



2005 Committee Reports

Treasurer's Report

STATEMENT OF FINANCIAL POSITION JUNE 30, 2005 (Unaudited - Prepared by Management)		
	2005	2004
ASSETS		
Current Assets		
Cash and bank - restricted	\$ 121,190	\$ 40,444
Cash and bank - unrestricted	6,130	21,370
Accrued interest receivable	12,528	11,887
	139,848	73,701
Long-Term Investments	1,248,901	1,122,343
	1,388,749	1,196,044
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	1,300	1,300
Funds held in trust	2,327	12,079
	3,627	13,379
Net Assets		
Net assets restricted for endowment purposes	1,380,292	1,162,595
Unrestricted net assets	4,830	20,070
	1,385,122	1,182,665
	\$1,388,749	\$1,196,044

STATEMENT OF OPERATIONS YEAR ENDED JUNE 30, 2005 (Unaudited - Prepared by Management)		
	2005	2004
Revenues		
Administration fees	\$ 2,250	\$ 1,800
Other revenue - unrestricted	6,850	3,250
Flow through grants (LEAD and YACOS)	13,000	5,000
Investment income	48,676	42,447
	70,776	52,497
Expense		
Annual Report	3,778	2,644
Advertising	500	294
Computer and internet	2,297	900
Seminar costs	725	-
Memberships	250	150
Office	729	2,028
Promotion and meetings	1,351	790
Flow through grants	5,000	10,000
Professional fees	3,831	1,712
Distribution from discretionary funds	23,575	17,000
Distribution from non-discretionary funds	24,521	21,328
	66,557	56,846
Excess of Revenues over Expense (Expense over Revenues)	\$ 4,219	\$(4,349)

The Shuswap Community Foundation is pleased to say that volunteers continue to manage the Foundation's affairs. We rely on our Administration Endowment Fund and the support of corporate sponsors to cover operating expenses. No fees are charged on any of the funds we administer, so all earnings are returned to the community.

What appears here is an accurate reporting of our balance sheet, and of 2004-05 activities. A comprehensive audited financial statement can be viewed or downloaded from our Publications page at www.shuswapfoundation.ca.



Jim Scales

Jim Scales, Treasurer



Investment Committee Report



Ralph Segreto

This past year has seen changes to the Foundation's investment committee, both in terms of its members and in a shift in investment strategy. Bonnie Threlkeld, a stalwart member of the committee, retired from the Foundation. We will miss her, but were fortunate indeed to find Sheri Reynard to replace Bonnie on the Board and on the Investment Committee. Sheri was formerly an investment advisor with Edward Jones. Also, John Beevor-Potts has agreed to serve on the Committee as a community volunteer.

We revisited our Investment Policy in 2004, and have made what we feel are prudent amendments. The challenge, as I lamented in last year's report, is to find conservative, stable investments that will continue to support our goal of a minimum 5% return. The options available to the Foundation in such a scenario, are to go out further on the yield curve, or to increase our equity component. We feel comfortable with our bond portfolio which contains terms up to 2017, and with our preferred shares, so rather than going long on bonds, we have chosen to add income trusts to our portfolio. We now own Yellow Pages, InterPipeline, Ricocan REIT and recently purchased Transalta Power Limited Partnership Units. Yields on these products range from 6.5% to 7.9% and all are rated ST-3 or higher. We will maintain our investment in Income Trusts as a limited portion of the equity component (which is a maximum of 25% of the portfolio). We have also defined preferred shares as an income product for our purposes. Preferred shares have more in common with bonds than with stocks, so including them in the bond portfolio rather than the equity (or common stock) portfolio realigned our investments into more appropriate areas.

On behalf of my colleagues on the Shuswap Community Foundation, we thank you for your trust and we commit to continue providing sound, ethical financial management of your funds.

Ralph Segreto, Chair, Investment Committee