

**Financial Statements of:**

**Habitat Acquisition Trust**

**For the year ended**

**October 31, 2014**

**(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, 2014, 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).



Susan Ryan, CA  
Chartered Accountant  
January 4, 2015  
Victoria, British Columbia

Habitat Acquisition Trust  
Statement of Financial Position  
As at October 31, 2014

	General Fund		Land Acquisition Fund		Matson Fund		D. Andrew Fund		Gaming Fund	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
<b>ASSETS</b>										
<b>Current Assets</b>										
Cash	\$ 278,466	\$ 274,266	\$ 91,323	\$ 90,999	\$ 3,995	\$ 3,942	\$ 13,676	\$ 13,493	\$ 2,127	\$ 71
Accounts Receivable	1,516	-	-	-	-	-	-	-	-	-
Interest Receivable	-	-	1,503	995	-	-	-	-	-	-
Due from Government Agencies	1,253	2,296	-	-	-	-	-	-	-	-
Interfund Receivable	8,485	-	-	-	-	-	-	-	-	-
Prepays	1,250	126	-	-	-	-	-	-	-	-
	290,970	276,688	92,825	91,995	3,995	3,942	13,676	13,493	2,127	71
Real estate Properties	475,000	475,000	-	-	10	10	-	-	-	-
	\$ 765,970	\$ 751,688	\$ 92,825	\$ 91,995	\$ 4,005	\$ 3,952	\$ 13,676	\$ 13,493	\$ 2,127	\$ 71
<b>LIABILITIES &amp; EQUITY</b>										
<b>Current Liabilities</b>										
Salaries and Benefits Payable	\$12,241	\$11,514	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Due to Government Agencies	-	-	-	-	-	-	-	-	-	-
Accounts Payable	17,100	25,654	-	-	-	-	-	-	-	-
Interfund Payable	-	-	8,485	-	-	-	-	-	-	-
	29,341	37,168	8,485	-	-	-	-	-	-	-
Deferred Contributions	141,149	142,625	-	-	-	-	-	-	-	-
<b>Net Assets</b>										
Restricted	595,480	571,895	84,341	91,995	4,005	3,952	13,676	13,493	2,127	71
Unrestricted (Note 6)	595,480	571,895	84,341	91,995	4,005	3,952	13,676	13,493	2,127	71
	\$ 765,970	\$ 751,688	\$ 92,825	\$ 91,995	\$ 4,005	\$ 3,952	\$ 13,676	\$ 13,493	\$ 2,127	\$ 71

**Habitat Acquisition Trust**  
**Statement of Operations and Changes In Fund Balances**  
For the year ended October 31, 2014

	<u>General Fund</u>		<u>Land Acquisition Fund</u>		<u>Matson Fund</u>		<u>D. Andrew Fund</u>		<u>Gaming Fund</u>	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
<b>REVENUES</b>										
Donations and Gifts	\$173,902	\$200,699	\$144	\$1,000	\$0	\$0	\$0	\$0	\$0	\$0
Gaming	56,567	59,445	-	-	-	-	-	-	1,433	35
Grants	114,259	142,605	-	-	-	-	-	-	-	-
Fundraising	320	16,299	-	-	-	-	-	-	-	-
Interest	3,069	4,016	2,167	1,498	53	53	183	181	623	-
Membership Fees	1,725	1,900	-	-	-	-	-	-	-	-
Other (net)	3,579	1,773	-	-	-	-	-	-	-	-
	<b>353,421</b>	<b>426,737</b>	<b>2,311</b>	<b>2,498</b>	<b>53</b>	<b>53</b>	<b>183</b>	<b>181</b>	<b>2,056</b>	<b>35</b>
<b>EXPENSES</b>										
Advertising	3,766	6,629	-	-	-	-	-	-	-	-
Bank Charges	414	1,031	-	-	-	-	-	-	-	67
Dues	470	735	-	-	-	-	-	-	-	-
Donations	5,036	3,352	9,965	-	-	-	-	-	-	-
Education	765	671	-	-	-	-	-	-	-	-
Fundraising	1,041	390	-	-	-	-	-	-	-	35
Insurance	1,250	1,250	-	-	-	-	-	-	-	-
Land Acquisition	1,264	794	-	-	-	-	-	-	-	-
Office	30,639	32,886	-	-	-	-	-	-	-	-
Professional Fees	2,744	2,717	-	-	-	-	-	-	-	-
Projects	16,504	14,776	-	-	-	-	-	-	-	-
Travel	4,808	5,932	-	-	-	-	-	-	-	-
Wages and Contracts	261,136	344,556	-	-	-	-	-	-	-	-
	<b>329,836</b>	<b>415,719</b>	<b>9,965</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>102</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES</b>	23,585	11,018	(7,654)	2,498	53	53	183	181	2,056	(67)
<b>NET ASSETS</b>										
Beginning of the year	571,895	560,877	91,995	89,497	3,952	3,899	13,493	13,312	71	138
Adjustment to Net Assets										
<b>Balance, end of the year</b>	<b>\$595,480</b>	<b>\$571,895</b>	<b>\$84,341</b>	<b>\$91,995</b>	<b>\$4,005</b>	<b>\$3,952</b>	<b>\$13,676</b>	<b>\$13,493</b>	<b>\$2,127</b>	<b>\$71</b>

Habitat Acquisition Trust  
Statement of Cash Flows  
For the year ended October 31, 2014

	General Fund		Land Acquisition Fund		Matson Fund		D. Andrew Fund		Gaming Fund	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
<b>OPERATING ACTIVITIES</b>										
Excess (deficiency) of revenues over expenses	23,585	\$11,018	(\$7,654)	\$2,498	\$53	\$53	\$183	\$181	\$2,056	\$35
Increase (decrease) in non-cash working capital										
Accounts Receivable	(1,516)	3,030	-	-	-	-	-	-	-	-
Interest Receivable	-	-	(506)	(111)	-	-	-	-	-	-
GST Receivable	1,222	4,895	-	-	-	-	-	-	-	-
Prepays	(1,124)	5,810	-	-	-	-	-	-	-	-
Interfund Receivable	(8,485)	(114)	8,485	-	-	-	-	-	-	-
Salaries and Benefits Payable	549	2,885	-	-	-	-	-	-	-	-
Accounts Payable	(8,555)	698	-	-	-	-	-	-	-	-
Due to Government Agencies	-	(159)	-	-	-	-	-	-	-	-
Deferred Contributions	(1,476)	(29,658)	-	-	-	-	-	-	-	-
	(19,385)	(12,613)	7,979	(111)	-	-	-	-	-	-
<b>Investment Activities</b>										
Acquisition of Real estate										
Cash increase for period	4,200	(1,595)	325	2,387	53	53	183	181	2,056	35
Cash at beginning of period	274,266	275,861	90,999	88,612	3,942	3,889	13,493	13,312	71	36
<b>Cash at end of period</b>	<b>\$278,466</b>	<b>\$274,266</b>	<b>\$91,323</b>	<b>\$90,999</b>	<b>\$3,995</b>	<b>\$3,942</b>	<b>\$13,676</b>	<b>\$13,493</b>	<b>\$2,127</b>	<b>\$71</b>

**Habitat Acquisition Trust**  
**Notes to the Financial Statements**  
**For the year ended October 31, 2014**

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 asset are recorded as an expense in the period purchased.

**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

**Prepared Without Audit**

**Habitat Acquisition Trust**  
**Notes to the Financial Statements**  
**For the year ended October 31, 2014**

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.

**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, 2014 are reported as follows:

	<b>2014</b>	<b>2013</b>
<b>Market Value</b>	<b>\$</b>	<b>\$</b>
Endowment Fund	193,562	172,097
Matson Fund	111,463	99,299
<b>Distribution</b>		
Endowment Fund	5,880	6,285
Matson Fund	3,429	3,678