

Financial Statements of:

Habitat Acquisition Trust

For the year ended

October 31, 2015

(Unaudited)

REVIEW ENGAGEMENT REPORT

To the Board Members of Habitat Acquisition Trust

I have reviewed the statement of financial position of Habitat Acquisition Trust as at October 31, 2015, and the statement of operations, change in net assets and cash flow for the period then ended. My 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 me by the association.

A review does not constitute an audit and, consequently, 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 are not, in all material respects, in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNFPPO).

A handwritten signature in blue ink, consisting of several overlapping loops and a long horizontal stroke extending to the right.

Susan Ryan, CA
Chartered Accountant
15-Dec-15
Victoria, British Columbia

Habitat Acquisition Trust
Statement of Financial Position
As at October 31, 2015

	General Fund		Land Acquisition and Management		Matson Fund		D. Andrew Fund		Gaming Fund	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
ASSETS										
Current Assets										
Cash	\$ 396,378	\$ 278,466	\$ 91,617	\$ 91,323	\$ 4,044	\$ 3,995	\$ 13,843	\$ 13,676	\$ 422	\$ 2,127
Accounts Receivable	2,834	1,516	-	-	-	-	-	-	-	-
Interest Receivable	-	-	657	1,503	-	-	-	-	-	-
Due from Government Agencies	1,510	1,253	-	-	-	-	-	-	-	-
Interfund Receivable	5,892	8,485	-	-	-	-	-	-	-	-
Victoria Car Share Membership	500	-	-	-	-	-	-	-	-	-
Prepays	550	1,250	-	-	-	-	-	-	-	-
	407,664	290,970	92,274	92,825	4,044	3,995	13,843	13,676	422	2,127
Real estate Properties	475,000	475,000	-	-	-	-	-	-	-	-
	\$ 882,664	\$ 765,970	\$ 92,274	\$ 92,825	\$ 4,044	\$ 3,995	\$ 13,843	\$ 13,676	\$ 422	\$ 2,127
LIABILITIES & EQUITY										
Current Liabilities										
Salaries and Benefits Payable	\$14,210	\$12,241	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Due to Government Agencies	118	-	-	-	-	-	-	-	-	-
Accounts Payable	39,625	17,100	-	-	-	-	-	-	-	-
Interfund Payable	-	-	5,892	8,485	-	-	-	-	-	-
	53,954	29,341	5,892	8,485	-	-	-	-	-	-
Deferred Contributions	176,227	141,149	-	-	-	-	-	-	-	-
Net Assets										
Restricted	-	-	-	-	4,044	3,995	13,843	13,676	422	2,127
Unrestricted (Note 6)	652,484	595,480	86,382	84,341	-	-	-	-	-	-
	652,484	595,480	86,382	84,341	4,044	3,995	13,843	13,676	422	2,127
	\$ 882,664	\$ 765,970	\$ 92,274	\$ 92,825	\$ 4,044	\$ 3,995	\$ 13,843	\$ 13,676	\$ 422	\$ 2,127

Prepared Without Audit

Habitat Acquisition Trust
Statement of Operations and Changes in Fund Balances
For the year ended October 31, 2015

	<u>General Fund</u>		<u>Land Acquisition and Management</u>		<u>Matson Fund</u>		<u>D. Andrew Fund</u>		<u>Gaming Fund</u>	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
REVENUES										
Donations and Gifts	\$193,282	\$173,902	\$400	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Fundraising	\$8,436	\$320	-	-	-	-	-	-	-	-
Gaming	59,705	56,567	-	-	-	-	-	-	(1,705)	1,433
Grants	199,965	114,259	-	144	-	-	-	-	-	-
Interest	3,566	3,069	1,642	2,167	49	53	167	183	-	623
Membership Fees	2,610	1,725	-	-	-	-	-	-	-	-
Other (net)	4,733	3,579	-	-	-	-	-	-	-	-
	\$472,297	353,421	2,042	2,311	49	53	167	183	(1,705)	2,056
EXPENSES										
Advertising	2,988	3,766	-	-	-	-	-	-	-	-
Bank Charges	998	414	-	-	-	-	-	-	-	-
Donations	-	5,035	-	9,965	-	-	-	-	-	-
Dues	864	470	-	-	-	-	-	-	-	-
Education	638	765	-	-	-	-	-	-	-	-
Fundraising	7,895	1,041	-	-	-	-	-	-	-	-
Insurance	1,250	1,250	-	-	-	-	-	-	-	-
Land Acquisition	27	1,264	-	-	-	-	-	-	-	-
Office	33,764	30,639	-	-	-	-	-	-	-	-
Professional Fees	2,746	2,744	-	-	-	-	-	-	-	-
Projects	15,808	16,504	-	-	-	-	-	-	-	-
Travel	10,535	4,808	-	-	-	-	-	-	-	-
Wages and Contracts	337,781	261,136	-	-	-	-	-	-	-	-
	415,293	329,836	-	9,965	-	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES										
	57,004	23,585	2,042	(7,654)	49	53	167	183	(1,705)	2,056
NET ASSETS										
Beginning of the year	595,480	571,895	84,341	91,995	3,995	3,942	13,676	13,493	2,127	71
Balance, end of the year	\$ 652,484	\$ 595,480	\$ 86,382	\$ 84,341	\$ 4,044	\$ 3,995	\$ 13,843	\$ 13,676	\$ 422	\$ 2,127

Prepared Without Audit

Habitat Acquisition Trust
Statement of Cash Flows
For the year ended October 31, 2015

	<u>General Fund</u>		<u>Land Acquisition and Management</u>		<u>Matson Fund</u>		<u>D. Andrew Fund</u>		<u>Gaming Fund</u>	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
OPERATING ACTIVITIES										
Excess (deficiency) of revenues over expenses	57,004	\$23,585	\$2,042	(\$7,654)	\$49	\$53	\$167	\$183	(\$1,705)	\$2,056
Increase (decrease) in non-cash working capital										
Accounts Receivable	(1,318)	(1,516)	-	-	-	-	-	-	-	-
Interest Receivable	-	-	846	(506)	-	-	-	-	-	-
Due from Government Agencies	(257)	1,222	-	-	-	-	-	-	-	-
Prepays	700	(1,124)	-	-	-	-	-	-	-	-
Interfund Receivable	2,593	(8,485)	(2,593)	8,485	-	-	-	-	-	-
Membership Victoria Car Share	(500)	-	-	-	-	-	-	-	-	-
Salaries and Benefits Payable	1,969	549	-	-	-	-	-	-	-	-
Accounts Payable	22,525	(8,555)	-	-	-	-	-	-	-	-
Deferred Contributions	35,078	(1,476)	-	-	-	-	-	-	-	-
Investment Activities	60,791	(19,385)	(1,747)	7,979	-	-	-	-	-	-
Acquisition of Real Estate	-	-	-	-	-	-	-	-	-	-
Cash increase for period	117,795	4,200	294	325	49	53	167	183	(1,705)	2,056
Cash at beginning of period	278,466	274,266	91,323	90,999	3,995	3,942	13,676	13,493	2,127	71
Cash at end of period	\$ 396,261	\$ 278,466	\$ 91,617	\$ 91,323	\$ 4,044	\$ 3,995	\$ 13,843	\$ 13,676	\$ 422	\$ 2,127

Prepared Without Audit

Habitat Acquisition Trust
Notes to the Financial Statements
For the year ended October 31, 2015

Note 1: Habitat Acquisition Trust (HAT) is a not-for-profit association organized to assist the community to conserve natural environments by preserving habitats and promoting stewardship. HAT is incorporated under the British Columbia Society Act as a not-for-profit organization and is a registered charity under the Income Tax Act.

Note 2: Significant Accounting Policies

HAT follows the deferral method of accounting for contributions.

Fund Accounting

The General Fund is used to account for programs and administrative services and includes unrestricted resources and restricted operating grants.

The Endowment Fund reports resources contributed for endowment. Investment income earned on resources can be transferred to the General Fund.

The Matson Fund reports donations and disbursement related to the Matson land. The Matson land was conveyed from the Nature Conservancy of Canada (NCC) in 2005 with consent from the Township of Esquimalt and Mandalay Developments. The land is covenanted by NCC, and along with the Township of Esquimalt, each hold reversionary rights to re-acquire the property for \$10 at the option of HAT, which is the original nominal recorded amount. When the property was acquired, it had a declared market value of \$1,060,000.

The D. Andrew Fund was established to retain donations to be used for a structure at Goldstream Park.

Revenue: Revenues related to restricted contributions are recorded in the appropriate fund and recognized as revenue in the year in which the related expenses are incurred.

Unrestricted contributions and membership fees are recognized as revenue when received or receivable when the amounts can be reasonably estimated and collection can be reasonably assured.

Endowments are managed by the Victoria foundation. Distributions from the Victoria Foundation are recorded as revenue when received or receivable.

Capital Assets: Capital assets are recorded as an expense in the period purchased.

Habitat Acquisition Trust
Notes to the Financial Statements
For the year ended October 31, 2015

Use of Estimates: The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reported period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known.

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Note 3: Financial Instruments

The Society's financial instruments consist of cash, accounts receivable, and accounts payable and accrued liabilities. The carrying amount of these financial instruments approximates their fair market value. Unless otherwise noted, it is management's opinion that the Initiative is not exposed to significant interests or credit risks arising from these financial instruments.

Note 4: Income Tax

HAT is a not-for-profit society and is exempt from Income Tax by section 149 of the *Income Tax Act*.

Note 5: Endowment fund investments

In previous years the Society transferred cash to the Victoria Foundation. The Victoria Foundation makes distributions back to the Society based on the market value of the investments held in the funds. Fluctuations in the market value occur throughout the year; the values at October 31, 2015 and October 31, 2014 are reported as follows:

	2015	2014
Market Value	\$	\$
Endowment Fund	191,514	193,562
Matson Fund	110,276	111,463
Distribution		
Endowment Fund	6,804	5,880
Matson Fund	3,926	3,429

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