

Master Gardeners of Ontario Inc.

Financial Statements

for the year ended

April 30, 2018

(Unaudited)

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For the year ended April 30, 2018
(Unaudited)

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INDEPENDENT PRACTITIONER'S 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, 2018 and the statements of operations, changes in net assets and cash flows for the year then ended, and 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 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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us 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, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of Master Gardeners of Ontario Inc. as at April 30, 2018, 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.

Wilton White Hill LLP

Chartered Professional Accountants

Licensed Public Accountants

Smithville, Ontario

September 13, 2018

Master Gardeners of Ontario Inc.

Statement of financial position

as at April 30, 2018

(Unaudited)

	2018	2017
Assets		
Current		
Cash	\$ 72,041	\$ 72,850
Investments, note 2	48,270	47,831
Accounts receivable	58	980
Sales taxes recoverable	234	1,011
Prepaid expenses	2,749	2,848
	<u>\$ 123,352</u>	<u>\$ 125,520</u>
Liabilities		
Current		
Accounts payable and accrued liabilities	\$ 3,000	\$ 4,280
	<u>3,000</u>	<u>4,280</u>
Net assets		
Net assets - unrestricted	72,352	73,240
Net assets - restricted, note 4	48,000	48,000
	<u>120,352</u>	<u>121,240</u>
	<u>\$ 123,352</u>	<u>\$ 125,520</u>

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

Approved on behalf of the Board

By: Claudette Sims Director

By: _____ Director

Master Gardeners of Ontario Inc.

Statement of changes in net assets

for the year ended April 30, 2018

(Unaudited)

Net Assets	Unrestricted	Restricted	2018	2017
Balance, beginning of year	\$ 73,241	\$ 48,000	\$ 121,241	\$ 118,289
Excess (deficiency) of revenue over expenditures	(889)	-	(889)	2,951
Balance, end of year	\$ 72,352	\$ 48,000	\$ 120,352	\$ 121,240

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, 2018

(Unaudited)

	2018	2017
Revenue		
Group memberships	\$ 19,750	\$ 23,045
Donations designated for groups	2,400	2,386
Other income	1,931	1,505
Interest income	452	1,867
General donations	-	25
	<u>24,533</u>	<u>28,828</u>
Expenditures		
Special initiatives	5,000	4,000
Insurance	3,617	3,537
Professional fees	3,118	3,105
Education program	2,850	2,200
Donations to groups	2,400	2,386
Zone and board travel and related expenses	2,154	2,537
Badges and certificates	1,830	3,382
Web expenses	1,444	1,075
Gardening guides	1,221	-
Conference expenses	1,065	52
Office and general	442	1,224
Canada Blooms	220	1,177
Promotion and membership	55	702
Bank charges and interest	6	157
Telephone and communications	-	213
Bookmarks	-	130
	<u>25,422</u>	<u>25,877</u>
Excess (deficiency) of revenue over expenditures	\$ (889)	\$ 2,951

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, 2018

(Unaudited)

	2018	2017
Cash provided by (used in):		
Operating activities		
Excess (deficiency) of revenue over expenditures	\$ (889)	\$ 2,951
Change in non-cash working capital balances		
Accounts receivable	923	2,871
Sales taxes recoverable	777	7,151
Prepaid expenses	99	(551)
Accounts payable and accrued liabilities	(1,280)	1,030
	<hr/>	<hr/>
Cash from (used in) operations	(370)	13,452
Investing activities		
Increase in short-term investments	(439)	(1,864)
	<hr/>	<hr/>
Increase (decrease) in cash	(809)	11,588
Cash position, beginning of year	72,850	61,262
	<hr/>	<hr/>
Cash position, end of year	\$ 72,041	\$ 72,850

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

Master Gardeners of Ontario Inc.

Notes to the financial statements

April 30, 2018

(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 the Master Gardener designation 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 (2016 - 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.

Contributed materials

From time to time, MGOI receives donated material for events such as silent auctions. These donations are only recorded as revenue when the fair value of the contribution can be reasonably estimated.