

**FINANCIAL STATEMENTS
DECEMBER 31, 2016**

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**The Table Community
Food Centre
Financial Statements
December 31, 2016**

Management's Responsibility for the Financial Statements

The accompanying financial statements of The Table Community Food Centre are the responsibility of the Organization's management and have been prepared in compliance with legislation, and in accordance with Canadian Accounting Standards for Not-For-Profit Organizations. A summary of significant accounting policies are described in note 1 to the financial statements. The preparation of financial statements necessarily involved the use of estimates based on management's judgement, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

The Organization's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of financial statements. These systems are monitored and evaluated by management.

Management meets with the external auditors to review the financial statements and discuss any significant financial reporting or internal control matters. The Board of Directors meets with management subsequently to review these same matters prior to the Board's approval of the financial statements.

The financial statements have been audited by Allan and Partners LLP, independent external auditors appointed by the Organization. The accompanying Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the Organization's financial statements.



Ramsey Hart, Executive Director

INDEPENDENT AUDITOR'S REPORT

To the Members of The Table Community Food Centre:

We have audited the accompanying financial statements of The Table Community Food Centre which comprise the statement of financial position as at December 31, 2016, and the statements of operations and fund balances 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the 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 an 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 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 qualified audit opinion.

Basis for Qualified Opinion

In common with many charitable organizations, the organization derives revenue from donation and fundraising revenue, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of this revenue was limited to amounts recorded in the records of the organization, and we were not able to determine whether any adjustments might be necessary to donation and fundraising revenue, excess of revenue over expenses for the year, assets and net assets.

Qualified Opinion

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of The Table Community Food Centre as at December 31, 2016, and the results of its operations and fund balances and its cash flows for the year ended in accordance with Canadian Accounting Standards for Not-For-Profit Organizations.



Allan and Partners LLP
Chartered Professional Accountants
Licensed Public Accountants

Perth, Ontario,
May 31, 2017.

**The Table Community Food Centre
Statement of Financial Position**

December 31	2016	2015
	\$	\$
ASSETS		
Current Assets		
Cash and cash equivalents	252,929	209,843
Accounts receivable	7,492	6,621
Inventory	6,800	6,800
Prepaid expenses	3,200	11,885
	270,421	235,149
Capital Assets (note 2)	269,741	282,879
	540,162	518,028
LIABILITIES AND FUND BALANCES		
Current Liabilities		
Accounts payable and accrued liabilities	15,462	14,311
Government remittances payable	258	567
Deferred revenue (note 4)	39,214	44,158
	54,934	59,036
Fund Balances		
Unrestricted	215,487	176,113
Invested in capital assets	269,741	282,879
	485,228	458,992
	540,162	518,028

On Behalf of the Board:

 Director

 Director

The accompanying notes are an integral part of these financial statements.

The Table Community Food Centre Statement of Operations and Fund Balances

For the year ended December 31	(Note 6) Budget	2016	2015
	\$	\$	\$
Revenues			
Donations	329,500	259,152	217,483
Funding ▶ Community Food Centres Canada	273,785	276,699	274,851
Funding ▶ Federal Funding	48,500	5,842	3,483
Funding ▶ Provincial Funding	9,600	6,708	3,200
Funding ▶ Municipal Funding	57,000	48,212	30,714
Fundraising	96,000	91,788	87,181
Interest	---	599	443
	814,385	689,000	617,355
Expenditures			
Amortization	20,000	13,638	15,236
Finance			
Bank charges and interest	2,500	3,654	2,815
Fundraising expense	40,000	35,768	32,528
Meetings and conventions	400	526	460
Occupancy			
Insurance	2,500	2,362	2,399
Repairs and maintenance	150,000	18,263	15,587
Utilities	12,000	9,244	9,799
Office and general			
Advertising and promotion	500	1,027	479
Computer and equipment costs	10,400	5,800	981
Memberships	---	741	256
Office expenses	8,100	4,951	5,617
Telephone, internet and website	5,200	4,160	4,758
Professional fees	4,000	3,800	3,742
Program costs (Schedule 1)	194,280	185,300	148,761
Travel and training	500	735	307
Wages and benefits	361,543	374,693	344,578
	811,923	664,662	588,303
Other Revenues and Expenditures			
Donations in-kind	---	372,556	331,452
Food in-kind	---	(370,658)	(331,452)
	---	1,898	---
Net Revenues for the Year	2,462	26,236	29,052
Fund Balances, Beginning of Year	458,992	458,992	429,940
Fund Balances, End of Year	461,454	485,228	458,992

The accompanying notes are an integral part of these financial statements.

The Table Community Food Centre Statement of Cash Flows

For the year ended December 31	2016	2015
	\$	\$
Cash Flows Provided From:		
Operating Activities		
Net revenues for the year	26,236	29,052
Amortization	13,638	15,236
	39,874	44,288
Net Change in Non-Cash Working Capital Balances Related to Operations		
Accounts receivable	(871)	2,732
Prepaid expenses	8,685	(9,482)
Accounts payable and accrued liabilities	1,151	(14,207)
Government remittances payable	(309)	(2,731)
Deferred revenue	(4,944)	(8,879)
	3,712	(32,467)
Capital Activities		
Addition of capital assets	(500)	---
Change in Cash and Cash Equivalents, During the Year	43,086	11,721
Cash and Cash Equivalents, Beginning of Year	209,843	198,122
Cash and Cash Equivalents, End of Year	252,929	209,843
Cash and Cash Equivalents Represented By:		
Cash	161,885	119,399
Short term deposits	91,044	90,444
	252,929	209,843

The accompanying notes are an integral part of these financial statements.

The Table Community Food Centre Notes to the Financial Statements

December 31, 2016

Nature of Business

The The Table Community Food Centre is a registered charity under Section 149(1) of the Income Tax Act (Canada). Its objective is to provide food and resources to the hungry in Perth and District. The organization is able to issue donation receipts and is not liable for income taxes under the provisions of the Income Tax Act.

1. Significant Accounting Policies

Revenue Recognition

The Organization follows the deferral method of accounting for contributions for not-for-profit organizations. Under the deferral method unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Restricted donations and grants are recognized as revenue when the related expenditure is incurred.

Grants are recorded as revenue in the period to which they relate. Where a portion of a grant relates to a future period, it is deferred and recognized in the subsequent period.

Donations and other revenue are recorded as received.

Donations in kind (non-cash donations) are recorded as contributions at their estimated fair market value at the date of the donation.

Expense Recognition

Expenditures are recognized according to the accrual basis of accounting in that the expenditures are recorded as incurred as a result of receipt of goods and services and the creation of a legal obligation to pay.

Cash and Cash Equivalents

Cash and cash equivalents are defined as cash and bank term deposits or equivalent financial instruments with original maturities upon issue of less than 90 days.

Investments

Investments are recorded at the lower of cost and market value.

Capital Assets

Capital assets purchased by the organization are recorded at cost and those donated to the Organization are recorded at their fair value at the date of acquisition when fair market value can be reasonably estimated. Capital assets are amortized on a declining balance basis with the following estimated rates:

Building	4%
Furniture and Equipment	20%
Kitchen Equipment	20%
Computer	50%

The Table Community Food Centre Notes to the Financial Statements

December 31, 2016

1. Significant Accounting Policies / continued

Donated Services

No amounts are reflected in the statements for donated services since no objective basis is available to measure the value of such services. Nevertheless, a substantial number of volunteers donated significant amounts of their time to the Organization and its fundraising activities.

Remuneration of the Board of Directors

Members of the Board of Directors are volunteers who serve without remuneration.

Deferred Revenues

The Organization receives certain amounts for which the related services have yet to be performed. These amounts are recognized as revenues in the fiscal year the related expenditures are incurred or services performed.

Government Transfers

Government transfers are recognized in the financial statements as revenues in the period in which the events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be made.

Financial Instruments

All financial instruments are initially recognized at fair value on the balance sheet. The Organization has classified each financial instrument into one of the following categories: held-for-trading financial assets and liabilities, loans and receivables, held-to-maturity financial assets and other financial liabilities. Subsequent measurement of financial instruments is based on their classification.

Held-for-trading financial assets and liabilities are subsequently measured at fair value with changes in those fair values recognized in net earnings.

Loans and receivables, held-to-maturity financial assets and other financial liabilities are subsequently measured at amortized cost using the effective interest method.

The Organization classifies cash and cash equivalents as held-for-trading financial assets, accounts receivable as loans and receivables, and accounts payable and accrued liabilities as other financial liabilities.

Measurement Uncertainty

The preparation of financial statements 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. These estimates are reviewed periodically and as adjustments become necessary they are reported in earnings in the period in which they become known.

The Table Community Food Centre Notes to the Financial Statements

December 31, 2016

2. Capital Assets

	2016		2015	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
	\$	\$	\$	\$
Land	25,000	---	25,000	25,000
Building	281,590	52,696	228,894	237,921
Furniture and Equipment	8,303	6,055	2,248	2,809
Kitchen Equipment	45,104	31,659	13,445	16,806
Computer	8,298	8,144	154	343
	368,295	98,554	269,741	282,879

3. Bank Line of Credit

The Organization's financial agreement with its bank provides for an operating credit facility of up to \$100,000 to finance expenses, pending receipt of income. Interest on funds drawn is charged at the bank's prime rate. As at December 31, 2016, there was \$Nil (2015 \$Nil) drawn on the facility.

4. Deferred Revenue

Deferred revenues are comprised of monies received but not spent at the year end for their intended purpose. The amounts are comprised of:

	2016	2015
	\$	\$
Lanark County Housing Grant	9,374	40,958
Ontario Seniors Secretarial Grant	---	3,200
Building Fund	25,000	---
Perth Rotary	4,000	---
Government of Ontario	840	---
	39,214	44,158

5. Risk Management

In the normal course of operations, the Organization is exposed to a variety of financial risks which are actively managed by the Organization.

The Table Community Food Centre Notes to the Financial Statements

December 31, 2016

5. Risk Management / continued

The Organization's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities. The fair values of cash, accounts receivable, accounts payable and accrued liabilities approximate their carrying values because of their expected short term maturity and treatment on normal trade terms.

The Organization's exposure to and management of risk has not changed materially from December 31, 2015.

Credit Risk

Credit risk arises from the possibility that the entities to which the Organization's provides services to may experience difficulty and be unable to fulfill their obligations. The Organization is exposed to financial risk that arises from the credit quality of the entities to which it provides services. The Organization does not have a significant exposure to any individual customer or counter party. As a result, the requirement for credit risk related reserves for accounts receivable is minimal.

Interest Rate Risk

Interest rate risk arises from the possibility that the value of, or cash flows related to, a financial instrument will fluctuate as a result of changes in market interest rates. The Organization is exposed to financial risk that arises from the interest rate differentials between the market interest rate and the rates on its cash and cash equivalents and operating loan. Changes in variable interest rates could cause unanticipated fluctuations in the Organization's operating results.

Liquidity Risk

Liquidity risk is the risk that the Organization will not be able to meet its obligations as they fall due. The Organization requires working capital to meet day-to-day operating activities. Management expects that the Organization's cash flows from operating activities will be sufficient to meet these requirements.

6. Budget Figures

The Table Community Food Centre reviews its operating and capital budgets each year. The approved operating budget for 2016 is included in the budget figures presented in the Statement of Operations and Fund Balances. The budget figures have not been audited.

7. Contingent Liabilities

The nature of non-profit activities is such that there may be litigation pending or in prospect at any time. With respect to claims as at December 31, 2016, management believes that the Organization has valid defences and appropriate insurance coverages in place. In the event any claims are successful, management believes that such claims are not expected to have a material effect on the Organization's financial position.

**The Table Community Food Centre
Schedule 1 ▶ Program Costs**

December 31, 2016	Food	Equipment & Supplies	Workshop & Events	Training	Honoraria	Transpor- -tation	Mainten- -ance & Other	Total Cost Per Program
	\$	\$	\$	\$	\$	\$	\$	\$
Community Kitchen	31,928	5,925	515	---	---	7	---	38,375
Good Food Bank	71,713	1,665	---	---	---	3,101	---	76,479
Volunteer	---	189	673	---	---	22	---	884
Advocacy	70	114	212	396	14,358	199	30,531	45,880
After School	595	365	32	---	---	500	---	1,492
Community Food	75	106	---	---	---	---	---	181
Community Garden	78	796	715	---	---	---	4,006	5,595
Tiny Tastes	2,244	1,040	---	---	---	---	---	3,284
Social Justice	602	---	320	1,640	---	189	---	2,751
Dads and Kids	534	---	---	---	---	---	---	534
Good Food for a Healthy Baby	---	---	---	---	150	---	---	150
Seniors Program	667	18	60	---	---	---	---	745
Ontario Seniors Secretarial Program	1,402	4,515	867	---	---	225	---	7,009
Food Fit	1,069	741	99	---	---	32	---	1,941
	110,977	15,474	3,493	2,036	14,508	4,275	34,537	185,300

**The Table Community Food Centre
Schedule 1 ▶ Program Costs**

December 31, 2015	Food	Equipment & Supplies	Workshop & Events	Training	Honoraria	Transpor- -tation	Mainten- -ance & Other	Total Cost Per Program
	\$	\$	\$	\$	\$	\$	\$	\$
Community Kitchen	22,634	5,791	62	---	---	---	1,045	29,532
Good Food Bank	60,926	1,778	---	---	---	2,027	---	64,731
Volunteer	---	30	1,003	---	---	---	---	1,033
Advocacy	328	365	164	502	15,459	141	8,599	25,558
After School	4,521	38	512	---	---	437	---	5,508
Community Food	1,394	112	---	---	---	---	---	1,506
Community Garden	600	726	760	---	---	155	---	2,241
Tiny Tastes	2,451	6,480	---	---	---	---	---	8,931
Social Justice	1,115	60	600	200	---	875	---	2,850
Dads and Kids	---	---	---	---	520	---	---	520
Good Food for a Healthy Baby	3,254	11	---	---	---	---	---	3,265
Seniors Program	2,760	102	---	---	---	224	---	3,086
	99,983	15,493	3,101	702	15,979	3,859	9,644	148,761