

THE GUELPH HUMANE SOCIETY INCORPORATED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2017

THE GUELPH HUMANE SOCIETY INCORPORATED
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YEAR ENDED DECEMBER 31, 2017

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INDEPENDENT AUDITOR'S REPORT

To the members of: The Guelph Humane Society Incorporated

We have audited the accompanying financial statements of The Guelph Humane Society Incorporated, which comprise the statement of financial position as at December 31, 2017 and the statements of changes in net assets, revenues and expenditures 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit 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 qualified audit opinion.

Basis for Qualified Opinion

In common with many charitable organizations, the organization derives some of its revenues from adoptions and surrenders, bequests, donations and fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to revenues, excess of revenues over expenditures and cash flows from operations for the years ended December 31, 2017 and 2016, current assets as at December 31, 2017 and 2016, and net assets as at January 1 and December 31 for both the 2017 and 2016 years. Our audit opinion on the financial statements for the year ended December 31, 2016 was modified accordingly because of the possible effects of this limitation in scope.

Qualified Opinion

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, these financial statements present fairly, in all material respects, the financial position of The Guelph Humane Society Incorporated as at December 31, 2017 and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not for profit organizations.

Handwritten signature of RLB LLP in black ink.

Guelph, Ontario
May 23, 2018

Chartered Professional Accountants
Licensed Public Accountants

THE GUELPH HUMANE SOCIETY INCORPORATED

STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2017

	General Fund	Animal Control Fund	Humane Education Fund	Capital Fund	Spay/Neuter Fund	2017 Total	2016 Total
ASSETS							
CURRENT							
Cash	\$ 116,449	\$ 0	\$ 0	\$ 0	\$ 0	\$ 116,449	\$ 79,471
Accounts receivable (note 6)	104,223	0	0	100,000	0	204,223	102,038
Inventory	1,459	0	0	0	0	1,459	1,459
Prepaid expenses	7,546	9,044	0	0	0	16,590	24,206
Due from (to) funds (note 11)	250,867	(175,970)	215,210	(289,596)	(511)	0	0
Government remittances recoverable	58,265	0	0	0	0	58,265	45,229
Property held for sale (note 4)	0	0	0	0	0	0	621,724
	<u>538,809</u>	<u>(166,926)</u>	<u>215,210</u>	<u>(189,596)</u>	<u>(511)</u>	<u>396,986</u>	<u>874,127</u>
INVESTMENTS (note 5)	498,247	0	141,645	740,055	196,672	1,576,619	2,366,201
CAPITAL ASSETS (note 4)	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,010,388</u>	<u>0</u>	<u>1,010,388</u>	<u>66,698</u>
	<u>\$ 1,037,056</u>	<u>\$ (166,926)</u>	<u>\$ 356,855</u>	<u>\$ 1,560,847</u>	<u>\$ 196,161</u>	<u>\$ 2,983,993</u>	<u>\$ 3,307,026</u>
LIABILITIES							
CURRENT							
Accounts payable and accrued liabilities	\$ 192,821	\$ 10,684	\$ 1,070	\$ 0	\$ 0	\$ 204,575	\$ 157,193
Government remittances payable	39,233	0	0	0	0	39,233	30,493
Deferred revenue	5,423	0	0	0	0	5,423	18,064
Current portion of long term debt (note 8)	0	0	0	0	0	0	548,452
Asset retirement obligation (note 10)	0	0	0	68,767	0	68,767	63,243
	<u>237,477</u>	<u>10,684</u>	<u>1,070</u>	<u>68,767</u>	<u>0</u>	<u>317,998</u>	<u>817,445</u>
LONG TERM DEBT (note 8)	<u>0</u>	<u>0</u>	<u>0</u>	<u>470,000</u>	<u>0</u>	<u>470,000</u>	<u>0</u>
	<u>237,477</u>	<u>10,684</u>	<u>1,070</u>	<u>538,767</u>	<u>0</u>	<u>787,998</u>	<u>817,445</u>
NET ASSETS							
UNRESTRICTED FUNDS	579,966	(177,610)	214,140	182,025	(511)	798,010	1,018,028
EXTERNALLY RESTRICTED FUNDS	0	0	0	150,000	0	150,000	0
INTERNALLY RESTRICTED FUNDS	214,248	0	0	690,055	0	904,303	1,127,871
ENDOWMENT FUNDS	5,365	0	141,645	0	196,672	343,682	343,682
	<u>799,579</u>	<u>(177,610)</u>	<u>355,785</u>	<u>1,022,080</u>	<u>196,161</u>	<u>2,195,995</u>	<u>2,489,581</u>
	<u>\$ 1,037,056</u>	<u>\$ (166,926)</u>	<u>\$ 356,855</u>	<u>\$ 1,560,847</u>	<u>\$ 196,161</u>	<u>\$ 2,983,993</u>	<u>\$ 3,307,026</u>

THE GUELPH HUMANE SOCIETY INCORPORATED
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2017

	General Fund	Animal Control Fund	Humane Education Fund	Capital Fund	Spay/Neuter Fund	2017 Total	2016 Total
NET ASSETS, beginning of year	\$ 849,610	\$ (162,602)	\$ 357,323	\$ 1,220,626	\$ 224,624	\$ 2,489,581	\$ 2,845,398
(Deficit) surplus for the year	(279,377)	(34,812)	(1,538)	50,604	(28,463)	(293,586)	(355,817)
Transfers (note 11)	<u>229,346</u>	<u>19,804</u>	<u>0</u>	<u>(249,150)</u>	<u>0</u>	<u>0</u>	<u>0</u>
NET ASSETS, end of year	<u>\$ 799,579</u>	<u>\$ (177,610)</u>	<u>\$ 355,785</u>	<u>\$ 1,022,080</u>	<u>\$ 196,161</u>	<u>\$ 2,195,995</u>	<u>\$ 2,489,581</u>

THE GUELPH HUMANE SOCIETY INCORPORATED
STATEMENT OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2017

	General Fund	Animal Control Fund	Humane Education Fund	Capital Fund	Spay/Neuter Fund	2017 Total	2016 Total
REVENUES							
Adoptions and surrenders	\$ 173,393	\$ 0	\$ 1,203	\$ 0	\$ 29,845	\$ 204,441	\$ 166,059
Bequests	29,907	0	0	150,000	0	179,907	272,000
Donations	184,250	0	0	0	0	184,250	185,871
Duke's Reserve	37,045	0	0	0	0	37,045	53,656
Fee for service	0	749,589	0	0	0	749,589	657,708
Fundraising activities	113,703	0	48,948	0	0	162,651	117,540
Grant	1,565	0	13,661	0	0	15,226	11,071
Investment income	0	0	0	22,128	0	22,128	26,664
Other	45,524	0	0	0	0	45,524	16,821
Ontario SPCA contract	59,534	0	0	0	0	59,534	59,534
Transfer charges	30,400	0	0	0	0	30,400	41,600
	<u>675,321</u>	<u>749,589</u>	<u>63,812</u>	<u>172,128</u>	<u>29,845</u>	<u>1,690,695</u>	<u>1,608,524</u>
EXPENDITURES							
Advertising	13,897	12,900	3,192	0	0	29,989	8,325
Automotive	4,172	21,184	0	0	0	25,356	19,924
Insurance	4,854	8,486	0	1,335	0	14,675	15,738
Interest on long term debt	0	0	0	8,831	0	8,831	19,720
Office	37,213	30,929	1,038	0	0	69,180	60,853
Professional fees	11,219	10,284	0	15,366	0	36,869	71,966
Rent	4,985	13,520	0	0	0	18,505	18,437
Repairs and maintenance	12,112	11,891	0	55,040	0	79,043	57,145
Salaries	529,588	598,257	57,220	0	0	1,185,065	1,044,986
Fundraising activities	15,476	4,764	3,736	0	0	23,976	31,691
Supplies	44,847	28,972	164	0	0	73,983	72,566
Property taxes	667	5,123	0	1,107	0	6,897	17,554
Utilities	12,412	18,286	0	2,544	0	33,242	31,027
Duke's Reserve	41,224	0	0	0	0	41,224	29,093
Veterinary	216,121	0	0	0	58,308	274,429	206,644
Amortization	3,672	19,805	0	0	0	23,477	27,492
Accretion	2,239	0	0	0	0	2,239	1,180
	<u>954,698</u>	<u>784,401</u>	<u>65,350</u>	<u>84,223</u>	<u>58,308</u>	<u>1,946,980</u>	<u>1,734,341</u>
OPERATING (DEFICIT) SURPLUS	(279,377)	(34,812)	(1,538)	87,905	(28,463)	(256,285)	(125,817)
LOSS ON SALE OF PROPERTY	0	0	0	(37,301)	0	(37,301)	(230,000)
NET (DEFICIT) SURPLUS for the year	\$ (279,377)	\$ (34,812)	\$ (1,538)	\$ 50,604	\$ (28,463)	\$ (293,586)	\$ (355,817)

THE GUELPH HUMANE SOCIETY INCORPORATED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2017

	2017	2016
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES		
Net deficit for the year	\$ (293,586)	\$ (355,817)
Items not requiring an outlay of cash		
Amortization	23,477	27,492
Accretion expense	2,239	1,180
Loss on sale of property	<u>37,301</u>	<u>230,000</u>
	(230,569)	(97,145)
Changes in non-cash working capital		
Accounts receivable	(102,185)	12,325
Prepaid expenses	7,616	(2,380)
Accounts payable and accrued liabilities	47,382	(9,146)
Government remittances recoverable (payable)	(4,296)	(10,988)
Deferred revenue	<u>(12,641)</u>	<u>3,180</u>
	<u>(294,693)</u>	<u>(104,154)</u>
CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES		
Long term debt advanced	470,000	0
Repayment of long term debt	<u>(548,452)</u>	<u>(14,573)</u>
	<u>(78,452)</u>	<u>(14,573)</u>
CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES		
Additions to capital assets	(963,882)	0
Net proceeds on sale of investments	789,582	55,658
Proceeds on sale of property	<u>584,423</u>	<u>0</u>
	<u>410,123</u>	<u>55,658</u>
NET INCREASE (DECREASE) IN CASH	36,978	(63,069)
NET CASH, BEGINNING OF YEAR	<u>79,471</u>	<u>142,540</u>
NET CASH, END OF YEAR	<u>\$ 116,449</u>	<u>\$ 79,471</u>

THE GUELPH HUMANE SOCIETY INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017

1. NATURE OF ORGANIZATION

The Guelph Humane Society Incorporated (the "organization") is a not for profit organization incorporated under the laws of Ontario without share capital and is a registered charity under the Income Tax Act. The organization is exempt from income tax. Its purpose is to promote the welfare of all animals, and prevent cruelty and suffering. The organization provides care and shelter for homeless, stray and abused animals. Its services include animal sheltering, surrender and adoption, pet identification, lost pet returns, veterinary care and a progress spay and neuter program.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian accounting standards for not for profit organizations and include the following significant accounting policies:

(a) CAPITAL ASSETS

Capital assets are recorded at cost and amortized on the basis of their estimated useful life using the following methods and rates:

Asset retirement cost	- 6 years straight line basis
Cat cages	- 20 years straight line basis
Computer equipment	- 3 years straight line basis
Furniture and equipment	- 10 years straight line basis
Property held for sale	- no amortization taken as not in use
Vehicles	- 5 years straight line basis

Amortization is recorded at 50% of the above rates in the year of addition.

(b) IMPAIRMENT OF LONG LIVED ASSETS

Long lived assets are tested for recoverability whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. An impairment loss is recognized when the carrying value exceeds the total undiscounted cash flows expected from their use and eventual disposition. The amount of the impairment loss is determined as the excess of the carrying value of the asset over its fair value.

(c) USE OF ESTIMATES

The preparation of financial statements in conformity with Canadian generally accepted accounting principles for not for profit organizations 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 revenues and expenditures during the year. Significant areas requiring management's estimates include the valuation of the asset retirement obligation, the property held for sale and the useful lives of capital assets. Actual results could differ from those estimates.

THE GUELPH HUMANE SOCIETY INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) FINANCIAL INSTRUMENTS

Measurement of financial instruments

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

The organization subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments, which are measured at fair value. Changes in fair value are recognized in net surplus.

Financial assets measured at amortized cost include cash, accounts receivable and investments in guaranteed investment certificates.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities and long term debt.

Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of impairment. If an impairment has occurred, the carrying amount of financial assets measured at amortized cost is reduced to the greater of the discounted future cash flows expected or the proceeds that could be realized from the sale of the financial asset. The amount of the write-down is recognized in net surplus. The 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 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 net surplus.

Transaction costs

The organization recognizes its transaction costs in net surplus in the period incurred. However, financial instruments that will not be subsequently measured at fair value are adjusted by the transaction costs that are directly attributable to their origination, issuance or assumption.

(e) CONTRIBUTED MATERIALS AND SERVICES

During the year, a number of organizations and individuals donate materials to the organization and a number of volunteers contribute a significant amount of their time. Because of the difficulty in determining the fair value, contributed materials and services are not recorded in the financial statements.

THE GUELPH HUMANE SOCIETY INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(f) FUND ACCOUNTING

General fund

The general fund reports resources available for the organization's general operating activities.

Endowment fund

The endowment fund reports resources that are to be held as permanent endowments, including unexpended investment income which is restricted to specific purposes. This fund is externally restricted.

Internally restricted fund

The internally restricted fund reports resources that are not to be held as endowments and are, therefore, disbursed as grants on a current basis. This fund is internally restricted.

Externally restricted fund

The externally restricted fund reports resources that are not to be held as endowments and are, therefore, disbursed as grants on a current basis. This fund is externally restricted.

(g) REVENUE RECOGNITION

The organization follows the restricted fund method of accounting for contributions in which externally restricted contributions are recognized upon receipt in the appropriate fund corresponding to the purpose for which they were contributed. Externally restricted contributions of the general fund are recognized as revenue when the related expenditure occurs. Unrestricted contributions are recognized in the general fund when received or receivable and collection is reasonably assured.

Restricted and unrestricted investment income is recognized when revenue is earned.

Contract based fee for service revenue is recognized in the period to which the contract relates.

All other revenues are recognized according to when the service is performed, collection of the relevant receivable is probable, persuasive evidence of an arrangement exists and the price is fixed or determinable.

3. FINANCIAL INSTRUMENTS

Unless otherwise noted, it is management's opinion that the organization is not exposed to significant interest, credit, currency, liquidity, or other price risks arising from their financial instruments.

The extent of the organization's exposure to these risks did not change in 2017 compared to the previous period.

The organization does not have a significant exposure to any individual customer or counterpart.

THE GUELPH HUMANE SOCIETY INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017

3. FINANCIAL INSTRUMENTS (continued)

Transacting in financial instruments exposes the organization to certain financial risks and uncertainties. These risks include:

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The organization is exposed to other price risk on investments.

4. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net 2017	Net 2016
Asset retirement cost	\$ 55,507	\$ 51,542	\$ 3,965	\$ 4,352
Cat cages	46,792	15,441	31,351	33,691
Computer equipment	16,394	16,394	0	0
Furniture and equipment	18,477	15,073	3,404	5,252
Land	963,882	0	963,882	0
Vehicles	<u>78,086</u>	<u>70,300</u>	<u>7,786</u>	<u>23,403</u>
	<u>\$ 1,179,138</u>	<u>\$ 168,750</u>	<u>\$ 1,010,388</u>	<u>\$ 66,698</u>

The property held for sale, valued at \$621,724, was sold during 2017 and, therefore, was classified as current as of December 31, 2016.

5. INVESTMENTS

Investments consist of mutual funds and guaranteed investment certificates. Interest rates range from 1.50% - 2.51% (2016 - 0.75% - 2.6%) and are due on various dates ranging from October 2018 to September 2021 (2016 - March 2017 to September 2021).

Certain investments have been classified as restricted investments in order to satisfy the requirements of internally restricted or endowment contributions.

6. ACCOUNTS RECEIVABLE - CAPITAL FUND

Accounts receivable in the Capital Fund consists of a holdback held in Escrow. These funds are being held for covering costs over \$85,000 associated with completing and filing a record of site condition. If the costs exceed \$85,000, the Escrow Agent will apply funds from the holdback to the excess costs, and any remaining funds will be distributed to the organization.

7. CONTINGENT GAIN

The organization has commenced a legal proceeding against an environmental firm for negligence and breach of contract with damages totalling \$4,000,000. The likelihood of receiving these damages is not determinable and, therefore, no amount receivable has been recorded in the financial statements as of December 31, 2017.

THE GUELPH HUMANE SOCIETY INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017

8. LONG TERM DEBT

	2017	2016
TD Canada Trust mortgage payable, interest at 3.54% per annum, repayable in monthly blended instalments of \$2,858, secured by the property held for sale with a carrying value of \$621,724 as of December 31, 2016	\$ 0	\$ 548,452
Vendor take back mortgage, interest at 6% per annum, monthly interest only payments of \$2,321, secured by land with a value of \$963,882, repayable in 2022	<u>470,000</u>	<u>0</u>
	470,000	548,452
Less current portion:		
Cash repayments required within 12 months	<u>0</u>	<u>548,452</u>
	<u>\$ 470,000</u>	<u>\$ 0</u>

9. COMMITMENTS

The organization has an operating lease for the premises. Future minimum lease payments are as follows:

2018	\$ <u>7,500</u>
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10. ASSET RETIREMENT OBLIGATION

The organization entered into a lease agreement with the City of Guelph which requires the demolition and removal of the building it currently occupies at the end of the lease on June 30, 2018. The organization is currently in the process of obtaining documentation of an extension from its landlord to extend the term for at least one additional year. The organization estimated the cost of the obligation as follows:

	2017	2016
Balance, beginning of the year	\$ 63,243	\$ 64,491
Accretion expense	2,239	1,180
Revaluation of obligation	<u>3,285</u>	<u>(2,428)</u>
Balance, end of year	<u>\$ 68,767</u>	<u>\$ 63,243</u>

THE GUELPH HUMANE SOCIETY INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017

11. INTERFUND LOANS AND TRANSFERS

Interfund loans are interest-free and unsecured, with no set repayment terms. They are classified as current for financial statement purposes.

The following items were authorized transfers in the year:

- (a) Transfer from building, technology and equipment capital reserves to the general fund for website redesign, professional fees, loss on sale of property held for sale, and purchases of equipment and land.
- (b) Transfer from the governance general reserve to the general fund for professional fees.
- (c) Transfer from the general fund to the capital fund for capital donations received in the year.
- (d) Transfer from the capital fund to the general fund for interest paid on the mortgage.
- (e) Transfer from the capital fund to the general and animal control funds for amortization incurred in the year.

THE GUELPH HUMANE SOCIETY INCORPORATED
GENERAL FUND SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

	Unrestricted	Internally Restricted Duke's Reserve	Internally Restricted Feline Reserve	Internally Restricted Governance Reserve	Endowment Judy Lacina Memorial Reserve	2017 Total	2016 Total
Balance, beginning of year	\$ 621,838	\$ 193,625	\$ 22,005	\$ 6,777	\$ 5,365	\$ 849,610	\$ 763,588
Net (deficit) surplus for the year	(279,377)	0	0	0	0	(279,377)	10,105
Transfers (note 10)	<u>237,505</u>	<u>0</u>	<u>0</u>	<u>(8,159)</u>	<u>0</u>	<u>229,346</u>	<u>75,917</u>
Balance, end of year	<u>\$ 579,966</u>	<u>\$ 193,625</u>	<u>\$ 22,005</u>	<u>\$ (1,382)</u>	<u>\$ 5,365</u>	<u>\$ 799,579</u>	<u>\$ 849,610</u>

Duke's Reserve

This reserve is funded from special projects and donations, and is to be used for special medical expenses for animals of the shelter that are not otherwise reimbursed.

Feline Reserve

This reserve is funded from special projects and donations, and is to be used for special medical expenses for felines, or other related feline expenses, of the shelter that are not otherwise reimbursed.

Governance Reserve

This reserve is funded from the General Fund, and is to be used to assist in the development and training of the board members to improve oversight in operations.

Judy Lacina Memorial Reserve

This reserve is funded through contributions donated in memory of Judy Lacina and require the donated amounts to be permanently maintained. The interest income only is permitted to be used for special medical expenses for animals of the shelter that are not otherwise reimbursed.

THE GUELPH HUMANE SOCIETY INCORPORATED
HUMANE EDUCATION AND SPAY/NEUTER FUNDS SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

HUMANE EDUCATION FUND	Unrestricted	Endowment Sue Porter Memorial 50% Reserve	2017 Total	2016 Total
Balance, beginning of year	\$ 215,678	\$ 141,645	\$ 357,323	\$ 368,205
Net deficit for the year	(1,538)	0	(1,538)	(10,882)
Transfers (note 10)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Balance, end of year	<u>\$ 214,140</u>	<u>\$ 141,645</u>	<u>\$ 355,785</u>	<u>\$ 357,323</u>

SPAY/NEUTER FUND	Unrestricted	Endowment Elsie Jones Memorial Reserve	Endowment Sue Porter Memorial Reserve 50%	Endowment Wade Townsend Memorial Reserve	2017 Total	2016 Total
Balance, beginning of year	\$ 27,952	\$ 30,000	\$ 141,645	\$ 25,027	\$ 224,624	\$ 215,908
Net (deficit) surplus for the year	(28,463)	0	0	0	(28,463)	8,716
Transfers (note 10)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Balance, end of year	<u>\$ (511)</u>	<u>\$ 30,000</u>	<u>\$ 141,645</u>	<u>\$ 25,027</u>	<u>\$ 196,161</u>	<u>\$ 224,624</u>

Sue Porter Memorial Reserve

This reserve is funded through contributions donated in memory of Sue Porter and require the donated amounts to be permanently maintained. The interest income only is permitted to be used to support programs of the Humane Education and Spay/Neuter Funds on an equal basis.

Elsie Jones Memorial Reserve

This reserve is funded through contributions donated in memory of Elsie Jones and require the donated amounts to be permanently maintained. The interest income only is permitted to be used to support programs of the Spay/Neuter Fund.

Wade Townsend Memorial Reserve

This reserve is funded through contributions donated in memory of Wade Townsend and require the donated amounts to be permanently maintained. The interest income only is permitted to be used to support the programs of the Spay/Neuter Fund.

THE GUELPH HUMANE SOCIETY INCORPORATED
CAPITAL FUND SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

	Unrestricted	Externally Restricted Building Reserve	Internally Restricted Building Reserve	Internally Restricted Automotive Reserve	Internally Restricted Technology Reserve	Internally Restricted Equipment Reserve	Internally Restricted Communications Reserve	2017 Total	2016 Total
Balance, beginning of year	\$ 315,162	\$ 0	\$ 726,796	\$ 102,766	\$ 3,653	\$ 36,239	\$ 36,010	\$ 1,220,626	\$ 1,634,981
Net (deficit) surplus for the year	(99,396)	150,000	0	0	0	0	0	50,604	(318,408)
Transfers (note 10)	<u>(33,741)</u>	<u>0</u>	<u>(196,233)</u>	<u>0</u>	<u>(16,734)</u>	<u>(2,442)</u>	<u>0</u>	<u>(249,150)</u>	<u>(95,947)</u>
Balance, end of year	<u>\$ 182,025</u>	<u>\$ 150,000</u>	<u>\$ 530,563</u>	<u>\$ 102,766</u>	<u>\$ (13,081)</u>	<u>\$ 33,797</u>	<u>\$ 36,010</u>	<u>\$ 1,022,080</u>	<u>\$ 1,220,626</u>

Building Reserve

This reserve is funded from the Capital Fund and is to be used to assist in the development of a new building.

Automotive Reserve

This reserve is funded from the Animal Control Fund and General Fund, and is to be used to assist in the purchase of new automobiles.

Technology Reserve

This reserve is funded from the General Fund and is to be used to assist in the purchase of new technology.

Equipment Reserve

This reserve is funded from the Animal Control Fund and is to be used to assist in the purchase of new equipment.

Communications Reserve

This reserve is funded from the Animal Control Fund and is to be used to assist in the promoting of a campaign to control pet overpopulation.