

TURTLE VALLEY DONKEY REFUGE SOCIETY

FINANCIAL STATEMENTS

December 31, 2018

(Unaudited - See Notice to Reader)

NOTICE TO READER

We have compiled the balance sheet of the Turtle Valley Donkey Refuge Society as at December 31, 2018 and the statement of income and members' equity for the year then ended from information provided by management. We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these statements may not be appropriate for their purposes.

Blind Bay, BC
April 11, 2019

Wolfe Books

I, _____ have examined the financial statements and believe these statements fairly reflect the activities and financial status of the Turtle Valley Donkey Refuge Society for the year ended December 31, 2018.

I, _____ have examined financial statements and believe these statements fairly reflect the activities and financial status of the Turtle Valley Donkey Refuge Society for the year ended December 31, 2018.

TURTLE VALLEY DONKEY REFUGE SOCIETY

INDEX TO THE FINANCIAL STATEMENTS

December 31, 2018

(Unaudited - See Notice to Reader)

	Page
Statement of Net Receipts and Members' Equity	1
Balance Sheet	2
Statement of Cash Flows	3
Notes to the Financial Statements	4
Schedule 1 – Details of Receipts	5

TURTLE VALLEY DONKEY REFUGE SOCIETY
STATEMENT OF NET RECEIPTS AND MEMBERS' EQUITY
Year ended December 31, 2018
(Unaudited - See Notice to Reader)

	2018	2017
RECEIPTS		
Donations – receipted (<i>Schedule 1</i>)	315,200	235,835
Donations – unreceipted (<i>Schedule 1</i>)	59,955	64,136
Grants – government (<i>Note 6</i>)	98,465	45,000
Grants - foundations	24,212	11,500
Merchandise sales (net of cost)	13,524	13,996
Employee rebate program/patronage rebate	4,653	5,502
	516,009	375,969
EXPENDITURE		
ANIMAL CARE		
Hay, feed, and comfort	65,540	83,797
Veterinarian/dental care	19,004	26,497
Farrier costs	19,400	21,550
Transport costs	-	900
	103,944	132,744
FACILITY COSTS		
Building, fence and grounds maintenance	17,462	13,094
Property lease, tax and utilities	10,346	10,009
Farm worker wages and benefits	137,953	142,901
Equipment operation and maintenance	25,301	21,195
	191,062	187,199
FUNDRAISING EVENTS		
	773	1,733
ADMINISTRATION AND PROMOTIONAL		
Advertising and promotional supplies	10,704	11,856
Insurance	7,235	5,057
Non-refundable portion of GST	3,118	3,484
Office supplies and postage	6,603	10,586
Professional fees	71	-
Service and finance contract charges	8,546	10,500
Mortgage interest	18,491	19,907
Telephone and internet	3,308	3,115
Visitor Center/Care costs	780	2,162
	58,856	66,667
DEPRECIATION		
	18,157	7,189
	372,792	395,532
Receipts Over Expenditures before other items	143,217	(19,563)
Investment and interest earned	922	1,081
NET RECEIPTS for the year	144,139	(18,482)
Members' equity, beginning of year	160,247	178,729
MEMBERS' EQUITY, end of year	304,386	160,247

TURTLE VALLEY DONKEY REFUGE SOCIETY

BALANCE SHEET

December 31, 2018

(Unaudited - See Notice to Reader)

	2018	2017
ASSETS		
CURRENT		
Cash and bank	85,731	14,762
Accounts receivable	-	16,909
Short-term investments (Note 2)	41,879	21,212
GST Rebate Refundable	2,335	2,412
Hay and feed inventory	15,925	22,040
Shoppe inventory	3,562	4,952
	<u>149,432</u>	<u>82,287</u>
CAPITAL ASSETS (Note 1)		
Property	627,290	627,290
Barns/buildings	401,250	364,511
Equipment	83,761	79,761
Land improvements	23,144	-
	<u>1,135,445</u>	<u>1,071,562</u>
Less: depreciation	62,457	44,300
	<u>1,072,988</u>	<u>1,027,262</u>
	1,222,420	1,109,549
LIABILITIES		
CURRENT		
Accounts payable	4,167	6,385
LONG-TERM		
Mortgage payable (Note 3)	492,369	511,903
Member advance (Note 4)	387,139	378,959
Finance contracts (Note 5)	34,359	52,055
	<u>913,867</u>	<u>942,917</u>
	918,034	949,302
MEMBERS' EQUITY		
Members' equity, restricted (Note 7)	88,763	15,100
Members' equity, unrestricted	215,623	145,147
	<u>304,386</u>	<u>160,247</u>

TURTLE VALLEY DONKEY REFUGE SOCIETY

STATEMENT OF CASH FLOWS

December 31, 2018

(Unaudited - See Notice to Reader)

	2018	2017
OPERATING ACTIVITIES		
Net revenues for the year	144,139	(18,482)
Add back: Depreciation	18,157	7,189
Net change in member equity	162,296	(11,293)
Net change in non-cash working capital balances		
Accounts receivable	16,909	(16,909)
Inventory	7,505	(466)
GST Rebate Refundable	77	3,177
Accounts payable and accrued liabilities	(2,218)	1,218
Cash flow from operating activities	184,569	(24,273)
FINANCING ACTIVITIES		
Advances from members	8,180	74,860
Finance contract payment	(17,696)	(17,445)
Mortgage payment	(19,534)	(21,454)
Cash flow from financing activities	(29,050)	35,961
INVESTING ACTIVITIES		
Short-term securities	(20,667)	(5,972)
Capital asset purchases	(63,883)	(33,261)
Cash flow from investing activities	(84,550)	(39,233)
INCREASE IN CASH	70,969	(27,545)
CASH, beginning of year	14,762	42,307
CASH, end of year	85,731	14,762

TURTLE VALLEY DONKEY REFUGE SOCIETY

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

(Unaudited - See Notice to Reader)

1. FIXED ASSETS AND DEPRECIATION

LAND AND RESIDENCE

In 2014, the Refuge purchased property at 7877 Skimikin Road. This property is mortgaged by the Salmon Arm Savings and Credit Union.

DEPRECIATION.

Depreciation on fixed assets:

Barns and buildings	0%
Storage coveralls	10%
Equipment	20%

2. SHORT-TERM INVESTMENT

The charity has been gifted a series of securities. These are invested through the CIBC Investor's Edge and are available for specific uses such as fencing and the future infirmary.

3. MORTGAGE PAYABLE

Mortgage is due to the Salmon Arm Savings and Credit Union and is secured by the property and residence at 7877 Skimikin Road. Payments are \$731 per week including principal and interest.

4. MEMBER ADVANCE

The member advance is due to the founding members. It has no interest component and will be repaid at a manageable monthly rate with interest.

5. FINANCE CONTRACTS PAYABLE

There are two outstanding finance contacts:

John Deere Finance for the purchase of a tractor	\$14,406
- Payments are \$543 per month with final payment in 2021	
RCAP for the purchase of the hay storage coverall including finance charges	\$19,953
- Payments are \$1269 per month with final payment in August 2020	

6. BC GAMING GRANTS

In 2018 the Society received an operating grant of \$46,000 plus a Capital Grant of \$52,465 from BC Gaming. The Capital Grant will be used for the Green Pasture Project. The Refuge must match the funds received from BC Gaming for the capital grant. The project has a term of 3 years and the target for raising matching funds is two years.

7. RESTRICTED MEMBERS' EQUITY

Donations for the Infirmary and the balance of BC Gaming Grant funds have been set aside as restricted members' equity.

TURTLE VALLEY DONKEY REFUGE SOCIETY

SCHEDULE 1 – DETAILS OF RECEIPTS

For the Year Ended December 31, 2018

(Unaudited - See Notice to Reader)

	2018	2017
RECEIPTS		
Donations – receipted		
Bray-Ve Hearts	36,772	28,992
General	94,636	92,194
Sponsorship of donkeys	22,276	19,970
Planned giving/donation of securities	51,120	25,801
Buy-A-Bale	46,225	53,145
In-Kind: non-capital items	19,119	10,733
In-Kind: capital items	40,052	-
	<u>310,200</u>	<u>230,835</u>
Major Campaigns		
-Infirmary	<u>5,000</u>	<u>5,000</u>
	<u>315,200</u>	<u>235,835</u>
Donations – unreceipted		
Admissions	27,685	22,041
Buy-A-Bale	939	4,447
Donation boxes/Canada Helps	19,538	20,104
Memberships	6,135	5,925
Fundraising events	5,658	11,619
	<u>59,955</u>	<u>64,136</u>
Grants (Note 3)		
BC Gaming	46,000	45,000
BC Gaming Green Pastures (net)	52,465	-
Foundations	24,212	11,500
	<u>122,677</u>	<u>56,500</u>
Patronage Rebate	858	1,840
Merchandise sales (net of cost)	13,524	13,996
Employee Rebate Program	<u>3,795</u>	<u>3,662</u>
	<u>516,009</u>	<u>375,969</u>