

FINANCIAL STATEMENTS
**THE THUNDER BAY
FOUNDATION**

December 31, 1997

ideas
solutions
results

 ERNST & YOUNG

The Thunder Bay Foundation

December 31, 1997

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AUDITORS' REPORT

To the Board of Trustees of
The Thunder Bay Foundation

We have audited the General Fund, Robert Kerr Dewar M.D., Scholarship Fund, Joshua Dyke Family Scholarship Trust Fund, and Helen L. Dewar Scholarship Fund balance sheets of **The Thunder Bay Foundation** as at December 31, 1997 and the statements of capital and operations and surplus (deficit) of each of those funds for the year then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at December 31, 1997 and the results of its operations and the changes in its capital for the year then ended in accordance with generally accepted accounting principles.

Thunder Bay, Canada,
February 16, 1998.


Chartered Accountants

	1997	1996
	\$	\$
GENERAL FUND		
LIABILITIES, CAPITAL AND SURPLUS		
Accounts payable	9,585	9,313
Commitments for grants and scholarships	9,750	5,000
Due to Robert Kerr Dewar M.D., Scholarship Fund	102,892	100,023
Due to Joshua Dyke Family Scholarship Trust Fund	187,181	191,677
Due to Helen L. Dewar Scholarship Fund	203,319	197,654
Total liabilities	512,727	503,667
Capital account	2,119,151	1,971,388
Surplus account	240,220	224,019
Total capital and surplus	2,359,371	2,195,407
	2,872,098	2,699,074

ROBERT KERR DEWAR M.D., SCHOLARSHIP FUND		
CAPITAL AND SURPLUS		
Capital account	45,000	45,000
Surplus account	57,892	55,023
	102,892	100,023

JOSHUA DYKE FAMILY SCHOLARSHIP TRUST FUND		
LIABILITIES, CAPITAL AND DEFICIT		
Commitments for scholarships	7,500	5,000
Capital account	200,000	200,000
Deficit	(20,319)	(13,323)
	187,181	191,677

HELEN L. DEWAR SCHOLARSHIP FUND		
CAPITAL AND SURPLUS		
Capital account	160,519	160,519
Surplus account	42,800	37,135
	203,319	197,654



The Thunder Bay Foundation

GENERAL FUND

Year ended December 31

	1997	1996
	\$	\$
STATEMENT OF CAPITAL		
CAPITAL RECEIPTS		
Donations		
Mr. Joseph Vezeau	2,500	3,000
Estate of Mrs. Ruth Black	34,665	497,046
Estate of Dr. J. D. McIntosh	110,598	—
Net increase in capital account for year	147,763	500,046
Balance, beginning of year	1,971,388	1,471,342
Balance, end of year	2,119,151	1,971,388

STATEMENT OF OPERATIONS AND SURPLUS

INCOME		
Interest income		
Mortgages	1,290	1,734
Other	114,873	146,877
Dividend income	16,087	18,998
Capital gains (losses) on sale of securities	(1,956)	12,213
Total income [note 2]	130,294	179,822
Less income allocation to restricted funds	22,493	34,990
Income after allocation to restricted funds [note 2]	107,801	144,832
EXPENSES		
Office and miscellaneous	8,725	9,939
Professional fees	12,228	11,454
Promotions and Publications	940	819
Salaries and benefits	25,662	25,181
Total expenses [note 2]	47,555	47,393
Less expense allocation to restricted funds	8,455	10,431
Net expenses [note 2]	39,100	36,962
Net earnings for year	68,701	107,870
DEDUCT		
Grants, scholarships & bursaries [schedule]		
Children's and youth services	1,700	2,700
Alleviation of human suffering	13,100	12,500
Advancement of social work, education and cultural purposes	21,200	12,800
Scholarships awarded	16,500	12,000
Total grants, scholarships and bursaries	52,500	40,000
Net increase in surplus account for year	16,201	67,870
Balance, beginning of year	224,019	156,149
Balance, end of year	240,220	224,019

See accompanying notes



The Thunder Bay Foundation

ROBERT KERR DEWAR M.D., SCHOLARSHIP FUND

Year ended December 31

	1997	1996
	\$	\$
STATEMENT OF OPERATIONS AND SURPLUS		
Interest income <i>[note 2]</i>	4,657	7,085
Less administrative expenses <i>[note 2]</i>	1,788	2,185
Net earnings for the year	2,869	4,900
Balance, beginning of year	55,023	50,123
Balance, end of year	57,892	55,023

See accompanying notes



The Thunder Bay Foundation

JOSHUA DYKE FAMILY SCHOLARSHIP TRUST FUND

Year ended December 31

	1997	1996
	\$	\$
STATEMENT OF OPERATIONS AND DEFICIT		
Interest income <i>[note 2]</i>	8,633	13,911
Less administrative expenses <i>[note 2]</i>	3,129	4,005
Net earnings for year	5,504	9,906
Deduct scholarships awarded	12,500	10,000
Net decrease in surplus account for year	(6,996)	(94)
Balance, beginning of year	(13,323)	(13,229)
Balance, end of year	(20,319)	(13,323)

See accompanying notes



The Thunder Bay Foundation

HELEN L. DEWAR SCHOLARSHIP FUND

Year ended December 31

	1997 \$	1996 \$
STATEMENT OF OPERATIONS AND SURPLUS		
Interest income <i>[note 2]</i>	9,203	13,994
Less administrative expenses <i>[note 2]</i>	3,538	4,241
Net increase in surplus account for year	5,665	9,753
Balance, beginning of year	37,135	27,382
Balance, end of year	42,800	37,135

See accompanying notes



The Thunder Bay Foundation

NOTES TO FINANCIAL STATEMENTS

December 31, 1997

1. SIGNIFICANT ACCOUNTING POLICIES

Investment Valuation

Investments are valued at the lower of cost and market determined on an aggregate basis. Cost includes any discounts or premiums arising on the purchase of investments. Discounts or premiums are amortized to income over the life of the investments.

When there has been an other than temporary decline in the value of a security, the investment is written down to recognize the loss. Any losses in value of prior years are not reversed if there is a subsequent increase in value.

2. INCOME AND EXPENSE ALLOCATIONS

Income and expenses of the Foundation are allocated between the General Fund, Joshua Dyke Family Scholarship Trust Fund, Helen L. Dewar Scholarship Fund and Robert K. Dewar M.D., Scholarship Fund based on the proportionate capital and surplus of each fund at the year end. The allocations are as follows:

	1997	
	Income	Expenses
	\$	\$
General Fund	107,801	39,100
Robert K. Dewar M.D., Scholarship Fund	4,657	1,788
Joshua Dyke Family Scholarship Trust Fund	8,633	3,129
Helen L. Dewar Scholarship Fund	9,203	3,538
	<u>130,294</u>	<u>47,555</u>

3. COMMITMENTS

The Thunder Bay Foundation has pledged \$10,000.00 to the Confederation College and \$10,000.00 to the Lakehead University. Both pledges must be paid not later than March 31, 1999.

4. COMPARATIVE FIGURES

Certain of the comparative figures have been restated to conform to the current year's presentation.



The Thunder Bay Foundation

Schedule

**SCHEDULE OF GRANTS, SCHOLARSHIPS
AND BURSARIES**

Year ended December 31

1997
\$

CHILDREN AND YOUTH'S SERVICES
Thunder Bay Boys and Girls Club 1,700

ALLEVIATION OF HUMAN SUFFERING
AIDS Committee of Thunder Bay 1,300
Canadian Hearing Society 800
Alzheimer Society of Thunder Bay 1,500
Salvation Army Christmas Appeal 1,600
Via Vitae Community Palliative Care 2,200
Wesway 1,700
Northern Cancer Research Foundation 1,700
The Lung Association 1,200
Thunder Bay Christmas Cheer Fund 1,600
13,100

**ADVANCEMENT OF SOCIAL WORK, EDUCATION
AND CULTURAL PURPOSES**
United Way of Thunder Bay 2,200
Thunder Bay Military Museum 800
Thunder Bay Emergency Shelter 1,000
Thunder Bay Drug Awareness 1,100
Catholic Family Development Centre 1,400
St. Joseph's Foundation of Thunder Bay 4,800
Thunder Bay Literacy Group 1,400
Lakehead Regional Family Centre 1,200
Anglican Church Camp 1,600
N. W. Ontario Regional Science Fair 900
Lakehead Social Planning Council 1,200
The Lakehead Association for Community Housing 1,400
Beraved Families of Ontario - Thunder Bay 1,400
Lutheran Community Care Centre of Thunder Bay 1,100
21,200

Total grants (carried forward) 36,000



The Thunder Bay Foundation

Schedule

**SCHEDULE OF GRANTS, SCHOLARSHIPS
AND BURSARIES**

Year ended December 31

	1997 \$
Total grants (brought forward)	36,000
Scholarships and bursaries paid from General Fund	16,500
Scholarships paid from Joshua Dyke Family Scholarship Trust Fund	12,500
Total scholarships and bursaries	29,000
Total grants, scholarships and bursaries	65,000

