

**CATARAQUI CONSERVATION FOUNDATION**

**FINANCIAL STATEMENTS**

**YEAR ENDED DECEMBER 31, 2011**  
**(unaudited)**

Review Engagement Report

Statement of Financial Position

Statement of Operations

Statement of Changes in Fund Balances

Notes to Financial Statements

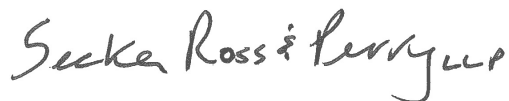
## **REVIEW ENGAGEMENT REPORT**

To the Members of Cataraqi Conservation Foundation

We have reviewed the statement of financial position of Cataraqi Conservation Foundation as at December 31, 2011 and the statements of operations and changes in fund balances for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the foundation's management.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian generally accepted accounting principles.



Chartered Accountants  
Licenced Public Accountants  
Kingston, Ontario  
March 16, 2012

**CATARAQUI CONSERVATION FOUNDATION**

**STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2011  
(unaudited)**

|  | <b>2011</b>         |                       |                  | <b>2010</b>      |
|--|---------------------|-----------------------|------------------|------------------|
|  | <b>General Fund</b> | <b>Endowment Fund</b> | <b>Total</b>     | <b>Total</b>     |
| <b>Assets</b>                              |                     |                       |                  |                  |
| Cash                                       | \$ 39,120           | \$ 30                 | \$ 39,150        | \$ 52,991        |
| Guaranteed investment certificates         | 25,259              | -                     | 25,259           | 4,203            |
| Deposit with Kingston Community Foundation | -                   | 23,624                | 23,624           | 14,309           |
| Accounts receivable                        | 9,756               | -                     | 9,756            | 2,715            |
|  | <u>\$ 74,135</u>    | <u>\$ 23,654</u>      | <u>\$ 97,789</u> | <u>\$ 74,218</u> |
| <b>Liabilities</b>                         |                     |                       |                  |                  |
| Accounts payable and accrued liabilities   | \$ 21,699           | \$ -                  | \$ 21,699        | \$ 707           |
| Funds held in trust                        |                     |                       |                  |                  |
| Little Cataraqui Environmental Association | 2,789               | -                     | 2,789            | 2,789            |
| Lemoine Point Property Acquisition         | 942                 | -                     | 942              | 942              |
|  | <u>25,430</u>       | <u>-</u>              | <u>25,430</u>    | <u>4,438</u>     |
| <b>Fund Balances</b>                       |                     |                       |                  |                  |
| Internally Restricted (note 4)             | 48,705              | -                     | 48,705           | 51,231           |
| Restricted                                 | -                   | 23,654                | 23,654           | 18,549           |
|  | <u>48,705</u>       | <u>23,654</u>         | <u>72,359</u>    | <u>69,780</u>    |
|  | <u>\$ 74,135</u>    | <u>\$ 23,654</u>      | <u>\$ 97,789</u> | <u>\$ 74,218</u> |

See accompanying notes to financial statements.

**CATARAQUI CONSERVATION FOUNDATION**

**STATEMENT OF OPERATIONS**

**YEAR ENDED DECEMBER 31, 2011**

**(unaudited)**

|   | <b>2011</b>             |                           |                 | <b>2010</b>     |
|---|-------------------------|---------------------------|-----------------|-----------------|
|   | <b>General<br/>Fund</b> | <b>Endowment<br/>Fund</b> | <b>Total</b>    | <b>Total</b>    |
| <b>Revenues</b>                         |                         |                           |                 |                 |
| Auto passes                             | \$ 3,699                | \$ -                      | \$ 3,699        | \$ 3,195        |
| Memberships                             | 4,036                   | -                         | 4,036           | 4,862           |
| Fund raising                            |                         |                           |                 |                 |
| Forever Green                           | 26,559                  | -                         | 26,559          | 32,038          |
| Land acquisition                        | 577                     | -                         | 577             | 35              |
| Partners in Education                   | 25,858                  | -                         | 25,858          | 17,340          |
| Other                                   | 4,538                   | -                         | 4,538           | 6,340           |
| Wetlands                                | -                       | -                         | -               | 2,500           |
| Investment (net)                        | 259                     | 6                         | 265             | 1,658           |
| Miscellaneous                           | -                       | -                         | -               | 350             |
|   | <u>65,526</u>           | <u>6</u>                  | <u>65,532</u>   | <u>68,318</u>   |
| <b>Expenses</b>                         |                         |                           |                 |                 |
| Auto passes                             | 3,699                   | -                         | 3,699           | 3,195           |
| Administration                          | 3,278                   | -                         | 3,278           | 3,300           |
| Fundraising                             |                         |                           |                 |                 |
| Forever Green                           | 8,725                   | -                         | 8,725           | 9,100           |
| Membership management system            | 1,206                   | -                         | 1,206           | -               |
| Project support                         |                         |                           |                 |                 |
| Cat Tales                               | 1,600                   | -                         | 1,600           | 1,600           |
| Conservation award                      | 398                     | -                         | 398             | 618             |
| Education                               | 43,500                  | -                         | 43,500          | 44,500          |
| Partners in Education                   |                         |                           |                 |                 |
| Brockville                              | 48                      | -                         | 48              | 66              |
| Kingston                                | 499                     | -                         | 499             | 755             |
|   | <u>62,953</u>           | <u>-</u>                  | <u>62,953</u>   | <u>63,134</u>   |
| <b>Excess of revenues over expenses</b> | <u>\$ 2,573</u>         | <u>\$ 6</u>               | <u>\$ 2,579</u> | <u>\$ 5,184</u> |

See accompanying notes to financial statements.

**CATARAQUI CONSERVATION FOUNDATION**  
**STATEMENT OF CHANGES IN FUND BALANCES**  
**YEAR ENDED DECEMBER 31, 2011**  
**(unaudited)**

|   | <u>2011</u>      |                  |                  | <u>2010</u>      |
|---|------------------|------------------|------------------|------------------|
|   | <u>General</u>   | <u>Endowment</u> | <u>Total</u>     | <u>Total</u>     |
|   | <u>Fund</u>      | <u>Fund</u>      |                  |                  |
| <b>Fund balances at beginning of year</b> | \$ 51,231        | \$ 18,549        | \$ 69,780        | \$ 64,596        |
| Excess of revenues over expenses          | 2,573            | 6                | 2,579            | 5,184            |
| Transfers (note 3)                        | <u>(5,099)</u>   | <u>5,099</u>     | <u>-</u>         | <u>-</u>         |
| <b>Fund balances at end of year</b>       | <u>\$ 48,705</u> | <u>\$ 23,654</u> | <u>\$ 72,359</u> | <u>\$ 69,780</u> |

See accompanying notes to financial statements.

# CATARAQUI CONSERVATION FOUNDATION

## NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2011

(unaudited)

### 1. Purpose of the Organization

Cataraqui Conservation Foundation is incorporated without share capital under the laws of Ontario and is a registered charity under the Income Tax Act. Its purpose is to raise funds that will support and maintain the conservation projects of the Cataraqui Region Conservation Authority.

### 2. Significant Accounting Policies

The financial statements were prepared in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies:

#### (a) Fund Accounting

Cataraqui Conservation Foundation follows the restricted fund method of accounting for contributions.

The general fund accounts for the organization's program delivery and administrative activities.

The endowment fund reports resources contributed for endowment. Investment income earned on resources for endowment is accumulated in the fund, pending decisions concerning the application of this income.

#### (b) Financial Instruments

The following policies and assumptions were used to determine the fair value of each class of financial assets and financial liabilities.

Cash, guaranteed investment certificates, deposits, accounts receivable and accounts payable have been classified as held for trading and are recorded on the financial statements at their fair values.

It is management's opinion that the organization is not exposed to significant interest, currency or credit risks arising from these financial instruments.

#### (c) Capital Assets

No value is accorded to capital assets for reporting purposes. Capital asset purchases are charged as expenses in the year of acquisition. Capital assets consist primarily of office equipment.

#### (d) Revenue Recognition

Revenue is recognized when received or receivable if the amounts can be reasonably estimated and collection is reasonably assured.

**CATARAQUI CONSERVATION FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS (continued)**  
**YEAR ENDED DECEMBER 31, 2011**  
**(unaudited)**

**2. Significant Accounting Policies (continued)**

(e) Contributed Services

Because of the difficulty in determining their fair value, contributed services are not recognized in the accounts.

(f) Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**3. Transfers**

During the year the board approved the transfer of \$5,099 from the General Fund to the Endowment Fund.

**4. General Fund Balance**

|  | <u>2011</u>      | <u>2010</u>      |
|--|------------------|------------------|
| Designated for Forever Green Gala          | \$ 5,000         | \$ 10,000        |
| Designated for land                        | 5,770            | 5,194            |
| Designated for tower lift                  | 4,500            | 4,500            |
| Designated for Bayview Wetlands            | 7,500            | 7,500            |
| Designated for Lemoine Point Reforestation | 96               | -                |
| Undesignated                               | <u>25,839</u>    | <u>24,037</u>    |
|  | <u>\$ 48,705</u> | <u>\$ 51,231</u> |

**5. Capital Management**

The foundation's objectives when managing capital are to safeguard its assets while at the same time sustaining future development goals. There were no changes in the foundation's approach to capital management during the year. The foundation is not subject to any externally-imposed capital requirements.

**6. Statement of Cash Flow**

A statement of cash flow would not provide additional information and accordingly has not been included.

**CATARAQUI CONSERVATION FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS (continued)**  
**YEAR ENDED DECEMBER 31, 2011**  
**(unaudited)**

**7. Comparative Figures**

Certain comparative figures have been restated in order to conform to the financial statement presentation adopted for the current year.