CRANBROOK FOOD BANK SOCIETY

Financial Statements

Year Ended April 30, 2026

CRANBROOK FOOD BANK SOCIETY

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Year Ended April 30, 2026

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Redding & Associates
CHARTERED PROFESSIONAL ACCOUNTANT

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Alan C. Redding, CPA, CGA, B Comm., CFP*

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Cranbrook Food Bank Society

I have reviewed the accompanying financial statements of Cranbrook Food Bank Society (the society) that comprise the statement of financial position as at April 30, 2026, 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.

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 Cranbrook Food Bank Society as at April 30, 2026, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.

Cranbrook, BC
October 15, 2026

Redding & Associates
Chartered Professional Accountant

*Denotes Professional Corporation

CRANBROOK FOOD BANK SOCIETY

Statement of Financial Position

April 30, 2026

	2026	2025
ASSETS		
CURRENT		
Cash	$ 490,840	$ 183,608
Term deposits	400,000	531,076
Accounts receivable	5,000	2,551
Interest receivable	5,011	18,207
Inventory	133,876	161,351
Prepaid expenses	12,452	8,611
Deposits	15,100	-
Goods and services tax recoverable	3,102	433
	1,065,381	905,837
PROPERTY AND EQUIPMENT *(Notes 4 and 5)*	530,472	559,731
	$ 1,595,853	$ 1,465,568
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	$ 25,776	$ 20,119
Employee deductions payable	4,099	3,302
Deferred income *(Note 6)*	171,704	-
	201,579	23,421
NET ASSETS		
Unrestricted fund	863,802	882,417
Capital fund	530,472	559,730
	1,394,274	1,442,147
	$ 1,595,853	$ 1,465,568

APPROVED ON BEHALF OF THE BOARD

_____ *Director*

See notes to financial statements

CRANBROOK FOOD BANK SOCIETY
Statement of Revenues and Expenditures
Year Ended April 30, 2026

	2026 *(12 months)*	2025 *(2 months)*
CONTRIBUTIONS		
Donations In-Kind	**$ 1,556,204**	$ 292,916
Cash donations	**467,628**	64,098
Grants	**49,829**	14,693
	2,073,661	371,707
DIRECT COSTS		
Opening Inventory	**161,351**	150,450
Purchases	**239,937**	25,442
Donated food distribution	**1,539,954**	286,053
	1,941,242	461,945
Closing Inventory	**(133,876)**	(161,351)
	1,807,366	300,594
GROSS PROFIT *(12.84%; 2025 - 19.13%)*	**266,295**	71,113
EXPENSES		
Advertising and promotion	**830**	647
Amortization	**29,261**	4,971
Business taxes, licenses and memberships	**7,186**	715
Delivery, freight and express	**3,958**	576
Insurance	**12,137**	2,046
Office	**19,329**	4,281
Professional fees	**3,075**	1,500
Property taxes	**1,126**	-
Rental	**256**	-
Repairs and maintenance	**19,631**	970
Salaries and wages	**166,449**	24,573
Supplies	**12,165**	862
Telephone	**4,209**	556
Travel	**3,749**	465
Utilities	**11,239**	3,756
	294,600	45,918
EXCESS (DEFICIENCY) OF CONTRIBUTIONS OVER EXPENSES FROM OPERATIONS	**(28,305)**	25,195
OTHER INCOME (EXPENSES)		
Interest income	**15,756**	3,901
Other income	**5,276**	3,705
Legacy fund contributions *(Note 7)*	**(40,600)**	-
	(19,568)	7,606
EXCESS (DEFICIENCY) OF CONTRIBUTIONS OVER EXPENSES	**$ (47,873)**	$ 32,801

See notes to financial statements

CRANBROOK FOOD BANK SOCIETY

Statement of Changes in Net Assets

Year Ended April 30, 2026

	Unrestricted Fund	Capital Fund	**2026**	2025
NET ASSETS - BEGINNING OF YEAR	$ 882,417	$ 559,730	**$ 1,442,147**	$ 1,409,346
TRANSFER BETWEEN FUNDS	29,258	(29,258)	-	-
DEFICIENCY OF CONTRIBUTIONS OVER EXPENSES	(47,873)	-	**(47,873)**	32,801
NET ASSETS - END OF YEAR	$ 863,802	$ 530,472	**$ 1,394,274**	$ 1,442,147

See notes to financial statements

CRANBROOK FOOD BANK SOCIETY

Statement of Cash Flows

Year Ended April 30, 2026

	2026 *(12 months)*	2025 *(2 months)*
OPERATING ACTIVITIES		
Excess (deficiency) of contributions over expenses	**$ (47,873)**	$ 32,801
Item not affecting cash:		
Amortization	**29,261**	4,971
	(18,612)	37,772
Changes in non-cash working capital:		
Accounts receivable	**(2,449)**	-
Interest receivable	**13,196**	(3,852)
Inventory	**27,475**	(10,901)
Prepaid expenses	**(3,841)**	2,710
Accounts payable and accrued liabilities	**5,655**	(11,558)
Employee deductions payable	**797**	(814)
Deferred income	**171,704**	-
Goods and services tax payable	**(2,669)**	(433)
Security / tender deposits	**(15,100)**	-
	194,768	(24,848)
INCREASE IN CASH FLOW	**176,156**	12,924
Cash - beginning of year	**714,684**	701,760
CASH - END OF YEAR	**$ 890,840**	$ 714,684

See notes to financial statements

1. COMPARATIVE FIGURES

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

2. DESCRIPTION OF BUSINESS

The Cranbrook Food Bank Society is registered as a Canadian charitable organization (BN 118878735RR0001) with the purpose to collect and distribute food and other necessities to needy persons in the Cranbrook area who rely on donations from organizations and the public. These financial statements are prepared in accordance with the Canadian Accounting Standards for Not-for-Profit Organizations.

3. BASIS OF PRESENTATION

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO). Canadian accounting standards for not-for-profit organizations are part of Canadian GAAP.

Some users may require further information as these statements have not been prepared for general purposes.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenue recognition

The society recognizes revenues when they are earned, specifically when all the following conditions are met:

- services are provided or products are delivered to customers
- there is clear evidence that an arrangement exists
- amounts are fixed or can be determined
- the ability to collect is reasonably assured.

Inventory

Inventory, consisting of food is stated at the food valuation rate. The food valuation rate for this period is $3.64/lb effective June 2025.

Property and equipment

Property and equipment are stated at cost. Contributed property and equipment are recorded at fair value at the date of contributions. Amortization is recorded over their estimated useful lives at the following rates and methods:

Buildings	6%	declining balance method
Furniture and equipment	20%	declining balance method
Motor vehicles	30%	declining balance method
Leasehold improvements	20%	straight-line method

The society regularly reviews its property and equipment to eliminate obsolete items.

(continues)

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

Use of estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations (ASNPO) required 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. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

Fund accounting

The society uses fund accounting to report transactions in the capital and operating fund. The capital fund is used primarily to report capital assets and their amortization. The operating fund is used to report the operations of the society and operating balances at the end of the fiscal period.

Contributed services

Volunteers contribute many hours each year to assist the Cranbrook Food Bank Society in carrying out its service activities. Because of the difficulty in determining their fair value, contributed services are not recognized on the financial statements.

Income taxes

The Cranbrook Food Bank Society is a charitable organization and is exempt from income tax.

Financial instruments

The society's financial instruments include cash and accounts payable and accrued liabilities.

Financial instruments are recorded at fair value on initial recognition and are subsequently recorded at cost or amortized costs. Transaction costs on acquisition, sale or issue of financial instruments are expensed when incurred.

Financial instruments are assessed for impairment on an annual basis at the end of the fiscal year if there are indications of impairment. The carrying amounts for the financial assets are those presented on the Balance Sheet.

5. PROPERTY AND EQUIPMENT

	Cost	Accumulated amortization	**2026 Net book value**	2025 Net book value
Land	$ 181,978	$ -	**$ 181,978**	$ 181,978
Buildings	372,224	93,535	**278,689**	296,477
Equipment	73,792	56,853	**16,939**	21,173
Motor vehicles	52,566	45,632	**6,934**	9,906
Computer equipment	5,217	4,978	**239**	531
Computer software	952	952	-	-
Leasehold improvements	22,225	22,225	-	-
Paving	58,192	12,499	**45,693**	49,666
	$ 767,146	$ 236,674	**$ 530,472**	$ 559,731

6. DEFERRED INCOME

Designated grants and donations received, but not yet expended, are recognized by the Society as Deferred Income. On April 30, 2026 this balance is comprised of:

	2026	2025
Grants	$ 75,374	$ -
Donations	96,330	-
	$ 171,704	$ -

7. CRANBROOK FOOD BANK SOCIETY LEGACY FUND

On February 4, 2025, a permanently invested endowment fund was established through a partnership between the Community Foundation of the Kootenay Rockies (CFKR) and the Cranbrook Food Bank Society. This fund will provide a permanent, reliable source of annual operating grants, generated through investment earnings. This fund is held by CFKR, and is not reflected in the assets of the Food Bank. A portion of the income earned on this fund is grated annually to the Food Bank, and is included in Grant Revenue. The Fair Market Value on December 31, 2025 was $40,208.53.

8. FINANCIAL INSTRUMENTS AND FINANCIAL RISK

The society 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 society's risk exposure and concentration as of April 30, 2026.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The society is exposed to credit risk from customers. The society has minimal credit risk due to the nature of the operations. Credit is not extended to customers.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The society has minimal liquidity risk.

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 society manages exposure through its normal operating and financing activities. The society is exposed to interest rate risk primarily through its accounts payables and accrued liabilities.

There has been no change to the financial risk exposures outlined above from the prior year.