

RICHMOND HILL COMMUNITY FOOD BANK

FINANCIAL STATEMENTS

DECEMBER 31, 2024

A. J. Komarnycky
Chartered Professional Accountant
Licensed Public Accountant

RICHMOND HILL COMMUNITY FOOD BANK

DECEMBER 31, 2024

CONTENTS

	Pages
Independent Auditors' Report	1-2
Financial Statements	
Statement of Financial Position	3
Statement of Net Assets	4
Statement of Receipts and expenditures - General Fund	5
Statement of Receipts and Expenditures- Board Discretionary Fund	6
Statement of Cash Flows	7
Notes to Financial Statements	8-9

A. J. Komarnycky

CHARTERED PROFESSIONAL ACCOUNTANT

INDEPENDENT AUDITORS' REPORT

To the Directors of
Richmond Hill Community Food Bank

Opinion

I have audited the accompanying financial statements of Richmond Hill Community Food Bank which comprise the statement of financial position as at December 31, 2024, and the statements of financial position, net assets, receipts and expenditures and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

Basis for Qualified Opinion

In common with many not-for-profit organizations, Richmond Hill Community Food Bank derives revenue from donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of Richmond Hill Community Food Bank and I am not able to determine whether any adjustments might be necessary to donation receipts, excess of receipts over disbursements, assets and net assets.

Basis for Opinion

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the organization in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the not-for profit organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the not-for profit organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the not-for profit organization's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A. J. Komarnycky

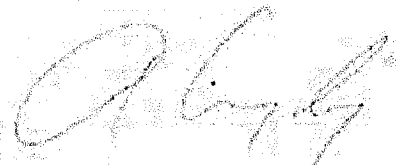
CHARTERED PROFESSIONAL ACCOUNTANT

As part of an audit in accordance with Canadian generally accepted auditing standards for not-for profit organizations, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

INDEPENDENT AUDITOR'S REPORT (*continued*)

- Identify and assess the risks of material misstatements of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 for not-for profit organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether material uncertainty exists related to events or conditions that may cast significant doubt on the or not-for profit organization's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the for not-for profit organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.



A J Komarnycky
Chartered Professional Accountant
Licensed Public Accountant

Toronto, Ontario
June 16, 2025

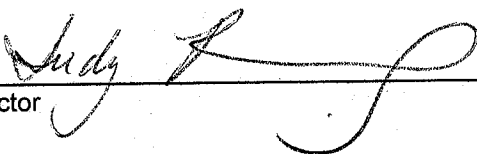
RICHMOND HILL COMMUNITY FOOD BANK

STATEMENT OF FINANCIAL POSITION

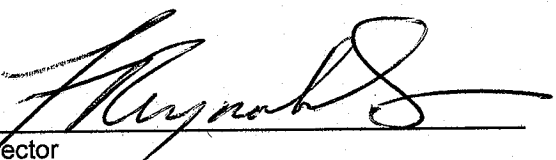
DECEMBER 31, 2024

	2024	2023
	\$	\$
ASSETS		
CURRENT		
Bank	214,884	239,631
Bank - board discretionary fund	7,794	71
Short term GIC (note 4)	1,285,000	1,227,000
Interest receivable	<u>63,325</u>	<u>43,976</u>
	<u>1,571,003</u>	<u>1,510,678</u>
LONG TERM		
Long term GIC (note 4)	<u>242,000</u>	<u>-</u>
	<u>242,000</u>	<u>-</u>
	<u>1,813,003</u>	<u>1,510,678</u>
LIABILITIES		
NET ASSETS		
NET ASSETS		
General fund	1,805,209	1,510,678
Board discretionary fund	<u>7,794</u>	<u>-</u>
	<u>1,813,003</u>	<u>1,510,678</u>
	<u>1,813,003</u>	<u>1,510,678</u>

Approved by the Board of Directors



 Director



 Director

RICHMOND HILL COMMUNITY FOOD BANK

STATEMENT OF NET ASSETS

FOR YEAR ENDED DECEMBER 31, 2024

	2024 \$	2023 \$
Balance, at beginning of year	1,510,678	1,088,254
Excess of receipts over expenditures - general fund	294,531	422,424
Excess of receipts over expenditures - board discretionary fund	<u>7,794</u>	<u>-</u>
Balance, at end of year	<u>1,813,003</u>	<u>1,510,678</u>

See notes to financial statements

RICHMOND HILL COMMUNITY FOOD BANK
STATEMENT OF RECEIPTS AND EXPENDITURES - GENERAL FUND
FOR YEAR ENDED DECEMBER 31, 2024

	2024	2023
	\$	\$
Donation		
Places of worship	42,493	58,581
Community groups	80,306	79,468
Individual and corporate donations	254,740	284,895
HST rebate	24,061	8,106
Property tax rebate - Richmond Hill	5,418	5,308
Grant funding	154,258	46,223
Donations from other charities	311,927	285,443
Charitable gaming proceeds	139,567	99,264
Interest income	9,707	45,291
	<u>1,022,477</u>	<u>912,579</u>
Expenditures		
Equipment purchases	66,995	15,121
Facility renovations	-	1,028
Grant expenditures	91,109	11,766
Capital expenditures	-	17,145
Membership fees	437	6,275
Food Purchases	246,079	160,406
Food gift cards	26,833	-
Bank service charge	311	544
General and office expenses	14,947	30,858
Vehicle insurance	16,289	3,006
Manager fees	135,920	123,028
Professional fees	5,085	5,096
Rent	88,517	86,652
Telephone	1,386	1,784
Utilities and maintenance	24,956	23,004
Vehicle expenses	9,082	4,442
	<u>727,946</u>	<u>490,155</u>
Excess (deficiency) of receipts over expenditures	<u>294,531</u>	<u>422,424</u>

See notes to financial statements

RICHMOND HILL COMMUNITY FOOD BANK
STATEMENT OF RECEIPTS AND EXPENDITURES- BOARD DISCRETIONARY FUND
FOR YEAR ENDED DECEMBER 31, 2024

	2024 \$	2023 \$
Donation		
Interest income	60,963	-
Expenditures		
General and office	8,301	-
Manager fees	1,000	-
Transfer to general account for food cards	42,578	-
Food purchases	1,290	-
	53,169	-
Excess of receipts over expenditures	7,794	-

RICHMOND HILL COMMUNITY FOOD BANK

STATEMENT OF CASH FLOWS

FOR YEAR ENDED DECEMBER 31, 2024

	2024	2023
	\$	\$
CASH FLOWS FROM OPERATIONS		
Excess (deficiency) of receipts over expenditures	302,325	422,424
Changes in non-cash operating working capital		
(Increase) decrease in interest receivable	<u>(19,349)</u>	<u>(41,054)</u>
	<u>282,976</u>	<u>381,370</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	282,976	381,370
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>1,466,702</u>	<u>1,085,332</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>1,749,678</u>	<u>1,466,702</u>
REPRESENTED BY		
Cash	222,678	239,702
GIC'S	<u>1,527,000</u>	<u>1,227,000</u>
	<u>1,749,678</u>	<u>1,466,702</u>

See notes to financial statements

RICHMOND HILL COMMUNITY FOOD BANK

NOTES TO FINANCIAL STATEMENTS

FOR YEAR ENDED DECEMBER 31, 2024

1. STATUS AND PURPOSE OF THE ORGANIZATION

Richmond Hill Community Food Bank is classified as a registered charity under the Income Tax Act of Canada (the "Act") and, as such, is exempt from any income tax and is able to issue donation receipts for income tax purposes. In order to maintain its status as a registered charity under the Act the organization must meet certain requirements of the Act.

The primary objectives of the Richmond Hill Community Food Bank is to provide a supply of goods on an emergency basis to underprivileged individuals in the Richmond Hill area.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian accounting standards for non-for-profit organizations and include the following significant accounting policies:

(i) Fund Accounting

These financial statements include the following funds:

The building fund represents funds internally restricted by the Board of Directors to provide for major repairs and replacement of the equipment and its components.

The general fund represents unrestricted funds available for regular and non-recurring operations.

(ii) Revenue Recognition

Contributions are recorded in accordance with the deferral method. Under this method, restricted contributions are deferred and recognized when the underlying expenditures are incurred. Unrestricted contributions are recognized when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Interest is recorded as earned on an accrual basis.

(iii) Use of Estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from these estimates.

RICHMOND HILL COMMUNITY FOOD BANK

NOTES TO FINANCIAL STATEMENTS

FOR YEAR ENDED DECEMBER 31, 2024

(iv) Financial Instruments

The Company initially measures its financial assets and financial liabilities at fair value, except for certain non-arm's length transactions. The Company subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets are tested for impairment when there are indicators of possible impairment. Any impairment loss is recognized in net earnings. The previously recognized impairment loss may subsequently be reversed to a maximum of the amortized cost that would have been reported at the date of the reversal had the impairment not been recognized previously.

The carrying amount of financial assets or liabilities is adjusted by the transaction costs, which are recognized in net earnings using the effective interest method.

(v) Cash and cash equivalents

The organization's policy is to present bank balances and short term deposits under cash and cash equivalents.

3. OPERATION

Food is donated from various sources and in addition the Food Bank receives cash donations which are used to purchase food supplies and cover its overhead and administrative costs.

The statement of revenue and expenditure reflects the cash donations and expenditures of the Food Bank,

In line with CRA guidelines the Richmond Hill Community Food Bank has assigned a nominal value of \$1 per pound for donated foods, the Board of Directors estimates that \$950,000 of food was donated and distributed in the year (2023-\$760,000)

4. GIC'S

The GIC'S bear interest from 3.3% to 5.05% and have maturities that range from January 2025 to December 2026.

5. COMPARATIVE FIGURESS

The The prior year's comparative figures have been reclassified in order to coincide with the current year's statement presentation.