

ALBERTA LAKE MANAGEMENT SOCIETY

FINANCIAL STATEMENTS

(UNAUDITED)

FOR THE YEAR ENDED MARCH 31, 2019

AND

REVIEW ENGAGEMENT REPORT

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of **Alberta Lake Management Society**:

We have reviewed the accompanying financial statements of **Alberta Lake Management Society** that comprise the statement of financial position as at March 31, 2019, and the statement of operations and net assets and of 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 the financial statements do not present fairly, in all material respects, the financial position of **Alberta Lake Management Society** at March 31, 2019, 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.

Edmonton, Alberta
September 10, 2019

 LLP
Chartered Professional Accountants

ALBERTA LAKE MANAGEMENT SOCIETY
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2019
(Unaudited)

	<u>2019</u>	<u>2018</u>
<u>ASSETS</u>		
CURRENT ASSETS:		
Cash	\$281,351	\$249,802
Accounts receivable	5,000	11,100
Inventory	187	250
Prepaid expenses	<u>451</u>	<u>535</u>
Total current assets	286,989	261,687
EQUIPMENT - net of accumulated amortization of \$1,094 (2018 - NIL)	<u>9,847</u>	<u>-</u>
TOTAL	<u>\$296,836</u>	<u>\$261,687</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES:		
Accounts payable and accrued liabilities	\$ 5,425	\$ 14,631
Deferred revenue - grants	<u>22,148</u>	<u>23,655</u>
Total current liabilities	27,573	38,286
NET ASSETS - unrestricted	<u>269,263</u>	<u>223,401</u>
TOTAL	<u>\$296,836</u>	<u>\$261,687</u>

Approved by the Board:

_____ Director

_____ Director

ALBERTA LAKE MANAGEMENT SOCIETY
STATEMENT OF OPERATIONS AND NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2019
(Unaudited)

	<u>2019</u>	<u>2018</u>
UNRESTRICTED REVENUE:		
Annual workshop	\$ 12,323	\$ 12,815
Other	523	646
Projects	<u>1,154</u>	<u>1,419</u>
Total unrestricted revenue	<u>14,000</u>	<u>14,880</u>
RESTRICTED REVENUE:		
Grants - Alberta Environment & Parks - AIS	1,507	204
- Alberta Environment & Parks - Lakewatch	160,000	160,000
- Alberta Environment & Parks - Operational Support	59,000	51,200
- Colleges and Institute Canada	10,000	12,000
- Lakekeepers Canada	17,833	10,000
- Lakewatch	<u>97,139</u>	<u>105,425</u>
Total restricted revenue	<u>345,479</u>	<u>338,829</u>
Total revenue	<u>359,479</u>	<u>353,709</u>
EXPENSES:		
Amortization	1,094	-
Annual workshop	11,655	12,638
Bank charges	725	312
Conferences	2,390	1,067
Education & outreach	3,128	482
Insurance	1,980	1,938
Lakekeepers program	18,989	5,932
Lakewatch program	209,490	258,282
Office	9,859	8,899
Professional fees	2,940	2,835
Projects	2,552	2,723
Promotion and advertising	53	861
Salaries and benefits	42,076	56,213
Training	867	1,263
Travel	<u>5,819</u>	<u>2,803</u>
Total expenses	<u>313,617</u>	<u>356,248</u>
EXCESS OF REVENUE (EXPENSES) FOR THE YEAR	45,862	(2,539)
NET ASSETS AT BEGINNING OF THE YEAR	<u>223,401</u>	<u>225,940</u>
NET ASSETS AT END OF THE YEAR	<u>\$269,263</u>	<u>\$223,401</u>

ALBERTA LAKE MANAGEMENT SOCIETY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2019
(Unaudited)

	<u>2019</u>	<u>2018</u>
OPERATING ACTIVITIES:		
Cash from operations - excess of revenue (expenses) for the year	\$ 45,862	\$ (2,539)
Item not affecting operations - amortization.....	<u>1,094</u>	<u>-</u>
	46,956	(2,539)
Increase (decrease) in non-cash working capital balances related to operations:		
Accounts receivable	6,100	18,900
Inventory	63	531
Prepaid expenses	84	854
Accounts payable and accrued liabilities	(9,206)	5,050
Deferred revenue.....	<u>(1,507)</u>	<u>(204)</u>
Net cash from operating activities	42,490	22,592
INVESTING ACTIVITY - purchase of equipment.....	<u>(10,941)</u>	<u>-</u>
INCREASE IN CASH DURING THE YEAR.....	31,549	22,592
CASH AT BEGINNING OF THE YEAR	<u>249,802</u>	<u>227,210</u>
CASH AT END OF THE YEAR.....	<u>\$281,351</u>	<u>\$249,802</u>

ALBERTA LAKE MANAGEMENT SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2019
(Unaudited)

1. PURPOSE OF THE SOCIETY:

The Alberta Lake Management Society was incorporated under The Societies Act, Alberta. Its purpose is to promote understanding and comprehensive management of lakes and reservoirs and their watersheds.

2. ACCOUNTING POLICIES:

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. Significant accounting policies are as follows:

Revenue recognition:

Grants and donations are included in revenue in the year in which they are received or become receivable, with the exception that amounts received to fund specific expenditures are included in revenue in the year the funds are expended.

Revenue from all other sources is included in revenue in the year in which it is received or becomes receivable.

Donation of services:

The work of the Society is dependent on the voluntary services of many individuals. Since these services are not normally purchased by the Society and because of the difficulty of determining their fair values donated services are not recognized in these financial statements.

Inventory:

Inventory consists of items for resale and is stated at the lower of cost and net realizable value.

Equipment:

Equipment is stated at cost. Amortization is provided using the declining balance method at the rate of 20% per annum.

Deferred revenue:

Deferred revenue represents amounts received for which the specific expenditures have not been incurred. The amounts will be recognized as revenue when the specific expenditures have been made.

ALBERTA LAKE MANAGEMENT SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2019
(Unaudited)

2. ACCOUNTING POLICIES (continued):

Financial instruments:

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

The Society subsequently measures all its financial assets and financial liabilities at amortized cost.

The Society's financial instruments measured at amortized cost consist of cash, accounts receivable and accounts payable and accrued liabilities.

Financial assets measured at amortized cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. Any previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount of impairment recognized previously. The amount of the reversal is recognized in net income.

Cash and cash equivalents:

Cash and cash equivalents consist of balances with banks.

Use of estimates:

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit enterprises requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the 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. These estimates are reviewed annually and adjustments are made to income as appropriate in the year they become known.

3. FINANCIAL INSTRUMENTS:

It is management's opinion that the Society is not exposed to significant credit risk, market risk (which consists of currency risk, interest rate risk and other price risk) or liquidity risk arising from the Society's financial instruments.

4. INCOME TAX STATUS:

The Society is a registered charity within the meaning of the Income Tax Act (Canada) and is exempt from income taxes.

