

**COMMUNITY FUTURES  
MOUNT WADDINGTON  
Financial Statements - March 31, 2011**

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**COMMUNITY FUTURES MOUNT WADDINGTON  
March 31, 2011**

**MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING**

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian generally accepted accounting principles and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Board of Directors is composed entirely of members who are neither management nor employees of the Corporation. The Board is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial information included in the annual report. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors.

Chan Nowosad Boates, Chartered Accountants, an independent firm of Chartered Accountants, has been appointed by the Board of Directors to audit the financial statements and report directly to them. The external auditors have full and free access to, and meet periodically and separately with, both the Board and Management to discuss their audit findings. Their report appears herein.

June 22, 2011

  
David Mitchell, General Manager

  
Christie Dreger, Comptroller



Chan  
Nowosad  
Boates

CHARTERED ACCOUNTANTS

## INDEPENDENT AUDITORS' REPORT

To: The Members of the  
Community Futures Mount Waddington

John H. Chan Ltd.  
Shelly A. Boates Ltd.  
Erica Chan-LaFrance Ltd.

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We have audited the accompanying financial statements of Community Futures Mount Waddington which comprise the balance sheet as at March 31, 2011, and the statements of changes in fund balances, operations, and cash flows for the year then ended.

### 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 principles 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 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 Community Futures Mount Waddington as at March 31, 2011, and its financial performance and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

Chartered Accountants  
Campbell River, BC

June 22, 2011

# COMMUNITY FUTURES MOUNT WASHINGTON

## Balance Sheet

March 31, 2011

### Administration Fund

	Administration Fund				Investment Funds	Total 2011	Total 2010
	Administration	NISEP	Economic	WestCCAP			
	\$	\$	\$	\$	\$	\$	
<b>ASSETS</b>							
<b>Current Assets</b>							
Cash	22,885	33,390	20,901	281,310	1,008,500	1,366,986	
Accounts Receivable	8,958	264	-	-	9,222	15,703	
Prepaid Expenses	5,892	-	-	-	371	3,068	
Current Portion of Loans Receivable (Note 4)	<u>37,735</u>	<u>33,654</u>	<u>20,901</u>	<u>281,310</u>	<u>778,909</u>	<u>460,593</u>	
Loans Receivable (Note 4)	-	-	-	-	1,787,780	2,129,411	
Due (to) from Funds (Note 5)	1,304	-	300	(1,604)	-	-	
Long Term Investments (Note 6)	24,021	-	-	-	-	60,000	
Property and Equipment (Note 7)	<u>63,060</u>	<u>33,654</u>	<u>21,201</u>	<u>279,706</u>	<u>3,142,303</u>	<u>14,756</u>	
					<u>3,539,924</u>	<u>3,432,067</u>	
<b>LIABILITIES AND NET ASSETS</b>							
<b>Current Liabilities</b>							
Accounts Payable	44,421	965	-	-	-	25,939	
Wages and Benefits	7,028	5,443	-	-	-	14,546	
Deferred Revenue (Note 8)	-	13,746	-	279,706	-	268,943	
Current Portion of Long Term Debt (Note 9)	-	-	-	-	1,970,000	1,970,000	
Long Term Debt (Note 9)	<u>51,449</u>	<u>20,154</u>	<u>-</u>	<u>279,706</u>	<u>1,970,000</u>	<u>2,279,428</u>	
<b>Net Assets</b>							
Unrestricted Surplus	11,611	-	21,201	-	-	28,336	
Restricted Surplus	<u>63,060</u>	<u>13,500</u>	<u>-</u>	<u>-</u>	<u>1,172,303</u>	<u>1,124,303</u>	
					<u>3,142,303</u>	<u>3,432,067</u>	

Approved by the Directors:



Director

Director



## COMMUNITY FUTURES MOUNT WADDINGTON

### Statement of Changes in Fund Balances

Year Ended March 31, 2011

	Administration Fund					Investment Funds	Total 2011	Total 2010
	Administration	NISEP	Economic	WestCCAP	Funds			
	\$	\$	\$	\$	\$	\$	\$	
Surplus - Beginning	2,207	13,502	26,099	-	1,110,831	1,152,639	1,040,124	
Prior Period Adjustment (Note 13)	-	-	(5,000)	-	5,000	-	-	
Surplus - Beginning - As Restated	2,207	13,502	21,099	-	1,115,831	1,152,639	1,040,124	
Excess (Deficiency) of Revenue over Expenditures	(15,096)	(2)	102	-	80,972	65,976	112,515	
	(12,889)	13,500	21,201	-	1,196,803	1,218,615	1,152,639	
Interfund Items Interfund Transfer	24,500	-	-	-	(24,500)	-	-	
Surplus - End	11,611	13,500	21,201	-	1,172,303	1,218,615	1,152,639	

# COMMUNITY FUTURES MOUNT WASHINGTON

## Statement of Operations

Year Ended March 31, 2011

	Administration Fund					Investment Funds	Total 2011	Total 2010
	Administration	NISEP	Economic	WestCCAP	Funds			
	\$	\$	\$	\$	\$	\$	\$	
<b>Revenue</b>								
Federal Government Grants								
- Operating	309,887	-	-	-	-	309,887	309,887	
- Programs	10,629	219,144	-	354,299	-	584,072	803,579	
Other Government Funding	2,146	-	-	-	-	2,146	-	
Projects, Recoveries and Other	31,808	-	-	-	2,219	34,027	27,307	
Interest	4,775	133	102	-	140,487	145,497	134,046	
	<u>359,245</u>	<u>219,277</u>	<u>102</u>	<u>354,299</u>	<u>142,706</u>	<u>1,075,629</u>	<u>1,274,819</u>	
<b>Expenses</b>								
	<u>366,564</u>	<u>219,279</u>	<u>-</u>	<u>354,299</u>	<u>61,734</u>	<u>1,001,876</u>	<u>1,155,698</u>	
	(7,319)	(2)	102	-	80,972	73,753	119,121	
Amortization of Property and Equipment	(7,777)	-	-	-	-	(7,777)	(6,606)	
<b>Excess (Deficiency) of Revenue Over Expenditures</b>	<u>(15,096)</u>	<u>(2)</u>	<u>102</u>	<u>-</u>	<u>80,972</u>	<u>65,976</u>	<u>112,515</u>	

# COMMUNITY FUTURES MOUNT WASHINGTON

## Statement of Operations - Continued

Year Ended March 31, 2011

	Administration Fund					Investment Funds	Total 2011	Total 2010
	Administration	NISEP	Economic	WestCCAP	Funds			
Expenses	\$	\$	\$	\$	\$	\$	\$	
<b>Wages and Benefits</b>								
Wages and Benefits	235,549	71,026	-	-	-	306,575	289,044	
Participant Wages and Benefits	-	117,453	-	-	-	117,453	176,831	
Training	511	-	-	-	-	511	2,401	
<b>Administration</b>								
Bad Debts	-	-	-	-	60,066	60,066	8,812	
Communications	7,553	2,316	-	-	-	9,869	15,195	
Community Projects	8,463	-	-	354,299	-	362,762	516,070	
Conferences and Meetings	6,008	77	-	-	-	6,085	10,604	
Dues and Subscriptions	5,579	-	-	-	-	5,579	6,529	
Insurance - General	2,806	900	-	-	-	3,706	3,368	
Insurance - Life	-	-	-	-	1	1	81	
Interest and Bank Charges	2,461	-	-	-	1,667	4,128	4,408	
Loan Processing Costs	867	-	-	-	-	867	1,229	
Marketing	9,697	2,918	-	-	-	12,615	12,376	
Materials	-	314	-	-	-	314	186	
Office and Miscellaneous	19,053	1,545	-	-	-	20,598	13,649	
Professional Fees	24,480	2,998	-	-	-	27,478	24,939	
Rent and Utilities	22,816	5,364	-	-	-	28,180	27,410	
Repairs and Maintenance	6,745	-	-	-	-	6,745	5,767	
Travel	13,976	3,718	-	-	-	17,694	25,946	
Workshops	-	10,650	-	-	-	10,650	10,853	
	<u>366,564</u>	<u>219,279</u>	<u>-</u>	<u>354,299</u>	<u>61,734</u>	<u>1,001,876</u>	<u>1,155,698</u>	

# COMMUNITY FUTURES MOUNT WADDINGTON

## Statement of Cash Flows

Year Ended March 31, 2011

	2011	2010
	\$	\$
<b>Cash Flows From Operating Activities:</b>		
Cash Received from Funders and Borrowers	1,046,554	1,504,236
Cash Paid to Suppliers, Employees and Participants	<u>(927,633)</u>	<u>(1,153,198)</u>
	<u>118,921</u>	<u>351,038</u>
<b>Cash Flows From Financing Activities:</b>		
Decrease in Long Term Debt	<u>-</u>	<u>(20,162)</u>
	<u>-</u>	<u>(20,162)</u>
<b>Cash Flows From Investing Activities:</b>		
Increase in Loans Receivable	(444,939)	(41,796)
Purchase of Equipment	(17,043)	(2,662)
Proceeds on Sale of Investments	<u>60,000</u>	<u>-</u>
	<u>(401,982)</u>	<u>(44,458)</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(283,061)	286,418
<b>Cash and Cash Equivalents - Beginning of Year</b>	<u>1,650,047</u>	<u>1,363,629</u>
<b>Cash and Cash Equivalents - End of Year</b>	<u>1,366,986</u>	<u>1,650,047</u>
<b>Cash and Cash Equivalents are represented by:</b>		
Cash on Hand and Held by Bank	<u>1,366,986</u>	<u>1,650,047</u>



# COMMUNITY FUTURES MOUNT WADDINGTON

## Notes to Financial Statements

March 31, 2011

### 1. Purpose:

Community Futures Mount Waddington ("CFMW") was established to promote employment and economic development in the Northern Vancouver Island area. The activities of CFMW include delivering various economic and business development and training programs on behalf of the Government of Canada, specifically for Western Economic Diversification. CFMW also operates programs to promote employment and economic development by providing access to loan funds for small businesses that have difficulty receiving financing from traditional lending institutions.

CFMW, incorporated without share capital under Part II of the Canada Corporations Act, is a not-for-profit organization and is exempt from corporate income tax provided certain requirements of the Income Tax Act are met.

### 2. Significant Accounting Policies:

#### Basis of Presentation

The financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

CFMW follows the restricted fund method of accounting for contributions. Accordingly, the resources and operations are segregated into various funds for accounting and financial reporting purposes. The following funds are presently used:

Administration Fund - provides the personnel and other facilities that enable CFMW to deliver the Community Futures Contribution Agreement with Western Economic Diversification (WED) and other related programs.

North Island Self-Employment Program Fund (NISEP) - provides assistance, training and support to self-employed individuals in the start-up phase of their businesses (who were previously unemployed) through the CFMW contribution agreement with BC Ministry of Housing & Social Development (Service Canada) under the Canada-British Columbia Labour Market Development Agreement.

### 2. Significant Accounting Policies Continued:

Mount Waddington Economic Fund - promotes economic development in the community.

West Coast Community Adjustment Program Fund - promotes economic activity and improving the quality of life in British Columbia's fishing-dependant coastal communities.

Investment Funds - promotes economic development in the community by providing assistance to small businesses in the form of loans, guarantees or equity investments. CFMW is restricted in the types of loans that can be made, according to its agreements with the federal government. Loans for the Youth and Disabled Investment Funds are limited to businesses owned by youth and disabled entrepreneurs respectively.

#### Revenue Recognition

Restricted contributions are recognized as revenue of the appropriate fund in the year received and in which the related expenses are incurred. Unrestricted contributions are recognized as revenue of the appropriate fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Management fee revenue is recognized when received. Interest revenue is recognized when received or receivable. Interest is not accrued on loans which have been classified as impaired.

#### Property and Equipment

Property and equipment are recorded at cost. Amortization is calculated on a declining balance basis at the following rates:

Office Furniture	20%
Office Equipment	40%
Computer Equipment	50%
Leasehold Improvements	40%

#### Investments

CFMW followed the cost method of accounting for its investment in the subscription units of Growthstart: A Local Business Development Fund.

# COMMUNITY FUTURES MOUNT WADDINGTON

## Notes to Financial Statements

March 31, 2011

### 2. Significant Accounting Policies Continued:

#### Financial Instruments

CFMW's financial instruments consist of cash and term deposits, accrued interest and accounts receivable, loans receivable, trade accounts payable, wages and benefits payable and repayable contributions from Western Economic Diversification and BC Ministry of Forests. Unless otherwise noted, it is management's opinion that CFMW is not exposed to significant interest or currency risk arising from these financial instruments.

With respect to loans receivable, concentration of credit risk may arise from exposure to a single debtor or a group of debtors having similar characteristics, such that their ability to meet their obligations is expected to be affected similarly by changes in economic or other conditions. To alleviate potential risk concentration, credit limits are established and monitored in light of changing debtor and market conditions. The majority of loans receivable have interest tied to the prime rate, which increases the exposure to interest rate risk.

The carrying amount of cash, term deposits, accounts receivable and accounts payable approximates their fair value due to the short-term maturities of these items.

It is not practical, within the constraints of timelines or cost, to determine the fair value of loans receivable or repayable contributions as these instruments are not traded in an organized financial market.

Fair values are based on management's best estimates after consideration of current market conditions. The estimates are subjective and involve considerable judgement, and as such are not necessarily indicative of the amounts that CFMW may realize or incur in actual market transactions.

#### New Accounting Pronouncement

The Accounting Standards Board ("AcSB") released a new accounting framework for not-for-profit organizations. This new accounting framework will be adopted by CFMW effective April 1, 2012.

### 2. Significant Accounting Policies Continued:

#### Measurement Uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principles 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 reported amounts of revenues and expenditures during the reporting period. Accounts receivable and loans receivable are evaluated as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets. Provision is made for a decline in fair value of long-term assets where considered necessary.

### 3. Bank Overdraft:

CFMW has an authorized line of credit of \$40,000. Interest is payable at prime plus 1.5%. CFMW also has a visa with a limit of \$15,000. The visa and line of credit are secured by a general security agreement.

### 4. Loans Receivable:

	2011	2010
	\$	\$
<b>Investment Funds</b>		
Loans Receivable	2,712,653	2,222,126
Less: Allowance for Impaired Loans	<u>(579,222)</u>	<u>(533,633)</u>
	2,133,431	1,688,493
Less: Current Portion of Loan Receivable	<u>778,909</u>	<u>460,593</u>
	<u>1,354,522</u>	<u>1,227,900</u>



# COMMUNITY FUTURES MOUNT WADDINGTON

## Notes to Financial Statements

March 31, 2011

### 4. Loans Receivable Continued:

Credit risk is the risk assumed by the lender that the borrower will fail to honour its financial obligation. CFMW has provided for credit risk by establishing allowances against the carrying value of certain impaired loans and a general allowance based on management's estimates on collectability of loans. Loans are considered impaired as soon as collection of the full principle and interest on the loan becomes doubtful. Each impaired loan is evaluated separately and written down to the fair market value of any security held. Various forms of security are taken on loans ranging from promissory notes and personal guarantees of principals to chattel mortgages and mortgages over real property. The carrying values of specifically identified impaired loans included in loans receivable is as follows:

	2011	2010
	\$	\$
<b>Investment Funds</b>		
Gross Impaired Loans	242,886	235,664
Allowance	<u>(242,886)</u>	<u>(235,664)</u>
Carrying Value	<u>-</u>	<u>-</u>

### 5. Due to (from) Other Funds:

	2011	2010
	\$	\$
<b>Administration Fund</b>		
Due to NISEA Fund	-	(2,370)
Due from WestCCAP Fund	1,604	-
Due to Economic Fund	(300)	(17,000)
Due (to) from Investment Funds	<u>-</u>	<u>(5,765)</u>
	<u>1,304</u>	<u>(25,135)</u>

### 5. Due to (from) Other Funds Continued:

<b>NISEA/SEP Fund</b>		
Due from Administration Fund	<u>-</u>	<u>2,370</u>
<b>Economic Fund</b>		
Due from Administration Fund	<u>300</u>	<u>17,000</u>
<b>Investment Funds</b>		
Due (to) from Administration Fund	<u>-</u>	<u>5,765</u>
<b>WestCCAP Fund</b>		
Due (to) from Administration Fund	<u>(1,604)</u>	<u>-</u>

### 6. Long Term Investment:

	2011	2010
	\$	\$
<b>Investment Funds</b>		
Growthstart	<u>-</u>	<u>60,000</u>

A Local Business Development Fund. Subscription units consisted of 600 units which were redeemed during the year. The market value was \$60,083 at the end of the prior year.

### 7. Property and Equipment:

	2011	
	Cost	Accumulated Amortization
	\$	\$
Furniture and Equipment	46,714	42,285
Computer Equipment	28,926	20,187
Leasehold Improvements	<u>13,566</u>	<u>2,713</u>
	<u>89,206</u>	<u>65,185</u>
Unamortized Cost	<u>24,021</u>	

# COMMUNITY FUTURES MOUNT WADDINGTON

## Notes to Financial Statements

March 31, 2011

### 7. Property and Equipment Continued:

	2010	
	Cost	Accumulated Amortization
	\$	\$
Furniture and Equipment	48,946	44,297
Computer Equipment	27,634	17,527
	<u>76,580</u>	<u>61,824</u>
Unamortized Cost	<u>14,756</u>	

### 8. Deferred Revenue:

Deferred revenue reported in the NISEP and WestCCAP Funds represent funds, for restricted program funding, received in the current year that are related to the subsequent year.

	2011	2010
	\$	\$
Ministry of Housing and Social Development	13,746	4,335
WestCCAP	<u>279,706</u>	<u>264,608</u>
	<u>293,452</u>	<u>268,943</u>

### 9. Long Term Debt:

	2011	2010
	\$	\$
WED - Forestry Investment Fund Loan Contribution	<u>500,000</u>	<u>500,000</u>
WED - Fishing Investment Fund Fisheries Legacy Trust Loan Contribution	<u>420,000</u>	<u>420,000</u>
WED - Disabled Investment Fund Loan Contribution	<u>200,000</u>	<u>200,000</u>
WED - Community Economic Adjustment Initiative Investment Fund Loan Contribution	687,155	687,155
Write Down Bad Debts	<u>(687,155)</u>	<u>(687,155)</u>
Subtotal	<u>1,120,000</u>	<u>1,120,000</u>

### 9. Long Term Debt Continued:

Carried Forward	<u>1,120,000</u>	<u>1,120,000</u>
WED - Repayable Investment Fund Loan Contribution	<u>350,000</u>	<u>350,000</u>
Government of Canada Loan Contribution	<u>500,000</u>	<u>500,000</u>
	<u>1,970,000</u>	<u>1,970,000</u>
Less: Current Portion	<u>(1,970,000)</u>	<u>(1,970,000)</u>
	<u>-</u>	<u>-</u>

The Repayable Investment and Disabled Investment Fund contributions from Western Economic Diversification Canada are conditionally repayable. If specific conditions (as set out in the agreement) occur, Western Economic Diversification Canada can, by providing notice, request immediate repayment of the lower of the conditionally repayable contribution or the uncommitted cash balance of the conditionally repayable contribution. It is not anticipated that any condition would occur in the next fiscal period that would result in the request for immediate repayment of these loan dollars.

The Government of Canada loan contribution was formerly owed to Forest Renewal BC contributions under the terms of the Forest Community Business Program. These funds are still repayable at 100% of the unloaned fund at termination (plus interest from that date until repaid) and 100% of all loan payments received, net of costs, up to 15% of the balance of funds as at date of termination. Balances are due on 90 days notice or on demand if in default under the terms of the agreement.

The cash balance of the Fishing Investment Fund contributions is repayable on demand.



# COMMUNITY FUTURES MOUNT WADDINGTON

## Notes to Financial Statements

March 31, 2011

### 10. Commitments:

#### Lease Commitments

CFMW leases its premises in Port McNeill under an operating lease expiring May 2014. Future minimum lease payments in the Administration Fund over the next 4 years are estimated to be as follows:

	\$
2012	20,460
2013	20,460
2014	20,460
2015	3,410

#### Loan Commitments

CMFW has committed cash to fund loans which were not yet disbursed as of March 31, 2011:

	\$
Forestry Community Fund	145,000
Repayable General Fund	20,000

### 11. Inter-Fund Transactions:

During the year ended March 31, 2011, certain loan, bank and term deposit interest amounting to \$24,500 (2010 - \$5,000) was transferred from the Investment Fund to the Administration Fund as management fees. This fee was allocated to the following investment funds:

	\$
Fishing Fund	20,000
Forestry Fund	4,500

### 12. Economic Dependence:

CFMW is dependent upon contributions from the Government of Canada and the Government of British Columbia; specifically:

- 1) Administration Fund by funding from the WED.
- 2) North Island Self-Employment Program by funding from The Ministry of Housing and Social Development.
- 3) Forest Community Business Loans Program (Forestry Investment Fund) by funding from BC Ministry of Community and Rural Development.
- 4) General Investment Fund, Fishing Investment Fund, Youth Investment Fund, Disabled Investment Fund, Community Economic Adjustment Initiative Investment Fund, and Repayable Investment Fund by funding from WED.

### 13. Prior Period Adjustment:

In the 2010 fiscal year, \$5,000 was transferred from CEAI to the Administration Fund and from the Administration Fund to the MWEF. This transfer was disallowed by WED, resulting in the following prior period adjustment:

Opening Surplus:	
Economic	\$5,000 Decrease
Investment Fund	\$5,000 Increase

# COMMUNITY FUTURES MOUNT WADDINGTON

## Schedule 1 - Investment Funds

Balance Sheet

March 31, 2011

	\$	Fishing	Forest Community	Investment	Repayable General	CEAI	Micro	Total
	\$	\$	\$	\$	\$	\$	\$	\$
<b>ASSETS</b>								
<b>Current Assets</b>								
Cash	102,356	225,370	104,209	334,342	229,542	6,242	6,439	1,008,500
Prepaid Expenses	-	-	-	371	-	-	-	371
Current Portion of Loans Receivable	<u>23,400</u> 125,756	<u>166,017</u> 391,387	<u>227,599</u> 331,808	<u>301,144</u> 635,857	<u>51,809</u> 281,351	<u>-</u> 6,242	<u>8,940</u> 15,379	<u>778,909</u> 1,787,780
Loans Receivable	78,984	397,172	424,164	326,685	124,260	-	3,258	1,354,523
Due (to) from Funds	(6)	-	1	(27)	20,032	-	(20,000)	-
	<u>204,734</u>	<u>788,559</u>	<u>755,973</u>	<u>962,515</u>	<u>425,643</u>	<u>6,242</u>	<u>(1,363)</u>	<u>3,142,303</u>

## LIABILITIES AND NET ASSETS

<b>Current Liabilities</b>								
Current Portion of Long Term Debt	200,000	420,000	1,000,000	-	350,000	-	-	1,970,000
<b>Net Assets</b>								
Restricted Surplus (Deficit)	4,734	368,559	(244,027)	962,515	75,643	6,242	(1,363)	1,172,303
	<u>204,734</u>	<u>788,559</u>	<u>755,973</u>	<u>962,515</u>	<u>425,643</u>	<u>6,242</u>	<u>(1,363)</u>	<u>3,142,303</u>

# COMMUNITY FUTURES MOUNT WADDINGTON

## Schedule 2 - Disabled Investment Fund Statement of Operations and Changes in Fund Balances

Year Ended March 31, 2011

	2011	2010
	\$	\$
<b>Revenue</b>		
Loan Portfolio Interest	6,936	8,193
Interest and Other	<u>804</u>	<u>799</u>
	<u>7,740</u>	<u>8,992</u>
<b>Expenses</b>		
Bad Debts (Recovery)	7,919	(1,833)
Insurance - Life	-	-
Interest and Bank Charges	<u>240</u>	<u>387</u>
	<u>8,159</u>	<u>(1,446)</u>
<b>Excess (Deficiency) of Revenue over Expenditures</b>	(419)	10,438
<b>Surplus (Deficit) - Beginning of Year</b>	<u>5,153</u>	<u>(5,285)</u>
<b>Surplus - End of Year</b>	<u>4,734</u>	<u>5,153</u>

# COMMUNITY FUTURES MOUNT WADDINGTON

## Schedule 3 - Fishing Investment Fund Statement of Operations and Changes in Fund Balances

Year Ended March 31, 2011

	2011	2010
	\$	\$
<b>Revenue</b>		
Loan Portfolio Interest	44,487	45,726
Interest and Other	<u>1,747</u>	<u>92</u>
	<u>46,234</u>	<u>45,818</u>
<b>Expenses</b>		
Bad Debts (Recovery)	(2,463)	(14,458)
Interest and Bank Charges	<u>20,260</u>	<u>407</u>
	<u>17,797</u>	<u>(14,051)</u>
<b>Excess of Revenue over Expenditures</b>	28,437	59,869
<b>Surplus - Beginning of Year</b>	<u>340,122</u>	<u>280,253</u>
<b>Surplus - End of Year</b>	<u>368,559</u>	<u>340,122</u>



# COMMUNITY FUTURES MOUNT WADDINGTON

## Schedule 4 - Forest Community Business Loans Investment Fund Statement of Operations and Changes in Fund Balances

Year Ended March 31, 2011

	2011	2010
	\$	\$
<b>Revenue</b>		
Loan Portfolio Interest	24,563	12,515
Interest and Other	<u>4,535</u>	<u>4,295</u>
	<u>29,098</u>	<u>16,810</u>
<b>Expenses</b>		
Bad Debts	80,752	8,287
Interest and Bank Charges	<u>4,780</u>	<u>387</u>
	<u>85,532</u>	<u>8,674</u>
<b>Excess (Deficiency) of Revenue over Expenditures</b>	(56,434)	8,136
<b>Surplus (Deficit) - Beginning of Year</b>	<u>(187,593)</u>	<u>(195,729)</u>
<b>Surplus (Deficit) - End of Year</b>	<u>(244,027)</u>	<u>(187,593)</u>

# COMMUNITY FUTURES MOUNT WADDINGTON

## Schedule 5 - General Investment Fund Statement of Operations and Changes in Fund Balance

Year Ended March 31, 2011

	2011	2010
	\$	\$
<b>Revenue</b>		
Loan Portfolio Interest	43,488	49,206
Interest and Other	<u>1,908</u>	<u>1,264</u>
	<u>45,396</u>	<u>50,470</u>
<b>Expenses</b>		
Bad Debts (Recovery)	(41,145)	13,795
Insurance - Life	1	81
Interest and Bank Charges	285	288
Loan Processing Costs	<u>880</u>	<u>1,749</u>
	<u>(39,979)</u>	<u>15,913</u>
<b>Excess of Revenue over Expenditures</b>	85,375	34,557
<b>Surplus - Beginning of Year</b>	<u>877,140</u>	<u>842,583</u>
<b>Surplus - End of Year</b>	<u>962,515</u>	<u>877,140</u>

# COMMUNITY FUTURES MOUNT WADDINGTON

## Schedule 6 - Repayable Investment Fund

### Statement of Operations and Changes in Fund Balances

Year Ended March 31, 2011

	2011	2010
	\$	\$
<b>Revenue</b>		
Loan Portfolio Interest	12,236	9,929
Interest and Other	<u>1,252</u>	<u>1,365</u>
	<u>13,488</u>	<u>11,294</u>
<b>Expenses</b>		
Bad Debts	13,335	1,872
Interest and Bank Charges	<u>302</u>	<u>291</u>
	<u>13,637</u>	<u>2,163</u>
<b>Excess (Deficiency) of Revenue over Expenditures</b>	(149)	9,131
<b>Surplus - Beginning of Year</b>	<u>75,792</u>	<u>66,661</u>
<b>Surplus - End of Year</b>	<u>75,643</u>	<u>75,792</u>

# COMMUNITY FUTURES MOUNT WADDINGTON

## Schedule 7 - Community Economic Adjustment Initiative Investment Fund Statement of Operations and Changes in Fund Balances

Year Ended March 31, 2011

	2011	2010
	\$	\$
<b>Revenue</b>		
Loan Portfolio Interest	-	-
Interest and Other	153	9
Write Down of Long-Term Debt	-	-
	<u>153</u>	<u>9</u>
<b>Expenses</b>		
Bad Debts	-	-
Interest and Bank Charges	-	-
	<u>-</u>	<u>-</u>
<b>Excess of Revenue over Expenditures</b>	153	9
<b>Transfer to Administration Fund</b>	<u>-</u>	<u>(5,000)</u>
	153	(4,991)
<b>Surplus - Beginning of Year</b>	1,089	11,080
<b>Prior Period Adjustment (Note 13)</b>	<u>5,000</u>	<u>-</u>
<b>Surplus - Beginning of Year - As Restated</b>	<u>6,089</u>	<u>11,080</u>
<b>Surplus - End of Year</b>	<u>6,242</u>	<u>6,089</u>



# COMMUNITY FUTURES MOUNT WADDINGTON

## Schedule 8 - Micro Loan Investment Fund Statement of Operations and Changes in Fund Balances

Year Ended March 31, 2011

	2011	2010
	\$	\$
<b>Revenue</b>		
Loan Portfolio Interest	1,443	401
Interest and Other	<u>35</u>	<u>105</u>
	1,478	506
<b>Expenses</b>		
Bad Debts	1,669	1,151
Interest and Bank Charges	<u>300</u>	<u>227</u>
	<u>1,969</u>	<u>1,378</u>
<b>Excess (Deficiency) of Revenue over Expenditures</b>	(491)	-
<b>Surplus (Deficiency) - Beginning of Year</b>	<u>(872)</u>	<u>-</u>
<b>Surplus (Deficiency) - End of Year</b>	<u>(1,363)</u>	<u>(872)</u>