

GANDER & AREA FOOD BANK (1991) INC.

Index to Financial Statements

Year Ended December 31, 2024

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JAMES L. ANSTEY PROFESSIONAL CORPORATION
CHARTERED PROFESSIONAL ACCOUNTANT

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Gander & Area Food Bank (1991) Inc.

I have reviewed the accompanying financial statements of Gander & Area Food Bank (1991) Inc. (the organization) that comprise the statement of financial position as at December 31, 2024, and the statements of revenues and expenditures, changes in net assets and cash flows for the year then ended, and 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 (ASNPO), 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.

Practitioner's Responsibility

My responsibility is to express a conclusion on the accompanying financial statements based on my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, I do not express an audit opinion on these financial statements.

Basis for Qualified Conclusion

In common with many not-for-profit organizations, the organization derives revenue from donations and fundraising activities, including in-kind food donations, the completeness of which is not susceptible to obtaining evidence I considered necessary for the purpose of the review. Furthermore, due to the nature of the organization's records and the limited evidence available regarding in-kind food donations and inventory movements during the year, I am unable to verify the completeness and accuracy of the inventory balance and related transactions as of December 31, 2024, and for the year then ended.

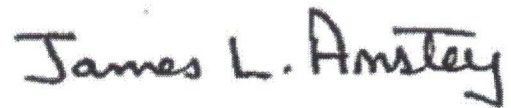
Therefore, I was unable to determine whether any adjustments might be necessary regarding food donations such as in-kind revenue, inventory, excess of revenues over expenditures, and cash flows from operations for the year ended December 31, 2024, current assets as at December 31, 2024, and net assets as at December 31, 2023 and December 31, 2024. My review conclusion on the financial statements for the year ended December 31, 2024 was modified accordingly because of the possible effects of this limitation of scope.

(continues)

Independent Practitioner's Review Engagement Report to the Members of Gander & Area Food Bank
(1991) Inc. (continued)

Qualified Conclusion

Based on my review, except for the possible effects of the matter described in the *Basis for Qualified Conclusion* paragraph, nothing has come to my attention that causes me to believe that the financial statements do not present fairly, in all material respects, the financial position of Gander & Area Food Bank (1991) Inc. as at December 31, 2024, 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 (ASNPO).



Gander, Newfoundland and Labrador
December 19, 2025

CHARTERED PROFESSIONAL ACCOUNTANT

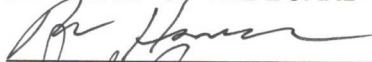
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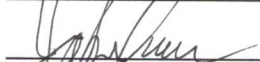
Statement of Financial Position

December 31, 2024

	2024	2023
ASSETS		
CURRENT		
Cash	\$ 90,647	\$ 84,297
Term deposits	159,109	94,964
Accounts receivable	80	54
Grants receivable (Note 3)	26,500	-
Harmonized sales tax recoverable	1,530	556
	<u>277,866</u>	179,871
PROPERTY AND EQUIPMENT (Note 4)	1,532	-
LONG TERM INVESTMENTS	<u>54,062</u>	8,395
	<u>\$ 333,460</u>	\$ 188,266
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 23,469	\$ 20,291
Wages payable	421	-
Employee deductions payable	1,790	-
	<u>25,680</u>	20,291
DEFERRED INCOME (Note 5)	<u>61,381</u>	-
	87,061	20,291
NET ASSETS	<u>246,398</u>	167,975
	<u>\$ 333,459</u>	\$ 188,266

ON BEHALF OF THE BOARD

 _____ Director

 _____ Director

See notes to financial statements

GANDER & AREA FOOD BANK (1991) INC.
Statement of Revenues and Expenditures
Year Ended December 31, 2024

	2024	2023
REVENUES		
Corporate donations	\$ 68,861	\$ 52,525
Regular donations	33,626	26,210
External fundraisers	30,679	21,795
Registered charity donations	27,619	22,497
Food Banks Canada grant	24,879	-
United Way grant	12,500	-
Non registered charity donations	12,112	8,345
Government funding	5,000	4,669
	<u>215,276</u>	<u>136,041</u>
EXPENDITURES		
Food purchases	72,574	56,029
Professional fees	19,900	-
Christmas hampers	17,557	18,184
Salaries and wages	15,323	4,796
Rental	7,219	6,450
Insurance	2,565	2,180
Utilities	2,538	2,212
Supplies and minor equipment	2,367	799
Telephone	1,150	1,071
External fundraiser fees	1,113	1,400
Office	811	886
Business taxes, licenses and memberships	526	524
Travel	445	748
Amortization	400	-
Interest and bank charges	385	237
Advertising, promotion, and other	333	343
Repairs and maintenance	-	1,029
	<u>145,206</u>	<u>96,888</u>
EXCESS OF REVENUES OVER EXPENDITURES FROM OPERATIONS	<u>70,070</u>	<u>39,153</u>
OTHER INCOME		
Interest income	6,366	3,216
Other income	1,987	2,665
	<u>8,353</u>	<u>5,881</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ 78,423</u>	<u>\$ 45,034</u>

See notes to financial statements

GANDER & AREA FOOD BANK (1991) INC.

Statement of Changes in Net Assets

Year Ended December 31, 2024

	General Fund	2024	2023
NET ASSETS - BEGINNING OF YEAR	\$ 167,975	\$ 167,975	\$ 122,941
EXCESS OF REVENUES OVER EXPENDITURES	78,423	78,423	45,034
NET ASSETS - END OF YEAR	\$ 246,398	\$ 246,398	\$ 167,975

GANDER & AREA FOOD BANK (1991) INC.**Statement of Cash Flows****Year Ended December 31, 2024**

	2024	2023
OPERATING ACTIVITIES		
Excess of revenues over expenditures	\$ 78,423	\$ 45,034
Item not affecting cash:		
Amortization of property and equipment	400	-
	<u>78,823</u>	<u>45,034</u>
Changes in non-cash working capital:		
Accounts receivable	(2,248)	853
Grants receivable	(26,500)	-
Accounts payable	3,179	853
Deferred income	61,381	-
Harmonized sales tax recoverable	(974)	(90)
Gander Co-op equity	6,554	(1,593)
Wages payable	421	-
Employee deductions payable	1,790	-
	<u>43,603</u>	<u>23</u>
Cash flow from operating activities	<u>122,426</u>	<u>45,057</u>
INVESTING ACTIVITIES		
Purchase of property and equipment	(1,932)	-
Purchase of long-term GICs	(50,000)	-
Cash flow used by investing activities	<u>(51,932)</u>	<u>-</u>
INCREASE IN CASH FLOW	70,494	45,057
Cash - beginning of year	<u>179,261</u>	<u>134,204</u>
CASH - END OF YEAR	\$ 249,755	\$ 179,261
CASH CONSISTS OF:		
Cash	\$ 90,647	\$ 84,297
Term deposits	<u>159,109</u>	<u>94,964</u>
	<u>\$ 249,756</u>	<u>\$ 179,261</u>

See notes to financial statements

GANDER & AREA FOOD BANK (1991) INC.

Notes to Financial Statements

Year Ended December 31, 2024

1. NATURE OF BUSINESS

Gander & Area Food Bank (1991) Inc. (the "organization") is a not-for-profit organization based in Gander, Newfoundland and is incorporated under the Corporations Act of Newfoundland and Labrador. As a registered charity the organization is exempt from the payment of income tax under Subsection 149(1) of the Income Tax Act.

The main purpose of the organization is distributing food to those in need who live in Gander and the surrounding communities.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO) and include the following significant accounting policies:

Use of estimates

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. These estimates are reviewed periodically and adjustments are made to revenues and expenses as appropriate in the year they become known. The main estimates in these financial statements relate to the useful lives of property and equipment. Actual results could differ from those estimates and may have impact on future periods.

Contributed services

The operations of the organization depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

Revenue recognition

Gander & Area Food Bank (1991) Inc. follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets.

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

Cash and cash equivalents

Cash includes cash and cash equivalents. Cash equivalents are gift cards held by the organization.

Financial instruments

Gander & Area Food Bank (1991) Inc. initially measures its financial assets and liabilities at fair value. The organization subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash, accounts receivable, and long-term investments consisting primarily of guaranteed investment certificates (GICs). Financial liabilities measured at amortized cost include payables and accruals and deferred income.

Unless otherwise noted it is management's opinion that the company is not exposed to significant interest, currency or credit risks.

(continues)

GANDER & AREA FOOD BANK (1991) INC.

Notes to Financial Statements

Year Ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Inventory

Food items on hand as at December 31, 2024 have not been measured or carried as inventory on the statement of financial position due to insufficient record keeping and difficulty in accurately measuring in-kind food donations.

Property and equipment

Property and equipment is stated at cost or deemed cost less accumulated amortization and is amortized over its estimated useful life on a declining balance basis at the following rates and methods:

Equipment	8% declining balance method
Computer equipment	55% declining balance method

The organization regularly reviews its property and equipment to eliminate obsolete items. Government grants are treated as a reduction of property and equipment cost.

Property and equipment acquired during the year but not placed into use are not amortized until they are placed into use.

3. GRANTS RECEIVABLE

Included in grants receivable are a grant from Food Banks Canada of \$24,000, which is externally restricted for a specific purpose as described in Note 5 – Deferred Income, and a grant of \$2,500 from United Way Newfoundland and Labrador related to expenses for the December Christmas hamper program. Both grants were collected subsequent to year-end, in January 2025.

4. PROPERTY AND EQUIPMENT

	Cost	Accumulated amortization	2024 Net book value	2023 Net book value
Equipment	\$ 749	\$ 75	\$ 674	\$ -
Computer equipment	1,183	325	858	-
	<u>\$ 1,932</u>	<u>\$ 400</u>	<u>\$ 1,532</u>	<u>\$ -</u>

5. DEFERRED INCOME

Deferred revenue consists of an accreditation grant received from Food Banks Canada during the year of \$62,260 and an additional amount agreed upon of \$24,000 which was received in January 2025. All expenses have not been incurred as at December 31, 2024. Funding amortized to income during 2024 totalled \$24,879. Remaining funds are restricted for use towards additional staffing hours to support the review and development of the documents for the national standards accreditation, website development, the development of an operations manual and marketing materials, the purchase of food preparation tables, and administrative costs.

6. GOVERNMENT ASSISTANCE

During the year, the organization received government assistance totalling \$5,000, which was recognized as revenue in accordance with the organization's accounting policies for contributions.

GANDER & AREA FOOD BANK (1991) INC.

Notes to Financial Statements

Year Ended December 31, 2024

7. COMPARATIVE FIGURES

The comparative figures for the year ended December 31, 2023 were prepared by another party and were not subject to an audit, review, or compilation engagement. Some of the comparative figures have been reclassified to conform to the current year's presentation.