

CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

FINANCIAL STATEMENTS

MARCH 31, 2016



Carr & Medlang
CHARTERED PROFESSIONAL ACCOUNTANTS

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, 2016 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, 2016, and its financial performance and cash flows for the year ended March 31, 2016, in accordance with Canadian accounting standards for not-for-profit organizations.

Report on Other Legal and Regulatory Requirements

As required by the Charities Act, we report that, in our opinion, the accounting principles in the Canadian accounting standards for not-for-profit organizations have been applied on a consistent basis.

Creston, B. C.
June 7, 2016


CHARTERED PROFESSIONAL ACCOUNTANTS

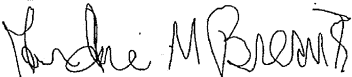
CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2016

	2016	2015
ASSETS		
Current		
Cash and cash equivalents, note 2	\$ 270,911	\$ 255,031
Accounts receivable	121,096	110,000
Prepaid expenses	2,873	2,035
Inventory	9,875	8,603
	404,755	375,669
Property, Plant, and Equipment, note 3	90,260	74,626
	\$ 495,015	\$ 450,295
LIABILITIES		
Current		
Accounts payable	\$ 17,985	\$ 19,716
Government remittances payable	6,011	10,184
Deferred Revenue, note 4	23,500	24,100
	47,496	54,000
NET ASSETS		
Unrestricted Net Assets	447,519	396,295
	\$ 495,015	\$ 450,295

See accompanying notes to the financial statements

Approved by the Management Authority:



Chairman



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CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

STATEMENT OF OPERATIONS AND NET ASSETS FOR THE YEAR ENDED MARCH 31, 2016

	2016	2015
REVENUE		
Grants, note 5	\$ 512,502	\$ 514,435
Interest	650	830
Income from Perpetual Fund, note 6	18,400	11,419
Operations:		
Wildlife Area and public programs	44,939	37,491
Donations	16,130	53,431
Other operations	72,141	57,668
	<hr/> 664,762	<hr/> 675,274
EXPENDITURE		
Wildlife Area and public outreach	311,727	341,559
Fund development	-	376
Wildlife and habitat management	249,836	248,614
Administration and office	25,277	39,744
Interpretive Centre	26,698	39,535
	<hr/> 613,538	<hr/> 669,828
EXCESS OF REVENUE OVER EXPENDITURE FOR THE YEAR	51,224	5,446
Unrestricted net assets, beginning of year	396,295	390,849
UNRESTRICTED NET ASSETS, END OF YEAR	<hr/> \$ 447,519	<hr/> \$ 396,295

See accompanying notes to the financial statements



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CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2016

	2016	2015
CASH FLOW FROM OPERATING ACTIVITIES		
Excess of revenue over expenditure for the year	\$ 51,224	\$ 5,446
Amortization	26,727	35,389
Gain on disposal of asset	(129)	(373)
Decrease (increase) in trade and other receivables	(11,096)	14,443
Decrease (increase) in inventory	(1,273)	1,980
Decrease in government remittances payable	(4,173)	(4,047)
Decrease (increase) in prepaid expenses	(837)	479
Increase (decrease) in trade and other payables	(1,730)	4,379
Decrease in deferred revenue	(600)	(3,000)
	58,113	54,696
CASH FLOW FROM FINANCING ACTIVITIES		
Decrease in long term debt	-	(8,132)
CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds on disposal of property, plant and equipment	129	750
Additions to property, plant and equipment	(42,362)	(1,711)
	(42,233)	(961)
INCREASE IN CASH	15,880	45,603
Cash position, beginning of year	255,031	209,428
CASH POSITION, END OF YEAR	\$ 270,911	\$ 255,031

See accompanying notes to the financial statements



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CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2016

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. Creston Valley Wildlife Management Authority is not taxable under the Federal Income Tax Act as its operations fall under the Charities Act.

Basis of Accounting

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

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, bank balances, and term deposits.

Fund Accounting

The management authority follows the 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.

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 accounting standards for not-for-profit organizations. 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.



CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, cont'd

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/software	1 year
Equipment	5 years

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

Revenue Recognition

Revenue is recognized as revenue in the general fund in the year in which the related expenses are 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. CASH AND CASH EQUIVALENTS

	2016	2015
Cash	\$ 120,847	\$ 94,883
Term deposits	150,064	160,148
	\$ 270,911	\$ 255,031

3. PROPERTY, PLANT, AND EQUIPMENT

	Cost	Accumulated Amortization	Net 2016
Automotive	\$ 228,302	\$ 225,018	\$ 3,284
Equipment	121,365	80,923	40,442
Computers	41,193	41,193	-
Buildings and bridges	74,423	27,889	46,534
	\$ 465,283	\$ 375,023	\$ 90,260



CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2016

3. PROPERTY, PLANT, AND EQUIPMENT, cont'd

	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

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.

4. DEFERRED REVENUE

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

	2016	2015
Columbia Basin Trust	\$ 21,900	\$ 19,100
Friends of the Environment Foundation	1,600	5,000
	\$ 23,500	\$ 24,100



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5. GRANT REVENUE

	2016	2015
Grant revenue was received from the following sources:		
Columbia Basin Trust	\$ 25,000	\$ 24,558
Columbia Power Corporation	1,000	1,500
Creston-Kootenay Foundation	-	1,000
Ducks Unlimited Canada	457,810	456,190
Friends of the Environment Foundation	1,600	5,000
HCTF Wildlife Maintenance	-	10,000
HRDC Summer Career Placement	5,627	5,287
Ministry of Forests, Lands & Natural Resources	10,000	-
Strategic Charitable Giving Foundation	432	-
Town of Creston - annual grant	10,900	10,900
Vancity Community	133	-
	\$ 512,502	\$ 514,435

6. PERPETUAL FUND

	2016	2015
Balance, beginning of year	\$ 304,695	\$ 301,896
Donations received	1,395	2,799
Balance, end of year	\$ 306,090	\$ 304,695

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 \$18,400 (2015 - \$11,419). Included in the balance of the perpetual fund is \$1,395 (2015 - \$2,799) of funds that had not been transferred to the Vancouver Foundation as at the March 31.



CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

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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, 2017 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.

