

Georgian Bay Forever

Financial Statements

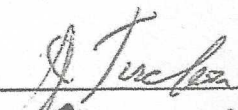
For the year ended December 31, 2022

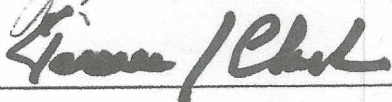
Georgian Bay Forever
Statement of Financial Position
As at December 31,

	2022	2021
Assets		
Current		
Cash	\$ 335,242	\$ 405,336
Short-term investments (Note 3)	250,821	237,418
HST rebates receivable	20,788	13,088
Prepaid expenses and other assets	19,252	3,684
Inventory	6,384	4,455
	<u>632,487</u>	<u>663,981</u>
Property and equipment (Note 4)	119,118	216,441
	<u>751,605</u>	<u>880,422</u>
Liabilities		
Current		
Accounts payable and accrued liabilities	37,914	27,162
Source deductions payable	11,546	9,988
Deferred contributions (Note 5)	-	95,400
	<u>49,460</u>	<u>132,550</u>
Fund Balance		
Net assets	697,145	742,872
Endowment (Note 6)	5,000	5,000
	<u>\$ 751,605</u>	<u>\$ 880,422</u>

Contingent liability (Note 7)

APPROVED ON BEHALF OF THE BOARD:


_____, Director


_____, Director

Georgian Bay Forever
Statement of Operations and Changes in Net Assets
For the period ended December 31,

	2022	2021
Revenue		
Donations and grants	\$1,064,495	\$ 1,206,355
Interest and fundraising income	1,434	20,745
	<u>1,065,929</u>	<u>1,227,100</u>
Expenditures		
Programs (Note 8)		
Communications and education	86,161	106,341
Water levels	50,707	59,731
Water quality monitoring	551,942	378,029
Wetlands	162,681	164,311
	<u>851,491</u>	<u>708,412</u>
Operating		
Fundraising	119,532	125,175
General and administrative	43,735	28,801
Insurance	10,717	8,811
Interest and bank charges	648	555
Meeting and conference	11,339	13,298
Professional fees	66,708	63,357
Telephone and telecommunications	7,486	8,205
	<u>260,165</u>	<u>248,202</u>
Total Expenditures	<u>1,111,656</u>	<u>956,614</u>
Excess (deficiency) of revenues over expenditures	(45,727)	270,486
Net assets, beginning of period	742,872	472,386
Net assets, end of period	\$ 697,145	\$ 742,872

Georgian Bay Forever
Statement of Cash Flows
For the period ended December 31,

	2022	2021
Cash provided by (used in)		
Operations		
Total Expenditures	\$ (45,727)	\$ 270,486
Items not affecting cash		
Amortization	13,751	6,398
	(31,976)	276,884
Net changes in non-cash working capital		
HST rebates receivable	(7,700)	(8,554)
Prepaid expenses and other assets	(15,568)	(639)
Inventory	(1,929)	(2,582)
Accounts payable and accrued liabilities	10,752	3,977
Source deductions payable	1,558	2,272
Deferred contributions	(95,400)	3,371
	(140,263)	274,729
Investing		
Acquisition of short-term investments	(13,403)	(17,882)
Disposition (acquisition) of property and equipment	83,572	(143,862)
	70,169	(161,744)
Net change in cash	(70,094)	112,985
Cash, beginning of period	405,336	292,351
Cash, end of period	\$ 335,242	\$ 405,336

Georgian Bay Forever
Notes to the Financial Statements
For the period ended December 31, 2022

1. NATURE OF THE ORGANIZATION

Georgian Bay Forever ("the Organization") was incorporated under the Canadian Corporations Act by Letters Patent on July 13, 1995 as The GBA Foundation and the name was changed to Georgian Bay Forever by supplementary Letters Patent dated May 5, 2009.

The objective of the Organization is to educate residents of the Georgian Bay Area and the public on issues of environmental protection, conservation, safety and preservation of the water and natural features in the Georgian Bay Area of Ontario by conducting conferences, workshops and seminars on these issues. Furthermore, the Organization conducts research, in conjunction with qualified educational institutes and others, in water and land quality matters to add to the public knowledge and appreciation of these matters. Georgian Bay Forever is a charitable organization registered under the Income Tax Act and, as such, is exempt from income taxes and is able to issue donation receipts for income tax purposes.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. Outlined below are those policies considered particularly significant for the Organization.

Revenue Recognition

The Organization follows the deferral method of accounting for contributions.

Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Restricted contributions are deferred and recognized as revenue when the related expenses are recognized.

Grants are recognized as revenue when 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 the endowments balance.

Georgian Bay Forever
Notes to the Financial Statements
For the period ended December 31, 2022

2. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Use of 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 amounts reported in the financial statements and accompanying notes. Management believes that the estimates used in preparing its financial statements are reasonable and prudent. Actual results could differ from those estimates.

Significant areas requiring the use of management estimates relate to amortization of property and equipment.

Property and Equipment

Property and equipment are recorded at cost less accumulated amortization. Contributed property is recorded at the fair value at the date of the gift. When property and equipment no longer contributes to the Organization's ability to provide services, its carrying amount is written down to its residual value.

The Organization amortizes its property and equipment on the diminishing balance method at the following rates per annum:

Boat	15 years straight line
Computer	4 years straight line
Office equipment	4 years straight line
AUV Equipment	7% declining balance

Inventory

Inventory is valued at the lower of cost and net realizable value. The inventory is used in the production of the services for volunteers contributing their time to the Organization.

Expense Reallocation

The Organization classifies expenses on the statement of operations by function. General support expenses are allocated using an estimate of staff time related to each area of activity and applying these bases consistently.

Financial Instruments

The Organization initially measures its financial assets and liabilities at fair value.

Georgian Bay Forever
Notes to the Financial Statements
For the period ended December 31, 2022

2. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Financial Instruments (Cont'd)

The Organization subsequently measures its financial assets and financial liabilities at amortized cost using the straight-line method.

Financial assets measured at amortized cost include amounts receivable. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

Financial assets measured at cost or amortized cost are tested for impairment when there are indicators of impairment. The amount of the write-down, if any, is recognized in excess of expenses over revenue. Reversals of impairment are recorded to the extent that the value has increased, up to the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in excess of expenditures over revenue.

Contributed Services

Volunteers have contributed time and services to assist the Organization in the delivery of its activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

3. SHORT-TERM INVESTMENTS

Short term investments consist of Guaranteed Investment Certificates and accrued interest in the amount of \$250,821 (2021 - \$237,418), that mature and are redeemable in one year. The investments earn interest between 0.25% and 3.00% (2021 - 0.50%).

Georgian Bay Forever
Notes to the Financial Statements
For the period ended December 31, 2022

4. PROPERTY AND EQUIPMENT

	Cost	Accumulated Amortization	2022 Net Book Value	2021 Net Book Value
Boat	\$ 69,730	\$ 29,160	\$ 40,570	\$ 40,650
Computer	9,439	9,259	180	1,791
Office Equipment	2,241	2,022	219	262
AUV Equipment	97,286	19,137	78,149	173,738
	<u>\$ 178,696</u>	<u>\$ 59,578</u>	<u>\$119,118</u>	<u>\$ 216,441</u>

Georgian Bay Forever
Notes to the Financial Statements
For the period ended December 31, 2022

5. DEFERRED CONTRIBUTIONS

	2022	2021
Balance, beginning of year	\$ 95,400	\$ 92,029
Amounts received in the year	-	95,400
Amounts recognized as revenue	(95,400)	(92,029)
Balance, end of year	\$ -	\$ 95,400

Deferred contributions represent unspent grant and donations subject to externally imposed restrictions that funds be used for various water levels projects and ecosystem restoration projects. These contributions will be recorded as revenue when the related expenses are recognized. The Organization had no deferred contributions as of December 31, 2022.

6. ENDOWMENT FUND

The endowment has been permanently restricted by the donor for use. The fund was established in the early years of becoming a charity with the intent to fund working capital in a going concern situation. The fund does not accumulate investment income.

7. CONTINGENT LIABILITY

The Organization is contingently liable to return all or a portion of grants received for expenditures should it not use the grant funds as set out in the terms of the respective agreements. The amount of any such losses or repayments are not currently anticipated or determinable. In the event of repayment of a grant, the losses will be recorded if and when it becomes anticipated and determinable. Included in contingent liabilities is an estimate made by management for the repayment of any potential portion of grants, however the amount is currently unknown.

Georgian Bay Forever
Notes to the Financial Statements
For the period ended December 31, 2022

8. EXPENSE REALLOCATION

Certain expenses have been allocated to the programs, as follows:

Wages and benefits	\$ 599,371
Sub contracts	156,849
Boat operating costs	11,564
Term help	2,500
Printing and copying	33,550
Supplies	157,181
Outside computer services	7,720
Conferences	14,635
	<hr/>
	\$ 983,370

Allocated to:

	Opening	Reallocation	Total
Wetlands		\$ 162,681	162,681
Communications and education	35,923	50,238	86,161
Water levels		50,707	50,707
Water quality monitoring		551,942	551,942
Total programs	35,923	815,568	851,491
Professional Fees	31,361	35,347	66,708
Fundraising	23,119	96,413	119,532
General and administrative	7,693	36,042	43,735
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	98,096	\$ 983,370	\$1,081,466

9. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform with the current year's presentation. Excess of revenue over expenses reported previously has not been affected by this reclassification.