment capital against market risk on one hand, and the objectives of producing income and capital appreciation on the other. Accordingly there will be volatility in the portfolios return. The policy is to fully invest the portfolio at all times. The portfolio has an asset allocation of 40% fixed income. 55% equity and 5% cash. The allocation is reviewed and adjusted quarterly.

(d) Capital Assets:

Capital assets costing more than $500 are stated at purchased cost. Contributed capital assets with Fair Value over $500 are recorded at fair value at the date of contribution. Capital assets are amortized over their estimated useful lives at the following rates using the declining balance method.

Office furniture and equipment	20%

The Foundation regularly reviews its capital assets to eliminate obsolete items. In the year of acquisition, amortization is taken at one-half the usual rate.

(e) Revenue Recognition:

Mission Community Foundation follows the restricted fund method of accounting for contributions.

Restricted contributions are recognized as revenue when they are received or receivable provided the amounts are measurable and collection is reasonably assured.

Unrestricted contributions are recorded as revenue of the general fund when received or receivable, provided the amounts are measurable and collection is reasonably assured.

In the normal course of operations, the Foundation receives notification of pending Estate gifts. Estate gifts, including bequests, are recorded as revenue upon their receipt. Bequests in a form other than cash or marketable securities are recorded at fair value at the time of receipt.

Investment income earned on restricted funds is recognized on an accrual basis as revenue of the applicable restricted fund in accordance with the terms of the restricted contribution.

Significant accounting policies:

(f) Grants:

Grants are recorded when paid by the Foundation.

(g) Donated services:

Volunteers contribute a significant amount of their time each year. Because of the difficulty in determining the fair value of the services, contributed services are not recorded in the financial statements.

(h) Financial Instruments:

The Foundation's financial instruments consist of cash and cash equivalents, accrued investment income receivable, accounts receivable, investments (bonds, common shares, and mutual funds), accounts payable and accrued liabilities.

Transaction costs are expensed as incurred on financial instruments.

Cash ,cash equivalents, and investments are recorded at their fair value determined, on a settlement basis, on the last business day of the fiscal period. Accounts receivable, accrued investment income receivable, accounts payable and accrued liabilities are recorded at amortized cost. For items carried at amortized cost, the fair value approximates the carrying value in the financial statements, due to their short term nature.

(i) Comparative Figures:

Certain comparative figures have been reclassified to conform with the financial statement presentation adopted for the current year.

(j) Related party transactions:

Related party transactions in the normal course of business are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

3. Investments

The Foundation's Investments are carried at fair value in accordance with the significant accounting policy disclosed in note 2 (c).

4. Financial risk management:

The foundation has exposure to the following risks from its use of financial instruments:
- Credit risk
- Liquidity risk
- Market risk

The foundation adheres to an Investment policy, which is approved by the Board of Directors. This policy prescribes limits for the mix of investment held by the foundation. The Board of Directors has overall responsibility for the establishment and oversight of the Foundation's risk management framework.

The Foundation uses the services of a professional financial advisor to advise on investment and risk management matters.

The credit risk, liquidity risk and market risk have not significantly changed during the year.

Credit Risk
Credit risk is the risk of financial loss to the Foundation if a counterparty to the financial instrument fails to meet its contractual obligations. The Foundation's investments in short-term investments, long-term investments, bonds and debentures are subject to credit risk. The maximum exposure to credit risk on these instruments is their carrying value. The Foundation manages the risk by limiting the credit exposure allowed by the investment manager. The investment policy of the Foundation mandates that all fixed income assets shall be of investment grade credit quality at the time of purchase. The treatment of investments which subsequently become rated below investment grade will be at the Investment Committee's discretion. Investment in non-investment grade assets within the fixed income asset class in excess of 10% of the total fixed income portfolio will require the approval of the Executive Board.

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

Market risk
Market risk is the risk that changes in market prices, as a result in foreign exchange rates, interest rates and equity prices will affect the foundation's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control risk exposures within acceptable parameters, while maximizing return.

Currency risk
Investments in foreign securities are exposed to currency risk due to fluctuations in foreign exchange rates.

The foundation is exposed to currency risk on its foreign market common stock, its foreign market bonds and its multi strategy funds as the prices denominated in foreign currencies are converted to Canadian dollars in determining fair value. The control of currency risk is at the discretion of the asset manager subject to the Foundation's investment policy benchmarks of Canadian Equities 20% of the portfolio, US Equities 20% of the portfolio and International Equities 15% of the portfolio. The geographic distribution of the fixed income class is at the discretion of the investment manager.

4. Financial risk management- continued

Interest rate risk

Interest rate risk relates to the risk that changes in interest rates will affect the fair value or future cash flows of financial instruments held by the foundation.

Duration is the most common measure of the sensitivity of the price of a bond to change in interest rates. The investment in investments subject to interest rate risk is varied in duration at the discretion of the investment manager to reflect the investment manager's outlook for interest rates.

5. Capital Assets

				2013	2012
		Cost	Accumulated Amortization	Net Book Value	Net Book Value
Office equipment	$	5,720	3,985	1,735	$ 2,169
	$	5,720	3,985	1,735	$ 2,169

6. License to Occupy

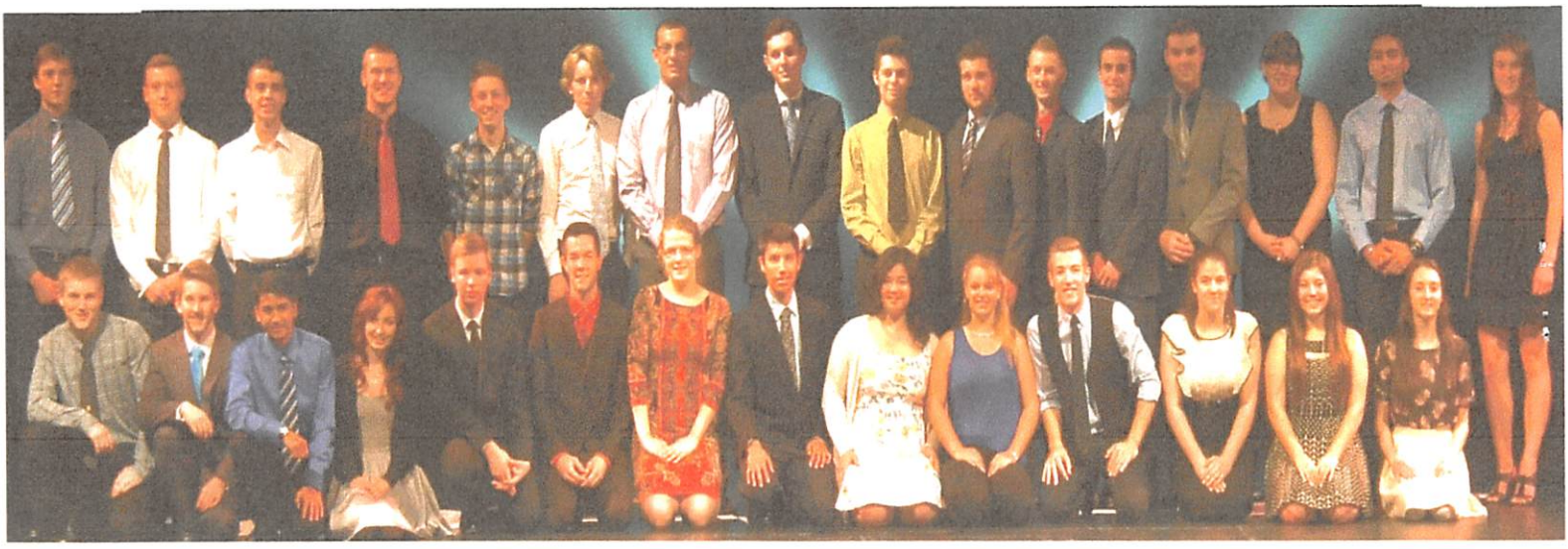
The foundation has entered into an agreement with the Board of education School District No.75 (Mission) to occupy room #201 at Fraserview Elementary School until July 2014 at $100 per month. The fees for 2014 will be $700 under this agreement.

7. Adoption of the New Accounting standards in prior year (2012)

During the year ended December 31, 2012, the Foundation adopted the new Canadian accounting standards for not-for-profit organizations ("ASNPO's") issued by the Canadian Institute of Chartered Accountants.

The adoption of ASNPOs has no impact on the previously reported statement of financial position as at December 31, 2011, or on the previously reported statements of operations, changes in fund balances and cash flows for the year ended December 31, 2011. Consequently, a reconciliation of previously reported items to those reporting using ASNPOs has not been prepared.

THANK YOU! THANK YOU! THANK YOU!



YOUR 2014 BURSARY/SCHOLARSHIP RECIPIENTS!

Partner Community Organizations

Aldergrove Credit Union – Business & Professional Women's Club of Mission – District of Mission – Mission Art Council – Mission Granite Club – Mission Health Care Auxiliary – Mission Public School District – Mission Regional Chamber of Commerce – Mission Rotary Club (Midday & Sunrise) – University of the Fraser Valley

MISSION COMMUNITY FOUNDATION

Mission Community Foundation

604-826-5322 mfound@telus.net PO Box 3427 Mission, BC V2V 4J5

www.missioncommunityfoundation.org