

Kingfisher Interpretive Centre
Financial Statements
For the year ended October 31, 2022
(Unaudited)

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Anne C Casey Professional Services Inc.
Accounting, Bookkeeping and Tax Services

Review Engagement Report

**To the Members of
Kingfisher Interpretive Centre**

I have reviewed the accompanying financial statements of Kingfisher Interpretive Centre that comprise the statement of financial position as at October 31, 2022 and the statements of operations, changes in net assets and cash flows for the year then ended, as well as a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

My responsibility is to express a conclusion on the accompanying financial statements based on my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, I do not express an audit opinion on these financial statements.

Based on my review, nothing has come to my attention that causes me to believe that these financial statements do not present fairly, in all material respects, the financial position of Kingfisher Interpretive Centre as at October 31, 2022, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Anne C Casey Professional Services Inc.

Anne C Casey Professional Services Inc.

April 22, 2023

Enderby, British Columbia

Kingfisher Interpretive Centre

Statement of Financial Position

(Unaudited)

As at October 31, 2022

	2022	2021
Assets		
Current		
Cash	\$ 72,497	\$ 109,497
Term deposits (Note 2)	177,534	130,537
Accounts receivable (Note 3)	14,033	1,772
Inventory	201	569
Prepaid expenses	1,914	1,884
	<u>266,179</u>	244,259
Tangible capital assets (Note 4)	<u>5,184</u>	6,836
	<u>\$ 271,363</u>	<u>\$ 251,095</u>
Liabilities and Members' Equity		
Current		
Accounts payable and accrued liabilities (Note 5)	\$ 5,027	\$ 5,828
Unearned revenue (Note 6)	94,315	87,415
	<u>99,342</u>	93,243
Deferred capital contributions (Note 7)	<u>4,147</u>	5,184
	<u>103,489</u>	98,427
Equity		
Unrestricted	166,837	151,016
Invested in tangible capital assets	1,037	1,652
	<u>167,874</u>	152,668
	<u>\$ 271,363</u>	<u>\$ 251,095</u>

Approved on behalf of the board:

 Director

Director

Kingfisher Interpretive Centre
Statement of Changes in Net Assets

(Unaudited)

As at October 31, 2022

	Unrestricted	Invested in capital assets	2022	2021
Net assets, opening	\$145,832	\$6,836	\$152,668	\$158,129
Increase (decrease)	-	-	-	-
Excess of revenues over expenditures	16,858	(1,652)	15,206	(5,461)
Tangible capital assets	-	-	-	-
	\$162,690	\$5,184	\$167,874	\$152,668

The accompanying notes are an integral part of these financial statements

Kingfisher Interpretive Centre

Statement of Operations

(Unaudited)

For the year ended October 31, 2022

	2022	2021
Revenue		
DFO Contracts	\$ 62,806	\$ 38,316
Fundraising and miscellaneous	1,048	18,690
Grants	51,095	34,301
Donations	18,042	15,508
Rental	9,400	7,600
Interest income	951	550
Memberships	300	520
Promotional goods	425	-
Amortization of deferred capital contributions	1,037	1,251
	145,104	116,736
Expenses		
Advertising and promotion	1,109	3,193
Education Supplies	2,925	3,696
Fundraising	-	525
Insurance	5,755	5,091
Office and administration	3,815	3,803
Professional fees	4,933	3,914
Repairs and maintenance	2,353	2,891
Site and creek restoration	14,141	-
Subcontract	5,631	7,842
Telephone and utilities	5,816	4,922
Wages and benefits	81,768	84,006
	128,246	119,883
Excess of revenue over expenses before the following:	16,858	(3,147)
Amortization of tangible capital assets	(1,652)	(2,314)
Excess of revenue over expenses	\$ 15,206	\$ (5,461)

The accompanying notes are an integral part of these financial statements

Kingfisher Interpretive Centre

Statement of Cash Flows

(Unaudited)

For the year ended October 31, 2022

	2022	2021
Sources of cash		
Cash flow from operating activities	\$ 138,792	\$ 139,124
Interest received	951	550
	<u>139,743</u>	139,674
Uses of cash		
Payments for merchandise	128,707	124,422
	<u>11,036</u>	15,252
Total cash flow from operating activities	<u>11,036</u>	15,252
Deferred capital contributions	(1,037)	(1,251)
Increase in cash during the year	9,998	14,002
Cash, beginning of year	<u>240,034</u>	226,032
Cash, end of year	<u>\$ 250,032</u>	\$ 240,034
Cash consists of:	2022	2021
Cash accounts	\$ 72,497	\$ 109,497
Term deposits	177,534	130,537
	<u>\$ 250,031</u>	\$ 240,033

The accompanying notes are an integral part of these financial statements

Kingfisher Interpretive Centre
Notes to the Financial Statements
(Unaudited)

For the year ended October 31, 2022

Nature of Operations

The Kingfisher Interpretive Centre (the "Organization") is registered under the Society Act of the Province of British Columbia and its main purpose is to coordinate and administer environmental education and conservation projects. Its main sources of funds are government grants which are to be used for specific projects, as well as private donations of cash and materials. The projects are operated on land which is under a renewable lease. The Society is a registered charity under the Income Tax Act (*Canada*).

1. Significant Accounting Policies:

These financial statements are prepared in accordance with Canadian Accounting Standards for Not-for-profit organizations. The significant policies are detailed as follows:

a) Tangible capital assets

Tangible capital assets are recorded at cost. The Society provides for amortization using the straight line method at rates designed to amortize the cost of the tangible capital assets over their estimated useful lives. The annual amortization rates are as follows:

Buildings	10 years
Computer equipment	5 years
Equipment	5 years
Machinery and equipment	5 years
Signs	5 years

b) Revenue recognition

The Society follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expense are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets.

Restricted investment income is recognized as revenue in the year in which related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Externally restricted contributions for the purchase of capital assets that will be amortized are recorded as deferred capital contributions and recognized as revenue on the same basis as the amortization expense related to the acquired capital assets. Externally restricted contributions for the purchase of capital assets that will not be amortized are recognized as direct increases in net assets to the Investment in Capital Assets balance.

Kingfisher Interpretive Centre
Notes to the Financial Statements

(Unaudited)

For the year ended October 31, 2022

1. Significant Accounting Policies, continued:

c) Financial instruments

(i) Measurement of financial instruments

All financial instruments are initially measured in the statement of financial position at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument; except for loans and receivables, held to maturity investments and other financial liabilities measured at the amortized cost. Amounts due to and from related parties are measured at the exchange amount, being the amount agreed upon by the related parties.

The Society subsequently measures its financial assets and financial liabilities at amortized cost, except for derivatives and equity securities quoted in an active market, which are subsequently measured at fair value. Forward exchange contracts and interest rate swaps that are not hedging items are measured at fair value. Changes in fair value are recognized in net income.

Financial assets measured at amortized cost include cash, accounts receivable and loans receivable.

Financial liabilities measured at amortized cost include accounts payable, accrued liabilities, deferred revenue and long term debt

Financial assets measured at fair value include investments traded on a recognized stock exchange.

(ii) Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of possible impairment. When a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset or group of assets, a write-down is recognized in net income. The write down reflects the difference between the carrying amount and the higher of:

- the present value of the cash flows expected to be generated by the asset or group of assets;
- the amount that could be realized by selling the assets or group of assets; or
- the net realizable value of any collateral held to secure repayment of the assets or group of assets.

When the events occurring after the impairment confirm that a reversal is necessary, the reversal is recognized in net income up to the amount of the previously recognized impairment.

d) Use of estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. By their nature, these estimates are subject to measurement uncertainty. The effect of changes in such estimates on the financial statements in future periods could be significant. Accounts specifically affected by estimates in these financial statements are term deposits, prepaid expenses, accrued liabilities, unearned revenue, deferred capital contributions and equity in tangible capital assets.

Kingfisher Interpretive Centre
Notes to the Financial Statements
(Unaudited)

For the year ended October 31, 2022

2. Financial instruments risks and uncertainties

Fair Value - The fair value of current financial assets and current financial liabilities approximates their carrying value due to their short-term maturity dates. The fair value of long-term financial liabilities approximates their carrying value based on the presumption that the Society is a going concern and thus expects to fully repay the outstanding amounts.

Market Risk - Market risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices, whether the factors are specific to the instrument or all instruments traded in the market. The organization currently has no market risk as investments are fixed rate term deposits.

3. Accounts receivable

	<u>2022</u>	<u>2021</u>
Trade accounts receivable	\$ 14,033	\$ 1,772
GST receivable	-	-
	<u>\$ 14,033</u>	<u>\$ 1,772</u>

4. Tangible capital assets

			<u>2022</u>	<u>2021</u>
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Buildings	\$ 381,670	\$ 376,486	\$ 5,184	\$ 6,836
Computer Equipment	1,170	1,170	-	-
Equipment	47,244	47,244	-	-
Machinery and Equipment	24,152	24,152	-	-
Signs	11,505	11,505	-	-
	<u>\$ 465,741</u>	<u>\$ 460,557</u>	<u>\$ 5,184</u>	<u>\$ 6,836</u>

Kingfisher Interpretive Centre
Notes to the Financial Statements
(Unaudited)

For the year ended October 31, 2022

5. Accounts payable and accrued liabilities

	<u>2022</u>	<u>2021</u>
Trade accounts payable	\$ 3,165	\$ 3,367
Source deductions	1,862	2,459
	<u>\$ 5,027</u>	<u>\$ 5,826</u>

6. Unearned revenue

Unearned revenue consists of that portion of restricted grants which were received but not yet utilized at year end.

7. Deferred capital contributions

Deferred capital contributions represent restricted contributions used to purchase certain tangible capital assets. Amortization of deferred contributions is provided for based on the useful life of the tangible capital assets.

8. British Columbia Societies Act

On November 28, 2016 the new British Columbia Societies Act came into effect. Included in the new Act is a requirement to disclose the remuneration paid to all directors other than reimbursement of expenses, and all contractors who were paid at least \$75,000 annually. The Society did not have anyone fall into this category for the year ended October 31, 2022.
