

Consolidated Financial Statements of

SURREY FOOD BANK SOCIETY

And Independent Auditors' Report thereon

Year ended September 30, 2021



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INDEPENDENT AUDITORS' REPORT

To the Members of Surrey Food Bank Society

Report on the Audit of Financial Statements

Qualified Opinion

We have audited the consolidated financial statements of Surrey Food Bank Society (the "Society"), which comprise:

- the consolidated statement of financial position as at September 30, 2021
- the consolidated statement of operations for the year then ended
- the consolidated statement of changes in net assets for the year then ended
- the consolidated statement of cash flows for the year then ended
- and notes to the consolidated financial statements, including a summary of significant accounting policies

(hereinafter referred to as the "financial statements").

In our opinion, except for the possible effects of the matter described in the "**Basis for Qualified Opinion**" section of our auditors' report, the accompanying financial statements present fairly, in all material respects, the consolidated financial position of the Society as at September 30, 2021, and its consolidated results of operations and its consolidated 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 charitable organizations, the Society derives revenue from donations, 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 Society. Therefore, we were not able to determine whether any adjustments might be necessary to donations and fundraising revenue and excess of revenue over expenses reported in the statements of operations and changes in net assets and statements of cash flows for the years ended September 30, 2021 and September 30, 2020, current assets in the statements of financial position as at September 30, 2021 and September 30, 2020 and net assets reported in the statements of changes in net assets, both at the beginning and end of the year, for the years ended September 30, 2021 and September 30, 2020. Our opinion on the financial statements for the year ended September 30, 2020 was qualified accordingly because of the possible effects of this limitation in scope.



We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "**Auditors' Responsibilities for the Audit of the Financial Statements**" section of our auditors' report.

We are independent of the Society 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 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.

In preparing the financial statements, management is responsible for assessing the Society'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 Society or to cease operations, or has no realistic alternative but to do so.

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

Auditors' 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 auditors' 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 the 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 Society'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 Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Society 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.
- 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group Society to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

Report on Other Legal and Regulatory Requirements

As required by the Societies Act (British Columbia), we report that, in our opinion, the accounting policies applied in preparing and presenting 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 period.

KPMG LLP

Chartered Professional Accountants

Vancouver, Canada
February 9, 2022

SURREY FOOD BANK SOCIETY

Consolidated Statement of Financial Position

September 30, 2021, with comparative information for 2020

	2021	2020 (recast – note 2)
Assets		
Current assets:		
Cash (notes 3 and 8)	\$ 3,664,542	\$ 1,227,370
Short-term investment (note 4)	43,220	1,600,000
Accounts receivable	47,614	7,390
Prepaid expenses and deposits	46,231	54,641
Gift cards	47,424	33,777
	<u>3,849,031</u>	<u>2,923,178</u>
Long-term investment	-	42,474
Tangible capital assets (note 5)	8,654,212	8,717,009
Other asset (note 6)	6,863	6,869
	<u>\$ 12,510,106</u>	<u>\$ 11,689,530</u>
Liabilities and Net Assets		
Current liabilities:		
Accounts payable and accrued liabilities (note 7)	\$ 279,360	\$ 283,481
Deferred contributions (note 8)	265,349	292,082
Current portion of long-term debt (note 10)	83,229	85,204
	<u>627,938</u>	<u>660,767</u>
Deferred capital contributions (note 9)	177,750	209,741
Long-term debt (note 10)	1,846,450	2,226,086
	<u>2,652,138</u>	<u>3,096,594</u>
Net assets:		
Invested in tangible capital assets (note 11)	6,546,783	6,195,978
Unrestricted funds	2,902,417	1,897,119
Internally restricted funds (note 3)	408,768	499,839
	<u>9,857,968</u>	<u>8,592,936</u>
	<u>\$ 12,510,106</u>	<u>\$ 11,689,530</u>

See accompanying notes to consolidated financial statements.

Approved on behalf of the Board:



Director



Director

SURREY FOOD BANK SOCIETY

Consolidated Statement of Operations

Year ended September 30, 2021, with comparative information for 2020

	2021	2020 (recast – note 2)
Revenue:		
Donations and fundraising	\$ 2,946,260	\$ 3,231,948
Programs	104,392	86,011
Amortization of deferred capital contributions (note 9)	59,476	74,152
Gaming	54,023	139,932
Interest	32,951	30,326
Sundry	2,992	3,065
Litter contract	-	11,760
	<u>3,200,094</u>	<u>3,577,194</u>
Expenses:		
Advertising	37,076	22,528
Amortization of tangible capital assets	230,310	232,328
Directors' liability insurance	1,753	1,674
Facilities and maintenance	160,836	45,524
Food purchases	112,654	132,105
Insurance	10,552	6,687
Interest and bank charges	22,869	19,780
Interest on long-term debt	61,051	102,150
Office and miscellaneous	114,057	139,023
Professional fees	170,367	24,824
Project and grant expenses	135,673	86,951
Rent	-	131,583
Salaries and benefits	759,599	740,264
Training and meetings	4,993	5,112
Utilities	56,489	48,226
Vehicles	46,963	49,771
Volunteer expenses	9,820	10,409
	<u>1,935,062</u>	<u>1,798,939</u>
Excess of revenue over expenses before other items	1,265,032	1,778,255
Other items:		
Gain on disposal of tangible capital assets and assets held-for-sale (note 5)	-	2,926,521
Rental income	-	92,392
	<u>-</u>	<u>3,018,913</u>
Excess of revenue over expenses for the year	\$ 1,265,032	\$ 4,797,168

See accompanying notes to consolidated financial statements.

SURREY FOOD BANK SOCIETY

Consolidated Statement of Changes in Net Assets

Year ended September 30, 2021, with comparative information for 2020

	Invested in tangible capital assets (note 11)	Unrestricted funds	Internally restricted funds	2021	2020 (recast - note 2)
Net assets, beginning of year (recast – note 2)	\$ 6,195,978	\$ 1,897,119	\$ 499,839	\$ 8,592,936	\$ 3,795,768
Excess (deficiency) of revenue over expenses (note 11(b))	(170,834)	1,435,866	-	1,265,032	4,797,168
Net change in invested in tangible capital assets (note 11(c))	521,639	(521,639)	-	-	-
Interfund transfer (note 12)	-	91,071	(91,071)	-	-
Net assets, end of year	\$ 6,546,783	\$ 2,902,417	\$ 408,768	\$ 9,857,968	\$ 8,592,936

See accompanying notes to consolidated financial statements.

SURREY FOOD BANK SOCIETY

Consolidated Statement of Cash Flows

Year ended September 30, 2021, with comparative information for 2020

	2021	2020 (recast – note 2)
Cash provided by (used in):		
Operations:		
Excess of revenue over expenses for the year	\$ 1,265,032	\$ 4,797,168
Items not involving cash:		
Amortization of deferred capital contributions	(59,476)	(74,152)
Amortization of tangible capital assets	230,310	232,328
Gain on disposal of tangible capital assets and assets held-for-sale	-	(2,926,521)
	1,435,866	2,028,823
Changes in non-cash operating working capital:		
Accounts receivable	(40,224)	(26,855)
Prepaid expenses and deposits	8,410	240,997
Gift cards	(13,647)	(15,859)
Accounts payable and accrued liabilities	(4,121)	262,814
Deferred contributions	(26,733)	38,309
	1,359,551	2,528,229
Investing:		
Redemption (purchase) of short-term investments	1,556,780	(1,600,000)
Redemption (purchase) of long-term investments	42,474	(648)
Redemption of internally restricted investments	-	1,200,000
Purchase of tangible capital assets	(167,513)	(8,525,195)
Proceeds on disposal of tangible capital assets and assets held-for-resale	-	3,264,686
Decrease (increase) in other asset	6	(1,696)
	1,431,747	(5,662,853)
Financing:		
Deferred capital contributions spent	27,485	28,308
Proceeds received on long-term debt	-	5,385,000
Repayment of long-term debt	(381,611)	(3,073,710)
	(354,126)	2,339,598
Increase (decrease) in cash	2,437,172	(795,026)
Cash, beginning of year	1,227,370	2,022,396
Cash, end of year	\$ 3,664,542	\$ 1,227,370

See accompanying notes to consolidated financial statements.

SURREY FOOD BANK SOCIETY

Notes to Consolidated Financial Statements

Year ended September 30, 2021

Nature of operations:

Surrey Food Bank Society (the "Society") is incorporated under the Societies Act (British Columbia). The Society is a charitable organization under the Income Tax Act (the "Act") and, as such, is exempt from income taxes provided certain requirements of the Act are met and is able to issue donation receipts for income tax purposes.

The purpose of the Society is to provide its local community, through equitable and effective distribution, access to food products and other resources. The Society also develops programs that are alternatives to the food line and helps people help themselves. The Society depends on the commitments and contributions of community volunteers in all aspects of its operations including the Board of Directors and its committees.

1. Significant accounting policies:

These consolidated financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations and the following significant accounting policies.

(a) Basis of presentation:

These consolidated financial statements include the accounts of the Society and the Surrey Food Bank Foundation (the "Foundation") as of October 1, 2018 when the Society obtained control over the Foundation by virtue of changes to the by-laws requiring all the directors of the Society's board to be members of, and hence comprise the majority of the Foundation's Board. All inter-entity balances and transactions have been eliminated on consolidation.

The Foundation is incorporated under the Societies Act (British Columbia) and is a charitable organization under the Act and, as such, is exempt from income taxes provided certain requirements of the Act are met. The purpose of the Foundation is to provide support to programs and operations of the Society.

(b) Revenue recognition:

The Society follows the deferral method of accounting for contributions which includes donations and grants.

Program grants are recorded as revenue in the period to which they relate. Grants approved but not received at the end of an accounting period are accrued. Where a portion of a grant relates to a future period or expenses to be incurred, it is deferred and recognized in that subsequent period.

Unrestricted contributions, including donations and fundraising, are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

SURREY FOOD BANK SOCIETY

Notes to Consolidated Financial Statements

Year ended September 30, 2021

1. Significant accounting policies (continued):

(b) Revenue recognition (continued):

Restricted contributions are recorded as revenue in the year in which the related expenses are recognized. Tangible capital asset contributions or contributions restricted for the purchase of tangible capital assets subject to amortization are initially recorded as deferred contributions and transferred to an recorded as deferred capital contributions when the amounts have been spent on tangible capital assets. Deferred capital contributions are amortized into revenue at a rate corresponding with the amortization rate for the related tangible capital assets.

(c) Contributed goods and services:

A number of volunteers contribute a significant amount of their time to the Society each year. Due to the difficulty in determining their fair values, these contributed services are not recognized in the consolidated financial statements.

The Society also receives a significant amount of donated food contributions which the Society in turn distributes, the value of which was not recorded in these consolidated financial statements.

All other in-kind donations are recorded to the extent the fair values can be determined and a tax receipt has been issued.

(d) Tangible capital assets:

Tangible capital assets are stated at cost, less accumulated amortization. Amortization is provided over the useful life of the asset using the declining balance method at the following annual rates:

Asset	Rate
Building and building improvements	5%
Automotive	30%
Computer equipment	45%
Computer software	45%
Warehouse equipment	20%

Projects in progress assets are not amortized until the asset is put in use. Repairs and maintenance costs are charged to expense. Betterments which extend the estimated life of an asset are capitalized. When conditions indicate that a tangible capital asset no longer contributes to the Society's ability to provide services, or the value of future economic benefits or service potential associated with the asset is less than its net carrying value, the excess of its carrying amount over its fair value or replacement cost will be recognized as an expense in the statement of operations.

SURREY FOOD BANK SOCIETY

Notes to Consolidated Financial Statements

Year ended September 30, 2021

1. Significant accounting policies (continued):

(e) 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 such 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 carried at cost or amortized cost 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.

(f) Use of estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Areas requiring the use of management estimates include the useful lives of tangible capital assets for determining amortization, accrued payables, and provisions for contingencies. Actual results could differ from those estimates.

2. Recast of comparative figures:

During the year, the Society has determined that an immaterial adjustment was required to correct the comparative figures related to goods and services tax (GST) claimed on the building purchase and subsequent renovations in the prior fiscal year. This adjustment to the comparative figures resulted in an increase of \$200,917 to capital assets, \$206,069 to accounts payable, \$5,152 in amortization expense and a decrease in excess of revenue over expenses and net assets of \$5,152. It also had the impact on comparative figures of increasing cash flows from operating activities and decreasing cash flows from investing activities by \$200,017.

SURREY FOOD BANK SOCIETY

Notes to Consolidated Financial Statements

Year ended September 30, 2021

3. Internally restricted funds:

Internally restricted funds of \$408,768 (2020 - \$499,839) are held in cash.

Internally restricted funds are held, as approved by the Board of Directors, as follows:

	2021	2020
Building improvements on new facility	\$ 274,459	\$ 274,459
Strategic plan initiatives (note 12)	134,309	225,380
	\$ 408,768	\$ 499,839

4. Short-term investment:

Short-term investment is recorded at amortized cost and consists of a term deposit bearing interest at 4.00% per annum and maturing in December 2021. Prior year investments consisted of two term deposits with maturity dates within the next fiscal year bearing interests of 0.95% and 1.35%.

5. Tangible capital assets:

	Cost	Accumulated amortization	2021 Net book value	2020 Net book value (recast – note 2)
Land	\$ 5,983,482	\$ -	\$ 5,983,482	\$ 5,983,482
Building	1,393,666	131,704	1,261,962	1,328,382
Building improvements	1,080,393	65,221	1,015,172	979,311
Automotive	557,526	407,347	150,179	203,845
Computer equipment	36,972	33,709	3,263	4,959
Computer software	50,400	49,988	412	748
Warehouse equipment	383,075	171,382	211,693	216,282
Elevator project-in-progress	28,049	-	28,049	-
	\$ 9,513,563	\$ 859,351	\$ 8,654,212	\$ 8,717,009

In the prior year, the Society sold the land and building assets of the property it previously operated out of for cash proceeds of \$3,350,000, less selling costs of \$87,938. The property had a net book value of \$332,271, resulting in a gain on sale of \$2,929,791. This was included in the 2020 gain on disposal of tangible capital assets and assets held for sale balance.

SURREY FOOD BANK SOCIETY

Notes to Consolidated Financial Statements

Year ended September 30, 2021

6. Other asset:

Other asset consists of a life insurance policy donated to the Society and is recorded at the cash surrender value.

7. Accounts payable and accrued liabilities:

Included in accounts payable and accrued liabilities are government remittances payable of \$173,486 (2020 - \$170,113 (recast - note 2)) which includes amounts payable for payroll remittance and GST amounts.

8. Deferred contributions:

Deferred contributions consist of funds received and unspent that are restricted for specific programs, operating grants and capital purposes. These amounts include \$45,468 (2020 - \$8,578) related to unspent gaming grants that are held in a separate bank account and included in cash.

	2021	2020
Balance, beginning of year	\$ 292,082	\$ 253,773
Contributions received during the year	221,914	292,889
Amounts spent and recognized as programs and gaming revenue	(221,162)	(226,272)
Restricted amount spent on capital purchases (note 9)	(27,485)	(28,308)
Balance, end of year	\$ 265,349	\$ 292,082

9. Deferred capital contributions:

The Society received contributions toward certain tangible capital assets. These amounts have been deferred and are being amortized over the estimated useful lives of the related tangible capital assets.

	2021	2020
Balance, beginning of year	\$ 209,741	\$ 255,585
Purchases funded from restricted deferred contributions	27,485	28,308
	237,226	283,893
Amortization of deferred capital contributions	(59,476)	(74,152)
Balance, end of year	\$ 177,750	\$ 209,741

SURREY FOOD BANK SOCIETY

Notes to Consolidated Financial Statements

Year ended September 30, 2021

10. Long-term debt:

	2021	2020
Envision Credit Union mortgage, secured by real property, payable in monthly installments of \$11,169, including interest at 2.70% per annum, due and subject to renewal on April 12, 2025	\$ 1,929,679	\$ 2,311,290
Less: current portion of long-term debt	83,229	85,204
	<u>\$ 1,846,450</u>	<u>\$ 2,226,086</u>

Principal payments required on the long-term debt for the next five years and thereafter are due as follows:

2021	\$	83,229
2022		85,492
2023		87,816
2024		90,203
2025		1,582,939
		<u>\$ 1,929,679</u>

The term loan facility is subject to certain covenant requirements which the Society is in compliance with as at September 30, 2021.

11. Net assets invested in tangible capital assets:

(a) Invested in tangible capital assets is calculated as follows:

	2021	2020
		(recast - note 2)
Tangible capital assets	\$ 8,654,212	\$ 8,717,009
Amounts financed by deferred capital contributions	(177,750)	(209,741)
Amounts financed by long-term debt	(1,929,679)	(2,311,290)
	<u>\$ 6,546,783</u>	<u>\$ 6,195,978</u>

SURREY FOOD BANK SOCIETY

Notes to Consolidated Financial Statements

Year ended September 30, 2021

11. Net assets invested in tangible capital assets (continued):

(b) Deficiency of revenue over expenses:

	2021	2020
		(recast - note 2)
Amortization of deferred capital contributions	\$ 59,476	\$ 74,152
Amortization of tangible capital assets	(230,310)	(232,328)
	\$ (170,834)	\$ (158,176)

(c) Change in net assets invested in tangible capital assets:

	2021	2020
		(recast - note 2)
Purchase of tangible capital assets	\$ 167,513	\$ 8,525,195
Disposal of tangible capital assets	-	(5,894)
Purchases funded by deferred capital contributions	(27,485)	(28,308)
Disposal of assets held-for-sale	-	(332,271)
Proceeds received on long-term debt	-	(5,385,000)
Repayments of long-term debt	381,611	3,073,710
	\$ 521,639	\$ 5,847,432

12. Interfund transfers:

During the year ended September 30, 2021, the Society used \$113,779 of the internally restricted funds toward strategic planning expenditures. The Society transferred an additional \$22,708 (2020 - \$225,380) from unrestricted funds to internally restricted funds for purposes of the strategic plan initiative as approved by the Board (note 3) resulting in a net transfer of \$91,071.

13. Employee and contractor remuneration:

For the year ended September 30, 2021, the Society paid remuneration of \$181,525 (2020 - \$95,318) to two (2020 - one) employees. These are the Society's only employees or contractors for services who received total annual remuneration of \$75,000 or greater.

No remuneration was paid to any members of the Society's Board of Directors.

SURREY FOOD BANK SOCIETY

Notes to Consolidated Financial Statements

Year ended September 30, 2021

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 to ensure it has sufficient funds to fulfill its obligations.

(b) 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 maximum exposure to credit risk is the carrying amount in the statement of financial position of the Society's cash and cash equivalents, short-term and long-term investments, and accounts receivable. It is management's opinion that the Society is not subject to any significant credit risks associated with its cash deposits and investments as they are placed with reputable financial institutions. The Society's accounts receivable is not generally subject to credit risk due to it being primarily composed of amounts receivable from government or credit worthy counterparties.

(c) Interest rate risk:

The Society's long-term debt bears interest at a fixed interest rate which subjects the Society to fair value risk on the debt instrument.

It is management's opinion that the Society is not subject to any credit, foreign exchange or other market risks related to its financial instruments.

There has been no significant change to these risk exposures from the prior year.

15. Comparative figures:

Certain comparative information has been reclassified to conform to the financial statement presentation adopted for the current year. These changes do not affect prior year excess of revenue over expenses.

SURREY FOOD BANK SOCIETY

Supplementary information on contributed goods and services
(Unaudited)

Year ended September 30, 2021

As indicated in Note 1(c) of the consolidated financial statements, a number of volunteers contribute a significant amount of their time to the Society each year, the value of which is not recorded in the consolidated financial statements.

Also, as indicated in Note 1(c), the Society receives a significant amount of donated food contributions which the Society in turn distributes, the value of which was not recorded in the consolidated financial statements. The approximate value attributed to food donations is currently based on weight measurements priced at an average of \$2.62 per pound (2020 - \$2.62 per pound). For 2021, the estimated value for the approximate 1,396,000 pounds (2020 - 1,375,000 pounds) of food donations received is \$3,658,000 (2020 - \$3,602,500).

The above donated food values have not been audited or reviewed.

