

CONSERVATION COUNCIL OF NEW BRUNSWICK INC.

Financial Statements

Year Ended June 30, 2024

CONSERVATION COUNCIL OF NEW BRUNSWICK INC.

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Year Ended June 30, 2024

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Conservation Council of New Brunswick Inc.

We have reviewed the accompanying financial statements of Conservation Council of New Brunswick Inc. (the organization) that comprise the statement of financial position as at June 30, 2024, 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 (ASNPO), 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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Conservation Council of New Brunswick Inc. as at June 30, 2024, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.

Teed Saunders Doyle

Fredericton, New Brunswick
October 17, 2024

CHARTERED PROFESSIONAL ACCOUNTANTS

CONSERVATION COUNCIL OF NEW BRUNSWICK INC.

Statement of Financial Position

June 30, 2024

	2024	2023
ASSETS		
CURRENT		
Cash	\$ 623,318	\$ 728,853
Marketable securities (<i>Cost - \$337,355; 2023 - \$275,602</i>)	518,537	427,931
Accounts receivable	23,797	13,314
Prepaid project expenses	9,134	8,603
	<u>1,174,786</u>	<u>1,178,701</u>
PROPERTY AND EQUIPMENT (<i>Note 4</i>)	<u>68,277</u>	<u>71,352</u>
	<u>\$ 1,243,063</u>	<u>\$ 1,250,053</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 10,896	\$ 18,107
Current portion of long term debt (<i>Note 6</i>)	-	30,000
Government remittances payable	9,957	3,727
Deferred revenue (<i>Note 5</i>)	480,788	552,969
	<u>501,641</u>	<u>604,803</u>
NET ASSETS		
General fund	599,145	549,898
Restricted fund	74,000	24,000
Property and equipment fund	68,277	71,352
	<u>741,422</u>	<u>645,250</u>
	<u>\$ 1,243,063</u>	<u>\$ 1,250,053</u>

ON BEHALF OF THE BOARD

X

_____ *Director*

_____ *Director*

CONSERVATION COUNCIL OF NEW BRUNSWICK INC.

Statement of Changes in Net Assets

Year Ended June 30, 2024

	General Fund	Restricted Fund <i>(Note 10)</i>	Property and Equipment Fund	2024	2023
NET ASSETS -					
BEGINNING OF YEAR \$	549,898	24,000	71,352	645,250	505,215
INTERFUND TRANSFERS	(50,000)	50,000	-	-	-
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	99,247	-	(3,075)	96,172	140,035
NET ASSETS - END OF YEAR	\$ 599,145	\$ 74,000	\$ 68,277	\$ 741,422	\$ 645,250

CONSERVATION COUNCIL OF NEW BRUNSWICK INC.

Statement of Revenues and Expenditures

Year Ended June 30, 2024

	2024	2023
REVENUE		
Project revenue <i>(Note 7)</i>	\$ 1,004,319	\$ 747,982
Donations	87,532	155,689
Special events and fundraising	-	1,976
Memberships	4,914	3,782
Project administration	82,125	110,791
Sales and service	1,548	2,497
Wage and other subsidies	65,701	69,207
Investment <i>(Note 9)</i>	54,070	58,750
	1,300,209	1,150,674
EXPENSES		
Bank charges	1,524	1,419
Building and property expense	22,450	18,915
Dues and subscriptions	3,509	2,696
Equipment purchases and rentals	2,100	2,904
Fundraising	24,734	21,722
In-kind directors travel	255	210
Investment counsel fees	6,464	6,225
Member services	4,804	2,795
Office, occupancy and general expenses	23,396	35,856
Professional fees	14,115	12,148
Project expenses <i>(Note 7)</i>	996,564	749,209
Salaries and wages	101,047	154,129
	1,200,962	1,008,228
EXCESS OF REVENUE OVER EXPENSES FROM OPERATIONS	99,247	142,446
OTHER INCOME (EXPENSES)		
Amortization	(3,075)	(2,411)
EXCESS OF REVENUE OVER EXPENSES	\$ 96,172	\$ 140,035

CONSERVATION COUNCIL OF NEW BRUNSWICK INC.

Statement of Cash Flows
Year Ended June 30, 2024

	2024	2023
OPERATING ACTIVITIES		
Excess of revenue over expenses	\$ 96,172	\$ 140,035
Items not affecting cash:		
Amortization of property and equipment	3,075	2,411
Amortization	-	45
Forgivable portion of CEBA loan	-	(10,000)
	99,247	132,491
 Changes in non-cash working capital:		
Accounts receivable	(10,483)	154,017
Accounts payable	(7,211)	(6,868)
Deferred revenue	(72,181)	236,529
Prepaid project expenses	(531)	563
Government remittances payable	6,230	2,793
	(84,176)	387,034
	15,071	519,525
 INVESTING ACTIVITIES		
Purchase of property and equipment	-	(9,042)
Repayment of loans and notes receivable	(30,000)	-
Marketable securities	(90,606)	(49,822)
	(120,606)	(58,864)
 INCREASE (DECREASE) IN CASH FLOW	(105,535)	460,661
 CASH - BEGINNING OF YEAR	728,853	268,192
 CASH - END OF YEAR	\$ 623,318	\$ 728,853

CONSERVATION COUNCIL OF NEW BRUNSWICK INC.

Notes to Financial Statements

Year Ended June 30, 2024

1. PURPOSE OF THE ORGANIZATION

The Conservation Council of New Brunswick Inc. is a citizen-based not-for-profit environmental organization that promotes public policies that recognize the importance of a healthy environment. The organization is a registered charity under the Income Tax Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO).

Cash and cash equivalents

The organization considers cash on hand, short-term deposits and balances with banks, net of overdrafts as cash or cash equivalents. Bank borrowings are considered to be financing activities.

Property and equipment

Property and equipment is stated at cost or deemed cost less accumulated amortization. Donated assets are recorded at fair market value at the date of donation. Property and equipment is amortized over its estimated useful life on a declining balance basis at the following rates:

Buildings	4%
Computer equipment	30%
Furniture, fixtures and equipment	20%
Marine equipment	30%

The organization regularly reviews its property and equipment to eliminate obsolete items.

Use of estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Significant estimates include allowances for doubtful accounts receivable and useful lives of property and equipment. Actual results could differ from these estimates.

Deferred revenue

Deferred revenue represents project funding received prior to year-end for which expenses have not been incurred.

(continues)

CONSERVATION COUNCIL OF NEW BRUNSWICK INC.

Notes to Financial Statements

Year Ended June 30, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Revenue recognition

Conservation Council of New Brunswick Inc. follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Marketable securities are recorded at market value and investment income is accrued as earned.

Donated materials

Donated property, marketable securities and other non-cash donations are recorded as contributions at their estimated fair market value at the date of the donation.

Financial instruments policy

The organization considers any contracts a financial asset, liability, or equity instrument as a financial instrument, except in certain limited circumstances. The organization accounts for the following as financial instruments:

1. Cash and cash equivalents
2. Trade and other receivables
3. Payables and accruals
4. Marketable securities

A financial asset or liability is recognized when the organization becomes party to contractual provisions of the instrument.

The organization initially measures its financial assets and financial liabilities at fair value, except for certain non-arm's length transactions.

Financial assets or liabilities obtained in related party transactions are measured in accordance with the accounting policy for related party transactions except for those transactions that are with a person or entity whose sole relationship with the organization is in the capacity of management in which case they are accounted for in accordance with financial instruments.

The organization subsequently measures its financial assets and financial liabilities at cost or amortized cost less any reduction for impairment, except for marketable securities which are measured at fair value.

The organization removes financial liabilities, or a portion of, when the obligation is discharged, cancelled, or expires.

3. FINANCIAL INSTRUMENTS

It is management's opinion that the organization is not exposed to significant interest, liquidity, or price risks arising from financial instruments.

CONSERVATION COUNCIL OF NEW BRUNSWICK INC.

Notes to Financial Statements

Year Ended June 30, 2024

4. PROPERTY AND EQUIPMENT

	Cost	Accumulated amortization	2024 Net book value	2023 Net book value
Land	\$ 29,660	\$ -	\$ 29,660	\$ 29,660
Buildings	65,549	33,762	31,787	33,111
Computer equipment	8,678	8,480	198	283
Furniture and fixtures	12,804	6,274	6,530	8,163
Project - Computer equipment	21,791	21,776	15	22
Project - Equipment and furniture	8,429	8,371	58	57
Project - Marine equipment	29,873	29,844	29	56
	\$ 176,784	\$ 108,507	\$ 68,277	\$ 71,352

For information purposes, the Council's premises at 180 St. John Street, Fredericton has a net book value (consisting of land and building) of \$43,987 recorded in the financial statements. The fair value of this property at year-end is estimated to be \$513,900.

5. DEFERRED REVENUE

	2024		2023
Marine conservation	\$ 147,029	\$	33,385
Biodiversity	51,222		1,572
Sustainable energy	282,537		492,012
Wage subsidies	-		26,000
	\$ 480,788	\$	552,969

6. LONG TERM DEBT

	2024		2023
OMISTA Credit Union (CEBA) interest-free loan. The loan was repaid during the year.	\$ -	\$	30,000
	-		
Amounts payable within one year	-		(30,000)
	\$ -	\$	-

CONSERVATION COUNCIL OF NEW BRUNSWICK INC.

Notes to Financial Statements

Year Ended June 30, 2024

7. PROJECT REVENUE AND EXPENSES

	2024	2023
Project revenue		
Biodiversity	\$ 70,524	\$ 63,446
Healthwatch	-	10,613
Marine conservation	132,393	151,682
Sustainable energy	801,402	478,301
Waste management	-	43,940
	<u>1,004,319</u>	<u>747,982</u>
Project expenses		
Amortization	-	45
Biodiversity	65,398	74,439
Healthwatch	-	10,613
Marine conservation	135,475	146,934
Sustainable energy	795,691	469,877
Waste management	-	47,301
	<u>996,564</u>	<u>749,209</u>
Net project surplus (loss)	<u>\$ 7,755</u>	<u>\$ (1,227)</u>

8. SALARY AND WAGES EXPENSE

Salary and wages expense includes \$nil (2023 - \$30,000) paid or payable as a financial settlement to a former Executive Director.

9. INVESTMENT REVENUE

Net investment revenue includes unrealized gains on marketable securities of \$41,115 (2023 - unrealized gain of \$37,137).

10. RESERVE FUND

The Board established a reserve fund with a target of accumulating funds to cover approximately four months of operating expenditures.

11. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.
