

**Community Futures Development  
Corporation of the North Okanagan  
Pacific Economic Development Agency of Canada Funding  
For the Year Ended March 31, 2023  
(Unaudited)**

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## Report on Supplementary Matters Arising from an Audit Engagement

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### To the Minister of Pacific Economic Development Agency of Canada

In accordance with the financial contribution agreements dated March 25, 2021, we have been engaged to report on the supplementary schedule included in Schedule 1 for the year ended March 31, 2023 (the "other reporting responsibility"). This other reporting responsibility relates to our audit of the non-consolidated financial statements of the Community Futures Development Corporation of the North Okanagan for the year ended March 31, 2023, on which we issued our report dated June 21, 2023. Management has prepared the supplementary information.

This report has been prepared in accordance with Canadian Standard on Related Services (CSRS) 4460, *Reports on Supplementary Matters Arising from an Audit or a Review Engagement*. Our responsibility is to report on the supplementary schedule. This standard requires us to comply with ethical requirements and to plan and perform procedures to address the other reporting responsibility. The procedures were selected based on our professional judgment to enable us to form a basis for this report. The procedures vary in nature from, and are less in extent than for, those required when providing an audit opinion or a review conclusion. Users are cautioned that the procedures performed may not be suitable for their purposes.

Accordingly, we do not express an audit opinion or a review conclusion on the supplementary information.

In response to the other reporting responsibility, the supplementary information required to be provided by financial contribution agreements, dated March 25, 2021, is provided in Schedule 1.

The supplementary schedule is prepared to assist Community Futures Development Corporation of the North Okanagan to meet the requirements of the Minister of Pacific Economic Development Agency of Canada. As a result, the supplementary schedule may not be suitable for another purpose. Our report is intended solely for Community Futures Development Corporation of the North Okanagan and the Minister of Pacific Economic Development Agency of Canada and should not be distributed to or used by parties other than Community Futures Development Corporation of the North Okanagan and the Minister of Pacific Economic Development Agency of Canada.

*BDO Canada LLP*

Chartered Professional Accountants

Vernon, British Columbia  
June 21, 2023



**Community Futures Development Corporation  
of the North Okanagan  
Schedule 1 - Pacific Economic Development Agency of Canada  
Funding  
(Unaudited)**

| For the year ended March 31                         | Core<br>Funding    | WES<br>Funding     | RRRF<br>Funding | RNIP -<br>Phase II<br>Funding | 2023               | 2022               |
|---|--------------------|--------------------|-----------------|-------------------------------|--------------------|--------------------|
| <b>Revenue</b>                                      |                    |                    |                 |                               |                    |                    |
| Funding   | \$ 279,635         | \$ 181,049         | \$ 19,718       | \$ 116,213                    | \$ 596,615         | \$ 440,203         |
| Loan processing fees                                | 16,313             | -                  | -               | -                             | 16,313             | 18,174             |
| Loan interest transfer                              | 50,000             | -                  | -               | -                             | 50,000             | 53,735             |
| Deferred contributions<br>related to capital assets | 6,725              | -                  | 1,882           | -                             | 8,607              | 8,470              |
|   | <b>352,673</b>     | <b>181,049</b>     | <b>21,600</b>   | <b>116,213</b>                | <b>671,535</b>     | <b>520,582</b>     |
| <b>Expenses</b>                                     |                    |                    |                 |                               |                    |                    |
| Advertising and promotion                           | 24,751             | 7,727              | -               | 9,130                         | 41,608             | 34,324             |
| Amortization  | 6,725              | -                  | 1,882           | -                             | 8,607              | 8,470              |
| Board and committee                                 | 15,680             | -                  | -               | -                             | 15,680             | 3,863              |
| Insurance   | 2,295              | 344                | -               | -                             | 2,639              | 2,396              |
| Interest and bank charges                           | 1,394              | 389                | -               | -                             | 1,783              | 1,719              |
| Licenses and dues                                   | 13,764             | 1,618              | -               | 4,305                         | 19,687             | 11,775             |
| Materials and supplies                              | 5,781              | 273                | -               | 298                           | 6,352              | 5,165              |
| Office, postage and courier                         | 678                | 6,000              | -               | 2,606                         | 9,284              | 6,902              |
| Photocopies   | 1,130              | 185                | -               | -                             | 1,315              | 377                |
| Professional fees                                   | 9,297              | 51,534             | -               | -                             | 60,831             | 92,704             |
| Professional development                            | 18,955             | -                  | -               | 80                            | 19,035             | 8,353              |
| Program delivery                                    | 1,798              | 15,855             | -               | 66,034                        | 83,687             | 12,409             |
| Rent and utilities                                  | 43,842             | 1,793              | -               | -                             | 45,635             | 45,756             |
| Repairs and maintenance                             | 12,603             | 5,626              | -               | -                             | 18,229             | 16,921             |
| Telecommunications                                  | 1,785              | 788                | -               | -                             | 2,573              | 3,143              |
| Travel  | 1,660              | -                  | -               | 427                           | 2,087              | 279                |
| Wages and benefits                                  | 231,094            | 113,370            | 19,718          | 48,333                        | 412,515            | 298,044            |
|   | <b>393,232</b>     | <b>205,502</b>     | <b>21,600</b>   | <b>131,213</b>                | <b>751,547</b>     | <b>552,600</b>     |
| <b>Deficiency of revenues over expenses</b>         | <b>\$ (40,559)</b> | <b>\$ (24,453)</b> | <b>-</b>        | <b>\$ (15,000)</b>            | <b>\$ (80,012)</b> | <b>\$ (32,018)</b> |