

Financial Statements of

**CREDIT VALLEY
CONSERVATION FOUNDATION**

Year ended December 31, 2014



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INDEPENDENT AUDITORS' REPORT

To the Members of Credit Valley Conservation Foundation

We have audited the accompanying financial statements of Credit Valley Conservation Foundation, which comprise the statement of financial position as at December 31, 2014, the statements of revenue and expenditures and changes in operating fund balance and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards, 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.



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Basis for Qualified Opinion

In common with many charitable organizations, Credit Valley Conservation Foundation derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of Credit Valley Conservation Foundation. Therefore, we were not able to determine whether, as at and for the years ended December 31, 2014 and December 31, 2013 any adjustments might be necessary to donations and excess of revenue over expenditures reported in the statements of revenue and expenditures, excess of revenue over expenditures reported in the statements of cash flows and assets and operating fund balances reported in the statements of financial position. This caused us to qualify our audit opinion on the financial statements as at and for the year ended December 31, 2013.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Credit Valley Conservation Foundation as at December 31, 2014, and its results of operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

KPMG LLP

Chartered Professional Accountants, Licensed Public Accountants

May 22, 2015
Toronto, Canada

CREDIT VALLEY CONSERVATION FOUNDATION


Statement of Financial Position

December 31, 2014, with comparative information for 2013

	2014	2013
Assets		
Cash and cash equivalents	\$ 512,885	\$ 242,931
Accounts receivable	65,528	5,454
	<u>\$ 578,413</u>	<u>\$ 248,385</u>
Liabilities and Fund Balances		
Liabilities:		
Accounts payable and accrued liabilities	\$ 79	\$ 60
Fund balances:		
Operating	15,423	15,928
Reserves (note 2)	562,911	232,397
	<u>578,334</u>	<u>248,325</u>
	<u>\$ 578,413</u>	<u>\$ 248,385</u>

See accompanying notes to financial statements.

On behalf of the Board:



Chair



Secretary/Treasurer

CREDIT VALLEY CONSERVATION FOUNDATION

Statement of Revenue and Expenditures and Changes in Operating Fund Balance

Year ended December 31, 2014, with comparative information for 2013

	2014	2013
Revenue:		
Donations	\$ 420,636	\$ 412,346
Grants	415,199	396,968
Interest	3,926	3,357
	<u>839,761</u>	<u>812,671</u>
Expenditures:		
Amounts contributed to Credit Valley Conservation Authority (note 3)	432,020	652,161
Amounts contributed to the Community Foundation of Mississauga - Endowment Fund	-	15,180
Fundraising	73,301	79,422
Service charges and other	4,431	3,242
	<u>509,752</u>	<u>750,005</u>
Excess of revenue over expenditures	330,009	62,666
Operating fund balance, beginning of year	15,928	15,792
Appropriation to reserves, net	(330,514)	(62,530)
Operating fund balance, end of year	<u>\$ 15,423</u>	<u>\$ 15,928</u>

See accompanying notes to financial statements.

CREDIT VALLEY CONSERVATION FOUNDATION

Statement of Cash Flows

Year ended December 31, 2014, with comparative information for 2013

	2014	2013
Cash provided (used in):		
Operating activities:		
Excess of revenue over expenditures	\$ 330,009	\$ 62,666
Change in non-cash operating items:		
Increase in accounts receivable	(60,074)	(5,454)
Increase (decrease) in accounts payable and accrued liabilities	19	(266,849)
Increase (decrease) in cash and cash equivalents	269,954	(209,637)
Cash and cash equivalents, beginning of year	242,931	452,568
Cash and cash equivalents, end of year	\$ 512,885	\$ 242,931

See accompanying notes to financial statements.

CREDIT VALLEY CONSERVATION FOUNDATION

Notes to Financial Statements

Year ended December 31, 2014

On January 1, 2012, Credit Valley Conservation Foundation (the "Foundation") adopted Canadian public sector accounting standards. The Foundation has also elected to apply the 4200 standards for government not-for-profit organizations.

1. Significant accounting policies:

These financial statements have been prepared by management in accordance with Canadian public sector accounting standards, including the 4200 standards for government not-for-profit organizations.

(a) Accrual basis of accounting:

Revenue and expenditures are recorded on the accrual basis, whereby they are reflected in the accounts in the year in which they have been earned and incurred, respectively, whether or not such transactions have been finally settled by the receipt or payment of money.

(b) Revenue recognition:

The Foundation follows the deferral method of accounting for donations.

Unrestricted donations are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Externally restricted donations are recognized as revenue in the year in which the related expenses are recognized.

Donated materials and services received by the Foundation are not recognized in the financial statements because they would either not be used in the normal course of operations, nor would they otherwise be purchased by the Foundation. During 2014, the Foundation received \$15,709 of such donations in-kind (2013 - \$38,025).

CREDIT VALLEY CONSERVATION FOUNDATION

Notes to Financial Statements (continued)

Year ended December 31, 2014

1. Significant accounting policies (continued):

(c) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Equity instruments that are quoted in an active market are reported at fair value. All other financial instruments are subsequently measured at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Foundation has not elected to carry any such financial instruments at fair value.

(d) Use of estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the year. Actual results could differ from those estimates.

2. Reserves:

Reserves for future expenditures and contingencies are established as required at the discretion of the directors of the Foundation. Increases or decreases in these reserves are made by appropriations to or from operations.

CREDIT VALLEY CONSERVATION FOUNDATION

Notes to Financial Statements (continued)

Year ended December 31, 2014

3. Amounts contributed to Credit Valley Conservation Authority:

This amount relates to the following amounts contributed to Credit Valley Conservation Authority, excluding in-kind donations:

2014	Amount
AD Latornell Conference Subsidy	\$ 15,000
Community Tree Planting	33,899
Conservation Youth Corp.	111,000
Dods & McNair Memorial Forest	3,000
Memorial Bench Program	4,200
Miscellaneous CVCA Projects	72,418
Ratray Marsh Restoration Projects	19,622
Ratray Marsh Trails	31,583
Terra Cotta Sugar Shack	375
Fundraising costs	2,518
Close the Gap	90,000
Grassland Bird Recovery	38,179
Rotary Club Gazebo	7,500
Save the Ash	2,726
	<u>\$ 432,020</u>

2013	Amount
AD Latornell Conference Subsidy	\$ 15,000
Bras Property Grassland Restoration	18,653
Community Tree Planting	79,030
Conservation Youth Corp.	130,000
Dods & McNair Memorial Forest	8,100
Island Lake Raised Boardwalk	150,672
Memorial Bench Program	2,900
Miscellaneous CVCA Projects	126,083
Ratray Marsh Restoration Projects	80,399
Ratray Marsh Trails	20,955
Terra Cotta Amphitheatre	1,577
Terra Cotta Sugar Shack	10,480
Fundraising costs	8,312
	<u>\$ 652,161</u>

4. Comparative information:

Certain comparative information has been reclassified to conform with the financial statement presentation adopted in the current year.

CREDIT VALLEY CONSERVATION FOUNDATION

Schedule of Continuity of Reserves

Year ended December 31, 2014, with comparative information for 2013

	Balance, beginning of year	Appropriation from (to) operations	Balance, end of year
2014			
Environmental Education	\$ 35,076	\$ (13,419)	\$ 21,657
Legacy	325	5,805	6,130
Other	53,977	52,687	106,664
Restoration and Rehabilitation	26,959	100,234	127,193
Trails and Eco Sustainable Rec	116,060	185,207	301,267
	\$ 232,397	\$ 330,514	\$ 562,911
2013			
Environmental Education	\$ 100,577	\$ (65,501)	\$ 35,076
Legacy	130	195	325
Other	8,401	45,576	53,977
Restoration and Rehabilitation	9,966	16,993	26,959
Trails and Eco Sustainable Rec	50,772	65,288	116,060
Donation Grants - CVCA Special Project	21	(21)	-
	\$ 169,867	\$ 62,530	\$ 232,397