

**FINANCIAL STATEMENTS**

**CAMP FIRCOM SOCIETY OF THE  
UNITED CHURCH OF CANADA**

Unaudited - See Review Engagement Report

**December 31, 2019**



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## INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

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To the Members of  
**Camp Fircom Society of The United Church of Canada**

We have reviewed the accompanying financial statements of Camp Fircom Society of The United Church of Canada that comprise the statement of financial position as at December 31, 2019, and the statements of operations, net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards 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

### *Practitioner's Responsibility*

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

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

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

### *Conclusion*

Based on our review, nothing has come to our attention that causes us to believe that the accompanying financial statements do not present fairly, in all material respects, the financial position of Camp Fircom Society of The United Church of Canada as at December 31, 2019, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### *Other Matter*

The financial statements of Camp Fircom Society of The United Church of Canada for the year ended December 31, 2018 were reviewed by another practitioner who expressed a unqualified conclusion on those financial statements on March 11, 2019.

*Tompkins Wozny LLP*

Vancouver, Canada  
April 24, 2020

Chartered Professional Accountants



**STATEMENT OF FINANCIAL POSITION**

As at December 31

Unaudited - See Review Engagement Report

	2019	2018
	\$	\$
<b>ASSETS</b>		
<b>Current</b>		
Cash	272,837	201,461
Accounts receivable [note 3]	36,091	9,384
Prepaid expenses	7,562	8,277
<b>Total current assets</b>	<b>316,490</b>	219,122
Capital assets [note 4]	38,428	30,514
	<b>354,918</b>	249,636
<b>LIABILITIES</b>		
<b>Current</b>		
Accounts payable and accruals [note 5]	20,461	32,060
Deferred revenue [note 6]	51,683	55,849
Deferred contributions related to capital assets [note 7]	11,892	—
Deposits	74,295	53,393
	<b>158,331</b>	141,302
<b>NET ASSETS</b>		
Invested in capital assets	26,536	30,514
Unrestricted	170,051	77,820
	<b>196,587</b>	108,334
	<b>354,918</b>	249,636

*Subsequent event [note 13]*

*See accompanying notes to the financial statements*

Approved by the Executives:

\_\_\_\_\_  
Director

\_\_\_\_\_  
Director

**STATEMENT OF CHANGES IN NET ASSETS**

Year ended December 31

Unaudited - See Review Engagement Report

	<b>Invested in Capital Assets \$</b>	<b>Un- restricted \$</b>	<b>Total \$</b>
<b>2019</b>			
<b>Balance, beginning of year</b>	<b>30,514</b>	<b>77,820</b>	<b>108,334</b>
Excess of revenue (expenses) for the year	(3,978)	92,231	88,253
<b>Balance, end of year</b>	<b>26,536</b>	<b>170,051</b>	<b>196,587</b>
<b>2018</b>			
<b>Balance, beginning of year</b>	134,366	(105,940)	28,426
Excess of revenue (expenses) for the year	(14,102)	94,010	79,908
Disposal of capital assets	(89,750)	89,750	—
<b>Balance, end of year</b>	<b>30,514</b>	<b>77,820</b>	<b>108,334</b>

*See accompanying notes to the financial statements.*

**STATEMENT OF OPERATIONS**

Year ended December 31

Unaudited - See Review Engagement Report

	2019	2018
	\$	\$
<b>REVENUE</b>		
Fee for service - food and beverage	430,303	357,862
- accommodations	405,347	330,047
- programs	343,842	295,199
- staffing and services	98,889	113,108
- retail sales	21,701	15,842
- transportation	4,713	12,900
Grants	57,084	76,696
Donations	29,480	19,596
Endowment <i>[note 8]</i>	16,347	15,690
Other	413	296
	<b>1,408,119</b>	<b>1,237,236</b>
<b>EXPENSES</b>		
Office expense and administration	347,479	314,201
Food and beverage	317,643	307,616
Site	231,139	267,393
Programs	190,567	173,703
Rental	133,383	110,506
Water taxi	95,677	93,673
Loan interest	—	10,851
	<b>1,315,888</b>	<b>1,277,943</b>
Excess of revenue (expenses) for the year before other items	<b>92,231</b>	<b>(40,707)</b>
Other items:		
Amortization of capital assets	<b>(6,951)</b>	(14,102)
Amortization of deferred contributions related to capital assets <i>[note 7]</i>	<b>2,973</b>	—
Loss on disposal of capital asset	—	(89,750)
Forgiveness of loan payable	—	224,467
<b>Excess of revenue for the year</b>	<b>88,253</b>	<b>79,908</b>

*See accompanying notes to the financial statements*

**STATEMENT OF CASH FLOWS**

Year ended December 31

Unaudited - See Review Engagement Report

	2019 \$	2018 \$
<b>OPERATING ACTIVITIES</b>		
Excess of revenue for the year	88,253	79,908
Items not affecting cash		
Amortization	6,951	14,102
Amortization of deferred contributions related to capital assets	(2,973)	—
Loss on disposal of capital assets	—	89,750
Forgiveness of loan payable	—	(223,676)
Changes in non-cash working capital items		
Accounts receivable	(26,707)	20,543
Prepaid expenses	715	2,215
Accounts payable and accruals	(11,599)	(2,079)
Deferred revenue	(4,166)	(39,338)
Deposits	20,902	20,589
Due to Pacific Mountain Regional Council of The United Church of Canada	—	(20,803)
<b>Cash provided by (used in) operating activities</b>	<b>71,376</b>	<b>(58,789)</b>
<b>INVESTING ACTIVITIES</b>		
Acquisition of capital assets	(14,865)	—
Capital grants received	14,865	—
<b>Cash used in investing activities</b>	<b>—</b>	<b>—</b>
<b>Increase (decrease) in cash during the year</b>	<b>71,376</b>	<b>(58,789)</b>
Cash, beginning of year	201,461	260,250
<b>Cash, end of year</b>	<b>272,837</b>	<b>201,461</b>

*See accompanying notes to the financial statements*

**NOTES TO FINANCIAL STATEMENTS**

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December 31, 2019

**1. NATURE OF THE ORGANIZATION**

Camp Fircom Society of The United Church of Canada (the "Society") was incorporated under the Society Act of British Columbia on July 23, 1979, and is a Registered Charity under the Income Tax Act. Camp Fircom, a United Church island camp, creates a safe and welcoming environment for all and nurtures personal growth, leadership, and fun. This Society provides positive camp experiences for children, youth, and families where they are welcomed into a space where they can experience the outdoors, live in a cooperative community, to retreat, and to develop as individuals.

Camp Fircom itself is located on Gambier Island, a 20 minute boat ride from Horseshoe Bay in West Vancouver, British Columbia. The Society operates the Camp offering summer camping programs and year round retreat and rental opportunities with accommodation, catering and programming services.

**2. SIGNIFICANT ACCOUNTING POLICIES**

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO") and include the following significant accounting policies:

**Use of Estimates**

The preparation of financial statements in conformity with Canadian ASNPO requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the amounts of revenue and expenses reported during the year. Significant areas requiring the use of management estimates relate to the determination of the useful lives of capital assets and deferred revenue. Actual results could differ from these estimates.

**Revenue Recognition**

The Society uses accrual accounting and follows the deferral method of accounting for contributions (donation and grant revenues). Restricted contributions are recognized as revenue in the year in which the related expenditures are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Fee for service are recognized as revenue as the services are provided. Endowment and other income is recognized when earned.

**Contributed Services**

Contributed services are not recognized in the financial statements due to the difficulty of determining their fair value.

## NOTES TO FINANCIAL STATEMENTS

December 31, 2019

### 2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### Measurement of Financial Instruments

The Society initially measures its financial assets and financial liabilities at fair value. The Society subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash and accounts receivable. Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

Financial liabilities measured at amortized cost include accounts payable.

#### Capital Assets

Capital assets are recorded at cost. Amortization is recorded on a declining balance basis over the asset's estimated useful life, as follows:

- Equipment 20%
- Capital projects 10%

### 3. ACCOUNTS RECEIVABLE

	2019	2018
	\$	\$
Operating	30,080	2,040
GST	6,011	7,344
	<b>36,091</b>	<b>9,384</b>



**NOTES TO FINANCIAL STATEMENTS**

December 31, 2019

**4. CAPITAL ASSETS**

	Cost \$	Accumulated Amortization \$	Net Book Value \$
<b>2019</b>			
Equipment	130,942	123,530	7,412
Capital projects	47,733	16,717	31,016
	<b>178,675</b>	<b>140,247</b>	<b>38,428</b>
<b>2018</b>			
Equipment	130,942	121,676	9,266
Capital projects	35,841	14,593	21,248
	166,783	136,269	30,514

**5. ACCOUNTS PAYABLE AND ACCRUALS**

	2019 \$	2018 \$
Operations	20,104	21,084
Government remittances - Payroll tax withholdings	352	10,866
- PST	5	110
	<b>20,461</b>	<b>32,060</b>

**6. DEFERRED REVENUE**

Deferred revenue represents revenue received in advance and comprises the following:

	2019 \$	2018 \$
Capital contributions	6,010	20,875
Camperships	34,551	24,132
Special purpose	11,122	10,842
	<b>51,683</b>	<b>55,849</b>

**NOTES TO FINANCIAL STATEMENTS**

December 31, 2019

**7. DEFERRED CONTRIBUTIONS RELATED TO CAPITAL ASSETS**

Deferred contributions related to capital assets represent the unamortized balance of contributed capital assets and restricted contributions with which capital assets were acquired. The contributions are amortized to revenue as the related assets are amortized. The balance is as follows:

	<b>2019</b>
	<b>\$</b>
Balance, beginning of year	—
Add: Purchased capital assets	<b>14,865</b>
Less: Amounts amortized to revenue	<b>(2,973)</b>
<b>Balance, end of year</b>	<b>11,892</b>

**8. ENDOWMENT FUNDS**

The Vancouver Foundation owns and administers permanent endowment funds contributed by donors whereby the capital is not available for use by the Society but all income from the funds, which is distributed semi-annually is for the benefit of the Society.

Details of these funds are as follows:

	<b>Camp Fircom Society Endowment Fund</b>	<b>Laura &amp; Richard Rees Campership Fund</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
Contributed principal as at December 31, 2019	293,575	10,000	<b>303,575</b>
Market value			
December 31, 2019	434,693	12,129	<b>446,822</b>
December 31, 2018	415,461	11,313	<b>426,774</b>
Income received			
Year ended December 31, 2019	16,347	456	<b>16,803</b>
Year ended December 31, 2018	15,690	438	<b>16,128</b>

As the Society has the right to receive only the interest income on these funds and has no access to the contributed capital, the financial statements do not reflect the amount as an asset.

**9. FINANCIAL INSTRUMENTS**

The Society is exposed to various risks through its financial instruments. The following analysis presents the Society's exposures to significant risk as at December 31, 2019.

**NOTES TO FINANCIAL STATEMENTS**

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December 31, 2019

**9. FINANCIAL INSTRUMENTS (CONT'D)**

**Credit Risk**

Credit risk is the risk that the Society will incur a loss due to the failure by its debtors to meet their contractual obligations. The Society is exposed to credit risk with respect to its cash and accounts receivable. The Society limits its exposure to credit risk by placing its cash in accounts with a credit union.

Given the nature of the Society's revenue, there is no concentration of accounts receivable. There has been no bad debt recognized in the year. The maximum amount of credit risk exposure is limited to the carrying amount of the balance in the financial statements.

**Interest Rate Risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Society is exposed to interest rate risk on its cash.

**Liquidity Risk**

Liquidity risk is the risk that the Society will not be able to meet its cash requirements or fund obligations as they become due. The Society maintains adequate levels of working capital by preparing budgets to ensure all its obligations can be met when they fall due.

**10. ECONOMIC DEPENDENCE**

The Society's primary location is on Gambier Island. Title to the property is held by the British Columbia Property Development Council of The United Church of Canada. Assets comprising buildings and infrastructure such as the water system, septic system and electrical generation and distribution system are held in the records of the Pacific Mountain Regional Council of The United Church of Canada ("Pacific Mountain Regional"). At least annually the Society and the Pacific Mountain Regional review and update plans for ongoing development and major repairs to buildings and infrastructure. The Society operates the Camp offering summer camping programs and year round retreat and rental opportunities with accommodation, catering and programming services. The Society is economically dependent upon the public, the Pacific Mountain Regional and The United Church of Canada and various other organizations for operating and capital funds.

## NOTES TO FINANCIAL STATEMENTS

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December 31, 2019

### 11. DISCLOSURE OF REMUNERATION

Pursuant to the British Columbia Societies Act, the Society is required to disclose remuneration paid to employees and contractors who are paid \$75,000 or more during the fiscal year. Wages of \$83,930 was paid to one employee during the year. No contractor exceeded this threshold and no remuneration was paid to any members of the board.

Total wages and benefits in the year totaled \$704,596 [2018 -\$685,437] and is included within the total expenses of \$1,315,888, listed by program.

### 12. COMPARATIVE FIGURES

Certain 2018 comparative figures have been reclassified where necessary to conform to the current year's presentation.

The financial statements for the year ended December 31, 2018 were reviewed by another practitioner who expressed a unqualified conclusion on those financial statements on March 11, 2019.

### 13. SUBSEQUENT EVENT

With respect to the Society's current operating environment, Management has been instructed to delay the start of Camp season until once it is deemed safe to do so, determined by the Provincial Health Officer or Other Regulatory Authority. Management is anticipating a reduction of Net Income which will correspond to the duration of the COVID crisis and is taking steps to minimize, mitigate and defer discretionary costs and the normal staffing ramp-up which would occur at this time. Management believes that with the current cash reserves and approach it is taking with respect to managing the crisis position the Society to return to normal operations once it is deemed safe to do so.