

Master Gardeners of Ontario Inc.

Financial Statements

for the year ended

April 30, 2015

(Unaudited)

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(Unaudited)

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REVIEW ENGAGEMENT REPORT

To the Directors of
Master Gardeners of Ontario Inc.

We have reviewed the statement of financial position of Master Gardeners of Ontario Inc. as at April 30, 2015, and the statements of operations, changes in net assets, 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 Charity.

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.

Wilton White Hill LLP

Chartered Professional Accountants

Licensed Public Accountants

Smithville, Ontario

August 12, 2015

Master Gardeners of Ontario Inc.**Statement of financial position**

as at April 30, 2015

(Unaudited)

	2015	2014
Assets		
Current		
Cash	\$ 52,466	\$ 50,036
Short-term investments, note 2	45,734	45,443
Accounts receivable	1,050	-
Sales taxes recoverable	886	1,139
Prepaid expenses	5,000	-
	<u>\$ 105,136</u>	<u>\$ 96,618</u>
Liabilities		
Current		
Accounts payable	\$ 3,212	\$ 3,151
	<u>3,212</u>	<u>3,151</u>
Net assets		
Net assets - unrestricted	81,924	73,467
Net assets - restricted, see note 4	20,000	20,000
	<u>101,924</u>	<u>93,467</u>
	<u>\$ 105,136</u>	<u>\$ 96,618</u>

The accompanying notes form an integral part of the financial statements.

Approved on behalf of the Board

By: _____ Director

By: _____ Director

Master Gardeners of Ontario Inc.

Statement of changes in net assets

for the year ended April 30, 2015

(Unaudited)

Net Assets	Unrestricted	Restricted	2015	2014
Balance, beginning of year	\$ 73,467	\$ 20,000	\$ 93,467	\$ 91,819
Excess of revenue over expenditures	8,457	-	8,457	1,648
Balance, end of year	\$ 81,924	\$ 20,000	\$ 101,924	\$ 93,467

The accompanying notes form an integral part of the financial statements.

Master Gardeners of Ontario Inc.

Statement of operations

for the year ended April 30, 2015

(Unaudited)

	2015	2014
Revenue		
Group memberships	\$ 23,590	\$ 24,675
Donations designated for groups	2,535	1,586
Other income	1,669	2,869
Interest income	310	339
General donations	-	165
	<u>28,104</u>	<u>29,634</u>
Expenditures		
Zone and board travel and related expenses	5,984	6,981
Insurance	3,284	3,429
Professional fees	3,212	3,368
Donations to groups	2,535	1,586
Education program	1,500	-
Badges and certificates	1,431	2,326
Office and general	1,215	2,148
Bookmarks	486	-
Telephone and communications	-	476
Bank charges and interest	-	145
Provincial administration	-	4,000
Education reference manual	-	2,500
Promotion and membership	-	627
General donations	-	400
	<u>19,647</u>	<u>27,986</u>
Excess of revenue over expenditures	\$ 8,457	\$ 1,648

The accompanying notes form an integral part of the financial statements.

Master Gardeners of Ontario Inc.

Statement of cash flows

for the year ended April 30, 2015

(Unaudited)

	2015	2014
Cash provided by (used in):		
Operating activities		
Excess of revenue over expenditures	\$ 8,457	\$ 1,648
Change in non-cash working capital balances		
Accounts receivable	(1,050)	1,655
Sales taxes recoverable	253	5,830
Prepaid expenses	(5,000)	-
Accounts payable	61	(1,317)
Cash from operations	2,721	7,816
Investing activities		
Increase in short-term investments	(291)	(34,684)
Increase (Decrease) in cash	2,430	(26,868)
Cash position, beginning of year	50,036	76,904
Cash position, end of year	\$ 52,466	\$ 50,036

The accompanying notes form an integral part of the financial statements.

Master Gardeners of Ontario Inc.

Notes to the financial statements

April 30, 2015

(Unaudited)

Purpose of the organization

Master Gardeners of Ontario Inc. (MGOI), a corporation without share capital, organized under the laws of the province of Ontario, is a registered charity under the Income Tax Act. The Charity functions as the certifying body for thirty-nine Master Gardener groups in Ontario and provides horticultural education to the public.

1. Accounting policies

MGOI has prepared these financial statements in accordance with Canadian Accounting Standards for not-for-profit organizations (ASNPO).

Fund accounting and revenue recognition

MGOI follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when revenue is 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.

Financial instruments

i) Measurement

MGOI's financial instruments consist of cash, cash equivalents, short-term investments, accounts receivable and accounts payable. All financial assets and liabilities are initially measured at fair value. Financial assets and liabilities are subsequently measured at amortized cost.

ii) Impairment

Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired.

Cash and equivalents

Cash and equivalents consist of cash on deposit and short-term deposits with maturity dates of less than 90 days.

Fixed assets

Fixed assets are recorded as operating expenses in the year of acquisition. As set out in Section 4431 of Part III of the CICA Handbook, not-for-profit organizations with average annual revenues of less than \$500,000 may expense property and equipment as purchased (rather than capitalizing expenditures and amortizing purchase prices over respective useful lives). During the year the Charity spent nil on fixed assets (2014 - nil).

Contributed services

Volunteers contribute about 40,000 hours per year to assist Master Gardeners of Ontario Inc. in carrying out its activities. Due to the difficulty in determining the fair value of these services, contributed services are not recognized in the financial statements.

Master Gardeners of Ontario Inc.

Notes to the financial statements

April 30, 2015

(Unaudited)

1. Accounting policies, continued

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 and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

2. Short-term investments

Short-term investments are comprised of investment certificates issued by a Canadian chartered bank.

3. Financial instrument risks

MGOI's financial instruments are described in note 1. MGOI is not exposed to significant currency, credit, liquidity, interest rate, market or other price risks, nor is it exposed to any material concentrations of risk. There has been no change in risk exposures from the prior year.

4. Net assets restricted for 2016 conference

On October 6, 2014 the Board of Directors of MGOI established a restricted Conference Fund. The fund consists of \$20,000 in investment certificates to be used for the startup costs of the 2016 conference.