



Grant Thornton

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Financial Statements of

KASLO AND DISTRICT COMMUNITY FOREST SOCIETY

December 31, 2019



Grant Thornton

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NOTICE TO READER

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On the basis of information provided by management, we have compiled the balance sheet of Kaslo and District Community Forest Society as at December 31, 2019 and the statement of operations and net assets for the year then ended.

We have not performed an audit or a review of these financial statements and, accordingly, we express no assurance thereon.

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

Grant Thornton LLP

Chartered Professional Accountants

April 17, 2020

Nelson, B.C.

KASLO AND DISTRICT COMMUNITY FOREST SOCIETY
STATEMENT OF FINANCIAL POSITION
As At December 31, 2019

ASSETS	2019	2018
CURRENT ASSETS		
Cash and short-term investments	\$ 1,112,188	\$ 1,193,266
Legacy Fund	78,974	78,675
Accounts receivable	55,487	34,531
Inventory	53,184	-
Prepaid expenses	805	576
	1,300,638	1,307,048
CAPITAL ASSETS (note 2)	13,663	658
	\$ 1,314,301	\$ 1,307,706
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 77,184	\$ 8,907
Government remittances payable	7,931	5,838
Deferred contributions	5,000	-
	90,115	14,745
SILVICULTURE LIABILITY (note 3)	542,352	576,437
	632,467	591,182
NET ASSETS		
General fund - unrestricted	(482,694)	(447,639)
Internally restricted		
- Operating reserve	1,000,000	1,000,000
- Contingency fund	85,553	85,488
- Legacy fund	78,975	78,675
	681,834	716,524
	\$ 1,314,301	\$ 1,307,706

Approved by the Directors:

DocuSigned by:

Sabrina Mutterer

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Steve Anderson

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KASLO AND DISTRICT COMMUNITY FOREST SOCIETY
STATEMENT OF OPERATIONS
As At December 31, 2019

	2019	2018
REVENUE		
Logging income	\$ 1,269,547	\$ 1,421,157
DIRECT COSTS		
Logging costs	1,043,001	282,741
Silviculture	52,557	267,192
	1,095,558	549,933
INCOME FROM OPERATIONS	173,989	871,224
OTHER REVENUE		
Grants	29,153	1,000
Miscellaneous income	-	968
Memberships	225	410
Interest	14,330	10,020
Gain on asset disposal	-	5,548
	43,708	17,946
EXPENDITURES		
Amortization	3,457	165
Bank charges and interest	158	67
Bursaries, donations, and outreach	942	5,030
Insurance	4,222	4,594
Licences and fees	13,516	10,947
Management expenses	161,558	166,217
Office	8,289	22,027
Professional fees	16,209	13,654
Public relations	8,045	12,768
Special project fees	35,991	3,623
Telephone	-	331
	252,387	239,423
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	\$ (34,690)	\$ 649,747

KASLO AND DISTRICT COMMUNITY FOREST SOCIETY
STATEMENT OF CHANGES IN NET ASSETS
For the Year Ended December 31, 2019

	General Fund	Operating Reserve	Contingency Fund	Legacy Fund	2019 Total	2018 Total
NET ASSETS, BEGINNING OF YEAR	\$(447,639)	\$ 1,000,000	\$ 85,488	\$ 78,675	\$ 716,524	\$ 66,777
Excess (deficiency) of revenue over expenditures	(35,055)	-	65	300	(34,690)	649,747
NET ASSETS, END OF YEAR	\$(482,694)	\$ 1,000,000	\$ 85,553	\$ 78,975	\$ 681,834	\$ 716,524

KASLO AND DISTRICT COMMUNITY FOREST SOCIETY
NOTES TO FINANCIAL STATEMENTS
As At December 31, 2019

1. KASLO AND DISTRICT COMMUNITY FOREST SOCIETY

The Society was incorporated under the Society Act of British Columbia on May 23, 1996 with the purpose of establishing and promoting sustainable forest practices in Kaslo and the surrounding region, and to promote the greatest benefit to the community from forestry initiatives. The Society obtained a 15-year forest license on January 1, 1997 covering some 6,200 hectares of crown land around the Village of Kaslo with an annual allowable cut of 10,000 cubic meters (m³). In January 2010, an additional 25-year license for 25,000 m³ was obtained. The Society is a non-profit organization under the Income Tax Act and accordingly, is exempt from income taxes provided certain requirements of the Income Tax Act are met.

2. CAPITAL ASSETS

	2019		2018	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Equipment and furnishings	\$ 16,068	\$ 3,379	\$ 823	\$ 165
Computer equipment	2,267	1,293	1,050	1,050
	18,335	4,672	1,873	1,215
Cost less accumulated amortization	\$ 13,663		\$ 658	

3. SILVICULTURE ACCRUAL

The Society accrues silviculture costs based on the volume of production in cubic metres.
