



LOON FOUNDATION
Annual General Meeting
Sunday May 26, 2024 @ 2 pm

To be held at 12902 Madeira Park Rd
(in the Tranquility Garden)

AGENDA

Call to order

1. 2024 Annual General Meeting agenda
2. 2023 Annual General Meeting minutes
 - a. See Appendix A
3. Report from the Chair
4. 2023 Financial Statements
 - a. See Appendix B
5. Director Elections
6. Other business
 - a. Report from the Executive Director
 - i. Programs and Events
 - ii. PODS Update
7. Membership Q&A

Adjournment

Appendix A: 2023 Loon Foundation AGM Minutes



LOON FOUNDATION MINUTES OF THE ANNUAL GENERAL MEETING Sunday, May 28, 2023

Directors in Attendance: Martin Farncombe (Chair), Gio Festa-Bianchet (Treasurer), Jim Cameron (Secretary), Sam Beaton, Russell Cameron, Nickey Peterson, Rhian Piprell

Regrets: Denise Allen, Ted Chamberlain, Jane Keresztes

Staff/Contractors in Attendance: Ieva Bunte (Bookkeeper), Shannon Reid (EarthFair Store assistant), Marcelle Wheeler (Administrator)

Total in attendance: 28

Total Voting Members in Attendance: 23

Called to order: 2:02pm

MOTION: To adopt the 2023 Annual General Meeting agenda.

- **Moved:** Martin Farncombe **Seconded:** Gio Festa-Bianchet
- **Vote:** 100% in favour on 23 votes
- **Result:** passed

MOTION: To adopt the 2022 Annual General Meeting minutes.

- **Moved:** Martin Farncombe **Seconded:** Gio Festa-Bianchet
- **Vote:** 100% in favour on 23 votes
- **Result:** passed

Special Note: Executive Director Michael Jackson was indisposed due to a traffic incident so was unable to attend this meeting.

Directors

- All board members in attendance introduced themselves.
- No new nominations for Board of Director this year.
- Since the last AGM, Tracey Thompson and Walter Kohli had to step away for personal reasons.
- All other current board members are continuing on: Martin Farncombe (Chair), Jane Keresztes (Vice Chair), Gio Festa-Bianchet (Treasurer), Jim Cameron (Secretary), Denise Allen, Sam Beaton, Russell Cameron, Nickey Peterson, Rhian Piprell, Ted Chamberlin.

Treasurer's Report – Gio Festa-Bianchet, Treasurer

- The Foundation's finance remains in good shape with an acceptable deficit of 6% in a year of growth and transition as we adjust to a post pandemic world and the Foundation prepares to grow its activities and programming with the coming of the PODS facility.
- With guidance from former Treasurer, Tracey Thompson, the Foundation prepared a projected operating budget for 2022 which was a helpful guide in maintaining financial integrity and the Foundation staff has worked diligently to create a detailed projected budget for 2023 which demonstrated its ability to cover anticipated costs and operate successfully in the coming year.
- In the last year, we have maintained the consistent reporting practices to the Board with monthly financial statements.
- Big thank you to all staff for their diligence over the past year in ensuring accuracy and consistency on financial tracking, and especially to Ieva Bunte, the Foundation's staff bookkeeper, for her ongoing commitment to improving her knowledge of the Foundations operations and accounting system which continues to improve accuracy and timeliness of financial reporting.
- Main sources of funding for the Foundation remain grants from foundations and government entities, donations from the private sector and self-generated revenue.
- Grant funding remains a key source of operational revenue for the Foundation and contributions from grants remained strong in 2022, even though there were fewer opportunities available as COVID-related programs decreased especially in wage subsidy support. Big thanks to all staff for their diligence in identifying sources of funding for the Foundation and their effectiveness and continued success in obtaining grant funding. Particular thanks to Michelle Evelyn and our indefatigable Executive Director, Michael Jackson, for their efforts and success in securing grants.
- Support from private donors increased by 28% year over year in 2022 and this is both a testament to the momentum that is building behind the excitement around the Foundation's future, especially the PODS facility, and Michael's effectiveness in sharing and sparking that excitement!
- EarthFair Store sales remained steady providing a reliable source of self-generated income along with fees from programs.

Motion to Tender the Audit

- To meet the required eligibility criteria of new government funders, we are obliged to put out a competitive tender for the 2023 audit and will be inviting requests for proposals following all the new procurement procedures.

MOTION: To re-tender the audit to find a different accounting firm.

- **Moved:** Martin Farncombe **Seconded:** Gio Festa-Bianchet
- **Vote:** 100% in favour on 23 votes
- **Result:** passed

Special resolution: changes to constitution

- After a review of the Loon Foundation constitution, we would like to make two changes:
 - Changing the titles “President” and “Vice President” to “Chair” and “Vice Chair”.
 - Introducing terms that would allow for electronic voting.
- Wording of Special Resolution was distributed to members before the AGM.

MOTION: To adopt the Special Resolution

- **Moved:** Martin Farncombe **Seconded:** Gio Festa-Bianchet
- **Vote:** 100% in favour on 23 votes
- **Result:** passed

Report on Activities – Martin Farncombe (Chair)

- The Foundation has raised over \$8 Million since it was formed in 2002 (\$3.5 million in grants, and \$4.4 Million in donations).
- Highlights in 2022 included Nature Camps over the summer, working on the Tranquility Garden, and a 20th birthday party for the Loon Foundation.
- The office where the insurance company used to be is now vacant – in the short term it will be set up to showcase PODS exhibits that will be on display in PODS in the future
- The Pender Harbour Coastal Waters Monitoring Program is run by Jenn Blancard and consists of 10 monitoring subprograms, most of which will continue this year.
 - Data gathered is shared with other scientific institutions.
 - Community volunteers participate and learn as part of our citizen science program.
 - Forage fish are particularly important because they are keystone species and reflect what is happening in the wider ecosystem.

- European Green Crab (invasive species) monitoring continues. So far, we have only detected small numbers and we are developing a research project to investigate the effects of predation by river otters.
- We will be partnering with other institutions such as the Raincoast Conservation Foundation who will be investigating the health of watersheds and the effects of noise pollution in aquatic marine environments.
- As part of our XPODitionS program, the Shuparski Family Foundation has kindly agreed to lease us their new ROV (Remotely Operated Vehicle) to explore the local marine life of the Salish Sea.
 - Video footage will be widely distributed via social media and on our website.
 - We are hoping to be able to use this information to identify potential Marine Protected Areas (MPAs).
- PODS:
 - PODS is going to happen!
 - There have been a number of changes to the design over the last year, which have resulted in a significant cost savings and a reduction in environmental and archaeological impacts:
 - All above ground, labs and offices moved to a building at the back.
 - Using engineered timber/metal and less concrete.
 - Grants plus donations are enough to construct the core building.
 - The architects are developing the 50% design drawings which are due next month.
 - We now have a Construction Committee that is busy planning the next steps.
 - Negotiations with the shíshálh Nation are ongoing and we are in the process of drafting a long-term relationship agreement.
- How you can help:
 - Volunteers do almost everything, from science, to maintaining the Iris and Billy Griffith Centre and building the Tranquility Garden, designing and running outreach programs for young people, and working in the EarthFair store, to overseeing the operations of the Loon Foundation
 - Get involved in our citizen science programs!
 - If you have time, join our Board of Directors!
 - If you just have a little time every month, join a committee!
 - Science, Arts, Education, Fundraising, Media/PR, Construction, Finance

New Business – *open for discussion*

- Nothing raised.

MOTION: To approve the 2022 financial statements

- **Moved:** Martin Farncombe **Seconded:** Gio Festa-Bianchet
- **Vote:** 100% in favour on 23 votes
- **Result:** passed

Meeting adjourned: 2:30pm

Appendix B: 2023 Loon Foundation Financial Statements

THE LOON FOUNDATION
Financial Statements
Year Ended December 31, 2023

Draft for discussion purposes only

THE LOON FOUNDATION
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Year Ended December 31, 2023

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Draft for discussion purposes only

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT ONLY REPORT

To the Members of The Loon Foundation

I have reviewed the accompanying financial statements of The Loon Foundation (the Foundation) that comprise the statement of financial position as at December 31, 2023, and the statements of operations, 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.

Conclusion

Based on my review, 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 The Loon Foundation as at December 31, 2023, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.

Report on Other Legal and Regulatory Requirements

As required by the Societies Act of British Columbia, we report that, in our opinion, these principles have been applied on a basis consistent with that of the preceding year.

Draft for discussion purposes only

THE LOON FOUNDATION
Statement of Financial Position
December 31, 2023

	2023	2022
ASSETS		
CURRENT		
Cash (Note 3)	\$ 309,277	\$ 1,219
Restricted cash (Note 4)	1,174,690	137
Accounts receivable	36,126	4,883
Deposits (Note 5)	130,032	-
Goods and services tax recoverable (Note 6)	34,141	6,847
Inventory (Note 7)	39,137	37,123
	1,723,403	50,209
CAPITAL ASSETS (Note 8)	1,413,121	1,313,903
ASSETS UNDER CONSTRUCTION (Note 9)	4,711,906	3,573,962
TOTAL ASSETS	\$ 7,848,430	\$ 4,938,074
LIABILITIES		
CURRENT		
Bank indebtedness	\$ -	\$ 174,165
Accounts payable	169,497	173,569
Deferred revenue (Note 10)	3,007,104	325,104
Employee deductions payable	9,406	-
Provincial sales tax payable (Note 6)	1,574	1,606
Current portion of long term debt (Note 11)	1,402,635	1,471,963
	4,590,216	2,146,407
LONG TERM DEBT (Note 11)	207,750	112,179
TOTAL LIABILITIES	4,797,966	2,258,586
NET ASSETS		
Capital asset fund	4,514,641	3,303,723
General fund fund	(1,464,177)	(624,235)
	3,050,464	2,679,488
TOTAL LIABILITIES AND NET ASSETS	\$ 7,848,430	\$ 4,938,074

APPROVED ON BEHALF OF THE BOARD

_____ Director

_____ Director

See notes to financial statements

THE LOON FOUNDATION
Statement of Operations
Year Ended December 31, 2023

	2023	2022
REVENUES		
Donations	\$ 568,301	\$ 513,787
Grants	471,498	109,622
Events	-	200
Fees	5,850	8,125
Membership	1,775	2,680
Rental	1,600	9,600
Sales	83,961	91,824
	1,132,985	735,838
EXPENSES		
Advertising and promotion	13,124	13,073
Amortization	41,677	42,154
Bad debt recovery	(221)	(65)
Consulting fees	76,442	128,839
Cost of sales (Note 7)	46,630	54,884
Event expense	772	4,466
Insurance	9,651	7,691
Interest and bank charges	4,232	14,384
Interest on long term debt	6,287	13,111
Meals and entertainment	3,743	1,702
Meetings and conventions	305	48,350
Memberships	564	1,035
Office	50,776	26,229
Professional fees	45,486	48,306
Property taxes	7,735	3,863
Rental	10,339	9,228
Repairs and maintenance	3,439	5,553
Salaries and wages	288,256	249,664
Sub-contracts	129,273	97,307
Supplies	11,856	11,628
Telephone	5,281	5,151
Travel	26,637	16,656
Utilities	5,911	5,399
	788,195	808,608
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES FROM OPERATIONS	344,790	(72,770)

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THE LOON FOUNDATION
Statement of Operations *(continued)*
Year Ended December 31, 2023

	2023	2022
OTHER INCOME		
Loss on disposal of assets	(1,157)	-
Interest income	2,225	-
Fair value adjustment of mortgage loan	25,118	22,656
	26,186	22,656
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ 370,976	\$ (50,114)

Draft for discussion purposes only

THE LOON FOUNDATION
Statement of Changes in Net Assets
Year Ended December 31, 2023

	Capital Asset Fund	General Fund Fund	2023	2022
NET ASSETS - BEGINNING OF YEAR	\$ 3,303,723	\$ (624,235)	\$ 2,679,488	\$ 2,729,602
EXCESS OF REVENUES OVER EXPENSES	1,210,918	(839,942)	370,976	(50,114)
NET ASSETS - END OF YEAR	\$ 4,514,641	\$ (1,464,177)	\$ 3,050,464	\$ 2,679,488

Draft for discussion purposes only

THE LOON FOUNDATION
Statement of Cash Flows
Year Ended December 31, 2023

	2023	2022
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenses	\$ 370,976	\$ (50,114)
Items not affecting cash:		
Amortization of capital assets	41,677	42,154
Contributed assets	-	(4,100)
Contributed assets under construction	-	(27,860)
Fair value adjustment of mortgage loan	(25,118)	(22,656)
Interest accrual on mortgage loans	11,784	50,474
Loss on disposal of capital assets	1,157	-
	400,476	(12,102)
Changes in non-cash working capital:		
Accounts receivable	(31,243)	2,560
Accounts payable	(4,074)	103,860
Decrease (increase) in restricted cash	(1,174,553)	52,752
Deferred contributions	2,682,000	72,639
Deposits	(130,032)	-
Employee deductions payable	9,406	-
Goods and services tax payable	(27,294)	(2,741)
Inventory	(2,014)	3,418
	1,322,196	232,488
Cash flow from operating activities	1,722,672	220,386
INVESTING ACTIVITIES		
Purchase of capital assets	(142,051)	-
Proceeds on disposal of capital assets	13,302	-
Assets under construction	(1,137,944)	(226,706)
Cash flow used by investing activities	(1,266,693)	(226,706)
FINANCING ACTIVITIES		
Bank indebtedness	(174,165)	10,838
Repayment of long term debt	26,244	(4,390)
Cash flow from (used by) financing activities	(147,921)	6,448
INCREASE IN CASH FLOW	308,058	128
Cash - beginning of year	1,219	1,091
CASH - END OF YEAR (Note 3)	\$ 309,277	\$ 1,219

See notes to financial statements

THE LOON FOUNDATION
Notes to Financial Statements
Year Ended December 31, 2023

1. PURPOSE OF THE FOUNDATION

The Loon Foundation ("the Foundation") is incorporated under the laws of the Society Act of British Columbia as a not-for-profit organization. The Foundation has been formed for the purpose of preserving the natural environment while providing a location and facilities for nature research, education and recreation.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO).

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In the case of a financial asset or financial liability not subsequently measured at its fair market value, the initial fair value is adjusted for financing fees and transaction costs that are directly attributable to its origination, acquisition, issuance or assumptions. Such fees and costs in respect of financial assets and liabilities subsequently measured at fair value are expensed.

Financial assets or liabilities originated or exchanged in related party transactions except for those that involve parties whose sole relationship to the Foundation is in the capacity of management, are initially measured at cost. The cost of financial instruments in a related part transaction depends on whether the instrument has repayment terms. If the instrument does, the cost is determined using the instruments undiscounted cash flows, excluding interest and dividend payments, less any impairment losses previously recognized by the transferor. Otherwise cost is determined using the consideration transferred or received by the Foundation in the transaction.

Transactions with parties whose sole relationship with the Foundation is in the capacity of management, are accounted for as arm's length transactions.

Financial assets are measured at amortized cost. These assets include cash, restricted cash, and accounts receivable.

Financial liabilities are measured at amortized cost. These liabilities include bank indebtedness, accounts payable and accrued liabilities, and mortgage loans.

The Foundation subsequently measures zero-rated mortgage loans and other financial assets or financial liabilities at fair value.

Transaction costs

Transaction costs attributable to financial instruments subsequently measured at fair value and to those originated or exchanged in a related party transaction are recognized in income in the period incurred. Transaction cost for financial instruments originated or exchanged in an arm's length transaction that are subsequently measured at amortized cost are recognized in the original cost of the instrument and recognized in income over the life of the instrument using the straight-line method

(continues)

THE LOON FOUNDATION
Notes to Financial Statements
Year Ended December 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Impairment

At the end of each reporting period, management assesses whether there are any indications that financial assets measured at cost or amortized cost may be impaired. If there is an indication of impairment, management determines whether a significant adverse change has occurred in the expected timing or the amount of future cash flows from the asset, in which case the asset's carrying amount is reduced to the highest expected value that is recoverable by either holding the asset, selling the asset or by exercising the right to any collateral. The carrying amount of the asset is reduced directly or through the use of an allowance account and the amount of the reduction is recognized as an impairment loss in operations. Previously recognized impairment losses may be reversed to the extent of any improvement. The amount of the reversal, to a maximum of the related accumulated impairment charges recorded in respect of the particular asset, is recognized in operations.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, demand deposits, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

Inventory

Inventory is valued at the lower of cost and net realizable value with the cost of inventories comprising of all costs of purchase, conversion and other costs incurred in bringing the inventories into their present location and condition. Costs are determined using the retail method.

Capital assets

Capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives on a declining balance basis at the following rates and methods:

Buildings	4%	declining balance method
Equipment	8%	declining balance method
Computer equipment	55%	declining balance method
Boat	15%	declining balance method
Furniture and fixtures	20%	declining balance method
Site Improvements	10%	declining balance method
Tools and equipment	20%	declining balance method
Windmill	5%	declining balance method
Website	50%	declining balance method

The Foundation regularly reviews its capital assets to eliminate obsolete items.

Capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

Assets under construction

Assets under construction, which include land, buildings and building material is recorded at the lower of cost and net realizable value.

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THE LOON FOUNDATION
Notes to Financial Statements
Year Ended December 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

Impairment of long lived assets

The Foundation tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

Income taxes

As a registered not-for-profit organization, the Foundation is exempt from taxes under Section 149 of the Income Tax Act.

Revenue recognition

The Loon Foundation 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.

Rental revenue is recorded on an accrual basis and recorded when it is earned.

Membership fees are recognized as revenue proportionately over the fiscal year to which they relate.

Revenue from the sale of goods is recognized upon delivery of items sold to the purchaser.

Government grants

Government and other grants related to tangible assets are accounted for as deferred contributions and amortized on the same basis as the tangible assets.

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 are not reflected in these financial statements.

Although no value can be applied, the total value of volunteer hours provided were 1,754 hours.

Use of estimates

The preparation of the financial statements are in conformity with Canadian generally accepted accounting principles and requires management to make estimates and assumptions that effect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as at the financial statement date. Significant items subject to such estimates and assumption include useful lives of tangible capital assets. Actual results could differ from those estimates.

THE LOON FOUNDATION
Notes to Financial Statements
Year Ended December 31, 2023

3. CASH

Cash and cash equivalents consist of cash on deposit. Cash and investments meeting the definition of cash and cash equivalents that are held for investing rather than operating purposes are classified as investment where applicable.

	2023	2022
Cash	\$ 309,277	\$ 1,219

4. RESTRICTED CASH

During the current fiscal year, the Foundation had restricted funds held in the following accounts:

	2023	2022
Gaming Grant	\$ 62,376	\$ 106
Gaming account equity shares	32	31
PODS Savings	112,282	-
PODS Term Deposit	1,000,000	-
	\$ 1,174,690	\$ 137

The funds held in the PODS term deposit are in a 1 year redeemable term deposit with a 4.2% interest rate. The term deposit is held at the Sunshine Coast Credit Union.

5. CONTRACTUAL OBLIGATIONS

On October 20th, 2023, the Foundation entered into an agreement to purchase 13232 Dames Road, Garden Bay, British Columbia, for \$1.3 million. The transaction is expected to close on June 6th, 2024. A deposit of \$130,032 was paid on October 20th, 2023 to secure the transaction.

6. SALES TAXES RECEIVABLE (PAYABLE)

	2023	2022
PST payable	\$ (1,574)	\$ (1,606)
GST receivable	34,141	6,847
	\$ 32,567	\$ 5,241

THE LOON FOUNDATION
Notes to Financial Statements
Year Ended December 31, 2023

7. INVENTORY

Inventory consists of books and other merchandise held for resale at the Earth Fair Store. The store also sells Pender Harbour Ocean Discovery Station branded items. Inventory at the Iris Griffith Centre consists of souvenirs that are sold at the gift store.

	2023	2022
Iris Griffith Centre	\$ 319	\$ 178
Earth Fair Store	34,583	34,935
Pender Harbour Ocean Discover Station	4,235	2,010
	\$ 39,137	\$ 37,123

During the year \$46,720 (2022 - \$48,511) of inventories were expensed as part of cost of goods sold.

8. CAPITAL ASSETS

	Cost	Accumulated amortization	2023 Net book value	2022 Net book value
Land	\$ 617,157	\$ -	\$ 617,157	\$ 617,157
Buildings	1,128,421	417,225	711,196	598,311
Boat	12,500	3,416	9,084	10,687
Computer software	13,363	12,994	369	738
Equipment	106,576	84,545	22,031	27,852
Leasehold improvements	176,844	124,352	52,492	58,324
Other machinery and equipment	1,664	872	792	834
	\$ 2,056,525	\$ 643,404	\$ 1,413,121	\$ 1,313,903

9. ASSETS UNDER CONSTRUCTION

	2023	2022
Land	\$ 2,425,650	\$ 2,425,650
Irvings Landing dock	10,092	10,092
Capitalized interest	311,778	256,252
Engineering, architecture and planning costs	1,964,386	881,968
	\$ 4,711,906	\$ 3,573,962

The Foundation is building the Pender Ocean Discovery Station which includes educational exhibits, marine research centre, conference and meeting facilities and interactive classrooms for students.

The Foundation is applying for numerous grants which are in various stages of the application process which will provide the funding for future projects and operations of the Foundation if approved.

THE LOON FOUNDATION
Notes to Financial Statements
Year Ended December 31, 2023

10. DEFERRED REVENUE

	2023	2022
Balance at the beginning of the year	\$ 325,104	\$ 252,465
Grants recognized as revenue during the year	(225,104)	(88,661)
Gaming Grant	62,000	-
Gencon Foundation Grant	10,000	-
Infrastructure Canada Grant	2,061,104	-
Wilson 5 Foundation Donation	774,000	-
NSERC Grant	-	61,300
Wilson 5 Foundation Grant	-	100,000
	\$ 3,007,104	\$ 325,104

11. LONG TERM DEBT

	2023	2022
Sunshine Coast Credit Union loan bearing interest at 5.5% per annum, repayable in monthly payments of interest and principle of \$870. The loan matures on July 27th, 2024 and is secured by a claim over the land at the Iris Griffith Centre which has a carrying value of \$311,157.	\$ 112,104	\$ 116,269
Capilano University interest free loan, with no monthly repayments, with no specific date, secured by land with a carrying value of \$2,425,650.	1,166,055	1,110,529
Pacific Capital Investments Ltd. interest free loan, with no monthly repayments, due on demand and secured by land and buildings at 12896 Madeira Park Road, with a carrying value of \$598,469.	332,226	357,344
	1,610,385	1,584,142
Amounts payable within one year	(1,402,635)	(1,471,963)
	\$ 207,750	\$ 112,179

Principal repayment terms are approximately:

2024	\$ 1,402,635
2025	104,354
2026	4,354
2027	4,354
2028	4,354
Thereafter	90,334
	<u>\$ 1,610,385</u>

THE LOON FOUNDATION
Notes to Financial Statements
Year Ended December 31, 2023

12. REMUNERATION

During the year, the Foundation paid total remuneration, inclusive of salaries and benefits, of \$109,000 to its Executive Director (2022 - \$97,500). No remuneration was paid to any members of the Board of Directors. This disclosure is provided in accordance with the requirements of The Societies Act (BC).

13. CREDIT FACILITY

The Foundation's credit facility includes a revolving line of credit in the amount of \$200,000 bearing interest at 8.70% repayable on demand with monthly interest only payments. This facility is secured by a general security constituting a first ranking security interest in all assets of the Foundation. As at December 31, 2023 there were no funds drawn on this credit facility (2022 - \$174,165).

14. SUBSEQUENT EVENTS

The Foundation is receiving grants amounting to \$803,000 in 2024. These funds will be used for the purpose of funding future projects and operations.

15. FINANCIAL INSTRUMENTS

The Foundation is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Foundation's risk exposure and concentration as of December 31, 2023.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Foundation is exposed to this risk mainly in respect of its receipt of funds from its customers and other related sources and long term debt.

In the opinion of management, the liquidity risk exposure to the Foundation is low and is not material.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Foundation manages exposure through its normal operating and financing activities. The Foundation is exposed to interest rate risk primarily through its floating interest rate bank indebtedness and credit facilities.

16. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.