

# **Greater Vancouver Food Bank Society**

Financial Statements  
**June 30, 2017**



October 2, 2017

## **Independent Auditor's Report**

### **To the Members of Greater Vancouver Food Bank Society**

We have audited the accompanying financial statements of the Greater Vancouver Food Bank Society (the Society), which comprise the statement of financial position as at June 30, 2017 and the statements of operations, changes in net assets and cash flows for the year then ended, and the related notes, which comprise 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 these 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 the 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 the 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.

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**Basis for qualified opinion**

In common with many not-for-profit organizations, the Greater Vancouver Food Bank Society derives revenues from donations and donated food and other products, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Greater Vancouver Food Bank Society.

Therefore, we were not able to determine whether any adjustments might be necessary to donations and donated food and other products revenue, excess of revenues over expenses and cash flows from operations for the years ended June 30, 2017 and June 30, 2016, current assets as June 30, 2017 and June 30, 2016 and net assets as at the beginning and the end of the years ended June 30, 2017 and June 30, 2016. Our audit opinion on the financial statements for the year ended June 30, 2016 was modified accordingly because of the possible effects of this limitation in scope.

**Qualified opinion**

In our opinion, except for the possible 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 Greater Vancouver Food Bank Society as at June 30, 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.

**Report on other legal and regulatory requirements**

As required by the Society Act of British Columbia, we report that, in our opinion, the accounting principles in Canadian accounting standards for not-for-profit organizations have been applied to the financial statements, on a basis consistent with that of the preceding year.

*PricewaterhouseCoopers LLP*

**Chartered Professional Accountants**

# Greater Vancouver Food Bank Society

## Statement of Financial Position

As at June 30, 2017

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	2017 \$	2016 \$
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	789,411	604,640
Investments (note 5)	5,653,566	5,028,783
Gift certificates and credits (note 6)	89,799	105,621
Accounts receivable (note 7)	44,544	42,194
Prepaid expenses	221,428	141,718
	<hr/>	<hr/>
	6,798,748	5,922,956
<b>Prepaid deposit</b>	22,726	22,726
<b>Property, plant, equipment and intangibles</b> (note 8)	598,718	356,028
	<hr/>	<hr/>
	7,420,192	6,301,710
	<hr/>	<hr/>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities (note 9)	429,894	326,449
Deferred contributions (note 10)	1,070,387	617,960
Capital lease obligations (note 11)	115,222	90,957
	<hr/>	<hr/>
	1,615,503	1,035,366
	<hr/>	<hr/>
<b>Net Assets</b>		
<b>Invested in property, plant, equipment and intangibles</b>	598,718	356,028
<b>Contingency and capital project reserve</b>	4,750,000	4,350,000
<b>Reserved for food and education programs</b>	249,000	498,000
<b>Unrestricted</b>	206,971	62,316
	<hr/>	<hr/>
	5,804,689	5,266,344
	<hr/>	<hr/>
	7,420,192	6,301,710
	<hr/>	<hr/>
<b>Commitments</b> (note 12)		

### Approved by the Board of Directors

\_\_\_\_\_ Director \_\_\_\_\_ Director

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

# Greater Vancouver Food Bank Society

## Statement of Operations

For the year ended June 30, 2017

	2017 \$	2016 \$
<b>Revenue</b>		
Donated food and other products (note 4)	7,036,079	8,023,805
Donations	6,304,841	5,704,789
Investment income	160,995	108,738
	<u>13,501,915</u>	<u>13,837,332</u>
<b>Expenses</b>		
Operations and community programs		
Donated food and other products distributed	7,016,079	8,023,805
Community programs	1,931,690	1,710,503
Food purchases	1,026,444	720,532
Occupancy costs	493,880	482,506
Fleet and equipment maintenance	198,150	204,366
	<u>10,666,243</u>	<u>11,141,712</u>
Development and fundraising		
Advertising and promotion	84,225	90,603
Fundraising	1,105,722	1,119,207
	<u>1,189,947</u>	<u>1,209,810</u>
Office general and administration		
Administration	565,794	530,920
Professional services	247,000	98,027
Occupancy costs	213,745	216,852
	<u>1,026,539</u>	<u>845,799</u>
<b>Excess of revenue over expenses before change in fair value of investments</b>	619,186	640,011
<b>Change in fair value of investments</b>	<u>(80,841)</u>	<u>(57,449)</u>
<b>Excess of revenue over expenses for the year</b>	538,345	582,562
<b>Transferred to reserves</b>	<u>(400,000)</u>	<u>(498,000)</u>
<b>Excess of revenue over expenses for the year after transfer to reserves</b>	<u>138,345</u>	<u>84,562</u>

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

# Greater Vancouver Food Bank Society

## Statement of Changes in Net Assets

For the year ended June 30, 2017

	2017				
	Invested in property, plant, equipment and intangibles \$	Unrestricted \$	Contingency and capital project reserve \$	Food and education programs reserve \$	Total \$
<b>Net assets - Beginning of year</b>	356,028	62,316	4,350,000	498,000	5,266,344
<b>(Deficiency) excess of revenue over expenses</b>	(129,660)	917,005	-	(249,000)	538,345
<b>Investment in property, plant, equipment and intangibles</b>	372,350	(372,350)	-	-	-
<b>Transfer from unrestricted to contingency and capital project reserve</b>	-	(400,000)	400,000	-	-
<b>Net assets - End of year</b>	598,718	206,971	4,750,000	249,000	5,804,689
	2016				
	Invested in property, plant, equipment and intangibles \$	Unrestricted \$	Contingency and capital project reserve \$	Food and education programs reserve \$	Total \$
<b>Net assets - Beginning of year</b>	216,064	117,718	4,350,000	-	4,683,782
<b>(Deficiency) excess of revenue over expenses</b>	(120,088)	702,650	-	-	582,562
<b>Investment in property, plant, equipment and intangibles</b>	260,052	(260,052)	-	-	-
<b>Transfer from unrestricted to food and education program reserve</b>	-	(498,000)	-	498,000	-
<b>Net assets - End of year</b>	356,028	62,316	4,350,000	498,000	5,266,344

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

# Greater Vancouver Food Bank Society

## Statement of Cash Flows

For the year ended June 30, 2017

	2017 \$	2016 \$
<b>Cash flows from operating activities</b>		
Reserved for food and education	-	498,000
Reserved for contingency and capital project	400,000	-
Unrestricted	138,345	84,562
	<hr/>	<hr/>
Excess of revenue over expenses for the year	538,345	582,562
Items not affecting cash		
Amortization of property, plant, equipment and intangibles	129,659	120,088
Change in fair value of investments	80,841	57,449
	<hr/>	<hr/>
	748,845	760,099
Net change in non-cash working capital balances related to operations		
Decrease in gift certificates and credits	15,822	78,891
(Increase) decrease in accounts receivable	(2,350)	234
Increase in prepaid expenses	(79,710)	(30,423)
Increase in accounts payable and accrued liabilities	103,445	120,211
Increase in deferred contributions	452,427	52,604
	<hr/>	<hr/>
	1,238,479	981,616
<b>Cash flows from investing activities</b>		
Purchase of property, plant, equipment and intangibles	(324,716)	(176,697)
Net purchase of investments	(705,624)	(553,224)
	<hr/>	<hr/>
	(1,030,340)	(729,921)
<b>Cash flows from financing activities</b>		
Capital lease obligations paid	(23,368)	(17,062)
	<hr/>	<hr/>
<b>Increase in cash and cash equivalents</b>	184,771	234,633
<b>Cash and cash equivalents - Beginning of year</b>	604,640	370,007
	<hr/>	<hr/>
<b>Cash and cash equivalents - End of year</b>	789,411	604,640
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The accompanying notes are an integral part of these financial statements.

# Greater Vancouver Food Bank Society

## Notes to Financial Statements

June 30, 2017

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### 1 Nature of operations

The Greater Vancouver Food Bank Society (the Society) is a non-profit organization with a mission to create empowering environments that provide and promote access to healthy food, education and training. The Society provides assistance to over 26,500 people weekly through 13 food hubs and over 80 community agencies located in Vancouver, Burnaby, New Westminister, North and West Vancouver. The Society is committed to its vision of accessible, healthy and sustainable food for all and, through community collaboration, and is proactively working to help end hunger.

The Society is a registered charity under the Income Tax Act and is exempt from income taxes.

The Society provides assistance to help address the immediate needs of the community; however, the Society also recognizes that emergency food as a standalone measure is not a long-term solution. As such, in addition to emergency food, the Society also runs skill and capacity building programs that are focused on investing in and giving back to the community. Approximately 120 Community Kitchen Leaders were trained in fiscal year 2017; and over 1,600 pieces of kitchen equipment were shared. Each year the Society warehouse moves 3.0 million pounds of food on average, in and out of their 36,000 square foot facility.

Community programs that have been established by the Society are as follows:

- Food Hubs - the Society provides a two-day supplement of food to over 5,600 people each week by way of 13 facilities throughout Vancouver, Burnaby, New Westminister, North and West Vancouver. These locations have donated spaces managed by hundreds of dedicated volunteers. The Society is in the midst of transforming from the old style 'hand out' distribution model to a model that promotes dignity, respect and wellbeing, a marketplace style distribution model, enabling members to choose products that are available. Community partners, networks and other social service agencies are invited into locations to provide members with opportunities to help them towards a more self-sufficient way of life. Local urban farmers sell fresh produce at lower costs to the members, introducing and educating members on how to use this produce, providing them with the basic food skills to do this.
- Community Partner Agencies - the Society provides in-kind support to over 80 agencies located in Vancouver, Burnaby, New Westminister, North and West Vancouver. By partnering with these organizations, the Society helps care for the community while also helping to build healthy communities.
- Baby Steps - this program is geared for babies from six - 24 months old. All required food items for this program that the Society purchases are high nutrient products aimed at stimulating healthy growth and brain development. This program, founded and operated by, the JRFM Radio Station, assists families coping with the challenges of raising a young infant by providing them with food, formula and diapers.
- Kids Picks - Kids Picks provides preschoolers aged two to six years with a supplemental bag of healthy, ready-to-eat foods that help provide the essential vitamins and minerals needed for proper growth and development. Each bag also includes important information for parents on childhood nutrition and good eating habits. 1,000 Kid's Picks bags are prepared by volunteers each month. The product that is used for these special bags is purchased by the Society to ensure proper nutrition.



# Greater Vancouver Food Bank Society

## Notes to Financial Statements

June 30, 2017

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- Food Recovery Program - this program is aimed to collect quality food from restaurants, hotels, cafeterias and schools which is then delivered to meal-providing agencies. The program runs six days a week, saving roughly 450,000 pounds (or \$1.1 million) of food that would otherwise be wasted and contributes to roughly 240,000 meals annually.
- Community Kitchens - this program creates and provides cooking and nutritional skill building training programs, networking sessions and cooking resources that empower and support individuals and community agencies in their efforts to start and maintain community kitchens. Included in this program, is the support provided to Community Kitchens in Vancouver's Downtown Eastside. This program provides residents living in single room occupancy hotels (SRO) in the Downtown Eastside an alternate method of obtaining food in a self-directed and dignified manner. Many SRO residents do not have access to cooking facilities or struggle with challenges related to cooking and cannot access or provide meals for themselves. The Community Kitchens program provides an alternative by finding an appropriate cooking space and providing support for residents to cook meals together. Approximately 35,000 meals annually are facilitated through 16 Community Kitchens across the Downtown Eastside.
- Curbside Fresh Market - this social enterprise program sells local produce purchased directly from farms through bulk sales and various other tactics to offer customers the lowest possible prices.

### **Volunteer workers**

Volunteer workers perform significant services for the Society. The Society relies on volunteers to perform all of the sorting and distribution of all goods to the community. As there is no available objective basis to measure the value of such services and these services would not otherwise be purchased by the Society, they are not recorded in these financial statements. The number of hours volunteered in 2017 reached 65,000 (2016 - reached 62,000); that equals to roughly 33.5 full-time staff in hours each year. During the current year, the Society has established a more precise system to count the number of volunteers and total number of volunteer hours worked, compared to estimations made in prior years.

## **2 Basis of presentation**

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

## **3 Significant accounting policies**

### **Cash and cash equivalents**

Cash and cash equivalents include cash and any investments with a maturity of three months or less from the date of acquisition. Cash and cash equivalents also include \$10,000 restricted for credit card use.

# Greater Vancouver Food Bank Society

## Notes to Financial Statements

June 30, 2017

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### **Investments**

Management has elected to record all investments at fair value, and changes in fair value are recognized in the statement of operations.

### **Revenue recognition**

The Society follows the deferral method of accounting for donations. Unrestricted donations are recognized as revenue when received by the Society. Any externally restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Contributions for the purchase of property, plant, equipment and intangibles are deferred and amortized to revenue on the same basis as the related assets are amortized.

### **Donations**

Donations revenue recorded in the financial statements consists of cash donations, donated gift certificates and store credits, and gifts-in-kind.

The Society receives donations of food and other products and services from industries/businesses and the general public. The total food and other product donated and collected by the Society for the year ended June 30, 2017, is 2.8 million pounds (2016 - 3.0 million pounds). This includes 443,596 pounds of food donated through the Resource Recovery Program (536,708 pounds in 2016) which is distributed directly to community agencies (see note 4).

According to national standards recommended by Food Banks of Canada, the monetary equivalent of one pound of food donations is \$2.50. Management has decided to use this rate as the basis for determining the value of donated food and other products revenue. These donated food and other products are reflected in the statement of operations in the period received as revenue and an expense. For food and material items donated by individuals and industries/businesses that are supported with receipts and/or invoices, the Society issues tax receipts for such gift-in-kind donations. These gifts-in-kind donations totalled \$327,430 for the year (2016 - \$356,499) and are included in the total value of food and other product donations revenues of the \$7.0 million (2016 - \$8.0 million) at \$2.50 per pound.

### **Investment income**

Investment income includes interest and realized gains and losses on investments.

# Greater Vancouver Food Bank Society

## Notes to Financial Statements

June 30, 2017

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### Property, plant, equipment and intangibles

Property, plant, equipment and intangibles purchased by the Society are recorded at cost. Property, plant, equipment and intangibles received as donations are recorded at their estimated fair market value. The amount of the donation is deferred and recognized as income on the same basis as the asset is amortized.

Amortization begins when the asset is in use and is provided on a straight-line basis over the estimated useful lives of the property, plant, equipment and intangibles as follows:

Office equipment and furniture	4 to 5.5 years
Computer leased assets	4 years
Truck leased assets	5 years
Computer software	4 years
Website	4 years
Distribution vehicles	4 years
Warehouse equipment	4 years

Amortization of leasehold improvements is recorded on a straight-line basis over the term of the lease.

### Food purchases and inventory

Food purchases are recorded as an expense at the date of purchase. Food items on hand at year-end are not recorded as inventory.

### Deferred contributions

Deferred contributions consist of amounts received in advance and restricted by the contributor for programs to be undertaken during subsequent fiscal years.

### Capital lease

Leases entered into that transfer substantially all benefits and risks associated with the ownership of the asset to the Society are treated as capital leases and recorded as the acquisition of an asset and the occurrence of an obligation. The asset is amortized in a manner consistent with assets owned by the Society, and the obligation, including interest, is amortized over the term of the lease.

### Net assets

“Invested in property, plant, equipment and intangibles” represents the investment in property, plant, equipment and intangible assets.

“Unrestricted” represents funds used in general operating and business activities, including for any extraordinary circumstance that may arise.

# Greater Vancouver Food Bank Society

## Notes to Financial Statements

June 30, 2017

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“Contingency and capital project reserve” relates to internally restricted funds by the Board of Directors for emergency purposes and consistent with future capital plans. Under Board resolution this fund was increased by \$400,000 in the year and reached \$4,750,000 by the end of fiscal 2017.

“Food and education programs reserve” relates to internally restricted funds by the Board of Directors for educational programs on food literacy, quality and sustainability and are consistent with the operational budget of fiscal year 2018.

### **Use of estimates**

The preparation of financial statements in accordance with ASNPO requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Significant estimates include assessment of the value of donated food and other products. Actual results could differ from those estimates.

### **Financial instruments**

Financial assets and liabilities are initially measured at fair value. All financial assets and liabilities, other than investments, are measured at amortized cost.

### **Allocation of expenses**

The Society engages in food collection, processing and distribution, educational and training community programs. The costs of each program include the costs of personnel, premises and other expenses that are directly related to providing the programs. The Society also incurs fundraising/development expenses and general/administration expenses.

The Society allocates salaries and employee benefits based on staff functions and occupations. A number of general support expenses common to the administration of the Society and each of its programs, such as rent and utilities, are allocated proportionately on the basis of total area used by the office and programs. Donated food and other products and food purchases are disclosed separately.

## **4 Recognition of Food Recovery Program food donations**

Donated food and other products include \$1,108,990, which relates to the Food Recovery Program (2016 - \$1,341,770).

# Greater Vancouver Food Bank Society

## Notes to Financial Statements

June 30, 2017

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### 5 Investments

	2017 \$	2016 \$
Cash	1,186,643	1,123,255
Canadian money market fund	552,637	540,921
Canadian bonds	3,864,332	3,331,553
Accrued interest	49,954	33,054
	<hr/> 5,653,566	<hr/> 5,028,783

The bonds earn interest at between 2.1% to 7.5% per annum, with maturities ranging between one and three years. As the bonds are available to support the Society's operations, they have been classified as short-term.

### 6 Gift certificates and credits

At June 30, 2017, the Society had on hand \$89,799 (2016 - \$105,621) of donated gift certificates and store credits, principally from the BC Sharing Coupon Program available in certain supermarkets. These gift certificates and store credits can be exchanged for BC food products of the same monetary value.

### 7 Accounts receivable

	2017 \$	2016 \$
Accounts receivable	83,138	83,938
Taxes receivable	24,969	21,819
	<hr/> 108,107	<hr/> 105,757
Less: Allowance for doubtful accounts	(63,563)	(63,563)
	<hr/> 44,544	<hr/> 42,194

# Greater Vancouver Food Bank Society

## Notes to Financial Statements

June 30, 2017

### 8 Property, plant, equipment and intangibles

	<b>2017</b>		
	<b>Cost</b>	<b>Accumulated amortization</b>	<b>Net</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
Office equipment and furniture	307,570	280,230	27,340
Computer leased assets	93,176	24,510	68,666
Truck leased assets	70,297	25,883	44,414
Computer software	402,690	79,703	322,987
Website	160,434	109,102	51,332
Distribution vehicles	765,535	740,704	24,831
Warehouse equipment	330,619	276,354	54,265
Leasehold improvements	128,255	123,372	4,883
	<u>2,258,576</u>	<u>1,659,858</u>	<u>598,718</u>
	<b>2016</b>		
	<b>Cost</b>	<b>Accumulated amortization</b>	<b>Net</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
Office equipment and furniture	301,537	266,312	35,225
Computer leased assets	40,411	9,624	30,787
Truck leased assets	70,297	12,288	58,009
Computer software	165,681	55,810	109,871
Website	156,559	79,179	77,380
Distribution vehicles	754,525	727,735	26,790
Warehouse equipment	275,113	269,688	5,425
Leasehold improvements	122,103	109,562	12,541
	<u>1,886,226</u>	<u>1,530,198</u>	<u>356,028</u>

### 9 Government remittances

Included in accounts payable and accrued liabilities are the following government remittances payable:

	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
Worker's compensation insurance premiums	-	2,831
Payroll source deductions	11,166	9,665

# Greater Vancouver Food Bank Society

## Notes to Financial Statements

June 30, 2017

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### 10 Deferred contributions

Deferred contributions consist of unspent donations that are externally restricted for the following programs:

	2017 \$	2016 \$
BC Sharing Coupon Program (note 6)	89,799	105,621
Community Food Hubs	170,607	76,600
Food and Education Programs	357,055	279,763
Babies and Children's Programs	112,939	69,667
Operations and food purchases	339,987	86,309
	<u>1,070,387</u>	<u>617,960</u>

Changes in deferred contributions during the year are as follows:

	2017 \$	2016 \$
<b>Balance - Beginning of year</b>	<u>617,960</u>	<u>565,356</u>
<b>Receipts for</b>		
BC Sharing Coupon Program	212,830	171,621
Community Food Hubs	257,612	100,000
Food and Education Programs	297,297	469,280
Babies and Children's Programs	173,642	76,943
Operations and food purchases	697,501	175,238
	<u>1,638,882</u>	<u>993,082</u>
<b>Amounts spent on</b>		
BC Sharing Coupon Program	(228,650)	(250,513)
Community Food Hubs	(163,606)	(176,300)
Food and Education Programs	(220,005)	(311,432)
Babies and Children's Programs	(130,370)	(77,702)
Operations and food purchases	(443,824)	(124,531)
	<u>(1,186,455)</u>	<u>(940,478)</u>
<b>Balance - End of year</b>	<u>1,070,387</u>	<u>617,960</u>

Restricted food purchases include approximately \$90,000 received from the BC Gaming Grant during fiscal year 2017. \$78,038 of these funds was spent in the same year and \$12,170 was deferred to be spent in fiscal year 2018.

# Greater Vancouver Food Bank Society

## Notes to Financial Statements

June 30, 2017

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### 11 Capital lease obligations

	Expiry date	Interest rate %	2017 \$	2016 \$
Computer lease 2015	February 1, 2019	5.50	11,503	18,264
Computer lease 2016	May 1, 2020	5.50	9,501	12,513
Trucks lease 2016	November 1, 2021	2.49	46,585	60,180
Computer lease 2017	March 1, 2021	5.50	22,069	-
Office equipment leases 2017	November 2, 2020	9.64	25,564	-
			<hr/>	<hr/>
			115,222	90,957

### 12 Commitments

The Society is committed to the following minimum annual payments under operating leases for equipment and premises:

	\$
2018	612,618
2019	612,618
	<hr/>
	1,225,236

### 13 Financial instruments

The Society's financial instruments are exposed to certain risks including interest rate risk, credit risk and liquidity risk.

#### Interest rate risk

Interest rate risk is the risk that the fair value of the Society's interest bearing financial instruments will fluctuate due to changes in the prevailing interest rates. The Society is exposed to interest rate risk on its investments and cash and cash equivalents. Management frequently reviews the interest rates to mitigate risk.

#### Credit risk

Credit risk is the risk of loss associated with the inability of a counterparty to fulfill its obligations under the terms of a financial instrument. The Society's exposure to credit risk is as indicated by the carrying value of its accounts receivable and gift certificates. The Society mitigates this risk by reviewing and monitoring these balances.

#### Liquidity risk

Liquidity risk is the risk that the Society cannot meet the demand for cash or fund its obligations as they become due. Management minimizes its exposure to liquidity risk by regularly monitoring cash flows.



# Greater Vancouver Food Bank Society

Notes to Financial Statements

June 30, 2017

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## 14 Society Act disclosures

Effective November 28, 2016, a new Societies Act came into force in British Columbia. The Society will have two years to transition to the new Act; however, some financial statement disclosure requirements came into effect immediately. These are detailed below:

### **Remuneration paid to Directors**

Directors receive no remuneration for being a director of the Society.

### **Remuneration paid to highest paid employees and contractors**

The seven most highly remunerated persons, whose remuneration was at least \$75,000 during the year ended June 30, 2017, received an aggregate of \$733,934 from the Society during the year.

### **Financial assistance**

The Society did not provide any financial assistance outside the ordinary course of activities during the year.