

CATARAQUI CONSERVATION FOUNDATION
FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2016
(unaudited)

Review Engagement Report
Statement of Financial Position
Statement of Operations
Statement of Changes in Fund Balances
Statement of Cash Flow
Notes to Financial Statements

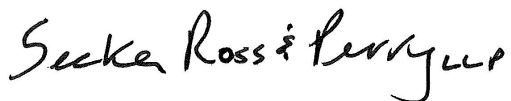
REVIEW ENGAGEMENT REPORT

To the Members of Cataraqi Conservation Foundation

We have reviewed the statement of financial position of Cataraqi Conservation Foundation as at December 31, 2016 and the statements of operations, changes in fund balances and cash flow 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 accounting standards for not-for-profit organizations.



Chartered Professional Accountants
Licensed Public Accountants
Kingston, Ontario
April 21, 2017

CATARAQUI CONSERVATION FOUNDATION

**STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2016
(unaudited)**

	2016			2015
	General Fund	Endowment Fund	Total	Total
Assets				
Cash (note 4)	\$ 35,213	\$ 58	\$ 35,271	\$ 26,578
Deposit with The Community Foundation for Kingston & Area	-	32,532	32,532	30,699
Accounts receivable	170	-	170	1,670
Due from Operating Fund	-	-	-	48
Prepaid expenses	206	-	206	1,786
	<u>\$ 35,589</u>	<u>\$ 32,590</u>	<u>\$ 68,179</u>	<u>\$ 60,781</u>
Liabilities				
Accounts payable and accrued liabilities	\$ 5,727	\$ -	\$ 5,727	\$ 2,106
Due to Endowment Fund	-	-	-	48
Funds held in trust Little Cataraqui Environmental Association	-	-	-	2,789
Lemoine Point Property Acquisition	942	-	942	942
	<u>6,669</u>	<u>-</u>	<u>6,669</u>	<u>5,885</u>
Fund Balances				
Unrestricted	3,499	-	3,499	4,909
Internally Restricted (note 3)	25,421	-	25,421	19,230
Restricted	-	32,590	32,590	30,757
	<u>28,920</u>	<u>32,590</u>	<u>61,510</u>	<u>54,896</u>
	<u>\$ 35,589</u>	<u>\$ 32,590</u>	<u>\$ 68,179</u>	<u>\$ 60,781</u>

See accompanying notes to financial statements.

CATARAQUI CONSERVATION FOUNDATION

STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 2016

(unaudited)

	2016			2015
	General Fund	Endowment Fund	Total	Total
Revenues				
Auto passes	\$ -	\$ -	\$ -	\$ 1,067
Fundraising				
Forever Green	3,867	-	3,867	25,274
Land acquisition	10,480	-	10,480	289
Partners in Education	17,641	-	17,641	17,475
Other	1,790	-	1,790	2,407
Investment (net)	-	1,833	1,833	296
Miscellaneous	1,630	-	1,630	1,609
	35,408	1,833	37,241	48,417
Expenses				
Auto passes	-	-	-	1,067
Administration	2,746	-	2,746	3,142
Fundraising				
Forever Green	347	-	347	12,844
Membership management system	1,630	-	1,630	1,274
Project support				
Cat Tales	1,600	-	1,600	1,600
Conservation award	-	-	-	1,305
Education	22,020	-	22,020	30,000
Partners in Education				
Brockville	20	-	20	5
Kingston	476	-	476	267
Land acquisitions	1,788	-	1,788	-
	30,627	-	30,627	51,504
Excess (deficiency) of revenues over expenses	\$ 4,781	\$ 1,833	\$ 6,614	\$ (3,087)

See accompanying notes to financial statements.

CATARAQUI CONSERVATION FOUNDATION
STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2016
(unaudited)

	<u>2016</u>				<u>2015</u>
	<u>Unrestricted</u>	<u>Internally Restricted</u>	<u>Endowment Fund</u>	<u>Total</u>	<u>Total</u>
Fund balances at beginning of year	\$ 4,909	\$ 19,230	\$ 30,757	\$ 54,896	\$ 57,983
Excess (deficiency) of revenues over expenses	4,781	-	1,833	6,614	(3,087)
Transfers	<u>(6,191)</u>	<u>6,191</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at end of year	<u>\$ 3,499</u>	<u>\$ 25,421</u>	<u>\$ 32,590</u>	<u>\$ 61,510</u>	<u>\$ 54,896</u>

See accompanying notes to financial statements.

CATARAQUI CONSERVATION FOUNDATION

STATEMENT OF CASH FLOW

YEAR ENDED DECEMBER 31, 2016

(unaudited)

	<u>2016</u>	<u>2015</u>
Cash flow from (used in) operating activities		
Excess (deficiency) of revenues over expenses	\$ 6,614	\$ (3,087)
Changes in non-cash working capital balances		
Accounts receivable	1,500	9,587
Prepaid expenses	1,580	(1,786)
Deferred revenue	(2,789)	-
Accounts payable and accrued liabilities	<u>3,620</u>	<u>(20,084)</u>
	<u>10,525</u>	<u>(15,370)</u>
Cash flow used in investing activities		
Deposit with The Community Foundation for Kingston & Area	<u>(1,832)</u>	<u>(297)</u>
Net increase (decrease) in cash	8,693	(15,667)
Cash at beginning of year	<u>26,578</u>	<u>42,245</u>
Cash at end of year	<u>\$ 35,271</u>	<u>\$ 26,578</u>
Cash represented by:		
General Fund	\$ 35,213	\$ 26,568
Endowment Fund	<u>58</u>	<u>10</u>
	<u>\$ 35,271</u>	<u>\$ 26,578</u>

See accompanying notes to financial statements.

CATARAQUI CONSERVATION FOUNDATION

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2016

(unaudited)

1. Purpose of the Organization

Cataraqui Conservation Foundation (the "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

These financial statements have been prepared in accordance with Part III of the CPA Canada Handbook - Accounting Standards for Not-for-Profit Organizations, and include the following significant accounting policies:

(a) Fund Accounting

The Foundation follows the restricted fund method of accounting for contributions.

The general fund accounts for the Foundation'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) Investments

Guaranteed investment certificates and deposits with The Community Foundation for Kingston & Area are recorded at market value. Investment income includes dividend and interest income and is recognized when earned. Unrealized gains and losses on financial assets are included directly in the statement of operations.

(c) Revenue Recognition

Revenue is recognized when received or receivable if the amounts can be reasonably estimated and collection is reasonably assured. The fair market value of donations made in-kind are recognized as fundraising revenue and fundraising expense on the statement of operations, provided that other revenue recognition criteria have been met.

(d) 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.

(e) Contributed Services

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

CATARAQUI CONSERVATION FOUNDATION
NOTES TO FINANCIAL STATEMENTS (continued)
YEAR ENDED DECEMBER 31, 2016
(unaudited)

2. Significant Accounting Policies (continued)

(f) Use of Estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations 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. Internally Restricted

	<u>2016</u>	<u>2015</u>
Designated for Forever Green Gala	\$ 2,500	\$ 5,000
Designated for land	13,021	4,330
Designated for tower lift	4,500	4,500
Designated for Bayview Wetlands	<u>5,400</u>	<u>5,400</u>
	<u>\$ 25,421</u>	<u>\$ 19,230</u>

4. Restricted Cash

Included in cash is approximately \$942 of funds (2015 - \$3,731) held in trust on behalf of unrelated organizations.

5. Financial Risks

The Foundation manages its financial instruments to ensure it has adequate capital to continue to provide support to the conservation initiatives of the Cataraqui Region Conservation Authority. It is management's opinion that the Foundation is not exposed to significant interest, currency or credit risks arising from its financial instruments. There has been no change to the risk exposure from 2015 and there is no substantive change expected in the next fiscal period.

However, the Foundation is exposed to market risk in its investments. Market risk is the risk of financial loss to the Foundation arising from fluctuations in the market price of the Foundation's investments. To manage these risks, the Foundation has established a target mix of investment types designed to achieve acceptable returns within reasonable risk tolerances.

6. Comparative Figures

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