

Financial Statements of

**COLLINGWOOD SCHOOL  
SOCIETY**

Year ended June 30, 2014



**KPMG LLP**  
**Chartered Accountants**  
Metrotower II  
Suite 2400 – 4720 Kingsway  
Burnaby BC V5H 4N2  
Canada

Telephone (604) 527-3600  
Fax (604) 527-3636  
Internet [www.kpmg.ca](http://www.kpmg.ca)

## INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Collingwood School Society

### Report on the Financial Statements

We have audited the accompanying financial statements of the Collingwood School Society, which comprise the statement of financial position as at June 30, 2014, the statements of operations, changes in net assets and cash flows for the year then ended, and notes, comprising 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.

#### *Auditors' 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 our 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, we consider 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 audit opinion.



### *Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of Collingwood School Society as at June 30, 2014 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.

### **Report on Other Legal and Regulatory Requirements**

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

A handwritten signature in black ink that reads 'KPMG LLP' in a cursive, slanted font. A horizontal line is drawn underneath the signature.

Chartered Accountants

September 17, 2014

Burnaby, Canada

# COLLINGWOOD SCHOOL SOCIETY

## Statement of Financial Position

June 30, 2014, with comparative information for 2013

	2014	2013
<b>Assets</b>		
Current assets:		
Cash	\$ 9,484,698	\$ 16,180,303
Accounts receivable (note 16)	912,730	727,457
Prepaid expenses	291,053	283,396
	<u>10,688,481</u>	<u>17,191,156</u>
Capital assets (note 3)	60,457,450	40,681,281
Long-term prepaid lease (note 4)	138,947	148,211
Other assets (note 5)	385,000	475,000
	<u>\$ 71,669,878</u>	<u>\$ 58,495,648</u>

## Liabilities and Net Assets

Current liabilities:		
Bank indebtedness (note 6)	\$ -	\$ 550,000
Accounts payable and accrued liabilities	6,181,403	2,615,182
Accrued salaries and benefits	2,946,384	2,785,908
Tuition and other fees received in advance	3,407,681	3,292,842
Current portion of long-term debt (note 7)	4,854,825	23,044
	<u>17,390,293</u>	<u>9,266,976</u>
Long-term debt (note 7)	550,980	576,444
Net assets:		
Unrestricted	(1,407,732)	8,241,550
Internally restricted	84,692	65,113
Externally restricted	-	263,772
Invested in capital assets (note 9)	55,051,645	40,081,793
	<u>53,728,605</u>	<u>48,652,228</u>
Commitments (note 13)		
	<u>\$ 71,669,878</u>	<u>\$ 58,495,648</u>

See accompanying notes to financial statements.

Approved on behalf of the Board:

  


Dave Bustos, Governor

Brent Wolverson, Governor

# COLLINGWOOD SCHOOL SOCIETY

## Statement of Operations

Year ended June 30, 2014, with comparative information for 2013

	Operating	Internally restricted	Externally restricted	Capital assets	2014 Total	2013 Total
<b>Revenue:</b>						
Tuition fees	\$ 22,386,610	\$ -	\$ -	\$ -	\$ 22,386,610	\$ 21,465,583
Bursaries	(512,026)	-	-	-	(512,026)	(448,525)
	21,874,584	-	-	-	21,874,584	21,017,058
Government grants (note 8)	3,192,613	-	-	-	3,192,613	3,052,594
New student admission fees	605,535	-	-	-	605,535	539,000
Contributions received from						
Parents' Council Fundraising (note 10)	-	24,220	-	-	24,220	248,187
Transportation revenue (note 11)	113,588	-	-	-	113,588	113,417
Other (note 12)	202,134	-	-	-	202,134	144,534
	25,988,454	24,220	-	-	26,012,674	25,114,790
<b>Expenses:</b>						
Salaries and benefits	18,819,136	-	-	-	18,819,136	18,002,479
Professional development	291,478	-	-	-	291,478	217,958
Curricular expense	938,068	-	-	-	938,068	763,480
Buildings and grounds maintenance	1,017,310	-	-	-	1,017,310	1,085,394
Transportation expense (note 11)	516,767	-	-	-	516,767	519,190
Information technology	270,378	-	-	-	270,378	277,259
Parent, alumni and community relations	304,726	-	-	-	304,726	357,959
General and administrative	1,061,732	-	-	-	1,061,732	1,004,720
Amortization	-	-	-	1,811,891	1,811,891	1,758,250
Interest	32,841	-	-	-	32,841	94,956
	23,252,436	-	-	1,811,891	25,064,327	24,081,645
<b>Excess (deficiency) of revenue over</b>						
expenses before other items	2,736,018	24,220	-	(1,811,891)	948,347	1,033,145
<b>Other:</b>						
Fundraising (note 17)	-	-	4,649,386	-	4,649,386	2,797,996
Gain on sale of land (note 3(b))	-	-	-	-	-	21,429,205
Interest earned on proceeds of land sale	116,789	-	-	-	116,789	132,747
Master Campus plan expenses	(638,145)	-	-	-	(638,145)	(487,841)
Fair value adjustment of interest rate swap	-	-	-	-	-	61,749
	(521,356)	-	4,649,386	-	4,128,030	23,933,856
<b>Net excess (deficiency) of revenue over expenses</b>	<b>2,214,662</b>	<b>24,220</b>	<b>4,649,386</b>	<b>\$ (1,811,891)</b>	<b>\$ 5,076,377</b>	<b>\$ 24,967,001</b>

See accompanying notes to financial statements.

# COLLINGWOOD SCHOOL SOCIETY

## Statement of Changes in Net Assets

Year ended June 30, 2014, with comparative information for 2013

	Unrestricted	Internally restricted	Externally restricted	Invested in capital assets	2014 Total	2013 Total
Net assets, beginning of year	\$ 8,241,550	\$ 65,113	\$ 263,772	\$ 40,081,793	\$ 48,652,228	\$ 23,685,227
Net excess (deficiency) of revenue over expenses	2,214,662	24,220	4,649,386	(1,811,891)	5,076,377	24,967,001
Net change in invested in capital assets (note 9 (b))	(11,863,944)	(4,641)	(4,913,158)	16,781,743	-	-
Net assets (deficit), end of year	\$ (1,407,732)	\$ 84,692	\$ -	\$ 55,051,645	\$ 53,728,605	\$ 48,652,228

See accompanying notes to financial statements.

# COLLINGWOOD SCHOOL SOCIETY

## Statement of Cash Flows

Year ended June 30, 2014, with comparative information for 2013

	2014	2013
Cash provided by (used in):		
Operating:		
Net excess of revenue over expenses	\$ 5,076,377	\$ 24,967,001
Items not involving cash:		
Amortization	1,811,891	1,758,250
Fair value adjustment of interest rate swap	-	(61,749)
Amortization of prepaid lease	9,264	9,263
Donation of stamp and coin collection received	-	(475,000)
Fair value adjustment of stamp and coin collection	90,000	-
Gain on sale of land	-	(21,429,205)
Change in non-cash operating working capital:		
Accounts receivable	(185,273)	(74,827)
Prepaid expenses	(7,657)	(91,782)
Accounts payable and accrued liabilities	3,566,221	944,242
Accrued salaries and benefits	160,476	209,790
Tuition and other fees received in advance	114,839	260,833
	<u>10,636,138</u>	<u>6,016,816</u>
Investments:		
Additions to capital assets	(21,588,060)	(12,306,153)
Proceeds on sale of land	-	26,008,305
	<u>(21,588,060)</u>	<u>13,702,152</u>
Financing:		
Decrease in bank indebtedness	(550,000)	(3,494,969)
Increase in long-term debt	4,830,000	-
Repayment of long-term debt	(23,683)	(22,554)
Repayment of capital lease obligations	-	(21,142)
	<u>4,256,317</u>	<u>(3,538,665)</u>
Change in cash	(6,695,605)	16,180,303
Cash, beginning of year	16,180,303	-
Cash, end of year	<u>\$ 9,484,698</u>	<u>\$ 16,180,303</u>

See accompanying notes to financial statements.

# COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements

Year ended June 30, 2014

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## 1. Operations:

Collingwood School Society (the "Society") was incorporated on December 8, 1983 under the authority of the Society Act of British Columbia. The Society is a registered charity under the Income Tax Act and is therefore exempt from the payment of income tax.

The Society operates Collingwood School (the "School") at the Morven Campus (600 students, grades 8 - 12) and the Wentworth Campus (650 students, junior kindergarten - grade 7), both in West Vancouver. The School is classified as a Group 2 independent school under the Independent School Act.

The School is non-denominational and co-educational. It aims to graduate students whose achievements are excellent, who are inspired by learning, who appreciate the contribution made to a fulfilling life by scholarship, the arts, athletics and service, and who understand the rights, obligations and responsibilities of living in a free democratic society.

## 2. Significant accounting policies:

The financial statements have been prepared by management in accordance with Canadian Accounting Standards for Not-For-Profit Standards and include the following significant accounting policies:

### (a) Fund accounting:

The resources and operations of the Society have been segregated for accounting purposes into the following funds:

#### (i) Operating fund:

The operating fund accounts for the Society's program delivery, support and administrative activities. Amortization charges relating to these activities are accounted for in the capital assets fund.

#### (ii) Restricted funds:

The externally restricted fund accounts for funds derived from donations and fundraising efforts which the purposes have been specifically designated by donors.

The internally restricted fund represents contributions received from the Parents' Council fundraising to be used for the benefit of the School.

#### (iii) Capital assets fund:

The capital assets fund accounts for the amortization of capital assets used in operations of the Society as well as the Society's investment in capital assets and related long-term debt.

Interfund transfers to fund capital asset acquisitions and long-term debt repayments related to capital assets are presented in the statement of changes in net assets.

# COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2014

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## 2. Significant accounting policies (continued):

### (b) Revenue recognition:

The Society follows the restricted fund method of accounting for contributions.

#### (i) Unrestricted contributions:

Unrestricted contributions, including government grants, are recognized as revenue of the Operating Fund in the period in which the entitlement is received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

#### (ii) Restricted contributions:

Restricted contributions, including capital fundraising, received for future capital acquisitions are recorded in the restricted fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

#### (iii) Parent Council contributions that are for specific purposes are internally restricted.

#### (iv) Asset and service contributions:

Donations and contributions in kind are recorded at fair value at the time of receipt when and if such a value can be reasonably determined.

Volunteers contribute a significant amount of time each year to assist the Society in fundraising and carrying out its programs and services. Because of the difficulty of determining their fair value, contributed services of volunteers are not recognized in these financial statements.

#### (v) Tuition fees received prior to June 30 for the upcoming year are deferred as tuition fees received in advance and recognized as revenue in the period to which the fees relate. New student admission fees are recognized as fully earned when the applicant is accepted for admission to the school. The school grants bursaries for students of the faculty and other students who apply for financial aid. These bursaries are recorded as a reduction of revenues when granted.

#### (vi) Other fees are recorded as revenue when the related services are provided.

# COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2014

## 2. Significant accounting policies (continued):

### (c) Capital assets:

Capital assets are recorded at cost and are amortized over the estimated useful lives of the assets using the following methods and annual rates:

Assets	Basis	Rates
Morven Campus: Parents' wing	Straight-line	50 years
Wentworth Campus: Buildings	Straight-line	20 - 50 years
Turf Field	Straight-line	15 years
Furniture, fixtures and other	Declining balance	20%
Computers under capital lease	Straight-line	3 years

As a result of the new Morven master campus plan, the existing Founder's wing, the gymnasium (located in the Parents' wing) and cafeteria and most of the furniture used at the Morven campus are being replaced. The gymnasium was demolished and the remaining net book value was fully amortized in fiscal 2012. The remaining Parents' wing will continue to be used. The Founder's wing and cafeteria have been demolished. As of June 30, 2014, these assets are fully amortized.

School development costs are not amortized until the assets are in use.

School development costs are capitalized as capital assets once there is certainty as to the future benefit being realized on the project. Once projects are complete, they are transferred to the appropriate capital asset category for amortization. Any master campus plan expenses that do not meet the criteria for capitalization are expensed in the period incurred.

### (d) Impairment of capital assets:

The Society reviews its capital assets for impairment which are held and in use whenever events or changes in circumstances indicate that the assets no longer have long-service potential to the Society. If such conditions exist, an impairment loss is measured at the amount by which the carrying amount of the asset exceeds its residual value.

### (e) Prepaid lease:

The components of the prepaid lease are amortized on a straight-line basis over the term of the arrangement.

# COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2014

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## 2. Significant accounting policies (continued):

### (f) Other assets:

The Society received a donation of a stamp and coin collection that was originally recorded at its estimated fair market value. The amount is assessed annually for impairment based on the current estimated fair market value.

### (g) Use of estimates:

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 revenue and expenses during the year. Significant areas requiring management estimates include the recoverability of accounts receivable and the useful lives of capital assets, accrued liabilities, and provisions for employee future benefits. Actual results could differ from these estimates.

### (h) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Freestanding derivative instruments that are not in a qualifying hedging relationship and equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Society has not elected to carry any financial instruments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Society determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Society expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

# COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2014

### 3. Capital assets:

	Cost	Accumulated amortization	2014 Net book value	2013 Net book value
Morven Campus:				
Land	\$ 682,971	\$ -	\$ 682,971	\$ 682,971
Founder's wing	-	-	-	67,194
Parents' wing	6,496,852	3,484,132	3,012,720	3,142,657
Cafeteria	-	-	-	260,380
School development costs	33,010,105	-	33,010,105	12,082,955
Wentworth Campus:				
Land	4,404,621	-	4,404,621	4,404,621
Turf Field	544,453	108,891	435,562	471,859
Buildings	22,117,039	4,232,064	17,884,975	18,026,161
Furniture, fixtures and other	3,611,339	2,584,843	1,026,496	1,542,483
	\$ 70,867,380	\$ 10,409,930	\$ 60,457,450	\$ 40,681,281

- (a) During the year, additional amortization of \$260,000 (2013 - \$300,000) was recognized for the Founder's wing and cafeteria to reflect the revised useful lives as a result of the redevelopment. An additional amortization of \$243,038 was recognized to fully amortize furniture and fixtures that were determined in the current fiscal year will not be utilized in the future.
- (b) During 2013, the Society disposed of a portion of the Wentworth land. The land sold had a net book value of \$4,579,100 and was disposed of for net proceeds of \$26,008,305, resulting in a gain of \$21,429,205.

### 4. Prepaid lease:

On December 18, 2008, the Society entered into an agreement with the Capilano Rugby Club (the "Club") for the use of the Club's field and facilities until December 31, 2031 for consideration of \$200,000. The lease is amortized on a straight-line basis over the usage term.

### 5. Other assets

Other assets consist of a stamp and coin collection donated to the Society in 2013. During the year, the Society recorded a fair value adjustment of \$90,000 to reduce the value of the stamp and coin collection.

# COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2014

## 6. Bank indebtedness:

The Society has entered into a Credit Agreement with the Royal Bank of Canada to finance the operations of the School. The facility permits total borrowing of \$22,375,000 (2013 - \$38,900,000) which includes the existing mortgage (note 7). In addition, the new facility includes: a revolving loan of up to \$3,500,000; a non-revolving 20 year term loan of \$18,000,000, and a Visa credit limit of \$300,000. As of June 30, 2014, the School had no amounts outstanding under either the revolving loan (2013 - \$550,000) or the term loan.

The Society has also entered into a Project Agreement to finance construction of the Morven Campus. This Project Agreement represents a non-revolving project loan of up to \$18,000,000 to be drawn as construction progresses. As of June 30, 2014, \$4,830,000 was drawn on this facility (note 7). Upon completion of construction, the total amount outstanding of the project loan under the Project Agreement will be converted to the 20 year non-revolving term loan facility provided in the Credit Agreement.

## 7. Long-term debt:

	2014	2013
Term loan:		
Royal Bank mortgage loan, repayable in monthly instalments of \$4,506, including interest at 5.14%, and due February 2017 (a)	\$ 575,805	\$ 599,488
Project loan:		
Royal Bank construction loan bearing interest of 3.30% due November 30, 2014, convertible to term loan at completion of construction (b)	4,830,000	-
	5,405,805	599,488
Less current portion of long-term debt	4,854,825	23,044
	\$ 550,980	\$ 576,444

(a) The mortgage loan is secured by a general security agreement covering all property of the Society, a first charge of \$7,500,000 on the Morven Campus land and buildings, a first charge of \$8,200,000 on the Wentworth Campus land and buildings and a certificate of insurance over buildings and equipment with a loss payable to the Royal Bank.

Principal repayments related to the mortgage loan are as follow:

2015	\$ 24,825
2016	26,132
2017	524,848
	\$ 575,805

# COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2014

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## 7. Long-term debt (continued):

- (b) The project loan is due on November 30, 2014 and will be converted as at or prior to that date into a non-revolving term loan to be amortized over 20 years, as set out in the Credit Agreement. As the project loan has a maturity of November 30, 2014, the loan balance outstanding as at June 30, 2014 is classified as current until such time as it is physically converted into the 20 year term loan.

## 8. Government grants:

The Society receives an Independent School Act grant based on the number of eligible students. In order for students to be eligible, the following conditions must hold:

- (a) the student must be enrolled in an independent school for at least 600 hours between July 1 and May 15 in a school year;
- (b) the student must be five years or older; and
- (c) the student's parent or guardian must be a citizen of Canada or a landed immigrant and they must reside in British Columbia.

The School receives 35% of the amount the government funds the Vancouver School Board for operating costs per eligible student. During 2014, there were 1,164 (2013 – 1,146) eligible students.

## 9. Invested in capital assets:

- (a) Invested in capital assets is comprised of the following:

	2014	2013
Capital assets	\$ 60,457,450	\$ 40,681,281
Amounts financed by long-term debt	(5,405,805)	(599,488)
	<u>\$ 55,051,645</u>	<u>\$ 40,081,793</u>

# COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2014

## 9. Invested in capital assets (continued):

(b) Change in net assets invested in capital assets is comprised of the following:

	2014	2013
Excess of revenue over expense:		
Amortization of capital assets	\$ (1,811,891)	\$ (1,758,250)
Gain on sale of land	-	21,429,205
	(1,811,891)	19,670,955
Net change in invested in capital assets:		
Additions to capital assets	21,588,060	12,306,153
Disposals of capital assets	-	(4,579,100)
Repayment of (addition to) long-term debt	(4,806,317)	22,554
Repayment of capital lease obligations	-	21,142
Transfer of gain of sale to Operating Fund	-	(21,429,205)
	16,781,743	(13,658,456)
	\$ 14,969,852	\$ 6,012,499

## 10. Parents' Council Fundraising:

The Parents' Council generates revenues through their fundraising activities to support the School's activities and programs. The amount fluctuates from year to year based on fundraising activities.

## 11. Transportation:

Transportation revenue and expenses consist of the cost of transporting students to various events and field trips, in addition to the revenue and expenses of operating the school bus services in the morning and afternoon as follows:

2014	Revenue	Expenses	Net
Bus service	\$ 113,588	\$ 264,290	\$ (150,702)
Transportation to events	-	252,477	(252,477)
	\$ 113,588	\$ 516,767	\$ (403,179)
2013	Revenue	Expenses	Net
Bus service	\$ 113,417	\$ 268,010	\$ (154,593)
Transportation to events	-	251,180	(251,180)
	\$ 113,417	\$ 519,190	\$ (405,773)

# COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2014

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## 12. Other revenue:

Other revenue consists of the following:

	2014	2013
Interest	\$ 69,528	\$ 16,210
Uniform shop commissions	21,925	23,324
Donations	10,320	32,436
Wentworth lunch program, net	34,362	35,541
Cafeteria	17,314	17,007
Camp, net	(867)	(1,246)
Vancouver Foundation (note 15)	12,493	12,253
Miscellaneous	37,059	9,009
	<hr/>	<hr/>
	\$ 202,134	\$ 144,534

## 13. Commitments:

The Society has commitments under various operating leases for equipment. Future payments under such lease obligations are due as follows:

2015	\$ 52,064
2016	48,482
2017	46,620
2018	42,170
	<hr/>
	\$ 189,336

The Society has outstanding construction commitments of \$5,217,300 (2013 - \$18,797,000) related to the Morven Campus project which are expected to be expended.

## 14. Financial risks:

### (a) Liquidity risk:

Liquidity risk is the risk that the Society will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The Society manages its liquidity risk by monitoring its operating requirements and obtaining appropriate financing as required. The Society prepares budget and cash forecasts to ensure it has sufficient funds to fulfill its obligations.

# COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2014

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## 14. Financial risks (continued):

### (b) Credit risk:

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. The Society is exposed to credit risk with respect to the accounts receivable. The Society assesses, on a continuous basis, accounts receivable and provides for any amounts that are not collectible in the allowance for doubtful accounts.

### (c) Interest rate risk:

The Society is exposed to interest rate risk on its fixed interest rate financial instruments. Further details about the fixed rate long-term debt are included in note 7.

## 15. Collingwood School Scholarship Fund:

The Society has established the Collingwood School Scholarship Fund (the "Fund") with the Vancouver Foundation to provide scholarship awards and bursaries to students of Collingwood School. The assets in the fund of \$376,430 (2013 - \$334,445) will be administered by and remain with the Vancouver Foundation in perpetuity. As such, the Scholarship Fund is not recorded in these financial statements.

The interest and return of capital received on this Fund during the year of \$12,493 (2013 - \$12,253) has been included in other revenue (note 12).

## 16. Collingwood School Foundation:

The Collingwood School Foundation (the "Foundation") was incorporated under the Society Act of British Columbia in 1997 and received charitable status on January 1, 1998. The Foundation is designated as a public foundation, is a registered charity under the Income Tax Act and is therefore exempt from the payment of income tax.

The Society is the sole beneficiary of funds raised by the Foundation. These financial statements do not reflect the accounts of the Foundation.

Included in accounts receivable is \$10,661 (2013 - \$31,785) due from the Foundation for both reimbursement of administration expenses paid on the Foundation's behalf and \$2,100 (2013 - \$14,023) of donations not yet transferred to the Society.

During the year, the Society received contributions totaling nil from the Foundation (2013 - \$573,681) for the externally restricted fund capital fundraising. The Society received \$2,100 (2013 - \$1,600) from the endowment fund of the Foundation towards Scholarships and Bursaries.

The net assets of the Foundation consisting of endowment funds are \$830,567 as at June 30, 2014 (2013 - \$722,300).

# COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2014

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## **17. Fundraising:**

During the year, donations and fundraising were received related to the Tartan Fund and to the Master Campus Plan.

There are pledges of support for the Master Campus Plan totaling \$11,745,900 (2013 - \$5,377,589), of which \$6,745,400 (2013 - \$2,204,400) has been received and \$5,000,500 (2013 - \$3,273,189) in the form of pledges which have not yet been recognized in the financial statements.