

REGINA & DISTRICT FOOD BANK INC.

SUMMARY FINANCIAL STATEMENTS

MARCH 31, 2020

**REPORT OF THE INDEPENDENT AUDITORS
ON THE SUMMARY FINANCIAL STATEMENTS**

**To the Members of:
Regina & District Food Bank Inc.**

Opinion

The accompanying summary financial statements, which comprise the summary statement of financial position as at March 31, 2020, the summary statement of operations, summary statement of cash flows, and related notes, are derived from the audited financial statements of the Regina & District Food Bank Inc. for the year ended March 31, 2020. In common with many not-for-profit organizations, we expressed a modified opinion in our report dated May 23, 2019, related to unreceiptable donations and fundraising activities, the completeness of which are not susceptible to satisfactory audit verification.

In our opinion, the summary financial statements derived from the audited financial statements of the Regina & District Food Bank Inc. for the year ended March 31, 2020 are a fair summary of those financial statements on the basis of the criteria described in note 1.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by Canadian accounting standards for not-for-profit organizations. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of the Regina and District Food Bank Inc.

Management's Responsibility for the Summarized Financial Statements

Management is responsible for the preparation of a summary of the audited financial statements in accordance with the criteria described in note 1.

Auditors' Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, "Engagements to Report on Summary Financial Statements".

Regina, Canada
September 17, 2020





Chartered Professional Accountants

REGINA & DISTRICT FOOD BANK INC.
SUMMARY STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2020

	CSV Fund	Food Bank Fund	2020 Total	2019 Total
ASSETS				
Cash and cash equivalents	24,965	1,099,624	1,124,589	576,427
Short-term investments	-	276,528	276,528	201,528
Accounts receivable and prepaid expenses	9,011	66,380	75,391	82,094
GST receivable	851	9,010	9,861	20,398
Property and equipment	2,737,547	-	2,737,547	2,949,751
	2,772,374	1,451,542	4,223,916	3,830,198
LIABILITIES				
Accounts payable	14,459	131,695	146,154	140,776
Inter-fund account	200,958	(200,958)	-	-
Deferred revenue	-	177,756	177,756	157,418
Long term debt and capital lease obligations	65,857	-	65,857	118,244
Deferred capital contributions	1,444,377	-	1,444,377	1,541,799
	1,725,651	108,493	1,834,144	1,958,237
NET ASSETS	1,046,723	1,343,049	2,389,772	1,871,961
	2,772,374	1,451,542	4,223,916	3,830,198

APPROVED ON BEHALF OF THE BOARD:


 _____ Director


 _____ Director

REGINA & DISTRICT FOOD BANK INC.
SUMMARY STATEMENT OF OPERATIONS
YEAR ENDED MARCH 31, 2020

	CSV Fund	Food Bank Fund	2020 Total	2019 Total
REVENUE				
Donations	-	1,696,704	1,696,704	1,354,848
Rental	657,808	-	657,808	610,484
Fundraising	-	266,944	266,944	226,639
Grants and programs	-	161,929	161,929	154,369
Other	(38,383)	8,983	(29,400)	10,427
	619,425	2,134,560	2,753,985	2,356,767
EXPENSES				
Donation procurement	-	100,020	100,020	68,614
Food purchases and distribution	-	145,136	145,136	202,347
Fundraising	-	89,243	89,243	103,336
General and administration	10,625	150,387	161,012	250,593
Grants and programs	-	232,621	232,621	225,433
Interest on long term debt	4,696	-	4,696	7,018
Occupancy	436,168	104,756	540,924	501,469
Salaries and benefits	119,978	763,097	883,075	899,141
	571,467	1,585,260	2,156,727	2,257,951
EXCESS REVENUE BEFORE AMORTIZATION				
	47,958	549,300	597,258	98,816
Amortization of deferred contributions	97,422	-	97,422	103,414
Amortization expense	(176,870)	-	(176,870)	(194,296)
EXCESS REVENUE (EXPENSES)	(31,490)	549,300	517,810	7,934

SUMMARY STATEMENT OF CASH FLOWS
YEAR ENDED MARCH 31, 2020

	CSV Fund	Food Bank Fund	2020 Total	2019 Total
CASH FLOW				
Cash provided by operations	47,759	630,838	678,597	162,141
Deferred capital contribution receipts	-	-	-	43,300
Additions to property and equipment	(54,827)	-	(54,827)	(116,650)
Proceeds on sale of property and equipment	51,779	-	51,779	47,039
Long term debt payments	(65,724)	13,337	(52,387)	(50,064)
Net redemption (purchase) of short-term investments	-	(75,000)	(75,000)	250,000
INCREASE (DECREASE) IN CASH	(21,013)	569,175	548,162	335,766

REGINA & DISTRICT FOOD BANK INC.
NOTES TO SUMMARY FINANCIAL STATEMENTS
AS AT MARCH 31, 2020

Note 1 The summary financial statements are derived from the audited financial statements, prepared in accordance with Canadian accounting standards for not-for-profit organizations, as at March 31, 2020 and March 31, 2019 and for the years then ended.

The preparation of these summary financial statements requires management to determine the information that needs to be reflected in them so that they are consistent in all material respects with, or represent a fair summary of, the audited financial statements.

Management prepared these summary financial statements using the following criteria:

- (a) the summary financial statements include a statement of financial position, statement of operations and statement of cash flows;
- (b) Information in the summary financial statements agrees with the related information in the audited financial statements;
- (c) major subtotals, totals and comparative information from the audited financial statements are included; and
- (d) the summary financial statements contain the information from the audited financial statements dealing with matters having pervasive or otherwise significant effect on the summarized financial statements.

Note 2 The Community Services Village ("CSV") Fund reports the property and equipment transactions of the Food Bank and the Food Bank Fund reports the food distribution, educational and life skills programs.

Note 3 Food donations in-kind in the amount of approximately \$7,562,589 (2019 - \$8,338,673), are not recorded in the statement of operations and have not been audited. The values are based on weight measurements priced at an average of \$5.70 per kilogram (2019 - \$5.70).

Note 4 Volunteers contribute their time and energy to assist the Food Bank in undertaking its various activities. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

Related complete audited financial statements are available to Members upon request.

Regina & District Food Bank Inc.

Financial Statements

March 31, 2020

Regina and District Food Bank Inc.

Financial Statements

March 31, 2020

	Page
Independent Auditors' Report	3 - 4
Statement of Financial Position	5
Statement of Changes in Net Assets	6 - 7
Statement of Operations	8
Statement of Cash Flows	9
Notes to Financial Statements	10 - 17
Schedule of General and Administration	18

Independent Auditor's Report

To the Members of Regina & District Food Bank Inc.

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of Regina & District Food Bank Inc., which comprise the statement of financial position as at March 31, 2020, and the statements of changes in net assets, operations and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the organization as at March 31, 2020, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

In common with many not-for-profit organizations, Regina & District Food Bank Inc. derives a material amount of revenue from donations and fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of this revenue was limited to the amounts recorded in the records of Regina & District Food Bank Inc. Therefore, we were not able to determine whether, as at March 31, 2020, any adjustments might be necessary to these revenues and excess (deficiency) of revenues over expenditures reported in the statement of operations and net assets reported in the statement of financial position. This caused us to qualify our audit opinion on the financial statements as at and for the year ended March 31, 2020.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified 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 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 organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the organization's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our 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 our 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. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ♦ Identify and assess the risks of material misstatement 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 our 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 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 a material uncertainty exists related to events or conditions that may cast significant doubt on the organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the 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.

We 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 we identify during our audit.

The engagement partner on the audit resulting in this independent auditor's report is Glen Berger, FCPA, FCA.

Regina, Canada
September 17, 2020



Chartered Professional Accountants

Regina and District Food Bank Inc.

Statement of Financial Position

March 31,	CSV Fund	Food Bank Fund	2020	2019
Assets				
Current				
Cash and cash equivalents (note 3)	\$ 24,965	\$ 1,099,624	\$ 1,124,589	\$ 576,427
Short-term investment (note 4)	-	276,528	276,528	201,528
Accounts receivable (note 5)	9,011	58,457	67,468	77,900
GST receivable	851	9,010	9,861	20,398
Prepaid expenses	-	7,923	7,923	4,194
	34,827	1,451,542	1,486,369	880,447
Property and equipment (note 5)	2,737,547	-	2,737,547	2,949,751
	\$ 2,772,374	\$ 1,451,542	\$ 4,223,916	\$ 3,830,198
Liabilities				
Current				
Accounts payable and accrued liabilities	\$ 14,459	\$ 131,695	\$ 146,154	\$ 140,776
Inter-fund account	200,958	(200,958)	-	-
Deferred revenue	-	177,756	177,756	157,418
Current portion of long-term debt (note 6)	31,594	-	31,594	40,631
Current portion of capital lease obligations (note 7)	12,484	-	12,484	11,749
	259,495	108,493	367,988	350,574
Long-term debt (note 6)	-	-	-	31,607
Capital lease obligations (note 7)	21,779	-	21,779	34,257
Deferred contributions (note 8)	1,444,377	-	1,444,377	1,541,799
	1,725,651	108,493	1,834,144	1,958,237
Net Assets				
Investment in property and equipment	1,228,623	-	1,228,623	1,289,708
Unrestricted net assets (deficit)	(181,900)	1,343,049	1,161,149	582,253
	1,046,723	1,343,049	2,389,772	1,871,961
	\$ 2,772,374	\$ 1,451,542	\$ 4,223,916	\$ 3,830,198

Approved on behalf of the board:

Sharon

Director

[Signature]

Director

Contingency (note 10)

Lease commitments (Note 11)

Regina and District Food Bank Inc.

Statement of Changes in Net Assets

For the year ended March 31, 2020

	Balance, beginning of year	Appropriation	Excess (deficiency) of revenues over expenditures	2020 Balance, end of year
CSV Fund				
Investment in property and equipment	\$ 1,289,708	\$ 19,016	\$ (80,101)	\$ 1,228,623
Unrestricted net assets	(211,496)	(19,016)	48,612	(181,900)
	\$ 1,078,212	\$ -	\$ (31,489)	\$ 1,046,723

Food Bank Fund

Investment in property and equipment	\$ -	\$ -	\$ -	\$ -
Unrestricted net assets	793,749	-	549,300	1,343,049
	\$ 793,749	\$ -	\$ 549,300	\$ 1,343,049

Total

Investment in property and equipment	\$ 1,289,708	\$ 19,016	\$ (80,101)	\$ 1,228,623
Unrestricted net assets	582,253	(19,016)	597,912	1,161,149
	\$ 1,871,961	\$ -	\$ 517,811	\$ 2,389,772

Regina and District Food Bank Inc.**Statement of Changes in Net Assets**

For the year ended March 31, 2019

	Balance, beginning of year	Appropriation	Excess (deficiency) of revenues over expenditures	2019 Balance, end of year
CSV Fund				
Investment in property and equipment	\$ 1,304,903	\$ 75,687	\$ (90,882)	\$ 1,289,708
Unrestricted net assets	(202,346)	(75,687)	66,537	(211,496)
	\$ 1,102,557	\$ -	\$ (24,345)	\$ 1,078,212
Food Bank Fund				
Investment in property and equipment	\$ -	\$ -	\$ -	\$ -
Unrestricted net assets	761,470	-	32,279	793,749
	\$ 761,470	\$ -	\$ 32,279	\$ 793,749
Total				
Investment in property and equipment	\$ 1,304,903	\$ 75,687	\$ (90,882)	\$ 1,289,708
Unrestricted net assets	559,124	(75,687)	98,816	582,253
	\$ 1,864,027	\$ -	\$ 7,934	\$ 1,871,961

Regina and District Food Bank Inc.

Statement of Operations

For the year ended March 31,	CSV Fund	Food Bank Fund	2020	2019
Revenues				
Donations	\$ -	\$ 1,696,704	\$ 1,696,704	\$ 1,354,848
Rental	657,808	-	657,808	610,484
Fundraising	-	266,944	266,944	226,639
Grants and programs	-	161,929	161,929	154,369
Administration	-	-	-	5,694
Ancillary revenue	-	8,983	8,983	5,421
Gain (loss) on disposal of property and equipment	4,755	-	4,755	(688)
Gain (loss) on revaluation of leased asset	(43,138)	-	(43,138)	-
	619,426	2,134,560	2,753,985	2,356,767
Expenditures				
Bad debts	-	6,660	6,660	-
Donation procurement	-	100,020	100,020	68,614
Food distribution	-	71,291	71,291	90,433
Food purchases	-	73,845	73,845	111,914
Fundraising	-	89,243	89,243	103,336
General and administration (schedule 1)	10,626	143,727	154,353	250,593
Grants and programs	-	232,621	232,621	225,433
Interest on long-term debt	4,696	-	4,696	7,018
Occupancy costs	436,168	104,756	540,924	501,469
Salaries and benefits	119,978	763,097	883,075	899,141
	571,467	1,585,260	2,156,727	2,257,951
Excess of revenues over expenditures before amortization	47,958	549,300	597,258	98,816
Amortization of deferred contributions	97,422	-	97,422	103,414
Amortization of equipment under capital lease	(3,851)	-	(3,851)	(4,813)
Amortization of property and equipment	(173,019)	-	(173,019)	(189,483)
	(79,448)	-	(79,448)	(90,882)
Excess (deficiency) of revenues over expenditures	\$ (31,489)	\$ 549,300	\$ 517,810	\$ 7,934
			(Unaudited)	
FOOD DONATIONS (Note 9)			\$ 7,562,589	\$ 8,338,673

Regina and District Food Bank Inc.

Statement of Cash Flows

For the year ended March 31,	CSV Fund	Food Bank Fund	2020	2019
Operating activities				
Cash receipts from donations	\$ -	\$ 1,715,067	\$ 1,715,067	\$ 1,320,443
Cash receipts from rentals	649,878	-	649,878	610,239
Cash receipts from fundraising and other sources	-	266,944	266,944	226,639
Cash receipts from program and grants	-	182,267	182,267	238,373
Cash receipts from administration and other sources	-	8,983	8,983	12,390
Cash paid to suppliers	(477,445)	(779,326)	(1,256,771)	(1,339,784)
Cash paid to employees and equivalents	(119,978)	(763,097)	(883,075)	(899,141)
Interest paid	(4,696)	-	(4,696)	(7,018)
	47,759	630,838	678,597	162,141
Financing activities				
Increase (decrease) in inter-fund loans	(13,337)	13,337	-	-
Repayment of capital lease obligations	(11,743)	-	(11,743)	(11,052)
Repayment of long-term debt	(40,644)	-	(40,644)	(39,012)
Deferred contribution receipts	-	-	-	43,300
	(65,724)	13,337	(52,387)	(6,764)
Investing activities				
Purchase of property and equipment	(54,827)	-	(54,827)	(116,650)
Proceeds on redemption of short-term investments	-	200,000	200,000	450,000
Purchase of short-term investments	-	(275,000)	(275,000)	(200,000)
Proceeds on disposal of property and equipment	51,779	-	51,779	47,039
	(3,048)	(75,000)	(78,048)	180,389
Increase (decrease) in cash and cash equivalents	(21,013)	569,175	548,162	335,766
Cash and cash equivalents, beginning of year	45,978	530,449	576,427	240,661
Cash and cash equivalents, end of year	\$ 24,965	\$ 1,099,624	\$ 1,124,589	\$ 576,427

Regina & District Food Bank Inc.

Notes to the Financial Statements

March 31, 2020

1. Nature of operations

Regina & District Food Bank Inc. ("the Food Bank") was incorporated under the Non-Profit Corporations Act of Saskatchewan. The mission of the Food Bank is to serve those most vulnerable in our community by providing programs and services directly and through partnerships in the areas of food provision, essential skills development and connections to community supports and opportunities. The Food Bank envisions individuals and community working together to address hunger and sustain independence.

The Food Bank acquired, by way of an in-kind donation in fiscal 2005, a six building, ten hectare property on Winnipeg Street in north Regina. Since the property exceeds the space needs of the Food Bank, the organization has developed the property for rental purposes including for other not-for-profit organizations. The whole facility has been named the Community Services Village and the additional income derived from the facility, if any, is used to supplement the resource needs of the Food Bank.

The Food Bank is exempt from paying income taxes as it is a registered charity under the Income Tax Act.

2. Significant accounting policies

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant accounting policies are detailed as follows:

(a) Cash and cash equivalents

Cash and cash equivalents consist of bank deposits, cash on hand and gift cards.

(b) Fund accounting

Each fund reports its assets, liabilities, revenue and expenses related to the activities and programs separately. Expenses incurred directly to support the activities of each fund are allocated to the fund they relate to. Shared expenses such as management salaries and fixed overhead costs are allocated based on estimated usage by each fund.

The Community Services Village fund is used to report property and equipment transactions of the Food Bank. Annually, the excess of revenue, if any, of the fund is transferred to support the Food Bank Fund programs.

The Food Bank Fund is used for the Food Bank's food distribution, its administrative activities, and for educational and life skills programs.

Regina & District Food Bank Inc.

Notes to the Financial Statements

March 31, 2020

2. Significant accounting policies (continued)

(c) Revenue recognition

The organization follows the deferral method of accounting 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 to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Investment income includes dividends and interest income recorded on the accrual basis, as well as realized investment gains and losses and unrealized gains and losses on financial instruments subsequently measured at fair value. Investment income is included in the statement of operations, deferred or reported directly in net assets depending on the nature of any external restrictions imposed on the investment income.

Rental revenue is recognized on a straight-line basis over the term of the related lease agreement.

(d) Property and equipment

Property and equipment are recorded at cost. The organization provides for amortization using the declining balance method at rates designed to amortize the cost of the assets over their estimated useful lives, as set out in note 6.

One half of the year's amortization is recorded in the year of acquisition. No amortization is recorded in the year of disposal.

(e) Donated goods and services

The organization relies on volunteer time and donated goods and services to achieve its purposes. Because of the difficulty of determining their fair values, volunteer time and donated goods and services are not recognized in these financial statements.

(f) Financial instruments

Financial assets originated or acquired or financial liabilities issued or assumed in an arm's length transaction are initially measured at their fair value. In the case of a financial asset or financial liability not subsequently measured at its fair value, the initial fair value is adjusted for financing fees and transaction costs that are directly attributable to its origination, acquisition, issuance or assumption. Such fees and costs in respect of financial assets and liabilities subsequently measured at fair value are expensed.

The organization subsequently measures the following financial assets and financial liabilities at amortized cost:

Regina & District Food Bank Inc.

Notes to the Financial Statements

March 31, 2020

2. Significant accounting policies (continued)

Financial assets measured at amortized cost include cash and cash equivalents and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, long-term debt and capital lease obligations.

The organization subsequently measures short-term investments at fair value, without adjustment for transaction costs and with changes in fair value recognized in operations in the period in which they occur:

At the end of each reporting period, management assesses whether there are any indications that financial assets measured at cost or amortized cost may be impaired. If there is an indication of impairment, management determines whether a significant adverse change has occurred in the expected timing or the amount of future cash flows from the asset, in which case the asset's carrying amount is reduced to the highest expected value that is recoverable by either holding the asset, selling the asset or by exercising the right to any collateral. The carrying amount of the asset is reduced directly or through the use of an allowance account and the amount of the reduction is recognized as an impairment loss in operations. Previously recognized impairment losses may be reversed to the extent of any improvement. The amount of the reversal, to a maximum of the related accumulated impairment charges recorded in respect of the particular asset, is recognized in operations.

(g) Use of estimates

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles for non-for-profit organizations 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 dates of the financial statements and the reported amounts of revenues and expenses during the reporting period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in operations in the period in which they become known. Significant estimates include accrued liabilities, amortization of property and equipment and amortization of deferred contributions.

3. Credit Facility

The organization maintains a revolving operating line of credit to a maximum of \$150,000. The line of credit bears interest at prime plus 2.5% and is secured by a general security agreement. No amount is outstanding on the bank line of credit as at March 31, 2020 (2019 - \$ nil).

Regina & District Food Bank Inc.

Notes to the Financial Statements

March 31, 2020

4. Short term investment

	2020	2019
Conexus 1.80%, 1 year redeemable term investment, matures March 2021	\$ 275,000	\$ -
Conexus 2.30%, 1 year redeemable term investment, matures March 2020	-	200,000
Co-operative member equity deposit accounts	1,528	1,528
	\$ 276,528	\$ 201,528

5. Accounts receivable

Accounts receivable are stated net of an allowance for doubtful accounts of \$6,660 (2019 - \$nil).

6. Property and equipment

		2020	2019		
	Rate	Cost	Accumulated amortization	Net book value	Net book value
Land	-	\$ 453,122	\$ -	\$ 453,122	\$ 453,122
Buildings	5-10%	3,627,791	1,587,256	2,040,535	2,152,441
Machinery/equipment	20%	874,665	676,388	198,277	279,431
Vehicles	30%	270,247	243,643	26,604	38,005
Computer equipment	30%	147,501	128,492	19,009	26,752
		\$ 5,373,326	\$ 2,635,779	\$ 2,737,547	\$ 2,949,751

Included in machinery and equipment are assets under capital lease with a cost of \$26,741 (2019 - \$74,329) and accumulated amortization of \$11,338 (2019 - \$11,938)

Regina & District Food Bank Inc.**Notes to the Financial Statements**

March 31, 2020

7. Long-term debt

	2020	2019
Conexus Credit Union mortgage, payable in blended monthly payments of \$3,635 including interest at 4.150%, matures on December 1, 2020, secured by Community Services Village property with a net book value of \$2,416,562 (2019 - \$2,519,901)	\$ 31,594	\$ 72,238
Less current portion	31,594	40,631
	\$ -	\$ 31,607
Estimated principal repayments are as follows:		
2021	\$ 31,594	

Regina & District Food Bank Inc.**Notes to the Financial Statements**

March 31, 2020

8. Capital lease obligations

	2020	2019
Capital lease contract with Capital Industrial Sales & Services Ltd., repayable in monthly installments of \$300 plus taxes including interest with a maturity date of July 2022 and a buyout option of \$10 at maturity.	\$ 8,164	\$ 11,424
Capital lease contract with RCAP Leasing, repayable in monthly installments of \$792 plus taxes including interest with a maturity date of January 2023 and a buyout option of \$10 at maturity.	26,099	34,582
	34,263	46,006
Less current portion	12,484	11,749
	\$ 21,779	\$ 34,257
Estimated lease payments are as follows:		
2021	\$ 14,219	
2022	14,219	
2023	8,706	
Total future minimum lease payments	37,144	
Less amount representing interest	2,881	
Present value of minimum net lease payments	34,263	
Less current portion	12,484	
	\$ 21,779	

Regina & District Food Bank Inc.

Notes to the Financial Statements

March 31, 2020

9. Deferred contributions

Following are sources of contributions including, the opening cumulative contributions received to date net of accumulated amortization and the current contribution revenue recognized:

	2020	2019
Balance, beginning of year	\$ 1,541,799	\$ 1,601,913
Contributions from City of Regina - Commercial processing kitchen facility upgrade	-	18,300
Contributions from the Lorne and Evelyn Johnson Foundation - Commercial processing kitchen facility upgrade	-	20,000
Contributions from Food Bank Canada - Aeroponic Garden Tower	-	5,000
	1,541,799	1,645,213
Less current year amortization of deferred contributions	(97,422)	(103,414)
	\$ 1,444,377	\$ 1,541,799

10. COVID-19

On March 11, 2020, COVID-19 was declared a pandemic by the World Health Organization. This announcement has resulted in significant economic uncertainty. Financial markets have experienced significant volatility in response to the developing COVID-19 pandemic. The impact of COVID-19 on the Organization, including the stopping of certain programming and fundraising events, are reflected in the financial statements for the year ended March 31, 2020. While operations of the Organization have not been significantly impacted by the pandemic, the situation is dynamic and the ultimate duration and magnitude of the potential impact on future results is currently undeterminable.

11. Food donations

The approximate values attributed to food donations have not been recorded in the statement of operations or in the organization's net assets and have not been audited. The values are based on weight measurements priced at \$5.70 per kilogram (2019 - \$5.70) as determined by Food Banks Canada. Recorded donation weights for the 12 month period ending March 31, 2020 were 1,326,770 kg or \$7,562,589 (2019 - 1,462,925 kg or \$8,338,673).

12. Contingency

Petroleum contamination of soil around the periphery of the Winnipeg Street property is known to exist. Management has determined that such contamination will not be a detriment to the use of the property as intended by the Food Bank. However, in the event that the contaminated areas are put to other uses, further environmental assessments and determinations of possible costs will be required.

Regina & District Food Bank Inc.

Notes to the Financial Statements

March 31, 2020

13. Lease commitments

The organization has a commitment for an operating lease that ends in 2021 of \$1,950.

14. Financial instruments

Transactions in financial instruments may result in an entity assuming or transferring to another party one or more of the financial risks described below. The required disclosures provide information that assists users of financial statements in assessing the extent of risk related to financial instruments.

(a) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The organization's exposure to credit risk relates to accounts receivable and arises from the possibility that a debtor does not fulfil its obligations. Management believes this risk is minimized by only entering into structured rental agreements with reputable businesses and organizations and ensuring that rent and related occupancy cost are always current.

(b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting its obligations associated with financial liabilities. The organization's exposure to liquidity risk relates to accounts payable and accrued liabilities, long term debt and capital lease obligations and arises from the possibility that the timing and amount of its cash inflows will not be sufficient to enable it to meet its financial obligations as they become due. Management believes this risk is minimized through ensuring that it documents when authorized payments become due, maintains an adequate line of credit to repay trade creditors and repays long-term debt interest and principal amounts as they become due.

15. Comparative figures

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year earnings.

Regina & District Food Bank Inc.**Schedule to the Financial Statements**

For the year ended March 31

Schedule of General and Administration**Schedule 1**

	2020	2019
Accounting and legal fees	\$ 15,440	\$ 26,473
Office and administration	83,057	98,317
Consulting fees	21,647	79,717
Professional development/conferences	2,521	12,011
Telephone and internet	31,688	34,075
	\$ 154,353	\$ 250,593
