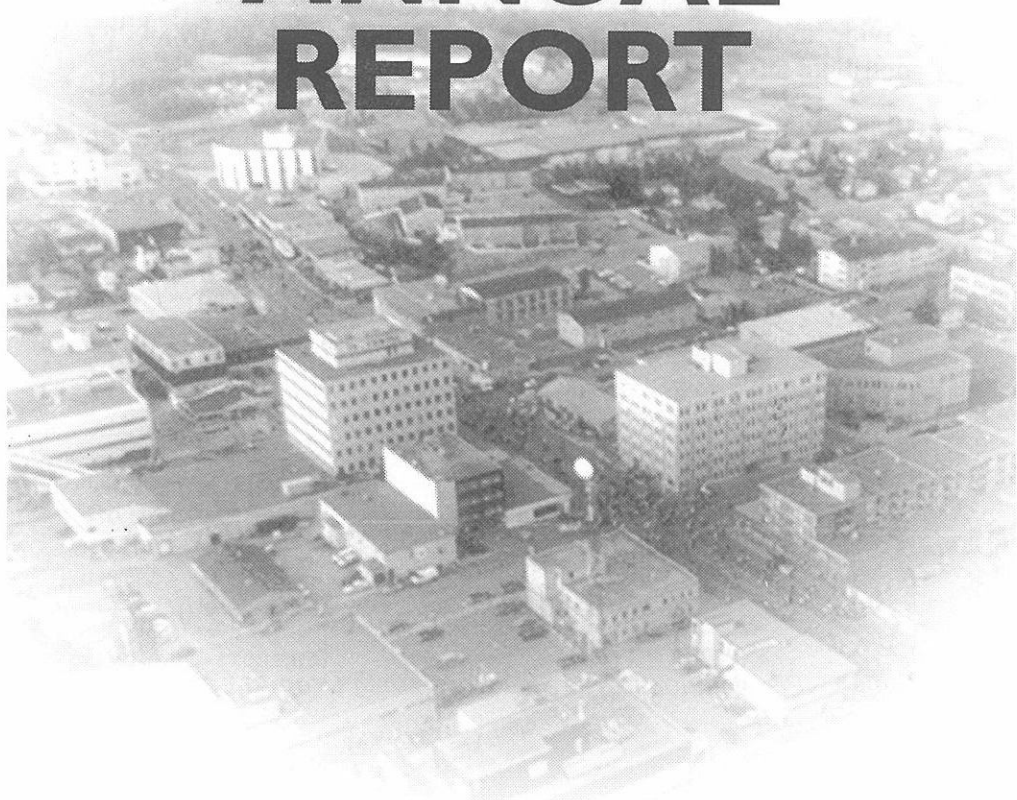


YELLOWKNIFE
COMMUNITY
FOUNDATION

1996 ANNUAL REPORT



President's Message

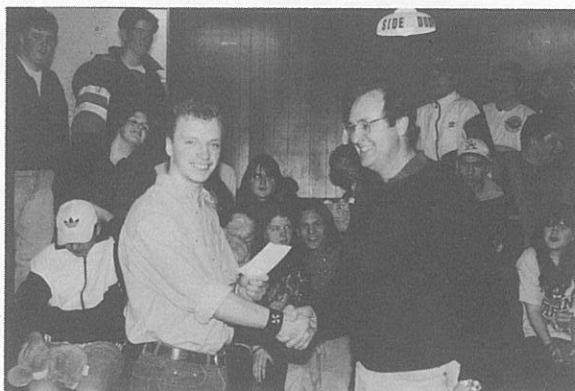
The Yellowknife Community Foundation is proud to announce the beginning of its fifth year of operations. Incorporated as a registered charity in 1993, the Foundation now claims a total of 25 individual donors who have contributed to a capital fund of \$66,000.

Although these are modest beginnings, the Yellowknife Community Foundation reached a historic milestone in 1996 when it was able to issue its first two grants. The generosity of those who have endowed the Foundation resulted in grants to The Side Door Youth Drop-In Centre and the Ed Baker Seniors Recreation Centre.

The Future

The Yellowknife Community Foundation has a promising future and will be a key player in the development of positive changes in Yellowknife for the foreseeable future. A new corporate sponsorship arrangement with Northern News Services in 1997 will allow the Foundation to provide more information to the public and build on its ability to contribute more to Yellowknife.

For further information, please contact any of Foundation's Board Members.



Presentation to The Side Door Youth Drop-In Centre

The 1997 Board of Directors

The Foundation is managed by a volunteer Board of Directors:

Gerry Avery President 1993 - present	Phone: (403)873-3441 Fax: (403)873-2353 E-mail: avery@averyco.nt.ca
Mike Ballantyne Board Member 1996 - present	Phone: (403)920-2963 Fax: (403)920-7058 E-mail: ean@internorth.com
Dennis Crane Board Member 1993 - present	Phone: (403)873-5179 Fax: (403)873-5488
Blair Dunbar Board Member 1996 - present	Phone: (403)920-3029 Fax: (403)873-0444 E-mail: blair_dunbar@gov.nt.ca
Max Hall Board Member 1994 - present	Phone: (403)920-5600 Fax: (403)669-3465 E-mail: maxhall@internorth.com
Connie Landstrom Board Member 1996 - present	Phone: (403)920-7941 Fax: (403)873-3809
Ian Legaree Vice President 1993 - present	Phone: (403)873-7245 Fax: (403)920-6467 E-mail: ilegaree@maca.gov.nt.ca
Louise Vertes Board Member 1996 - present	Phone: (403)873-8953 Fax: (403)920-4538 E-mail: lvertes@ssimicro.com
Geoff Wiest Secretary-Treasurer 1993 - present	Phone: (403)669-5544 Fax: (403)920-2206

Former Directors

Today's success would not have been possible without the contributions made by former Directors of the Board:

Barb Bromley	1994 - 1995
Annetta Kuntz	1994 - 1996
Kevin Montgomery	1993 - 1994
Janet Robinson	1993 - 1995
Bishop John Sperry	1993 - 1996

and by Peg Melanson, volunteer Executive Director of the Yellowknife Community Foundation from 1993 - 1994.

Nominating Committee

The Yellowknife Foundation Board is selected according to its bylaws by a nominating committee consisting of:

- the Mayor of the City of Yellowknife,
- the President of the Yellowknife Chamber of Commerce,
- the President of the Yellowknife Ministerial Association,
- the Chairperson of the Board of Stanton Yellowknife Hospital, and
- the Commanding Officer of the Royal Canadian Mounted Police, "G" Division.

The 1996/97 Board of Directors was selected by:

- Mayor Dave Lovell,
- Gabrielle Decorby (1996 President, Chamber of Commerce),
- Alan Hoeft (1996 President, Yellowknife Ministerial Association),
- Tony Chang (1996 Chairperson of the Board, Stanton Yellowknife Hospital), and
- R.A. Grimmer, Commanding Officer, R.C.M.P., "G" Division

Our Donors

Since its inception, the Yellowknife Community Foundation has received donations from 25 community-minded individuals and organizations. Those who have contributed to an endowment that will benefit Yellowknife forever:

1996 Canadian Parks & Recreation Association Conference

The Board of Directors would also like to acknowledge **Alistair Gamble** and **Community Foundations of Canada** for their assistance and encouragement in the development of the Yellowknife Community Foundation.

Ed Baker

Ed Baker's name is quite familiar to many Yellowknife residents. He donated \$100,000 to launch the fund raising drive to build the Seniors Recreation Centre that now bears his name.



Ed Baker was also one of the first donors to the Yellowknife Community Foundation. His precious gift of \$10,000 will be protected and grow over the years and the income generated will be providing for the community forever.

Not only will Ed Baker be remembered because an important building bears his name, he will be remembered for contributing to many local needs through the Yellowknife Community Foundation.

Corporate Support

The Yellowknife Community Foundation would like to formally acknowledge the generous corporate support provided by a number of community-minded businesses in Yellowknife:

Artisan Press Limited
Avery, Cooper & Co.
Canarctic Graphics
Inkit Limited
Johnson, Gullberg, Weist & MacPherson
MacKay & Partners
Northern News Services
Northwestel
RTL Robinson Enterprises Ltd.
David E. Funston Merchandising Ltd. (Canadian Tire)

THE YELLOWKNIFE COMMUNITY FOUNDATION YELLOWKNIFE, N.W.T.

FINANCIAL STATEMENTS
For the Year Ended December 31, 1996

AUDITORS' REPORT

To the Members of The Yellowknife Community Foundation:

We have audited the Balance Sheet of The Yellowknife Community Foundation as at December 31, 1996 and the Statements of Capital Funds and Surplus, and Revenue and Expenditure for the year then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at December 31, 1996 and the results of its operations for the year then ended in accordance with generally accepted accounting principles. As required by the Canada Corporations Act, we report that, in our opinion, these principles have been applied on a basis consistent with that of the preceding period.

MacKay & Partners
Chartered Accountants
Yellowknife, Northwest Territories
March 6, 1997

STATEMENT I

**THE YELLOWKNIFE COMMUNITY FOUNDATION
BALANCE SHEET
December 31, 1996**

		1996	1995
ASSETS			
CURRENT			
Bank	\$	856	\$ 793
Term Deposits		58,180	32,640
Accrued Interest Receivable		<u>1,048</u>	<u>759</u>
		<u>\$60,084</u>	<u>\$ 34,192</u>
LIABILITIES			
CURRENT			
Accounts Payable	\$	<u>209</u>	\$ -
FOUNDATION'S CAPITAL FUNDS AND SURPLUS			
CAPITAL FUNDS per Statement II		\$56,421	\$31,400
SURPLUS per Statement II		<u>3,454</u>	<u>2,792</u>
		<u>59,875</u>	<u>34,192</u>
		<u>\$60,084</u>	<u>\$34,192</u>

STATEMENT

**STATEMENT OF CAPITAL FUNDS AND SURPLUS
For the Year Ended December 31, 1996**

		1996	1995
CAPITAL FUNDS (Note 7)			
Opening Balance	\$	31,400	\$17,600
Donations - Unrestricted Fund		15,021	3,800
Donations - Administration Endowment Fund		<u>10,000</u>	<u>10,000</u>
Closing Balance		<u>\$56,421</u>	<u>\$31,400</u>
SURPLUS			
Opening Balance	\$	2,792	\$ 1,487
Excess of Revenue over Expenditure per Statement III		<u>662</u>	<u>1,305</u>
Closing Balance	\$	<u>3,454</u>	<u>2,792</u>

STATEMENT III

**STATEMENT OF REVENUE AND EXPENDITURE
For the Year Ended December 31, 1996**

		1996	1995
REVENUE			
Grants	\$	-	\$1,173
Interest		2,285	1,900
Donations		<u>1,951</u>	<u>2,635</u>
		<u>4,236</u>	<u>5,708</u>
EXPENDITURE			
Advertising		-	722
Bank Charges		130	24
Donations		1,000	-
Insurance		1,951	1,951
Legal		184	433
Office		209	-
Subscriptions and Memberships		100	100
Travel		<u>-</u>	<u>1,173</u>
		<u>3,574</u>	<u>4,403</u>
EXCESS OF REVENUE OVER EXPENDITURE	\$	<u>662</u>	<u>\$1,305</u>

**NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 1996**

NOTE 1 NATURE OF FOUNDATION

The Yellowknife Community Foundation is a non-profit organization incorporated on June 1, 1993 under Part II of the Canada Corporations Act, and is a registered charity. The Foundation is a pooling of charitable gifts in capital funds, the earnings from which are used to meet a wide range of local needs and interests - the arts and other cultural activities, scholarships, medical and scientific research, environmental concerns and social problems. In some circumstances, the earnings may be allocated to a charitable cause or organization as directed by the donor.

NOTE 2 SIGNIFICANT ACCOUNTING POLICIES

- a) Bequests, Endowments and Donations are recorded as received.
- b) The Foundation receives materials and services at no cost from various sources. Donations of these items are not recorded in the accounts.
- c) Investments are recorded at cost, and are written down to reflect any declines in market value which are other than temporary.

NOTE 3 CAPITAL FUNDS

The Board of Directors of the Foundation have established the following capital funds and fund guidelines.

Restricted Fund - established for accumulating capital donations for which the donor has restricted the use of the income for specified purposes.

Unrestricted Fund - established for accumulating capital donations for which the income generated has not been restricted by the donor.

Donor Advised Fund - annual grants are made in consultation with the donor.

Administration Endowment Fund - established for accumulating capital donations for which the income has been designated to fund the operating costs of the Foundation.

NOTE 4 LIFE INSURANCE

The foundation has been designated as the beneficiary of Life Insurance policies. Premiums paid by the insured are recorded as donations, then recorded as disbursements. As at December 31, 1996 the amount of insurance in force for which the Foundation has been designated as beneficiary totals \$34,350.

NOTE 5 INCOME TAXES

As the Foundation is incorporated as a non-profit organization and is registered with Revenue Canada as a charitable organization, it is not liable for income taxes.

NOTE 6 STATEMENT OF CHANGES IN FINANCIAL POSITION

A statement of changes in financial position has not been prepared as it would not provide additional meaningful information.

NOTE 7 CAPITAL FUNDS

	Balance Beginning	Addition	Balance Ending
Unrestricted	\$11,400	\$15,021	\$26,421
Administration Endowment	<u>20,000</u>	<u>10,000</u>	<u>30,000</u>
	<u>\$31,400</u>	<u>\$25,021</u>	<u>\$56,421</u>

The Community Foundation Movement: Celebrating 76 Years*

1996 marked the 75th anniversary of Canada's first community foundation, i.e., The Winnipeg Foundation. From its humble roots in 1921, the Winnipeg Foundation has built an endowment fund of \$97 million. It now distributes \$4.5 million per year in grants to worthwhile causes in the Winnipeg area each year.

Community Foundations in Canada and the United States sprang from a concept promoted by Ohio lawyer, Frederick Harris Goff. He was concerned that charitable endowments were outliving their purposes; for example, bequests for diseases that had been cured. He wanted to encourage permanent endowments that would be flexible enough to respond to changing community needs. He started the first community foundation in 1914 and the idea soon caught on.

By the end of 1996, Canada had 77 community foundations with \$800 million in assets contributing \$50 million in grants each year.

*(Adapted from a Community Foundations of Canada brochure)

How Foundations Work

Donations to the Yellowknife Community Foundation are placed in a permanent capital fund, with the generated income being allocated to meet timely objectives. The fund is protected from inflation by reinvesting a portion of the earnings. The Foundation is not dedicated to any specific charity; its role is to support the many and varied needs in Yellowknife.

Donations can be made through:

- an outright gift or pledge in a lump sum, or over a period of years
- a dedicated life insurance policy
- a bequest in your Will
- the transfer of an existing fund
- the offering of real estate or other acceptable properties

Contributions can be made to the general fund or in a separate fund in your name or the name of someone you wish to be remembered.

Donations may qualify for deductions for Income Tax purposes.

The Yellowknife Community Foundation
P.O. Box 818
4908 - 49th Street
Yellowknife, NT X1A 2N6



David E. Funston
Merchandising Ltd.
(Canadian Tire)



**MacKay
& Partners**
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Weist & MacPherson**

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