MISSION COMMUNITY FOUNDATION

2014 Annual Report and Financial Statements

It takes more than money to build the Mission Community.

Mission Community Foundation knows it takes **people** who **care** who are willing to **share** their knowledge, time and expertise. We would like to recognize and **thank** the volunteers who comprise our Board of Directors, various committees and our Community Advisors.

We would also like to recognize the importance of professional advisors in the charitable gift process. Their work is a valuable part of our long-term success.

We appreciate the wisdom and the generosity of the benefactors for providing such a legacy with the Mission Community Foundation.

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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.

About The Foundation

The Mission Foundation was founded by Norman Cook, G.W. Harris, Albert McMahon, Gordon Ruley, G.W. Walker, and John Weigerber.

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 of $228,000 dedicated to post-secondary education. As at December 31, 2014, the Endowment Fund, which is made up of our eighty two funds, has over $3,702,340. 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 the 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 # 119042810R0001.

Privacy Statement

Mission Community Foundation respects the privacy of individuals and adheres to legislated privacy regulations.
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 / scholarships, G.W. Cooke awards, and the names of grant recipients. We do not sell, trade, or rent-out any names or personal information.
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.

Board of Directors for 2014

Chair	Michael Miles	(2009 – 2016)
Vice Chair	Carolynn Schmor (MPSD & FVRD)	(2011 – 2018)
Secretary	Rosemary Nemanishen	(2013 – 2020)
Treasurer	Les Squire	(2014 – 2021)
Director	Dennis Derrough	(2008 – 2015)
	Carol Hamilton (DOM)	(2014 – 2021)
	Bob Ingram (Community Services)	(2014 – 2021)
	Tony Luck (Chamber of Commerce)	(2012 – 2019)
	Gina McMahon	(2009 – 2016)
	Lloyd Rash	(2013 – 2020)
Member at Large	Peter Robson	(2009 – 2016)

Committee Members for 2014

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

Members of Staff 2014

Office Manager	Michelle Gauthier

2014 Board of Directors

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 four 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

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

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.

Rosemary Nemanishen: Secretary

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

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 community groups and he served as a member of our Distribution Committee since 2000 and is currently the chair.

Carol Hamilton

Carol is the District of Mission Representative on the Board. 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, retiring at the end of 2013. She has two adult children; her 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 Missions 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 the Mission Community Services Society, President of Mission Seniors Centre Association, President of Mission Association for Community Living and as 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 Chamber of Commerce 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 with 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 funs deep and he is currently serving as the Chair of the University Alumni Association.

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 currently serving on our Distribution Committee. Lloyd enjoys hands on community service.

Peter Robson (Member at Large)

Peter was born in London, England. He trained at Guys Hospital medical School from 1952-58 and immigrated to Canada in 1962. Peter joined practice with W.G. McLure and provided 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 of 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.

Donors

We are very grateful to the following donors who contributed to existing funds or who created new funds in 2014.

Thank you very much!

Up to $499

Shelley Clarkson
Janet Gardner
Scott Rogerson
Cynthia Shapka
Norman Cook
Sue Kelly
Cindy Rogerson
Ed Swaren
Sharon Wilson
Harriet Faulkner
Robert & Geraldine Marshall
Barbara Sept
Wendy Turpin
Mission Public School District
Telus Community Affairs

$500 to $4,999

John Belec & Wendy Wilson
Robert Ellis
Betty McMahon
Claire Clemo
Roger Greenwood
Gina McMahon
Peter Robson
Dennis Derrough
Ernestine Kearney
John & BJ Pearson
Aldergrove Credit Union
CCS
Marilyn Boswyk Foundation
Mission Business & Professional Women's Club
RDM Lawyers LLP
BC Games Society
District of Mission
James Vosburgh Estate
Mission Arts Council
Mission Chamber of Commerce
Reel on the River
Rotary Clubs: Sunrise & Midday

$5,000 to $9,999

Taijon Lee
Mission Hillstompers Running Club
Mission Granite Club

$10,000 to $49,999

Willy & Doris Smith Foundation

$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.

Chairperson's Report

The year 2014 was once again a challenging yet fulfilling year for the foundation.

We were able to continue to provide Bursaries and Scholarships despite trying economic times. Our Committee Chairs remained the same and as always we appreciate all the hard work and many volunteer hours they and their Committee Members put in to better our community.

The Development Committee in partnership with RDM Lawyers put on a Philanthropy dinner that was regarded as a great success by all in attendance. They also secured a number of new funds that will continue to benefit the citizens of Mission.

The Distribution Committee received a number of deserving applications for funds. The effect of these grants is clearly visible throughout the community.

The Bursary and Scholarship Committee met and interviewed numerous students from our High Schools, their enthusiasm is contagious. We are grateful to be in a position to provide monetary awards to these deserving students. The Awards Night is recognized as being one of the most enjoyable and well run events in Mission.

The Investment Committee continues to monitor the investments made for the Foundation. We appreciate the scrutiny and expertise that is brought to bear in this manner.

We once again organized the G.W. Cooke Awards night. This award is sponsored by Shirley Walker in order to encourage scholastic studies in Science and Math for students in grades 7,8 and 9. We are proud to participate in this lasting legacy.

Lastly I would like to thank the Benefactors, Board Members, Committee Members and all of our dedicated volunteers for all their efforts again this year.

Respectfully submitted,

Michael Miles - Board Chair

Scholarship & Bursaries Committee Report

Committee Members:

Cynthia Butcher, Terry Gidda, Gina McMahon – Co-chair, Michael Miles – Co-chair; Peter Robson

The Bursary & Scholarship committee was co-chaired once again by Ms. Gina McMahon and Mr. Michael Miles. We would like to thank Mr. Barry Johnston after many years of dedicated service, who submitted his resignation in 2014. We will miss the great rapport he had with our students.

In 2014 Mission Community Foundation received 91 applications for bursaries and scholarships. Each committee member spent several hours reviewing each one and the committee then shortlisted the submissions to 59 students. We have to shortlist for two reasons. Some of the funds are outright scholarship and require a certain scholastic average; other funds available are bursaries that may be directed at a field of study or membership in a particular organization.

We then spent 3 days interviewing the 59 very intriguing students with a broad range of interests. Each student was given 15 minutes to impress the Committee with their goals, plans and future endeavors. Mission Community Foundation then provided 29 awards for a total of $30,500.

We want to thank the committee members for their dedicated volunteer service. The average estimate is over 100 hours per committee member who often sacrifice work or vacation times to be involved. We are also extremely grateful to the Benefactors who make these awards possible. We appreciate their selfless philanthropy without which none of this would be possible.

We would also like to thank Michelle Gauthier for organizing the 2014 Mission Community Foundation Bursary & Scholarship Awards Night that was viewed by all in attendance as a great success.

Respectfully submitted,

Gina McMahon & Michael Miles – Co-chairs

2014 Bursary – Scholarship Award Recipients

The Mission Community Foundation presented the 2014 Bursary & Scholarship awards at the Clarke Theatre on May 14, 2014. We are honoured to have presented 29 recipients with bursaries and scholarships that span academics, arts and trades. Partnering with us in encouraging youth are individuals and community organizations with flowthough awards via Mission Community Foundation.

Adair Family Fund	Rajan Buttar	$ 1000
Albert McMahon Memorial Fund	Darryl Fonseka	$ 1000
Aldergrove Credit Union	Joseph Davies	$ 1000
	Jordon Gabriel Fernandez	$ 1000
	Kathleen Francis	$ 1000
Calnek Family Fund	Logan Velestuk	$ 1000
Carley Rae Jepsen Bursary	Lauren Berg	$ 1000
Derrough Family Fund	Adam Lambert	$ 1000
Dirk Boswyk Memorial Fund	Karl Hallquist	$ 1000
	Evan Horton	$ 1000
Elizabeth O Stevens Memorial Fund	Samantha Balliet	$ 1000
	Christoph Kuppers	$ 1000
	Shaylen Young	$ 1000
Esther Claire Kathleen Clemo Scholarship Fund	Colin Federici	$ 1000
	Ryan Trimble	$ 1000
Fenmo Boswyk Memorial Fund	Paul Williamson	$ 1000
Hollister General Fund	Tanysha Dutton	$ 1000
Hollister TWU Post-Secondary Fund (Mailed to TWU)	Hayle McGowan	$ 2500
Hollister / UFV Science & Tech Fund	Lauren Anderson	$ 1000
James Slusarchuk Memorial Fund	Roxanne McMartin *	$ 500
Jane Hyslop Memorial Fund	Austin Kwidzinski *	$ 500
Margaret Erskine Bursary Fund	Liam Kent	$ 1000
	Roxanne McMartin *	$ 500
Mission Arts Council	Austin Kwidzinski *	$ 500
Mission Business & Professional Women's Club	Megan Kaczmarek	$ 1000

Mission Rotary Clubs (Sunrise & Midday)	Maria-Elizabeth Baeva	$ 1500
	Cameron Davidson	$ 1500
	Matthew King-Roskamp	$ 1500
Paula Chmilar Memorial Fund	Richard Kraakman	$ 1000
Skillicorn – Melanchuk Bursary Fund	Michael Radnai	$ 1000
SU#19 Mission Regional Chamber of Commerce Business Legacy Fund	Pierre-Jamal Ouellet	$ 1000
Vic & Hilda Hollister (Earth Sciences) Fund	Connor Brisson	$ 1000

* Indicates combined awards

Total Bursaries & Scholarships **$34,000**

Mission Community Foundation Sub-Total	$14,500
Flowthrough Awards Sub-Total	$17,000
Total to MPSD	$31,500
Total to TWU	$ 2,500
2014 Bursary & Scholarship Awards Grand Total	**$34,000**

Development Committee Report

Committee Members:

Pam Alexis, Sherry Cannon, Dennis Derrough, Roger Greenwood, Bob Ingram, Rosemary Nemanishen, Peter Robson (chair), Carolynn Schmor

The development committee met 9 times this year and as chair I am very appreciative of the valuable contributions that the 8 members have made.

We continue to sponsor one evening of the Twilight Concert in The Park as we feel that the handout given to over 1000 spectators gives us good exposure.

Philanthropy Week:

- October 2014: An excellent reception (hosted by RDM lawyers) was held at which time the public was informed of the establishment of the Marilyn Boswyk Memorial Fund. $500,000 to be used for the construction of a Seniors Centre and the interest from the remainder to be used for maintenance.

- October / November 2015: A new initiative will be tried this coming November. Gently used clothing will be given away free to needy community members. Your support of this venture will be appreciated.

There are now 84 separate funds including several in start-up mode.

We have been more proactive in using the press to keep our name in the public mind. Also, a new initiative is being developed as to rebranding of the Foundation, including possible logo changes, designed to increase our profile.

Respectfully Submitted,

Peter Robson – Chair

Distribution Committee

Committee Members:

Graham Black, Dennis Derrough – Chair, Carol Hamilton, Gina McMahon, Mike Miles, Lloyd Rash

As many of you know, the last few years have been challenging ones in the markets and as such the distributable amount at the start of 2014 was fairly low however the Distribution Committee did manage to provide 7 grants over the 3 cycles to community groups in the amount of $4,950. The Committee also distributed an additional $1916.09 to designated groups as dictated.

Since 1988, the total financial amount given to various eligible community groups with an array of projects and programs (this excludes bursary and scholarships to students) totals $463,221.

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

As chair of the Distribution Committee we have seen some ups and downs in the market. We hope that the stock market will continue to rise and that there will be more funds are available for distribution in the future.

Respectfully yours,

Dennis Derrough - Chair

2014 Successful Grantees

The following organizations received grants from the Mission Community Foundation in 2014.

Grant Cycle #1

Hatzic Secondary School General Fund	2013/14 Dry Grad	$1000
Heritage Secondary School General Fund	2013/14 Dry Grad	$1000
Mission Secondary School General Fund	2013/14 Dry Grad	$1000

Grant Cycle #2

Mission Adopt-A-Block Community Fund		$500
Greater Vancouver Youth Unlimited Glen Kask Fund		$500
Mission Arts Council – Camp Mac Reel on the River Fund	Spring Break & Summer Camps	$500

Grant Cycle #3

Big Brothers & Sisters	Big Brunch Program	$450

Designated Grants

Friends of the Library Endowment Fund	$278.05
Lifetime Learning Society Endowment Fund	$168.75
Youth centre Fund (Mission Community Services)	$187.54
Norma Kenney Fund – Mission Heritage Association	$317.13
Mission Historical Society Archives Fund	$126.88
Rock Fund for Mission Hospice Society	$937.74

Sub - Total Grants:	
Grant Cycle #1	$3000
Grant Cycle #2	$1500
Grant Cycle #3	$ 450
Designated Grants	$1916.09
Distribution Grand Total	**$6,966.09**

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 and supplemented by the Mission Public School District.

In 2014, Ecole Mission Secondary School co-hosted the event, held in November.

Mathematical Excellence:

David Boutin	Ashveer Brar	Sasha Cameron
Min Hye Cho	Tyson Floris	Angus Gil
Joshua Gilligan	Jalen Hamilton	Markus Heikkila
Leifur Helgason	Lisa Hill	Juldyz Jumataeva
Kira Katan	Rachel Kim	Trigg Kleindienst
Robbie Kunz	Ethan Longstaff	Raceael McGillvrey
Parker Michelanko	Cornelius Ong	Kabeer Poonia
Emma Roberts	Carissa Selbie	Sabrina Svensk
Delaney Syme	Ashley Trimble	Jenny Wang
Sophie Weymann	Matthew Wicks	Da Xu

Scientific Excellence:

Rebecca Bauman	Aimee Ernest	Marissa Flynn
Daniel Fonseka	Cooper Gerbrand	Casey Graff
Emily Harper	Ryan Hole	Alancia Jeffery
Hye-Seon Jung	Liam Kranabetter	Olivia Kunze
Jaden Liewellyn	Connor MacNamara	Shawn Mann
Morgan McDonald	Lucas McKinnon	Ashley Parsons
Joshua Parsons	Aidian Patterson	Austin Rackshaw
Eric Rex	Marco Salvatore	Kishal Scholz
Natalie Sichon	Raphael Soares	Katylyn Stefiuk-Sandy
Lola Vaslot	Kaiya Wangler	

Investment Committee Report

Committee Members:

Lonny Andrews, Don Calnek, Ann Harper, Bob Ingram, Tony Luck – Chair, Mike Miles, Peter Robson, Les Squire

Overall, 2014 proved to be a respectable year for the Foundation as investment returns were comparable to market returns. Policy changes as reported last year and continued support for the Foundation in the community have provided greater stability to the benefactors and beneficiaries and long-term safety for all funds entrusted to it.

Currently the Mission Community Foundation has approximately $3.9 million dollars of capital entrusted to it to provide bursaries, grants and scholarships to members of our community. Approximately $1 million of this is capital has been entrusted to the Foundation for the building and operations of a senior's centre in our community.

Mission Community Foundation has strict investment policies to provide assurance to its benefactors that we maximize investment returns, while minimizing risk to the Foundations investment portfolio. For the calendar year 2014, the Foundation's capital generated an overall average return of 8.3%, which is comparable to expected returns based on prudent investors guidelines, market returns and our own investment policies.

As a Foundation that has a fiduciary duty to adhere to prudent investment guidelines, our average return of 8.3% compared favorably to the Dow Jones average of 7.5% and the Nasdaq's 13.4% average return for 2014.

The Investment Committee works closely with our current portfolio management company, RBC, and has confidence in their ability to adhere to our policy guidelines while giving us timely advice to maximize returns for the Foundations portfolio while preserving capital.

In my opinion, the policies, procedures and guidelines established by the Investment Committee and approved by the Board provide strong governance for the overall safety and long-term viability of the Foundation investment portfolio.

Respectfully Submitted,
Tony Luck – Chair

Mission Community Foundation

FINANCIAL STATEMENTS

December 31, 2014

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A. Stephen Pomeroy Ltd.
Chartered Professional Accountant
#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, 2014 and December 31, 2013 and the statements of operations, and changes in net assets and cash flows for the year ended December 31, 2014 and December 31, 2013 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, 2014 and December 31, 2013 and the results of its operations and its cash flows for the year ended December 31, 2014 and December 31, 2013 in accordance with Canadian accounting standards for not-for-profit organizations.

A. STEPHEN POMEROY LTD.
Chartered Professional Accountant

Mission, B.C.
August 18, 2015

Mission Community Foundation

Statement of Financial Position

December 31, 2014

	Dec. 31 2014	Dec. 31 2013
Assets		
Current assets:		
Cash	$ 27,910	$ 30,586
Accounts receivable	2,000	-
GST/HST rebate receivable	1,161	7,884
	31,071	38,470
Investments (notes 2(c), 3)	3,928,923	3,298,609
Capital assets (note 5)	1,388	1,735
	$ 3,961,382	$ 3,338,814
Liabilities		
Current liabilities:		
Accounts payable	$16,331	$12,591
Payroll remittances payable	355	-
	16,686	12,5914
Net Assets		
Invested in Property plant and equipment	1,388	1,735
Unrestricted funds	37,674	-
Restricted distributable funds	167,518	3,302
Restricted endowment funds	3,738,116	3,321,186
Net assets	3,944,696	3,326,223
	$3,961,382	$ 3,338,814

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, 2014

	General Fund	Capital Asset	Restricted Distributable	Restricted Endowment	Total 2014	Total 2013
Revenue:						
Investment income	$ 36	$ -	$ -	$ 298,965	299,001	$ 243,572
Donations and Bequests	28,981	-	11,750	382,155	422,886	1,028.107
Miscellaneous income	30	-	-	-	30	10
	29,047	-	11,750	681,120	721,917	1,271,689
Expenses:						
Operations						
Amortization	-	347	-	-	347	434
Audit and legal	5,381	-	-	-	5,381	16,940
Insurance	2,367	-	-	-	2,367	2,353
Office and miscellaneous	6,204	-	-	-	6,204	7,062
Office rent	1,213	-	-	-	1,213	1,200
Public relations	3,643	-	-	-	3,643	1,594
Meetings	539	-	-	-	539	626
Secretarial honorarium	1,650	-	-	-	1,650	14,300
Wages and benefits	13,386	-	-	-	13,386	-
Investment management fees	-	-	35,588	-	35,588	29,422
Awards and grants	11,790	-	21,336	-	33,126	47,067
	46,173	347	56,924	-	103,444	120,998
Excess (deficiency) of revenue over expenses	(17,126)	(347)	(45,174)	681,120	618,473	1,150,691
Net Assets, beginning of year	-	1,735	3,302	3,321,186	3,326,223	2,175,532
Administrative levy	58,306	-	-	(58,306)	-	-
Interfund transfers	(3,506)	-	209,390	(205,884)	-	-
Net Assets, end of year	$37,674	$1,388	$167,518	$3,738,116	$3,944,696	$ 3,326,223

See accompanying notes to financial statements.

Mission Community Foundation

Statement of Cash Flows

Year ended December 31, 2014

	2014	2013
Cash provided by (used in):		
Operating activities:		
Excess of revenue over expenses	$ 618,473	$ 1,150,691
Items not affecting cash:		
Amortization of assets	347	434
Net changes in non-cash working capital balances relating to operations		
Decrease (Increase) in Accounts receivable	(2,000)	-
Decrease (Increase) in GST receivable	6,723	(2,041)
Increase (Decrease) in Accounts payable	3,740	(13,596)
Increase (Decrease) in payroll remittances payable	355	-
	627,638	1,135,488
Investing activities		
Decrease (increase) in investments	(630,314)	(1,267,372)
(Decrease) in cash during the year	(2,676)	(131,884)
Cash and equivalents, beginning of year	30,586	162,470
Cash, end of year	$ 27,910	$ 30,586

See accompanying notes to financial statements.

Mission Community Foundation

Notes to Financial Statements

December 31, 2014

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

				2014	2013
		Cost	Accumulated Amortization	Net Book Value	Net Book Value
Office equipment	$	5,720	4,332	1,388	$ 1,735
	$	5,720	4,332	1,388	$ 1,735

6. License to Occupy

The foundation has entered into an agreement with the Board of education School District No.75 (Mission) to occupy a room at Fraserview Elementary School until July 2016 at $100 per month. The remaining fees for this agreement will be 2015- $1,200 2016- $700

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

Office Manager's Report

I moved to Mission in 2014 and was not involved with the Foundation that year so I can't speak to what happened. However, I can tell you a bit about myself and what I've learned about the Mission Community Foundation since I joined the organization.

I come from Alberta, please don't hold that against me, and I am pleased to make Mission my home. This community is strong in its volunteerism, involvement and participation and I find it encouraging seeing the level of 'caring' in this city. While I am not new to Non-Profit organizations, I have never worked for one quite so Philanthropic. It's extremely gratifying to be associated to an organization that does so much good in their community.

The trying economic times we are now living in have affected donations to all organizations and ours is no exception, however this community participates and contributes in so many ways.

For example: the Board of Directors and Committee Members volunteer their time with the Foundation. The various Committees spend countless hours on their tasks to ensure the Foundation remains strong and vital. There are no words for this kind of dedication. They are the most generous people I know.

Then there are the donors. You, who are generous in ways that enable us to give so much, you are the ones who I applaud in these financially trying times. You understand that charity begins at home and that helping those around you can be extremely gratifying. I thank you for what you've done and continue to do.

I'm a bit of a history nut, and as such, I will be contacting people, past and present, associated to the Foundation to help me put together a historical account of how this organization has continued to help the citizens of Mission.

As I look toward the future, I look forward to meeting everyone and hearing their stories.

Respectfully submitted,

Angie Hetlinger - Office Manager

2014 G. W. Cooke Award Recipients

2014 Bursary & Scholarship Recipients

2014 Benefactors

Our Community Partners

the mac
the mission arts council

Mission Regional Chamber of Commerce
1893

BPW
Business & Professional Women's Club of Mission
A Club You Can Grow With

Mission
Granite Club

Mission Public Schools

Thank you

Reach Within to Embrace Humanity

District of Mission
On the Fraser

University of the Fraser Valley

Rotary International
The Rotary Club of Mission Mid-day

Mission Hospice Society
... when time matters most

Aldergrove Credit Union
www.aldergrovecu.ca