

CAMPBELL, SAUNDERS & CO.

CAMP FIRCOM SOCIETY  
OF THE UNITED CHURCH OF CANADA  
FINANCIAL STATEMENTS  
DECEMBER 31, 2017  
(Unaudited)

CAMP FIRCOM SOCIETY  
OF THE UNITED CHURCH OF CANADA

FINANCIAL STATEMENTS

DECEMBER 31, 2017

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# CAMPBELL, SAUNDERS & CO.

Chartered Professional Accountants

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## INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To: The Board 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, 2017, and the statements of revenue and expenses, changes in 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 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, 2017, 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.

*Campbell, Saunders & Co.*

CHARTERED PROFESSIONAL ACCOUNTANTS

Vancouver, B.C.  
March 8, 2018

CAMP FIRCOM SOCIETY  
OF THE UNITED CHURCH OF CANADA  
STATEMENT OF FINANCIAL POSITION  
AS AT DECEMBER 31, 2017  
(Unaudited)

## ASSETS

	2017	2016
<b>CURRENT</b>		
Cash	\$ 260,250	\$ 196,269
Accounts receivable	22,583	50,844
Prepaid expenses	<u>10,492</u>	<u>7,652</u>
	293,325	254,765
<b>CAPITAL ASSETS (Note 3)</b>	<u>134,366</u>	<u>167,365</u>
	<u>\$ 427,691</u>	<u>\$ 422,130</u>

## LIABILITIES

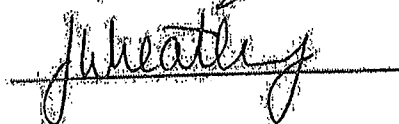
<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$ 14,890	\$ 17,892
Government remittances	11,904	3,253
Rental deposit	32,804	40,570
Deferred revenue (Note 4)	95,188	102,434
Due to BC Conference (Note 5)	20,803	20,803
Current portion of loan payable (Note 6)	<u>38,614</u>	<u>39,794</u>
	214,203	224,746
<b>LOAN PAYABLE (Note 6)</b>	<u>185,062</u>	<u>180,091</u>

## NET ASSETS

Invested in capital assets	134,366	167,365
Unrestricted	<u>(105,940)</u>	<u>(150,072)</u>
	28,426	17,293
	<u>\$ 427,691</u>	<u>\$ 422,130</u>

ON BEHALF OF THE BOARD:

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

**CAMP FIRCOM SOCIETY**  
**OF THE UNITED CHURCH OF CANADA**  
**STATEMENT OF CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED DECEMBER 31, 2017**  
**(Unaudited)**

	Invested in Capital Assets	Unrestricted	2017	2016
<b>BALANCE - BEGINNING OF YEAR</b>	\$167,365	\$(150,072)	\$17,293	\$ 44,498
Excess (deficiency) of revenue over expenses for the year	-	11,133	11,133	(27,205)
Transfer of amortization	<u>(32,999)</u>	<u>32,999</u>	<u>-</u>	<u>-</u>
<b>BALANCE - END OF YEAR</b>	<u>\$134,366</u>	<u>\$(105,940)</u>	<u>\$28,426</u>	<u>\$ 17,293</u>

CAMP FIRCOM SOCIETY  
OF THE UNITED CHURCH OF CANADA  
STATEMENT OF REVENUE AND EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2017  
(Unaudited)

	2017	2016
<b>REVENUES</b>		
Accommodation	\$ 349,950	\$ 280,028
Food and beverage	409,381	341,515
Program	233,152	233,907
Retail sales	10,731	11,756
Staffing and services	112,178	103,915
Transportation	7,382	7,245
Donations	18,471	15,934
Endowment (Note 7)	14,927	14,310
Grants	56,614	82,362
Miscellaneous	338	9,480
	<u>1,213,124</u>	<u>1,100,452</u>
<b>EXPENSES</b>		
Food and beverage	297,849	251,173
Program	140,318	107,211
Rental	87,295	87,337
Site	265,721	226,728
Water taxi	77,675	82,328
Office and general administration	296,344	328,027
Loan interest	3,790	10,583
	<u>1,168,992</u>	<u>1,093,387</u>
<b>OPERATING INCOME BEFORE OTHER ITEMS</b>	<u>44,132</u>	<u>7,065</u>
<b>OTHER ITEM</b>		
Amortization	<u>(32,999)</u>	<u>(34,270)</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES</b>	<u>\$ 11,133</u>	<u>\$ (27,205)</u>

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

**STATEMENT OF CASH FLOWS**

**FOR THE YEAR ENDED DECEMBER 31, 2017  
(Unaudited)**

	2017	2016
<b>OPERATING ACTIVITIES</b>		
Excess (deficiency) of revenues over expenses	\$ 11,133	\$ (27,205)
Adjustments to determine net cash provided by operating activities		
Amortization of capital assets	<u>32,999</u>	<u>34,270</u>
	44,132	7,065
Net change in non-cash working capital items		
Accounts receivable	28,261	4,676
Government remittances	8,651	3,016
Prepaid expenses	(2,840)	2,328
Accounts payable and accrued liabilities	(3,002)	(6,280)
Deferred revenue	(7,246)	24,839
Rental deposit	(7,765)	11,150
Due to BC Conference	-	957
Loan payable	<u>3,790</u>	<u>5,291</u>
	<u>63,981</u>	<u>53,042</u>
<b>INVESTING ACTIVITY</b>		
Purchase of capital assets	<u>-</u>	<u>(23,157)</u>
<b>NET CHANGE IN CASH</b>	63,981	29,885
Cash - beginning of year	<u>196,269</u>	<u>166,384</u>
<b>CASH - END OF YEAR</b>	<u><u>\$260,250</u></u>	<u><u>\$ 196,269</u></u>

**CAMP FIRCOM SOCIETY  
OF THE UNITED CHURCH OF CANADA  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2017  
(Unaudited)**

**NOTE 1 - NATURE OF OPERATIONS**

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 minutes boat ride from Horseshoe Bay in West Vancouver, British Columbia. The land is owned by BC Conference of the United Church of Canada and the United Church of Canada. The Society offers the property as a year-round retreat and rental site with accommodation, catering, and programming services.

The Society is economically dependent upon the public, the BC Conference and the United Church of Canada and various other organizations for operating and capital funds.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

These financial statements have been prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations in Part III of the CICA Handbook and include the following significant accounting policies.

a) Amortization

Capital assets are recorded at historical cost and amortized over their estimated useful lives applying the straight-line method at the following annual rates:

Equipment	20%
Capital projects	10%
Vehicle	50%



**CAMP FIRCOM SOCIETY  
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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

b) Revenue recognition

The deferral method is used to account for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount can be reasonably estimated and collection is reasonably assured.

c) Contributed services

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

d) Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions based on currently available information. Such estimates and assumptions may affect the reported assets and liabilities and the reported revenue and expenses for the period. Actual results could differ from the estimates and assumptions used.

**NOTE 3 - CAPITAL ASSETS**

Capital assets comprise the following:

	2017		2016	
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Cost</u>	<u>Accumulated Amortization</u>
Capital projects	\$192,481	\$ 77,898	\$192,481	\$ 58,650
Equipment	130,942	111,159	134,753	101,219
Vehicle	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>1,000</u>
	<u>\$323,423</u>	<u>\$189,057</u>	<u>\$328,234</u>	<u>\$160,869</u>
Net Book Value		<u>\$134,366</u>		<u>\$167,365</u>

**CAMP FIRCOM SOCIETY  
OF THE UNITED CHURCH OF CANADA  
NOTES TO THE FINANCIAL STATEMENTS  
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**NOTE 3 - CAPITAL ASSETS (Cont'd)**

Capital projects comprise only those capital improvements paid directly by Camp Fircom Society. As at December 31, 2011, BC Conference had invested \$7,869,657 in new buildings and equipment at the Camp as part of the Camp Futures Project, and as such those expenditures are not included in the Society's records.

In 2014, additional investment has been made by the BC Conference in the form of a two storey building and a pavilion for a cost of approximately \$1,000,000 and expansion of the existing dining hall for a cost of approximately \$200,000.

**NOTE 4 - DEFERRED REVENUE**

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

	Balance- Beginning of Year	Receipts During the Year	Recognized During the Year	Balance- End of Year
Capital contributions	\$ 14,500	\$ -	\$ (11,502)	\$ 2,998
Campership Fund	24,389	26,906	(33,704)	17,591
Special purpose	15,474	19,425	(5,804)	29,095
Camp Fees	<u>48,071</u>	<u>203,224</u>	<u>(205,791)</u>	<u>45,504</u>
	<u>\$102,434</u>	<u>\$249,555</u>	<u>\$ 256,801</u>	<u>\$95,188</u>

**NOTE 5 - DUE TO B.C. CONFERENCE**

	2017	2016
Advance for fire insurance claim	\$204,845	\$204,845
Less: actual claim	<u>184,042</u>	<u>184,042</u>
Surplus owed to B.C. Conference	<u>\$ 20,803</u>	<u>\$ 20,803</u>

The amount owing was paid to B.C. Conference subsequent to the year end.

**CAMP FIRCOM SOCIETY  
OF THE UNITED CHURCH OF CANADA  
NOTES TO THE FINANCIAL STATEMENTS  
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**NOTE 6 - LOAN PAYABLE**

The Society has entered into an Loan Agreement with The British Columbia Conference of The United Church of Canada to borrow funds up to \$202,000 at 5%, to be used for identified capital projects. The loan is secured by a Promissory Note, due on demand. However, the BC Conference has agreed to a repayment schedule over a five year period, commencing when the loan is fully advanced.

During 2014, the loan was fully advanced and payments should have commenced in 2015. The Society did not make any payments in 2015 but made payments of \$5,291 in 2016 and 2017. The term of the loan has been extended to 2021 to cover this delayed start.

	2017	2016
Principal Advanced	\$190,931	\$190,931
Cumulative Interest Accrued	<u>32,745</u>	<u>28,954</u>
Amount due December 31, 2020, repayable \$4,049.65 per month, principal and interest rate of 5%	223,676	219,885
Less amount due within 1 year	<u>38,614</u>	<u>39,794</u>
	<u>\$185,062</u>	<u>\$180,091</u>

Principal amount due within next five years:

2018	\$38,614
2019	40,589
2020	42,666
2021	44,848
2022	47,143

**NOTE 7 - 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.

**CAMP FIRCOM SOCIETY  
OF THE UNITED CHURCH OF CANADA  
NOTES TO THE FINANCIAL STATEMENTS  
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(Unaudited)**

**NOTE 7 - ENDOWMENT FUNDS (Cont'd)**

Details of these funds are as follows:

<u>Name of Fund</u>	Camp Fircom Society Endowment Fund	Laura & Richard Rees Campership Fund	<u>Total</u>
Date established	Oct. 19, 1988	Apr. 9, 2002	
Contributed principal as at December 31, 2017	<u>\$293,575</u>	<u>\$10,000</u>	<u>\$303,575</u>
Market Value			
December 31, 2017	<u>\$427,222</u>	<u>\$11,920</u>	<u>\$439,142</u>
December 31, 2016	<u>\$412,373</u>	<u>\$11,506</u>	<u>\$423,879</u>
Income received			
Year ended December 31, 2017	<u>\$ 14,927</u>	<u>\$ 416</u>	<u>\$ 15,343</u>
Year ended December 31, 2016	<u>\$ 14,310</u>	<u>\$ 399</u>	<u>\$ 14,709</u>

**NOTE 8 - FINANCIAL INSTRUMENTS**

The Society classifies its cash as held for trading, accounts receivable as loans and receivables, and accounts payable and accrued liabilities as other financial liabilities.

Fair Value

The Society has determined the fair value of its financial instruments as follows:

Cash, accounts receivable, accounts payable and accrued liabilities

The carrying amounts approximate their fair value due to the short term nature of these instruments.

Credit Risk

The Society has no material exposure to credit risk.

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(Unaudited)

**NOTE 8 - FINANCIAL INSTRUMENTS (Cont'd)**

Interest Rate Risk

The Society has no material exposure to interest rate risk.

Currency Exchange Rate Risk

The Society is not exposed to significant risk relating to fluctuations in foreign currency exchange rates.

**NOTE 9 - CAPITAL**

The Society's objectives when managing capital are to ensure that sufficient capital is retained to ensure it remains solvent so that it can fulfil its stated goals.