

TURTLE VALLEY DONKEY REFUGE SOCIETY

FINANCIAL STATEMENTS

December 31, 2013

(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, 2013 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
February 20, 2014

Wolfe Books

I, _____ have examined the books and supporting documents for 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, 2013.

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TURTLE VALLEY DONKEY REFUGE SOCIETY

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TURTLE VALLEY DONKEY REFUGE SOCIETY
STATEMENT OF NET RECEIPTS AND MEMBERS' EQUITY
Year ended December 31, 2013
(Unaudited - See Notice to Reader)

	2013	2012
RECEIPTS		
Donations – receipted (<i>Schedule 1</i>)	148,922	55,648
Donations – unreceipted (<i>Schedule 1</i>)	28,632	21,958
Grants – government and foundation (<i>Note 3</i>)	23,328	29,268
Merchandise sales (net of cost)	3,397	8,311
	204,279	115,185
EXPENDITURES		
ANIMAL CARE		
Hay, feed, supplements	16,215	5,135
Veterinarian care	17,018	7,063
Farrier costs	13,740	5,361
Transport costs	7,899	365
Straw, bedding and supplies	10,574	2,055
	65,446	19,979
FACILITY COSTS		
Barn and Shoppe supplies and maintenance	7,189	6,721
Fencing and property maintenance	10,741	8,354
Property lease	24,000	24,000
Farm worker wages and benefits	46,442	16,388
Equipment operation and maintenance	9,200	6,879
	97,572	62,342
SPECIAL EVENTS		
Special events costs	1,866	3,211
ADMINISTRATION AND PROMOTIONAL		
Advertising and promotional supplies	9,287	6,184
Insurance	1,659	1,268
Non-refundable portion of HST	3,000	4,043
Office supplies and postage	4,015	1,592
Professional fees	-	201
Service charges	2,420	2,077
Telephone	1,135	1,066
	21,516	16,431
DEPRECIATION	6,867	-
	193,267	101,963
Receipts Over Expenditures before other items	11,012	13,222
OTHER		
Member loan converted to donation	-	(15,000)
NET RECEIPTS for the year	11,012	28,222
Members' equity, beginning of year	33,960	5,738
MEMBERS' EQUITY, end of year	44,972	33,960

TURTLE VALLEY DONKEY REFUGE SOCIETY

BALANCE SHEET

December 31, 2013

(Unaudited - See Notice to Reader)

	2013	2012
ASSETS		
CURRENT		
Cash and bank	39,765	25,348
HST Rebate Refundable	945	2,852
Shoppe inventory	2,213	2,506
	<u>42,923</u>	<u>30,706</u>
CAPITAL ASSETS (Note 1)		
Barns	42,937	42,937
Equipment	34,336	20,095
	<u>77,273</u>	<u>63,032</u>
Less: depreciation on equipment	6,867	-
	<u>70,406</u>	<u>63,032</u>
	113,329	93,738
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LIABILITIES		
CURRENT		
Accounts payable	7,058	7,527
BC Gaming Grant for 2014 (Note 2)	21,672	22,500
	<u>28,730</u>	<u>30,027</u>
LONG-TERM		
Member advance (Note 3)	24,371	15,450
Finance contract – John Deere	15,256	14,301
	<u>39,627</u>	<u>29,751</u>
	68,357	59,778
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MEMBERS' EQUITY		
Members' equity, restricted (Note 4)	10,000	-
Members' equity, unrestricted	34,972	33,960
	<u>44,972</u>	<u>33,960</u>
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TURTLE VALLEY DONKEY REFUGE SOCIETY

STATEMENT OF CASH FLOWS

December 31, 2013

(Unaudited - See Notice to Reader)

	2013	2012
OPERATING ACTIVITIES		
Net revenues for the year	11,012	28,222
Add back: Non-cash item	6,867	-
Net change in non-cash working capital balances		
Inventory	293	(1,427)
HST Rebate Refundable	1,907	989
Accounts payable and accrued liabilities	(469)	(10,678)
BC Gaming Grant (<i>Note 3</i>)	(828)	22,500
Cash flow from operating activities	18,782	39,606
FINANCING ACTIVITIES		
(Repayment)/advances from members	8,921	450
Finance contract	955	14,301
Cash flow from financing activities	9,876	14,751
INVESTING ACTIVITIES		
Barn construction	-	(14,295)
Equipment purchase	(14,241)	(20,095)
Cash flow from investing activities	(14,241)	(34,390)
INCREASE IN CASH	14,417	19,967
CASH, beginning of year	25,348	5,381
CASH, end of year	39,765	25,348

TURTLE VALLEY DONKEY REFUGE SOCIETY

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2013

(Unaudited - See Notice to Reader)

1. FIXED ASSETS AND DEPRECIATION

BARN CONSTRUCTION COSTS

Max Barn – constructed in 2011

The capitalized portion of the cost of the barn includes only the building itself and the footings. The costs to excavate the land and portable materials such as gates and railings have been expensed.

Sady/Maria Barn Overhang– constructed in 2012

All costs associated with the construction of the overhang for the main barn have been capitalized.

The majority of the funding for this construction was from a grant from the Vancouver Foundation.

EQUIPMENT

In 2013, the Refuge purchased a small commercial grade tractor. Depreciation on all equipment has been calculated and expensed at 20%.

2. GAMING GRANTS

In early 2013, the Refuge successfully applied for the 2014 BC Gaming Grant, requesting funds to cover the costs of caring for the donkeys. These costs included animal care, farm and property care including the lease, and wages for farm staff. The grant money was received in November 2013. Although this grant can be utilized upon receipt, only a small portion of this grant was used to pay for animal care in 2013. The balance of the grant monies received has been set up as deferred receipts to properly reflect the fiscal activities of 2014.

3. MEMBER ADVANCE

In 2012 and 2013, the founding members advanced the unpaid portion of the lease to the Society as well as expenses from 2012 that were not reimbursed in 2013. This advance has no interest component and no set terms of repayment.

4. RESTRICTED MEMBERS' EQUITY

In anticipation of the purchase of a farm for the Donkey Refuge, we have received a donation of \$10,000 which is to be used toward the purchase of the farm or construction of the barns and buildings.

TURTLE VALLEY DONKEY REFUGE SOCIETY

SCHEDULE 1 – DETAILS OF RECEIPTS

For the Year Ended December 31, 2013

(Unaudited - See Notice to Reader)

	2013	2012
RECEIPTS		
Donations – receipted		
General	59,496	21,095
Sponsorship/fostership of donkeys	27,660	22,225
In-Kind	1,733	9,481
Major Campaigns	60,033	2,847
	<u>148,922</u>	<u>55,648</u>
Donations – unreceipted		
Admissions	10,995	11,648
Donation boxes/Canada Helps	8,526	6,955
Memberships	7,240	3,355
Events	1,871	-
	<u>28,632</u>	<u>21,958</u>
Grants (Note 3)		
BC Gaming	23,328	15,000
Vancouver Foundation	-	14,268
	<u>23,328</u>	<u>29,268</u>
Merchandise sales (net of cost)	<u>3,397</u>	<u>8,311</u>
	<u>204,279</u>	<u>115,185</u>