

**TURTLE VALLEY DONKEY REFUGE SOCIETY**

FINANCIAL STATEMENTS

December 31, 2020

*(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, 2020 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 30, 2021

**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, 2020.

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# **TURTLE VALLEY DONKEY REFUGE SOCIETY**

## **INDEX TO THE FINANCIAL STATEMENTS**

December 31, 2020

*(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	4-5
Schedule 1 – Details of Receipts	6

**TURTLE VALLEY DONKEY REFUGE SOCIETY**  
**STATEMENT OF NET RECEIPTS AND MEMBERS' EQUITY**  
Year ended December 31, 2020  
(Unaudited - See Notice to Reader)

	<b>2020</b>	<b>2019</b>
<b>REVENUE</b>		
Donations – receipted ( <i>Schedule 1</i> )	345,654	329,942
Donations – unreceipted ( <i>Schedule 1</i> )	59,427	75,578
Grants – government	53,000	55,500
Grants - foundations	36,950	26,000
Merchandise sales (net of cost)	6,892	24,665
	<b>501,923</b>	<b>511,685</b>
<b>EXPENDITURE</b>		
<b>ANIMAL CARE</b>		
Hay, feed, and comfort	97,002	59,909
Veterinarian/dental care	27,911	25,861
Farrier costs	23,900	20,970
	<b>148,813</b>	<b>106,740</b>
<b>FACILITY COSTS</b>		
Building, fence and grounds maintenance	12,143	12,937
Property taxes and utilities	11,971	9,992
Farm worker wages and benefits	195,563	175,230
Equipment operation and maintenance	21,030	31,992
	<b>240,707</b>	<b>230,151</b>
<b>ADMINISTRATION AND PROMOTIONAL</b>		
Advertising and promotional supplies	8,974	6,730
Insurance	7,521	6,768
Non-refundable portion of GST	6,462	4,201
Office supplies and postage	18,057	8,351
Professional fees	49	53
Service and finance contract charges	8,741	10,973
Mortgage interest	17,293	17,755
Telephone and internet	3,995	4,126
	<b>71,092</b>	<b>58,957</b>
<b>DEPRECIATION</b>	<b>24,131</b>	<b>21,377</b>
	<b>484,743</b>	<b>417,225</b>
<b>Receipts Over Expenditures before other items</b>	<b>17,180</b>	<b>94,460</b>
Investment and interest earned	16,217	1,918
Gov/Foundation C-19 Subsidies ( <i>Note 8</i> )	137,003	-
<b>NET RECEIPTS for the year</b>	<b>170,400</b>	<b>96,378</b>
Members' equity, beginning of year	400,764	304,386
<b>MEMBERS' EQUITY, end of year</b>	<b>571,164</b>	<b>400,764</b>

# TURTLE VALLEY DONKEY REFUGE SOCIETY

## BALANCE SHEET

December 31, 2020

(Unaudited - See Notice to Reader)

	2020	2019
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash and bank (Note 10)	194,089	71,638
Short-term investments (Note 2)	5,407	63,665
GST Rebate Refundable	4,802	2,333
Hay and feed inventory	23,000	32,920
Shoppe inventory (Note 3)	-	4,300
	<u>227,298</u>	<u>174,856</u>
<b>CAPITAL ASSETS (Note 1)</b>		
Property	627,290	627,290
Barns/buildings	519,572	402,255
Equipment	107,204	95,848
Land improvements	86,077	60,258
	<u>1,340,143</u>	<u>1,185,651</u>
Less: depreciation	107,964	83,834
	<u>1,232,179</u>	<u>1,101,817</u>
	<b>1,459,477</b>	<b>1,276,673</b>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable	8,515	8,870
<b>LONG-TERM</b>		
Bank Loan C-19 (Note 4)	40,000	-
Mortgage payable (Note 5)	471,111	472,099
Member advance (Note 6)	366,529	378,539
Finance contracts (Note 7)	2,158	16,401
	<u>879,798</u>	<u>867,039</u>
	<b>888,313</b>	<b>875,909</b>
<b>MEMBERS' EQUITY</b>		
Members' equity, restricted (Note 9)	55,819	84,081
Members' equity, unrestricted	515,345	316,683
	<u>571,164</u>	<u>400,764</u>

# TURTLE VALLEY DONKEY REFUGE SOCIETY

## STATEMENT OF CASH FLOWS

December 31, 2020

*(Unaudited - See Notice to Reader)*

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	<b>2020</b>	<b>2019</b>
<b>OPERATING ACTIVITIES</b>		
Net revenues for the year	170,400	96,378
Add back: Depreciation	24,131	21,377
Net change in member equity	194,531	117,755
Net change in non-cash working capital balances		
Inventory	14,220	(17,733)
GST Rebate Refundable	(2,469)	2
Accounts payable and accrued liabilities	(356)	4,703
<b>Cash flow from operating activities</b>	<b>205,926</b>	<b>104,727</b>
<b>FINANCING ACTIVITIES</b>		
Operating loan	40,000	-
Advances from members	(12,010)	(8,600)
Finance contracts	(14,243)	(17,958)
Mortgage	(988)	(20,270)
<b>Cash flow from financing activities</b>	<b>12,759</b>	<b>(46,828)</b>
<b>INVESTING ACTIVITIES</b>		
Short-term securities	58,258	(21,786)
Capital asset purchases	(154,492)	(50,206)
<b>Cash flow from investing activities</b>	<b>(96,234)</b>	<b>(71,992)</b>
<b>INCREASE (DECREASE) IN CASH</b>	<b>122,451</b>	<b>(14,093)</b>
<b>CASH, beginning of year</b>	<b>71,638</b>	<b>85,731</b>
<b>CASH, end of year</b>	<b>194,089</b>	<b>71,638</b>

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# **TURTLE VALLEY DONKEY REFUGE SOCIETY**

## **NOTES TO THE FINANCIAL STATEMENTS**

December 31, 2020

*(Unaudited - See Notice to Reader)*

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### **1. FIXED ASSETS AND DEPRECIATION**

#### **LAND AND RESIDENCE**

In 2014, the Refuge purchased property at 7877 Skimikin Road. This property is mortgaged by the SASCU 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 were invested through the CIBC Investor's Edge and were available for specific uses such as fencing and the future infirmary. In 2020 the market reacted negatively to the COVID-19 pandemic and the value of these securities decreased significantly. In the Fall of 2020, the securities recovered to pre-COVID levels. In the interim, the Board of Directors filed a motion to collapse the securities and to immediately cash any and all securities donations immediately upon receipt to safeguard the value of the donations. Thus, the CIBC Investor's Edge account is now, for all intents and purposes, a flow through account.

### **3. INVENTORY**

For 2020 and subsequent years, Shoppe Inventory will no longer be counted and reported as an asset. It is difficult to estimate the lower of cost and market for the purchased and donated merchandise. Therefore all purchases each year will be expensed upon receipt.

### **4. BANK LOAN**

In response to the COVID-19 pandemic, the Federal Government, working in conjunction with the financial institutions, offered an unsecured loan to qualified businesses and charities. The loan is interest-free and is due in full by December 2022. Provided this provision is met, the Government will forgive \$10,000 of the principal. The loan is held by our business bank, SASCU Savings and Credit Union in Salmon Arm, BC.

### **5. MORTGAGE PAYABLE**

Mortgage is due to the SASCU 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.

In response to the COVID-19 pandemic, SASCU Savings and Credit Union allowed qualified clients to pause payments for 6 months, at the end of which the accrued interest component was added to the mortgage balance.

### **6. MEMBER ADVANCE**

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

**7. FINANCE CONTRACTS PAYABLE**

John Deere Finance for the purchase of a tractor	\$2,158
- Payments are \$543 per month with final payment in May 2021	
RCAP for the purchase of the hay storage coverall	Paid in Full

**8. GOVERNMENT/FOUNDATION COVID-19 RELIEF**

The Federal and Provincial governments offered several relief programs to assist qualified businesses and charities. Federal programs focused on compensation for maintaining staff employment and occupancy cost relief. The Provincial government program recognized the hardship for agricultural enterprises (including charities who rescued “farm” animals). We also received a grant from the Vancouver Foundation to assist with donkey care.

**9. RESTRICTED MEMBERS' EQUITY**

The balance of the BC Gaming Grant is classified as restricted members' equity.

**10. CASH AND BANK**

It is important to note that the Board of Directors has determined that it is of little value to reinvest the funds received from cashing out the securities in the CIBC Investors Edge Account.as interest rates on Term Deposits are nominal and do not warrant tying up funds which will be needed to operate the charity for foreseeable future.



# TURTLE VALLEY DONKEY REFUGE SOCIETY

## SCHEDULE 1 – DETAILS OF RECEIPTS

For the Year Ended December 31, 2020

(Unaudited - See Notice to Reader)

	2020	2019
<b>RECEIPTS</b>		
<b>Donations – receipted</b>		
Bray-Ve Hearts	44,790	36,285
General	147,550	125,624
Sponsorship of donkeys	21,455	23,700
Planned giving/donation of securities	20,000	69,710
Buy-A-Bale	25,955	25,267
Project Specific	-	4,320
In-Kind: non-capital items	19,379	8,530
In-Kind: capital items	-	1,005
	<u>279,129</u>	<u>294,441</u>
Major Campaigns		
-Infirmary	66,120	15,000
-Green Pastures Project	405	20,501
	<u>66,525</u>	<u>35,501</u>
	<u><b>345,654</b></u>	<u><b>329,942</b></u>
<b>Donations – unreceipted</b>		
Admissions	-	33,138
Buy-A-Bale	85	1,292
Donation boxes/Canada Helps	44,200	22,702
Memberships	5,420	6,979
Project Specific Award	-	6,000
Fundraising events (net)	9,722	5,467
	<u>59,427</u>	<u>75,578</u>
<b>Grants</b>		
BC Gaming	53,000	55,500
Foundations	36,950	26,000
	<u>89,950</u>	<u>81,500</u>
<b>Merchandise sales (net of cost)</b>	<u>6,892</u>	<u>24,665</u>
<b>RECEIPTS BEFORE C-19 RELIEF</b>	<b>501,923</b>	<b>511,685</b>
<b>Gov't/Foundation C-19 Relief (Note 8)</b>	<u>137,003</u>	-
	<u><b>638,926</b></u>	<u><b>511,685</b></u>