

**Financial Statements of**  
**Halifax Community Investment Fund Society**  
**Year ended December 31, 2013**

**To The Directors of Halifax Community Investment Fund Society,**

**I have prepared the Statement of Resources of the Halifax Community Investment Fund Society as at December 31, 2013 and the Statement of Financial Activities for the year ended December 31, 2013 in accordance with Canadian generally accepted accounting principles to properly reflect the financial position and operations of the Charity (see note 3).**

A handwritten signature in cursive script, appearing to read "Donna Smith".

**Donna Smith, Accountant**

**Dartmouth, Nova Scotia**

**March 10, 2014**

# Halifax Community Investment Fund Society

## Statement of Resources

December 31, 2013 with comparative figures for 2012

| Assets                                 | 2013                      | 2012                      |
|--|---------------------------|---------------------------|
| Current assets:                        |                           |                           |
| Cash in bank                           | \$2,419                   | \$5,409                   |
| Accounts receivable                    | <u>0</u>                  | <u>1,250</u>              |
|  | <u>2,419</u>              | <u>6,659</u>              |
| Mortgage Receivable (Note 1)           | 100,000                   | 0                         |
| Long-term investments (Note 2)         | <u>1,116,483</u>          | <u>1,215,658</u>          |
|  | <u>1,216,483</u>          | <u>1,215,658</u>          |
| <b>Total Assets</b>                    | <b><u>\$1,218,902</u></b> | <b><u>\$1,222,317</u></b> |
| <br>                                   |                           |                           |
| <b>Liabilities and Resources</b>       |                           |                           |
| Current liabilities:                   |                           |                           |
| Accounts payable                       | \$1,725                   | \$1,500                   |
| Resources:                             |                           |                           |
| Externally restricted (Note 2)         | 1,178,583                 | 1,166,800                 |
| Unrestricted                           | <u>38,594</u>             | <u>54,017</u>             |
|  | <u>1,217,177</u>          | <u>1,220,817</u>          |
| <b>Total Liabilities and Resources</b> | <b><u>\$1,218,902</u></b> | <b><u>\$1,222,317</u></b> |

Approved on behalf of the Society:

\_\_\_\_\_ Director

\_\_\_\_\_ Director

## Halifax Community Investment Fund Society

### Statement of Financial Activities

Year ended December 31, 2013 with comparative figures for 2012

|  | 2013               | 2012                |
|--|--------------------|---------------------|
| Revenue:   |                    |                     |
| Investment income                                | \$47,276           | \$44,477            |
| Donations  | <u>0</u>           | <u>17,500</u>       |
|  | <u>47,276</u>      | <u>61,977</u>       |
| Expenditures:                                    |                    |                     |
| Bursaries  | 25,000             | 36,250              |
| Investment fees                                  | 9,811              | 9,933               |
| Office   | 635                | 383                 |
| Legal and professional                           | 2,415              | 1,500               |
| Bank Charges                                     | 165                | 183                 |
| Funding for North Central Community Centre Study | <u>25,000</u>      | <u>0</u>            |
|  | <u>63,026</u>      | <u>48,249</u>       |
| Excess (deficit) of revenue over expense         | (15,750)           | 13,728              |
| Realized Investment gains (losses)               | <u>327</u>         | <u>6,528</u>        |
| Net increase in unrestricted resources           | ( 15,423)          | 20,256              |
| Net unrealized gain (loss)                       | <u>11,783</u>      | <u>27,453</u>       |
| Net increase (decrease) in resources             | \$( <u>3,640</u> ) | \$( <u>47,709</u> ) |

## Halifax Community Investment Fund Society

### Statement of Changes in Resources

Year ended December 31, 2013 with comparative figures for 2012

|   | Externally<br>Restricted | Unrestricted    | 2013               |
|---|--------------------------|-----------------|--------------------|
| Resources, beginning of the year          | \$1,166,800              | \$54,017        | \$1,220,817        |
| Excess (deficit) of revenue over expenses | 0                        | (15,750)        | (15,750)           |
| Realized capital gains (losses)           |                          | 327             | 327                |
| Unrealized capital gains (losses)         | <u>11,783</u>            | <u>0</u>        | <u>11,783</u>      |
| Resources, end of the year                | <u>\$1,178,583</u>       | <u>\$38,594</u> | <u>\$1,217,177</u> |

|   | Externally<br>Restricted | Unrestricted    | 2012               |
|---|--------------------------|-----------------|--------------------|
| Resources, beginning of the year          | \$1,139,347              | \$33,761        | \$1,173,108        |
| Excess (deficit) of revenue over expenses | 0                        | 13,728          | 13,728             |
| Realized capital gains (losses)           |                          | 6,528           | 6,528              |
| Unrealized capital gains (losses)         | <u>27,453</u>            | <u>0</u>        | <u>27,453</u>      |
| Resources, end of the year                | <u>\$1,166,800</u>       | <u>\$54,017</u> | <u>\$1,220,817</u> |

## Halifax Community Investment Fund Society

### Notes to Financial Statements

#### Year ended December 31, 2013

The Society was incorporated on February 22, 2008.

The purpose of the Society is to operate and encourage educational, artistic, social, economic and other activities, the object of which is the betterment of the community and the residents of the area bounded by the properties on Cogswell North Park, Agricola, North Streets and Halifax Harbour in Halifax Regional Municipality.

#### 1. Mortgage Receivable:

The Society has entered into a loan agreement in the form of a promissory note and a mortgage receivable from The Community Carrot Co-operative Limited secured by the Co-operative's property on Gottingen Street, Halifax. Interest is to be paid annually January 1<sup>st</sup> based on the Annual Bank Prime Rate for the preceding year starting January 1, 2015. Principal payments commence in 2018. The Co-operative has the right subject to certain restrictions to prepay all or any part of the loan.

#### 2. Long-term investments:

|                  | Fair value         | Cost             |
|------------------|--------------------|------------------|
| Cash             | \$7,789            | \$7,789          |
| Fixed income     | 413,135            | 397,358          |
| Equities         | 636,300            | 468,970          |
| Preferred shares | 20,950             | 25,515           |
| Cash equivalent  | <u>38,309</u>      | <u>38,269</u>    |
|                  | <u>\$1,116,483</u> | <u>\$937,901</u> |

The Society has long term investments in fixed income and equities in a segregated account managed by an independent investment manager. These investments are recorded at fair market values based on year-end quoted market prices.

The income earned and realized capital gains (losses) on the investments are recorded as revenue and Unrestricted Resources on the Statement of Financial Activities and the Statement of Changes in Resources for the year. Unrealized capital gains and losses at year end are recorded as an increase (decrease) in Externally Restricted Resources.

#### 3. Externally Restricted Resources:

On April 14, 2008, \$1 million was received from the Halifax Regional Municipality Community Integration Fund from for the stated purposes of the Society. If for any reason the operations of the Society are terminated, wound up, or dissolved, then any unspent balance of the funds must be returned to Halifax Regional Municipality.