

THE GUELPH HUMANE SOCIETY INCORPORATED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

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THE GUELPH HUMANE SOCIETY INCORPORATED
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YEAR ENDED DECEMBER 31, 2018

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INDEPENDENT AUDITOR'S REPORT

To the Members of: The Guelph Humane Society Incorporated

Qualified Opinion

We have audited the accompanying financial statements of The Guelph Humane Society Incorporated, which comprise the statement of financial position as at December 31, 2018 and the statements of revenues and expenditures, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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, 2018 and its results of operations and its cash flows for the then ended in accordance with Canadian accounting standards for not for profit organizations.

Basis for Qualified Opinion

In common with many charitable organizations, the organization derives some of its revenues from cash sources, 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, 2018 and 2017, current assets as at December 31, 2018 and 2017, and net assets as at January 1 and December 31 for both the 2018 and 2017 years. Our audit opinion on the financial statements for the year ended December 31, 2017 was modified accordingly because of the possible effects of this limitation in scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our qualified audit opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the The Guelph Humane Society Incorporated's ability to continue as a going concern, disclosing, as applicable, matters related to a going concern and using the going concern basis of accounting unless management either intends to liquidate the The Guelph Humane Society Incorporated or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the The Guelph Humane Society Incorporated's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of the auditor's responsibilities for the audit of the financial statements is located at RLB LLP's website at: www.rlb.ca/additional-auditor-responsibilities. This description forms part of our auditor's report.

Guelph, Ontario
April 24, 2019

Chartered Professional Accountants
Licensed Public Accountants

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THE GUELPH HUMANE SOCIETY INCORPORATED

STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2018

	General Fund	Animal Control Fund	Humane Education Fund	Capital Fund	Spay/Neuter Fund	2018 Total	2017 Total
ASSETS							
CURRENT							
Cash	\$ 242,419	\$ 0	\$ 0	\$ 0	\$ 0	\$ 242,419	\$ 116,449
Accounts receivable (note 6)	86,055	0	0	100,000	0	186,055	204,223
Inventory	1,459	0	0	0	0	1,459	1,459
Prepaid expenses	10,950	9,061	0	0	0	20,011	16,590
Due from (to) funds (note 10)	765,405	(206,785)	235,853	(743,213)	(51,260)	0	0
Government remittances recoverable	82,478	0	0	0	0	82,478	58,265
	<u>1,188,766</u>	<u>(197,724)</u>	<u>235,853</u>	<u>(643,213)</u>	<u>(51,260)</u>	<u>532,422</u>	<u>396,986</u>
INVESTMENTS (note 5)	718,310	0	141,645	281,009	196,672	1,337,636	1,576,619
CAPITAL ASSETS (note 4)	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,374,094</u>	<u>0</u>	<u>1,374,094</u>	<u>1,010,388</u>
	<u>\$ 1,907,076</u>	<u>\$ (197,724)</u>	<u>\$ 377,498</u>	<u>\$ 1,011,890</u>	<u>\$ 145,412</u>	<u>\$ 3,244,152</u>	<u>\$ 2,983,993</u>
LIABILITIES							
CURRENT							
Accounts payable and accrued liabilities	\$ 328,533	\$ 0	\$ 0	\$ 0	\$ 0	\$ 328,533	\$ 204,575
Government remittances payable	28,463	0	0	0	0	28,463	39,233
Deferred revenue	13,716	0	0	0	0	13,716	5,423
Asset retirement obligation (note 9)	0	0	0	72,504	0	72,504	68,767
	<u>370,712</u>	<u>0</u>	<u>0</u>	<u>72,504</u>	<u>0</u>	<u>443,216</u>	<u>317,998</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>470,000</u>
	<u>370,712</u>	<u>0</u>	<u>0</u>	<u>542,504</u>	<u>0</u>	<u>913,216</u>	<u>787,998</u>
NET ASSETS							
UNRESTRICTED FUNDS	1,315,369	(197,724)	235,853	50,645	(51,260)	1,352,883	798,010
EXTERNALLY RESTRICTED FUNDS	0	0	0	174,651	0	174,651	150,000
INTERNALLY RESTRICTED FUNDS	215,630	0	0	244,090	0	459,720	904,303
ENDOWMENT FUNDS	5,365	0	141,645	0	196,672	343,682	343,682
	<u>1,536,364</u>	<u>(197,724)</u>	<u>377,498</u>	<u>469,386</u>	<u>145,412</u>	<u>2,330,936</u>	<u>2,195,995</u>
	<u>\$ 1,907,076</u>	<u>\$ (197,724)</u>	<u>\$ 377,498</u>	<u>\$ 1,011,890</u>	<u>\$ 145,412</u>	<u>\$ 3,244,152</u>	<u>\$ 2,983,993</u>

THE GUELPH HUMANE SOCIETY INCORPORATED
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2018

	General Fund	Animal Control Fund	Humane Education Fund	Capital Fund	Spay/Neuter Fund	2018 Total	2017 Total
NET ASSETS, beginning of year	\$ 799,579	\$ (177,610)	\$ 355,785	\$ 1,022,080	\$ 196,161	\$ 2,195,995	\$ 2,489,581
Surplus (deficit) for the year	243,159	(26,020)	20,853	(52,102)	(50,949)	134,941	(293,586)
Transfers (note 10)	<u>493,626</u>	<u>5,906</u>	<u>860</u>	<u>(500,592)</u>	<u>200</u>	<u>0</u>	<u>0</u>
NET ASSETS, end of year	<u>\$ 1,536,364</u>	<u>\$ (197,724)</u>	<u>\$ 377,498</u>	<u>\$ 469,386</u>	<u>\$ 145,412</u>	<u>\$ 2,330,936</u>	<u>\$ 2,195,995</u>

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THE GUELPH HUMANE SOCIETY INCORPORATED
STATEMENT OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2018

	General Fund	Animal Control Fund	Humane Education Fund	Capital Fund	Spay/Neuter Fund	2018 Total	2017 Total
REVENUES							
Adoptions and surrenders	\$ 181,365	\$ 0	\$ 470	\$ 0	\$ 29,856	\$ 211,691	\$ 204,441
Bequests	426,012	0	0	0	0	426,012	179,907
Donations	300,239	0	0	24,651	0	324,890	184,250
Duke's Reserve	49,439	0	0	0	0	49,439	37,045
Fee for service	0	762,914	0	0	0	762,914	749,589
Fundraising activities	126,886	0	47,382	0	0	174,268	162,651
Grant	14,585	0	0	0	0	14,585	15,226
Investment income	18,221	0	0	0	0	18,221	22,128
Other	33,257	0	0	0	0	33,257	45,524
Ontario SPCA contract	60,426	0	0	0	0	60,426	59,534
Transfer charges	30,000	0	0	0	0	30,000	30,400
	<u>1,240,430</u>	<u>762,914</u>	<u>47,852</u>	<u>24,651</u>	<u>29,856</u>	<u>2,105,703</u>	<u>1,690,695</u>
EXPENDITURES							
Advertising	7,281	6,004	287	0	0	13,572	29,989
Automotive	3,852	24,389	0	0	0	28,241	25,356
Insurance	4,873	8,753	0	151	0	13,777	14,675
Interest on long term debt	0	0	0	27,854	0	27,854	8,831
Office	23,930	35,112	425	0	0	59,467	69,180
Professional fees	10,147	10,049	0	17,409	0	37,605	36,869
Rent	4,068	1,457	0	0	0	5,525	18,505
Repairs and maintenance	13,897	13,831	0	0	0	27,728	79,043
Salaries	601,939	611,509	26,287	0	0	1,239,735	1,185,065
Fundraising activities	45,132	14,482	0	21,463	0	81,077	23,976
Supplies	55,857	29,337	0	0	0	85,194	73,983
Property taxes	1,559	4,454	0	9,876	0	15,889	6,897
Utilities	11,296	19,432	0	0	0	30,728	33,242
Duke's Reserve	40,885	0	0	0	0	40,885	41,224
Veterinary	176,442	0	0	0	80,805	257,247	274,429
Amortization	2,544	10,125	0	0	0	12,669	23,477
(Revaluation) accretion expense	(6,431)	0	0	0	0	(6,431)	2,239
	<u>997,271</u>	<u>788,934</u>	<u>26,999</u>	<u>76,753</u>	<u>80,805</u>	<u>1,970,762</u>	<u>1,946,980</u>
OPERATING SURPLUS (DEFICIT)	243,159	(26,020)	20,853	(52,102)	(50,949)	134,941	(256,285)
LOSS ON SALE OF PROPERTY	0	0	0	0	0	0	(37,301)
NET SURPLUS (DEFICIT) for the year	<u>\$ 243,159</u>	<u>\$ (26,020)</u>	<u>\$ 20,853</u>	<u>\$ (52,102)</u>	<u>\$ (50,949)</u>	<u>\$ 134,941</u>	<u>\$ (293,586)</u>

THE GUELPH HUMANE SOCIETY INCORPORATED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2018

	2018	2017
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES		
Net surplus (deficit) for the year	\$ 134,941	\$ (293,586)
Items not requiring an outlay of cash		
Amortization	12,669	23,477
Accretion expense	(6,431)	2,239
Loss on sale of property	0	37,301
	<u>141,179</u>	<u>(230,569)</u>
Changes in non-cash working capital		
Accounts receivable	18,168	(102,185)
Prepaid expenses	(3,421)	7,616
Accounts payable and accrued liabilities	123,958	47,382
Government remittances recoverable (payable)	(34,983)	(4,296)
Deferred revenue	8,293	(12,641)
	<u>253,194</u>	<u>(294,693)</u>
CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES		
Long term debt advanced	0	470,000
Repayment of long term debt	0	(548,452)
	<u>0</u>	<u>(78,452)</u>
CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES		
Additions to capital assets	(366,207)	(963,882)
Net proceeds on sale of investments	238,983	789,582
Proceeds on sale of property	0	584,423
	<u>(127,224)</u>	<u>410,123</u>
NET INCREASE IN CASH	125,970	36,978
NET CASH, BEGINNING OF YEAR	<u>116,449</u>	<u>79,471</u>
NET CASH, END OF YEAR	<u>\$ 242,419</u>	<u>\$ 116,449</u>

THE GUELPH HUMANE SOCIETY INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

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
Buildings	- no amortization taken as not in use
Cat cages	- 20 years straight line basis
Computer equipment	- 3 years straight line basis
Furniture and equipment	- 10 years straight line basis
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 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, 2018

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 in fixed income, equities and mutual funds, 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, 2018

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 funds

The endowment funds report resources that are to be held as permanent endowments, including unexpended investment income which is restricted to specific purposes. These funds are externally restricted.

Internally restricted funds

The internally restricted funds report resources that are not to be held as endowments and are, therefore, used for expenditures on a current basis. These funds are internally restricted.

Externally restricted funds

The externally restricted funds report resources that are not to be held as endowments and are, therefore, used for expenditures on a current basis. These funds are 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 its financial instruments.

The extent of the organization's exposure to these risks did not change in 2018 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, 2018

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 2018	Net 2017
Asset retirement cost	\$ 56,527	\$ 42,396	\$ 14,131	\$ 3,965
Buildings	364,120	0	364,120	0
Cat cages	46,792	17,780	29,012	31,351
Computer equipment	18,482	17,090	1,392	0
Furniture and equipment	18,477	16,920	1,557	3,404
Land	963,882	0	963,882	963,882
Vehicles	78,086	78,086	0	7,786
	<u>\$ 1,546,366</u>	<u>\$ 172,272</u>	<u>\$ 1,374,094</u>	<u>\$ 1,010,388</u>

5. INVESTMENTS

Investments consist of fixed income, equities, mutual funds and a guaranteed investment certificate (GIC). The interest rate on the GIC is 1.50% (2017 - ranging from 1.50% to 2.51%) and is due in September 2021 (2017 - ranging from October 2018 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, 2018.

8. LONG TERM DEBT

	2018	2017
Vendor take back mortgage, interest at 6% per annum, monthly interest only payments of \$2,321, secured by land valued at \$963,882, repayable in 2022	<u>\$ 470,000</u>	<u>\$ 470,000</u>

THE GUELPH HUMANE SOCIETY INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

9. 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 March 31, 2021. The organization estimated the cost of the obligation as follows:

	2018	2017
Balance, beginning of the year	\$ 68,767	\$ 63,243
Accretion expense	2,717	2,239
Revaluation of obligation	<u>1,020</u>	<u>3,285</u>
Balance, end of year	<u>\$ 72,504</u>	<u>\$ 68,767</u>

10. 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 capital reserve to the general fund for professional fees.
- (b) Transfer from the general fund to the capital fund and spay/neuter fund for capital and spay/neuter donations received in the year.
- (c) Transfer from the capital fund to the general fund for interest paid on the mortgage.
- (d) 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, 2018

	Unrestricted	Internally Restricted Duke's Reserve	Internally Restricted Feline Reserve	Internally Restricted Governance Reserve	Endowment Judy Lacina Memorial Reserve	2018 Total	2017 Total
Balance, beginning of year	\$ 579,966	\$ 193,625	\$ 22,005	\$ (1,382)	\$ 5,365	\$ 799,579	\$ 849,610
Net surplus (deficit) for the year	243,159	0	0	0	0	243,159	(279,377)
Transfers (note 10)	<u>492,244</u>	<u>0</u>	<u>0</u>	<u>1,382</u>	<u>0</u>	<u>493,626</u>	<u>229,346</u>
Balance, end of year	<u>\$ 1,315,369</u>	<u>\$ 193,625</u>	<u>\$ 22,005</u>	<u>\$ 0</u>	<u>\$ 5,365</u>	<u>\$ 1,536,364</u>	<u>\$ 799,579</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, 2018

HUMANE EDUCATION FUND	Unrestricted	Endowment Sue Porter Memorial 50% Reserve	2018 Total	2017 Total
Balance, beginning of year	\$ 214,140	\$ 141,645	\$ 355,785	\$ 357,323
Net surplus (deficit) for the year	20,853	0	20,853	(1,538)
Transfers (note 10)	<u>860</u>	<u>0</u>	<u>860</u>	<u>0</u>
Balance, end of year	<u>\$ 235,853</u>	<u>\$ 141,645</u>	<u>\$ 377,498</u>	<u>\$ 355,785</u>

SPAY/NEUTER FUND	Unrestricted	Endowment Elsie Jones Memorial Reserve	Endowment Sue Porter Memorial Reserve 50%	Endowment Wade Townsend Memorial Reserve	2018 Total	2017 Total
Balance, beginning of year	\$ (511)	\$ 30,000	\$ 141,645	\$ 25,027	\$ 196,161	\$ 224,624
Net deficit for the year	(50,949)	0	0	0	(50,949)	(28,463)
Transfers (note 10)	<u>200</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>200</u>	<u>0</u>
Balance, end of year	<u>\$ (51,260)</u>	<u>\$ 30,000</u>	<u>\$ 141,645</u>	<u>\$ 25,027</u>	<u>\$ 145,412</u>	<u>\$ 196,161</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, 2018

	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	2018 Total	2017 Total
Balance, beginning of year	\$ 182,025	\$ 150,000	\$ 530,563	\$ 102,766	\$ (13,081)	\$ 33,797	\$ 36,010	\$ 1,022,080	\$ 1,220,626
Net (deficit) surplus for the year	(76,753)	24,651	0	0	0	0	0	(52,102)	50,604
Transfers (note 10)	<u>(54,627)</u>	<u>0</u>	<u>(459,046)</u>	<u>0</u>	<u>13,081</u>	<u>0</u>	<u>0</u>	<u>(500,592)</u>	<u>(249,150)</u>
Balance, end of year	<u>\$ 50,645</u>	<u>\$ 174,651</u>	<u>\$ 71,517</u>	<u>\$ 102,766</u>	<u>\$ 0</u>	<u>\$ 33,797</u>	<u>\$ 36,010</u>	<u>\$ 469,386</u>	<u>\$ 1,022,080</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.