

ALBERTA WILDERNESS ASSOCIATION

FINANCIAL STATEMENTS

(Unaudited)

JULY 31, 2015



Roberts & Company

PROFESSIONAL ACCOUNTANTS LLP

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REVIEW ENGAGEMENT REPORT

To the Board of Directors of **ALBERTA WILDERNESS ASSOCIATION**

We have reviewed the statement of financial position of Alberta Wilderness Association as at July 31, 2015 and the statements of operations and changes in fund balances and cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of inquiry, analytical procedures and discussion related to information supplied to us by the organization.

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.

CALGARY, ALBERTA
November 18, 2015

Roberts & Company



PROFESSIONAL ACCOUNTANTS LLP

ALBERTA WILDERNESS ASSOCIATION
STATEMENT OF FINANCIAL POSITION
(Unaudited)

AS AT JULY 31, 2015

	<u>2015</u> <u>Operating</u> <u>Fund</u>	<u>2015</u> <u>Restricted</u> <u>Funds</u>	<u>2015</u> <u>Total</u>	<u>2014</u> <u>Total</u>
ASSETS				
CURRENT				
Cash and cash equivalents (Note 3)	\$ 485,165	\$ 20,939	\$ 506,104	\$ 905,360
Marketable securities (Note 4)	48,501	-	48,501	3,522
Accrued interest receivable	177	-	177	646
Prepaid expenses	9,991	-	9,991	6,595
GST receivable	19,069	-	19,069	2,047
Donated items held for auction	6,315	-	6,315	8,735
Deposit on land and building	-	-	-	66,000
	<u>569,218</u>	<u>20,939</u>	<u>590,157</u>	<u>992,905</u>
LAND AND BUILDING (Note 5)	659,152	-	659,152	-
	<u>\$ 1,228,370</u>	<u>\$ 20,939</u>	<u>\$ 1,249,309</u>	<u>\$ 992,905</u>
LIABILITIES				
CURRENT				
Accounts payable and accrued	\$ 13,538	\$ 7,172	\$ 20,710	\$ 17,573
Wages payable	-	-	-	1,429
Payroll remittances payable	9,297	-	9,297	8,260
Deferred income	6,955	-	6,955	10,110
	<u>29,790</u>	<u>7,172</u>	<u>36,962</u>	<u>37,372</u>
FUND BALANCES				
Unrestricted	1,198,580	-	1,198,580	952,723
Restricted	-	13,767	13,767	2,810
	<u>1,198,580</u>	<u>13,767</u>	<u>1,212,347</u>	<u>955,533</u>
	<u>\$ 1,228,370</u>	<u>\$ 20,939</u>	<u>\$ 1,249,309</u>	<u>\$ 992,905</u>

APPROVED ON BEHALF OF THE BOARD:

 Director
 Director

ALBERTA WILDERNESS ASSOCIATION
STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2015

	<u>2015</u> <u>Operating</u> <u>Fund</u>	<u>2015</u> <u>Restricted</u> <u>Funds</u>	<u>2015</u> <u>Total</u>	<u>2014</u> <u>Total</u>
REVENUES				
General donations	\$ 848,481	\$ -	\$ 848,481	\$ 555,360
Fundraising	111,603	-	111,603	105,204
Investment income	11,287	-	11,287	6,881
Grants (Note 6)	9,124	-	9,124	84,498
Honorariums	3,254	-	3,254	2,176
Membership revenue	2,286	-	2,286	2,325
Casino	-	77,393	77,393	67,147
	<u>986,035</u>	<u>77,393</u>	<u>1,063,428</u>	<u>823,591</u>
EXPENSES				
Wilderness stewardship and outreach	473,588	55,880	529,468	405,815
Development	95,225	-	95,225	95,482
General and administration	72,617	10,556	83,173	80,358
Unrealized loss on marketable securities	85,296	-	85,296	-
Amortization on building	13,452	-	13,452	-
	<u>740,178</u>	<u>66,436</u>	<u>806,614</u>	<u>581,655</u>
EXCESS OF REVENUE OVER EXPENSES	245,857	10,957	256,814	241,936
FUND BALANCES, beginning of year	952,723	2,810	955,533	713,597
FUND BALANCES, end of year	\$ 1,198,580	\$ 13,767	\$ 1,212,347	\$ 955,533

ALBERTA WILDERNESS ASSOCIATION
STATEMENT OF CASH FLOWS
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2015

	<u>2015</u> <u>Operating</u> <u>Fund</u>	<u>2015</u> <u>Restricted</u> <u>Funds</u>	<u>2015</u> <u>Total</u>	<u>2014</u> <u>Total</u>
OPERATING ACTIVITIES				
Excess of revenue over expense	\$ 245,857	\$ 10,957	\$ 256,814	\$ 241,936
Adjustments for items not affecting cash				
Donated marketable securities	(141,790)	-	(141,790)	(7,358)
(Gain) loss on sale of marketable securities	(173)	-	(173)	21
Unrealized loss on marketable securities	85,296	-	85,296	488
Amortization of building	13,452	-	13,452	-
Working capital provided by operating activities	202,642	10,957	213,599	235,087
Change in non-cash operating working capital (Note 7)	(21,957)	7,172	(14,785)	3,791
Change in deferred income	(3,155)	-	(3,155)	(1,745)
Cash provided (used) by operations	177,530	18,129	195,659	237,133
INVESTING ACTIVITIES				
Proceeds on sale of marketable securities	11,689	-	11,689	7,337
Deposit on land and building	66,000	-	66,000	(66,000)
Purchase of land and building	(672,604)	-	(672,604)	-
	(594,915)	-	(594,915)	(58,663)
(DECREASE) INCREASE DURING THE YEAR	(417,385)	18,129	(399,256)	178,470
CASH & CASH EQUIVALENTS, beginning of year	902,550	2,810	905,360	726,890
CASH & CASH EQUIVALENTS, end of year (Note 8)	\$ 485,165	\$ 20,939	\$ 506,104	\$ 905,360

ALBERTA WILDERNESS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2015

NATURE OF OPERATIONS

Alberta Wilderness Association is a not-for-profit organization registered under The Societies Act of Alberta. The association is a registered charity under the Income Tax Act. The purpose of the organization is to promote and encourage the creation of additional wildland recreation areas in the Province of Alberta in an attempt to preserve their natural and present state. It also initiates and encourages educational efforts which promote an understanding and appreciation of wildland ethics and wildland resource uses. The organization has an office in Calgary, which houses the Alberta Wilderness Resource Centre, the province's most comprehensive archive of reference materials on wilderness and conservation in Alberta.

Alberta Wilderness Association achieves its mission through conservation, education, stewardship and advocacy, and is supported through volunteers, member and donor programs and fundraising that includes grants, campaign development, events like the Climb and Run for Wilderness, and a planned giving legacy program.

1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The organization's significant accounting policies are as follows:

a) **Marketable Securities**

Marketable securities are comprised of shares of public corporations and are accounted for at fair value using the latest closing price at the balance sheet date. Transaction costs and changes in fair value are recognized in income in the period incurred.

b) **Fund Accounting**

The organization follows the restricted fund method of accounting for contributions. The general fund accounts for the organization's operating and administrative activities including unrestricted contributions and grants. The restricted fund reports only restricted resources that are to be used for specific purposes.

c) **Revenue recognition**

Unrestricted contributions are recognized as revenue of the general fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Restricted contributions are recognized as revenue of the appropriate restricted fund.

d) **Contributed services**

Volunteer services contributed on behalf of the organization in carrying out its operating activities are not recognized in these financial statements due to the difficulty of determining their fair value.

e) **Land and building**

Land and building are recorded at cost. Amortization for the building is calculated using the straight line method at ten percent per year.

f) **Use of estimates**

The preparation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the period. Actual results may differ from estimates in these financial statements.

ALBERTA WILDERNESS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2015

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

g) **Tangible equipment**

The organization expenses the cost of all equipment as it is purchased, as the amounts involved are not material. No tangible equipment was purchased during the year.

h) **Comparative figures**

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform with the presentation in the current year financial statements.

3. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of cash on hand, balances with the bank, term deposits and a money market fund. Restricted cash consists of a balance with the bank of \$20,939 (2014 - \$2,810).

4. MARKETABLE SECURITIES

	<u>2015</u>	<u>2014</u>
Marketable securities (cost \$136,077)	\$ <u>48,501</u>	\$ <u>3,522</u>

Marketable securities are presented at fair values and are comprised of Canadian equities donated by individual contributors.

5. LAND AND BUILDING

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net 2015</u>	<u>Net 2014</u>
Land	\$ 538,083	\$ -	\$ 538,083	\$ -
Building	<u>134,521</u>	<u>13,452</u>	<u>121,069</u>	<u>-</u>
	<u>\$ 672,604</u>	<u>\$ 13,452</u>	<u>\$ 659,152</u>	<u>\$ -</u>

6. GRANTS

The organization received grant funding from various sources in the amount of \$9,124 (2014 - \$84,498).

Included in the grant funding received during the year is funding from Recreation and Physical Activity Division (RPAD) of Alberta Culture and Tourism as follows:

	<u>2015</u>	<u>2014</u>
Organizational Support	\$ <u>8,060</u>	\$ <u>8,060</u>

ALBERTA WILDERNESS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2015

7. CHANGE IN NON-CASH WORKING CAPITAL

	<u>2015</u>	<u>2014</u>
DECREASE (INCREASE) IN CURRENT ASSETS		
Accrued interest receivable	\$ 469	\$ (646)
Prepaid expenses	(3,396)	(1,161)
GST receivable	(17,022)	653
Donated items held for auction	2,420	(2,133)
 INCREASE (DECREASE) IN CURRENT LIABILITIES		
Accounts payable and accrued	3,136	3,252
Wages payable	(1,429)	1,429
Payroll remittances payable	<u>1,037</u>	<u>2,397</u>
	<u>\$ (14,785)</u>	<u>\$ 3,791</u>

8. CASH FLOW INFORMATION

Cash and cash equivalents consist of cash on hand, balances with the bank, term deposits and a money market fund. Restricted cash consists of a balance with the bank.

	<u>2015</u>	<u>2014</u>
Cash - operating	\$ 102,513	\$ 130,500
Term deposits - maturing in June 2016 - operating	100,000	300,000
Money market fund - operating	<u>282,652</u>	<u>472,050</u>
	485,165	902,550
 Cash - restricted	<u>20,939</u>	<u>2,810</u>
	<u>\$ 506,104</u>	<u>\$ 905,360</u>

9. ADDITIONAL INFORMATION TO COMPLY WITH THE DISCLOSURE REQUIREMENT OF THE CHARITABLE FUND-RAISING ACT AND REGULATION

No expenses were incurred for the purpose of soliciting contributions. There were no monies paid as remuneration to employees whose principal duties involve fund-raising as no such employees are employed by the organization.

10. FINANCIAL INSTRUMENTS

The organization monitors, evaluates and manages the principal risks assumed with financial instruments. The risks that arise from transacting financial instruments include market risk.

Market risk

The organization is exposed to market risk as the organization holds marketable securities that are traded on the public stock exchange and as such is exposed to risk due to the activity on the stock exchange.