

ALBERTA WILDERNESS ASSOCIATION

FINANCIAL STATEMENTS

(Unaudited)

JULY 31, 2014

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, 2014 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
October 28, 2014

Roberts & Company
PROFESSIONAL ACCOUNTANTS LLP

ALBERTA WILDERNESS ASSOCIATION
STATEMENT OF FINANCIAL POSITION
(Unaudited)

AS AT JULY 31, 2014

	<u>2014</u> <u>Operating</u> <u>Fund</u>	<u>2014</u> <u>Restricted</u> <u>Funds</u>	<u>2014</u> <u>Total</u>	<u>2013</u> <u>Total</u>
ASSETS				
CURRENT				
Cash and cash equivalents (Note 2)	\$ 902,550	\$ 2,810	\$ 905,360	\$ 726,890
Marketable securities (Note 3)	3,522	-	3,522	4,010
Accrued interest receivable	646	-	646	-
Prepaid expenses	6,595	-	6,595	5,434
GST receivable	2,047	-	2,047	2,700
Donated items held for auction	8,735	-	8,735	6,602
Deposit on building and land (Note 9)	66,000	-	66,000	-
	\$ 990,095	\$ 2,810	\$ 992,905	\$ 745,636
LIABILITIES				
CURRENT				
Accounts payable and accrued	\$ 17,571	-	\$ 17,571	\$ 14,319
Wages payable	1,429	-	1,429	-
Payroll remittances payable	8,262	-	8,262	5,865
Deferred income	10,110	-	10,110	11,855
	37,372	-	37,372	32,039
Commitment (Note 9)				
FUND BALANCES				
Unrestricted	952,723	-	952,723	713,377
Restricted	-	2,810	2,810	220
	952,723	2,810	955,533	713,597
	\$ 990,095	\$ 2,810	\$ 992,905	\$ 745,636

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, 2014

	<u>2014</u> <u>Operating</u> <u>Fund</u>	<u>2014</u> <u>Restricted</u> <u>Funds</u>	<u>2014</u> <u>Total</u>	<u>2013</u> <u>Total</u>
REVENUES				
General donations	\$ 555,360	\$ -	\$ 555,360	\$ 582,698
Fundraising donations	105,204	-	105,204	106,179
Grants (Note 4)	84,498	-	84,498	80,292
Investment income	6,881	-	6,881	3,658
Membership revenue	2,325	-	2,325	2,841
Honorariums	2,176	-	2,176	1,909
Casino	-	67,147	67,147	-
	<u>756,444</u>	<u>67,147</u>	<u>823,591</u>	<u>777,577</u>
EXPENSES				
Wilderness stewardship and outreach	346,264	59,551	405,815	408,879
General and administration	77,633	2,725	80,358	86,395
Development	95,482	-	95,482	42,364
	<u>519,379</u>	<u>62,276</u>	<u>581,655</u>	<u>537,638</u>
EXCESS OF REVENUE OVER EXPENSES	237,065	4,871	241,936	239,939
FUNDS TRANSFER	2,281	(2,281)	-	-
FUND BALANCES, beginning of year	713,377	220	713,597	473,658
FUND BALANCES, end of year	\$ 952,723	\$ 2,810	\$ 955,533	\$ 713,597

ALBERTA WILDERNESS ASSOCIATION
STATEMENT OF CASH FLOWS
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2014

	<u>2014 Operating Fund</u>	<u>2014 Restricted Funds</u>	<u>2014 Total</u>	<u>2013 Total</u>
OPERATING ACTIVITIES				
Excess of revenue over expense	\$ 237,065	\$ 4,871	\$ 241,936	\$ 239,939
Funds transfer	2,281	(2,281)	-	-
	239,346	2,590	241,936	239,939
Adjustments for items not affecting cash				
Loss (gain) on sale of marketable securities	21	-	21	(14)
Unrealized loss on marketable securities	488	-	488	705
Working capital provided (used) by operating activities	239,855	2,590	242,445	240,630
Change in non-cash operating working capital (Note 5)	(3,567)	-	(3,567)	(15,007)
Change in deferred income	(1,745)	-	(1,745)	4,025
Cash provided (used) by operations	234,543	2,590	237,133	229,648
INVESTING ACTIVITIES				
Proceeds on marketable securities	7,337	-	7,337	13,960
Deposit on building and land	(66,000)	-	(66,000)	-
	(58,663)	-	(58,663)	13,960
INCREASE DURING THE YEAR	241,880	2,590	178,470	243,608
CASH & CASH EQUIVALENTS, beginning of year	726,670	220	726,890	483,282
CASH & CASH EQUIVALENTS, end of year (Note 6)	\$ 968,550	\$ 2,810	\$ 905,360	\$ 726,890

ALBERTA WILDERNESS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2014

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) **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.

f) **Tangible capital assets**

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

ALBERTA WILDERNESS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2014

2. 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 \$2,810 (2013 - \$220).

3. MARKETABLE SECURITIES

	<u>2014</u>	<u>2013</u>
Marketable securities (cost \$5,803)	\$ <u>3,522</u>	\$ <u>4,010</u>

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

4. GRANTS

The organization received grant funding from various sources in the amount of \$84,498 (2013 - \$80,292).

Included in the grant funding received during the year is funding from the Alberta Sport Recreation Parks and Wildlife Foundation (ASRPWF) as follows:

	<u>2014</u>	<u>2013</u>
Association Development Funding	\$ 8,060	\$ 8,060
Healthy Living Fund - Active Living	<u>-</u>	<u>10,000</u>
	\$ <u>8,060</u>	\$ <u>18,060</u>

5. CHANGE IN NON-CASH WORKING CAPITAL

	<u>2014</u>	<u>2013</u>
DECREASE (INCREASE) IN CURRENT ASSETS		
Donated marketable securities	\$ (7,358)	\$ (13,946)
Accrued interest receivable	(646)	-
Prepaid expenses	(1,161)	173
GST receivable	653	(1,105)
Donated items held for auction	(2,133)	(658)
INCREASE (DECREASE) IN CURRENT LIABILITIES		
Accounts payable and accrued	3,252	1,984
Wages payable	1,429	-
Payroll remittances payable	<u>2,397</u>	<u>(1,455)</u>
	\$ <u>(3,567)</u>	\$ <u>(15,007)</u>

ALBERTA WILDERNESS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2014

6. 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>2014</u>	<u>2013</u>
Cash - operating	\$ 130,500	\$ 173,141
Term deposits - maturing in June 2015 - operating	300,000	-
Money market fund - operating	<u>472,050</u>	<u>553,529</u>
	902,550	173,141
Cash - restricted	<u>2,810</u>	<u>220</u>
	<u>\$ 905,360</u>	<u>\$ 726,890</u>

7. 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.

8. 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.

9. COMMITMENT

During the year the organization made a deposit of \$66,000 towards the purchase of the land and building it is presently operating in. The balance of the commitment in the amount of \$660,000 plus GST will be paid at the expected closing date of June 15, 2015.