

Financial Statements of

**CREDIT VALLEY
CONSERVATION FOUNDATION**

Year ended December 31, 2006



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AUDITORS' REPORT

To the Members of Credit Valley Conservation Foundation

We have audited the statement of financial position of Credit Valley Conservation Foundation as at December 31, 2006 and the statements of revenue and expenditures and change in operating fund balance for the year then ended. These financial statements are the responsibility of the Foundation's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at December 31, 2006 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. Below the signature is a horizontal line that starts under the 'K' and ends under the 'P'.

Chartered Accountants

Toronto, Canada

March 2, 2007

CREDIT VALLEY CONSERVATION FOUNDATION

Statement of Financial Position

December 31, 2006, with comparative figures for 2005

	2006	2005
Assets		
Cash and cash equivalents	\$ 77,173	\$ 27,383
	<u>\$ 77,173</u>	<u>\$ 27,283</u>
Liabilities and Fund Balances		
Liabilities:		
Accounts payable and accrued liabilities	\$ 9,033	\$ -
Fund balances:		
Operating	23,163	18,700
Reserves (note 2)	44,977	8,683
	<u>68,140</u>	<u>27,383</u>
	<u>\$ 77,173</u>	<u>\$ 27,383</u>

See accompanying notes to financial statements.

On behalf of the Board:

_____ Chair

_____ Secretary/Treasurer

CREDIT VALLEY CONSERVATION FOUNDATION

Statement of Revenue and Expenditures and Change in Operating Fund Balance

Year ended December 31, 2006, with comparative figures for 2005

	2006	2005
Revenue:		
Donations	\$ 194,829	\$ 23,099
Interest on short-term investments	—	362
	<u>194,829</u>	<u>23,461</u>
Expenditures:		
Paid to Credit Valley Conservation Authority (note 3)	140,922	84,363
Program expenses	10,532	—
Bursaries paid	1,500	1,500
Marketing supplies	728	—
Service charges and other	490	541
	<u>154,172</u>	<u>86,404</u>
Excess of revenue over expenditures (expenditures over revenue)	40,757	(62,943)
Operating fund, beginning of year	18,700	17,269
Appropriation (to) reserves, net	(36,294)	64,374
Operating fund, end of year	<u>\$ 23,163</u>	<u>\$ 18,700</u>

See accompanying notes to financial statements.

CREDIT VALLEY CONSERVATION FOUNDATION

Notes to Financial Statements

Year ended December 31, 2006

1. Significant accounting policies:

These financial statements have been prepared in accordance with generally accepted accounting principles for not-for-profit organizations. The significant accounting policies adopted by the Foundation are as follows:

(a) Accrual basis of accounting:

Revenue and expenditures are recorded on the accrual basis, whereby they are reflected in the accounts in the year in which they have been earned and incurred, respectively, whether or not such transactions have been finally settled by the receipt or payment of money.

(b) Donations:

Donations are recorded at the time of receipt. Donations-in-kind are recorded at estimated fair market values. During 2006, the Foundation received \$5,185 of such donations-in-kind (2005 - \$766).

2. Reserves:

Reserves for future expenditures and contingencies are established as required at the discretion of the Directors of the Foundation. Increases or decreases in these reserves are made by appropriations to or from operations.

3. Paid to Credit Valley Conservation Authority:

This amount relates to the following amounts paid to the Authority, excluding in-kind donations:

Vicki Barron Lakeside Trail	\$ 2,282
Raltray Marsh Restoration	95,000
Island Lake Memorial Forest	13,625
Biggar project	4,465
Conversation gala	25,550
Total	\$ 140,922

CREDIT VALLEY CONSERVATION FOUNDATION

Notes to Financial Statements (continued)

Year ended December 31, 2006

4. **Statement of cash flows:**

A statement of cash flows has not been presented as it would not provide any additional meaningful information.

CREDIT VALLEY CONSERVATION FOUNDATION

Schedule of Continuity of Reserves

Year ended December 31, 2006, with comparative figures for 2005

2006	Balance, beginning of year	Appropriation from (to) operations	Balance, end of year
Bursary fund	\$ 1,000	\$ (1,000)	\$ -
Environmental youth corps	-	1,000	1,000
Greenlands strategy/acquisition	-	5,000	5,000
Elora/Cataract trailway	935	-	935
Glassford Trail	-	-	-
Ratray Marsh	-	-	-
Island Lake community trails	2,500	34,422	36,922
In Memory Mentis	290	-	290
Terra Cotta Trails	-	-	-
Caring for the Credit	-	-	-
Island Lake Memorial Forest	1,080	(1,075)	5
Butterfly Garden	-	-	-
Island Lake Fall Festival	200	-	200
Island Lake Fishing derby	-	625	625
Biggar Project	2,678	(2,678)	-
	\$ 8,683	\$ 36,294	\$ 44,977

2005	Balance, beginning of year	Appropriation from (to) operations	Balance, end of year
Bursary fund	\$ 2,500	\$ (1,500)	\$ 1,000
Elora/Cataract Trailway	3,414	(2,479)	935
Glassford Trail	11,248	(11,246)	-
Ratray Marsh	1,102	(1,102)	-
Vicki Barron Lakeside Trail	23,173	(20,673)	2,500
In Memory Mentis	290	-	290
Terra Cotta Trails	12,937	(12,937)	-
Caring for the Credit	6,115	(6,115)	-
Island Lake Memorial Forest	11,280	(10,200)	1,080
Butterfly Garden	1,000	(1,000)	-
Island Lake Fall Festival	-	200	200
Biggar Project	-	2,678	2,678
	\$ 73,057	\$ (64,374)	\$ 8,683