

**GOERT GARRY OAK ECOSYSTEMS RECOVERY TEAM SOCIETY**  
**FINANCIAL STATEMENTS**  
**MARCH 31, 2011**

Unaudited – See Notice to Reader

**NOTICE TO READER**

On the basis of information provided by management, we have compiled the statement of financial position of GOERT Garry Oak Ecosystems Recovery Team Society as at March 31, 2011 and the statements of operations and changes in net assets and cash flows for the year then ended. We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are advised that we have performed certain bookkeeping functions in recording financial information used to compile these financial statements.

Readers are cautioned that these statements may not be appropriate for their purposes.

Victoria, B.C.

*Parkes + Moysey.*

August 17, 2011

Chartered Accountants


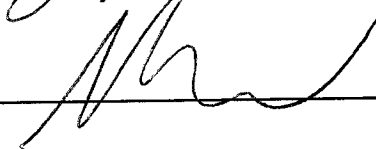
**GOERT GARRY OAK ECOSYSTEMS RECOVERY TEAM SOCIETY**  
(Incorporated under the Society Act of British Columbia)

**STATEMENT OF FINANCIAL POSITION**

**MARCH 31, 2011**

	<u>2011</u>	<u>2010</u>
<u>ASSETS</u>		
Current assets:		
Cash	\$ 45,218	\$ 49,222
Accounts receivable	29,541	25,741
Taxes receivable	11,580	2,599
Inventory, at cost	308	2,287
Prepaid expenses	<u>3,601</u>	<u>1,635</u>
	<u>\$ 90,248</u>	<u>\$ 81,484</u>
<u>LIABILITIES AND NET ASSETS</u>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 42,772	\$ 2,804
Deferred revenue (note 3)	<u>2,641</u>	<u>44,002</u>
Total current liabilities	45,413	46,806
Net assets:		
Unrestricted	<u>44,835</u>	<u>34,678</u>
	<u>\$ 90,248</u>	<u>\$ 81,484</u>

Approved by the Board:

  
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(See accompanying notes)

**GOERT GARRY OAK ECOSYSTEMS RECOVERY TEAM SOCIETY**  
**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

**YEAR ENDED MARCH 31, 2011**  
(with comparative figures for the year ended March 31, 2010)

	<u>2011</u>	<u>2010</u>
Revenues:		
Federal grants	\$ 499,636	\$ 238,806
Provincial grants	17,214	158,039
Municipal grants	6,625	65
Foundation and other grants	6,977	39,614
Donations and memberships	11,444	16,592
Gaming revenue	<u>82</u>	<u>          </u>
Total revenues	<u>541,978</u>	<u>453,116</u>
Expenditures:		
Wages and benefits	303,599	264,942
Project costs	164,065	88,422
Communications	8,507	470
Occupancy	21,923	23,832
Professional fees	15,347	7,783
Office and supplies	15,797	2,284
Membership and recognition	2,583	3,685
Bad debts (recovery)	<u>          </u>	<u>(24,000)</u>
Total expenditures	<u>531,821</u>	<u>367,418</u>
Net income for year	10,157	85,698
Net assets, beginning of year	<u>34,678</u>	<u>(51,020)</u>
Net assets, end of year	<u>\$ 44,835</u>	<u>\$ 34,678</u>

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(See accompanying notes)

**GOERT GARRY OAK ECOSYSTEMS RECOVERY TEAM SOCIETY**

**STATEMENT OF CASH FLOWS**

**YEAR ENDED MARCH 31, 2011**

(with comparative figures for the year ended March 31, 2010)

	<u>2011</u>	<u>2010</u>
Cash provided by (used for) operating activities:		
Excess revenues	\$ 10,157	\$ 85,698
Net change in operating current assets and liabilities -		
Accounts receivable	(3,800)	22,999
Taxes receivable	(8,981)	(2,599)
Inventory	1,979	(2,287)
Prepaid expenses	(1,966)	(1,635)
Accounts payable	39,968	(16,245)
Deferred revenues	<u>(41,361)</u>	<u>(99,905)</u>
Decrease in cash during year	(4,004)	(13,974)
Cash, beginning of year	<u>49,222</u>	<u>63,196</u>
Cash, end of year	<u>\$ 45,218</u>	<u>\$ 49,222</u>

Unaudited – See Notice to Reader

(See accompanying notes)

# GOERT GARRY OAK ECOSYSTEMS RECOVERY TEAM SOCIETY

## NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2011

### 1. Description of Society

GOERT Garry Oak Ecosystems Recovery Team Society is a registered charity (effective April 1, 2009) and is incorporated under the Society Act of British Columbia.

The Society's purpose is to educate the public and professionals about Garry Oak Ecosystems and associated species, to conduct research related to Garry Oak Ecosystems and to engage in environmental stewardship projects to improve and secure Garry Oak and associated ecosystems so that they are no longer at risk of extinction. GOERT operates primarily on southern Vancouver Island and the southern Gulf Islands.

### 2. Accounting policies

Preparation of the financial statements for a period necessarily involves the use of estimates and assumptions. Actual results are dependent upon future events.

The financial statements have, in management's opinion, been prepared using judgment within reasonable limits of materiality and within the framework of significant accounting policies summarized below.

#### **Volunteer services**

The Society receives significant benefits from the services of many volunteers. As no objective basis exists to value these contributions they have not been reflected in these financial statements.

#### **Property and equipment**

Property and equipment purchased are recorded at cost. Contributions of property and equipment are recorded at fair value as of the date of contribution.

#### **Revenue recognition**

The Society uses the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue when the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or when receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Contributions of property are recognized only when a fair value as of the date of contribution can be reasonably estimated, the property is to be used in the normal course of operations and would otherwise have been purchased.

Investment income, recorded on an accrual basis, may include interest, dividends, gains/losses on sale of investments and holding gains/losses on investments.

### Financial instruments

The Society's financial instruments comprise cash, accounts receivable and accounts payable. Cash and short-term investments are classified as held-for-trading and are recorded at fair value with gains and losses included in earnings. Accounts receivable and accounts payable and accrued liabilities are classified as either loans and receivables or other financial liabilities and are recorded at amortized cost.

It is management's opinion that the Society is not exposed to significant interest, currency or credit risks arising from these financial instruments and the fair values of these financial instruments approximate their carrying values.

### 3. Deferred revenue

Deferred revenue represents restricted funding received during the current period which will be recognized as revenue in a subsequent period when the related costs are incurred. Changes in deferred revenue comprise:

	<u>2011</u>	<u>2010</u>
Opening balance	\$ 44,002	\$ 143,907
Amounts reported as revenue in the current period	(44,002)	(143,907)
Amounts received related to future periods	<u>2,641</u>	<u>\$ 44,002</u>
Closing balances	<u>\$ 2,641</u>	<u>\$ 44,002</u>

Deferred revenue includes amounts received pursuant to gaming event licenses granted by the Province of British Columbia, Ministry of Public Safety and Solicitor General, Gaming Policy and Enforcement Branch. Gross revenue received pursuant to such licenses during the year totaled \$545 (2010 – Nil).

### 4. Capital management

The Society defines capital to be its operating fund balances. GOERT receives its principal source of capital through operating grants, donations and memberships. GOERT's objective when managing capital is to fund its operations. GOERT monitors expenses and preserves capital in accordance with annual operating budgets. GOERT is not subject to any significant external covenants on its capital and has complied with any external restrictions on its revenues.