

CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND
FINANCIAL STATEMENTS
MARCH 31, 2015



INDEPENDENT AUDITOR'S REPORT

To the Board of the Trust Fund and the Minister responsible:

We have audited the accompanying financial statements of Creston Valley Wildlife Management Authority Trust Fund, which are comprised of the statement of financial position as at March 31, 2015 and the statement of operations and net assets for the year then ended, and the related notes, which include 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 misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Creston Valley Wildlife Management Authority Trust Fund as at March 31, 2015, and its financial performance and cash flows for the year ended March 31, 2015, in accordance with Canadian accounting standards for not-for-profit organizations.

Creston, B. C.
May 14, 2015

Gadicke & Carr
CHARTERED ACCOUNTANTS

CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2015

	2015	2014
ASSETS		
Current		
Cash and term deposits	\$ 255,031	\$ 209,428
Accounts receivable	110,000	124,443
Prepaid expenses	2,035	2,514
Inventory	8,603	10,582
	375,669	346,967
Property, Plant, and Equipment, note 2	74,626	108,681
	\$ 450,295	\$ 455,648
LIABILITIES		
Current		
Accounts payable	\$ 19,718	\$ 15,338
Government remittances payable	10,184	14,231
Deferred Revenue, note 3	24,100	27,100
Current portion of long term debt	-	8,132
	54,002	64,801
NET ASSETS		
Unrestricted Net Assets	396,293	390,847
	\$ 450,295	\$ 455,648

See accompanying notes to the financial statements

Approved by the Management Authority:



Chairman



Gadicke & Carr
CHARTERED ACCOUNTANTS

CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

STATEMENT OF OPERATIONS AND NET ASSETS FOR THE YEAR ENDED MARCH 31, 2015

	2015	2014
REVENUE		
Grants, note 5	\$ 514,435	\$ 535,900
Interest	830	508
Income from Perpetual Fund, note 6	11,419	10,922
Operations:		
Wildlife Area and public programs	37,491	35,014
Donations	53,431	103,062
Other operations	57,668	81,879
	675,274	767,285
EXPENDITURE		
Wildlife Area and public outreach	341,559	313,506
Fund development	376	365
Wildlife and habitat management	248,614	309,196
Administration and office	39,744	48,104
Interpretive Centre	39,535	32,218
	669,828	703,389
EXCESS OF REVENUE OVER EXPENDITURE FOR THE YEAR	5,446	63,896
Unrestricted net assets, beginning of year	390,847	326,951
UNRESTRICTED NET ASSETS, END OF YEAR	\$ 396,293	\$ 390,847

See accompanying notes to the financial statements



CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2015

	2015	2014
CASH FLOW FROM OPERATING ACTIVITIES		
Excess of revenue over expenditure for the year	\$ 5,446	\$ 63,896
Amortization	35,389	44,764
Gain on disposal of asset	(373)	-
Decrease (increase) in trade and other receivables	14,443	(74,801)
Decrease in inventory	1,980	831
Decrease (increase) in HST receivable	(9,701)	21,685
Decrease (increase) in prepaid expenses	479	(317)
Increase (decrease) in trade and other payables	10,033	(17,837)
Increase (decrease) in deferred revenue	(3,000)	25,600
	54,696	63,821
CASH FLOW FROM FINANCING ACTIVITIES		
Decrease in long term debt	(8,132)	(10,166)
CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds on disposal of capital assets	750	-
Additions to capital assets	(1,711)	(3,461)
	(961)	(3,461)
INCREASE IN CASH		
Cash and term deposits, beginning of period	45,603	50,194
	209,428	159,234
CASH AND TERM DEPOSITS, END OF PERIOD	\$ 255,031	\$ 209,428

See accompanying notes to the financial statements



CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Purpose

The Creston Valley Wildlife Management Authority Trust Fund was established in 1968 by the Creston Valley Wildlife Act for wildlife conservation, management and development in the Creston Valley Wildlife Management Area. The Trust Fund is administered by the Creston Valley Wildlife Management Authority.

Basis of Accounting

These financial statements have been prepared in accordance with Canadian accounting standards for non-profit organizations (ASNFPO)

Fund Accounting

The management authority follows the restricted fund method of accounting for contributions. The general fund reports contributions, other revenue and expenditures related to the operations, administration and capital funding of the organization. The replacement reserve fund reports contributions and expenditures for new projects, contingencies and replacement of equipment and machinery.

Financial Instruments

The fair value of cash, short term investments, accounts receivable, accounts payable and deferred contributions is approximately equal to their carrying value due to their short term maturity date.

Credit risk

Credit risk is the risk of loss associated with counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash and receivables. Management manages cash default risk by dealing with only large financial institutions with good credit ratings and manages receivable credit risk through standard credit and reference checks.

Liquidity risk

The Company considers that it has sufficient credit facilities to ensure that funds are available to meet its current and long term financial needs, at a reasonable cost.

Measurement Uncertainty

These financial statements have been prepared in accordance with Canadian generally accepted accounting practices. In preparing these financial statements management has made estimates and assumptions that affect the amount reported. In particular, management has made estimates regarding the collectibility of accounts receivable, valuation of inventory and the useful lives of equipment and therefore their appropriate amortization rates. Actual results could differ from those estimates.

Inventories

Inventories are valued at the lower of cost and net realizable value. Cost is determined on the first-in, first-out basis.

Property, Plant, and Equipment Assets

Property, plant, and equipment assets are recorded at cost. Amortization is provided on a straight-line basis at the following rates:

Automobile	7 years
Buildings and bridges	20 years
Computer hardware	1 years
Equipment	5 years
Software	1 year

Other than computer hardware and software which are amortized fully, one half of these rates are applied in the year of acquisition.



CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, cont'd

Revenue Recognition

Revenue is recognized as revenue in the general fund in the year in which the related expenses are incurred. The replacement reserve fund reports contributions when received and expenses as incurred.

Donated Materials and Services

Certain donated materials and services, such as biological advice, support services, and volunteer time in and around the wildlife management area are received on behalf of the Trust Fund. These donated materials and services are not recorded in the financial statements as the amount is not reasonably determinable.

2. PROPERTY, PLANT, AND EQUIPMENT

As as March 31, 2015

	Cost	Accumulated Amortization	Net 2015
Automotive	\$ 228,302	\$ 211,629	\$ 16,673
Equipment	79,003	71,306	7,697
Computers	45,730	45,730	-
Buildings and bridges	74,423	24,167	50,256
	\$ 427,458	\$ 352,832	\$ 74,626

PROPERTY, PLANT, AND EQUIPMENT

As at March 31, 2014

	Cost	Accumulated Amortization	Net 2014
Automotive	\$ 230,067	\$ 190,471	\$ 39,596
Equipment	79,003	63,895	15,108
Computers	44,019	44,019	-
Buildings and bridges	74,423	20,446	53,977
	\$ 427,512	\$ 318,831	\$ 108,681

The following property, plant, and equipment assets of the management authority are not included in the financial statements as financial information necessary to determine the cost of these assets is not reasonably determinable:

1. 17,000 acres of land in the Kootenay River Valley in southeastern British Columbia, within which approximately 21.5 miles of earth dykes were built between 1969 and 1996
2. 30-35 culverts with control pumps, built/installed between 1969 and 1996 and subsequent improvements
3. An office building (built in 1971)
4. A visitor centre (built in 1974)
5. A tenting area (built in 1970) which has been closed.



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3. DEFERRED REVENUE

The following amounts have been received in respect of the next fiscal year:

	2015	2014
Columbia Basin Trust	\$ 22,500	\$ 22,100
Friends of the Environment Foundation	1,600	5,000
	\$ 24,100	\$ 27,100

4. LONG TERM DEBT

	2015	2014
John Deere Agreement Payable		
Loan payable in quarterly instalments of \$2,812 including interest at 7.45%, secured by specific equipment, maturing October 2014	\$ -	\$ 8,132
Less current portion of long term debt	-	8,132
	\$ -	\$ -

5. GRANT REVENUE

	2015	2014
Grant revenue was received from the following sources:		
B.C. Hydro - special funding	\$ -	\$ 9,025
Columbia Basin Trust	24,558	-
Columbia Power Corporation	1,500	1,500
Creston-Kootenay Foundation	1,000	-
Ducks Unlimited Canada	456,190	407,522
Friends of the Environment Foundation	5,000	4,000
HCTF Wildlife Maintenance	10,000	10,000
HRDC Summer Career Placement	5,287	5,626
Ministry of Forests, Lands & Natural Resources	-	87,327
Town of Creston - annual grant	10,900	10,900
	\$ 514,435	\$ 535,900



CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

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6. PERPETUAL FUND

	2015	2014
Balance, beginning of year	\$ 301,896	\$ 298,949
Donations received	2,799	2,947
Balance, end of year	\$ 304,695	\$ 301,896

In connection with efforts towards obtaining funding from non-government sources, the Management Authority has established a perpetual fund administered by the Vancouver Foundation. Under the terms of the deed of gift, the perpetual fund is owned by the Vancouver Foundation. Income received from the Vancouver Foundation during the year amounted to \$11,419 (2014 - \$10,922).

7. ECONOMIC DEPENDENCE

Continued operation of the management authority is dependent on finding additional sources of revenue.

Beginning in 1999, the government of BC asked BC Hydro to contribute \$300,000 per year to the Creston Valley Wildlife Management Authority to ensure that adequate annual funding is in place. That contribution was indexed to increase annually. The agreement ceased in 2013.

Effective April 1, 2013 the Creston Valley Wildlife Management Authority signed a Memorandum of Understanding (MOU) with Ducks Unlimited Canada (DUC) which provides for funding to the Authority of \$100,000 per quarter. The MOU is not legally binding and is predicated upon the receipt by DUC of funding from BC Hydro intended for the Authority. The MOU was renewed and extended to March 31, 2016 under the same terms as the original agreement.

8. RECLASSIFICATION

Certain of the prior year figures have been reclassified in order to conform with the presentation adopted in the current year.