

GABRIOLA COMMONS FOUNDATION

FINANCIAL STATEMENTS

(Unaudited)

MARCH 31, 2010

GABRIOLA COMMONS FOUNDATION

MARCH 31, 2010

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GABRIOLA COMMONS FOUNDATION

REVIEW ENGAGEMENT REPORT

To the Directors of
Gabriola Commons Foundation

I have reviewed the statement of financial position of Gabriola Commons Foundation as at March 31, 2010 and the statements of operations, changes in net assets and cash flows for the year then ended. My review was made in accordance with generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to me by the company.

A review does not constitute an audit and consequently I do not express an audit opinion on these financial statements.

Based on my review, nothing has come to my attention that causes me to believe that these financial statements are not, in all material respects, in accordance with generally accepted accounting principles.

Gabriola B C
June 17, 2010

CERTIFIED GENERAL ACCOUNTANT

GABRIOLA COMMONS FOUNDATION

STATEMENT OF FINANCIAL POSITION (Unaudited)

AS AT MARCH 31, 2010

ASSETS

	2010	2009
CURRENT		
Cash	\$ 67,612	\$ 36,082
Accounts receivable	5,419	-
Prepaid expenses	780	652
GST receivable	488	51
Deposit on purchase of land and buildings	90,000	90,000
	164,299	126,785
CAPITAL ASSETS (Note 3)	87,862	70,000
	\$ 252,161	\$ 196,785

APPROVED ON BEHALF OF THE BOARD:

_____ Chairman

_____ Treasurer

The accompanying notes are an integral part of these financial statements.

GABRIOLA COMMONS FOUNDATION

STATEMENT OF FINANCIAL POSITION (Unaudited)

AS AT MARCH 31, 2010

LIABILITIES

	2010	2009
CURRENT		
Accounts payable and accrued liabilities	\$ 9,014	\$ 4,421
Deferred revenue	24,156	-
	33,170	4,421
LONG TERM DEBT (Note 4)	90,000	90,000
DEFERRED CONTRIBUTIONS	75,600	70,000
	165,600	160,000
	198,770	164,421
NET ASSETS		
INVESTMENT IN CAPITAL ASSETS (Note 5)	12,262	-
RESTRICTED FUNDS (Note 6)	11,082	-
UNRESTRICTED FUNDS	30,047	32,364
	53,391	32,364
	\$ 252,161	\$ 196,785

The accompanying notes are an integral part of these financial statements.

GABRIOLA COMMONS FOUNDATION

STATEMENT OF OPERATIONS (Unaudited)

FOR THE YEAR ENDED MARCH 31, 2010

	2010	%	2009	%
REVENUE (Schedule 1)	\$ 96,904	100.00	\$ 63,064	100.00
EXPENSES				
Advertising and promotion	463	0.48	49	0.08
Amortization	14,648	15.12	-	-
Bookkeeping	-	-	860	1.36
Fees and licences	225	0.23	135	0.21
Farm management expenses	989	1.02	3,650	5.79
Fundraising expenses	135	0.14	1,072	1.70
Insurance	4,406	4.55	3,712	5.89
Interest and bank charges	250	0.26	209	0.33
Interest on long term debt	2,000	2.06	4,500	7.14
Office supplies	772	0.80	381	0.60
Professional fees	2,275	2.35	3,827	6.07
Property tax	3,278	3.38	-	-
Rent	39,120	40.37	38,303	60.74
Repairs & maintenance	3,758	3.88	5,825	9.24
Supplies	1,401	1.45	1,926	3.05
Telephone and utilities	2,157	2.23	3,031	4.81
	75,877	78.30	67,480	107.00
EXCESS (DEFICIT) OF REVENUE OVER EXPENSES	\$ 21,027		\$ (4,416)	

The accompanying notes are an integral part of these financial statements.

GABRIOLA COMMONS FOUNDATION

STATEMENT OF CHANGES IN NET ASSETS (Unaudited)

FOR THE YEAR ENDED MARCH 31, 2010

	2010	2009
UNRESTRICTED FUNDS , beginning of year	\$ 32,364	\$ 36,780
EXCESS (DEFICIT) OF REVENUE OVER EXPENDITURES	21,027	(4,416)
	53,391	32,364
INTERFUND TRANSFERS	(23,344)	-
UNRESTRICTED FUNDS , end of year	30,047	32,364
CAPITAL ASSETS (Note 5)	12,262	-
RESTRICTED FUNDS (Note 6)	11,082	-
NET ASSETS	\$ 53,391	\$ 32,364

The accompanying notes are an integral part of these financial statements.

GABRIOLA COMMONS FOUNDATION

STATEMENT OF CASH FLOWS (Unaudited)

FOR THE YEAR ENDED MARCH 31, 2010

	2010	2009
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES		
Cash receipts from grants, donations & fundraising	\$ 91,044	\$ 62,988
Cash paid to suppliers and employees	(32,359)	(112,222)
Interest received	5	25
Interest paid	(250)	(4,709)
CASH FLOW FROM OPERATIONS	58,440	(53,918)
INVESTING ACTIVITIES		
Additions to capital assets	(26,910)	-
CASH FLOW FROM INVESTING	(26,910)	-
FINANCING ACTIVITIES		
Increase in long-term debt	-	90,000
CASH FLOW FROM FINANCING	-	90,000
INCREASE IN CASH	31,530	36,082
CASH, beginning of year	36,082	-
CASH, end of year	\$ 67,612	\$ 36,082
CASH is defined as		
Cash (bank indebtedness)	\$ 67,612	\$ 36,082
	\$ 67,612	\$ 36,082

The accompanying notes are an integral part of these financial statements.

GABRIOLA COMMONS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (Unaudited)

MARCH 31, 2010

1. NATURE OF BUSINESS

The Gabriola Commons Foundation is a not-for-profit organization incorporated under the Societies Act of British Columbia and a Registered Charity for income tax purposes.

2. SUMMARY OF ACCOUNTING POLICIES

(a) The association reports its activities using the deferral method of accounting for contributions, which matches the revenue to the related expenditure.

(b) Other Accounting Policies

Contributed capital assets are recorded at fair value and the donated portion shown as a deferred contribution. The latter is taken into revenue at the same rate as the asset is amortized.

Contributed material and services are not recorded in the financial statements.

Pledges receivable are recorded when received.

(c) Capital Assets

Capital assets are recorded at cost. Amortization is provided annually at rates calculated to write-off the assets over their estimated useful lives as follows:

Buildings	- 4% diminishing balance
Equipment & furnishings	- 20% diminishing balance
Leasehold improvements	- 20% straight line

Additions during the year are amortized at one-half their normal rate and no amortization is taken in the year of disposition.

(d) Other Revenue Recognition Points

The cut-off date for donations is the same as the cut-off date for receipts issued in a year, and is based on the postage date on the envelope for mail, or the date the donation is received.

Legacies, or bequests are recorded when received.

The accompanying notes are an integral part of these financial statements.

GABRIOLA COMMONS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (Unaudited)

MARCH 31, 2010

3. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net 2010	Net 2009
Buildings	\$ 30,759	\$ 615	\$ 30,144	\$ -
Equipment & furnishings	70,326	14,033	56,293	70,000
Leasehold improvements	1,425	-	1,425	-
	\$ 102,510	\$ 14,648	\$ 87,862	\$ 70,000

4. LONG TERM DEBT

	2010	2009
Amazing Grace Ecological Society loan with interest only payments due once yearly on November 2, interest at 5% per annum. Due November 2, 2011.	\$ 90,000	\$ 90,000
	\$ 90,000	\$ 90,000

5. NET ASSETS INVESTED IN CAPITAL ASSETS

	2010	2009
Transfer amortization from operating fund	\$ (14,648)	\$ -
Transfer capital assets purchased from operating fund	26,910	-
	\$ 12,262	\$ -

The accompanying notes are an integral part of these financial statements.

GABRIOLA COMMONS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (Unaudited)

MARCH 31, 2010

6. INTERNALLY RESTRICTED FUNDS

	2010	2009
Farm Management Team fund, opening balance	\$ -	\$ -
Donations and transfers in	14,850	-
Expenses	(12,569)	-
	2,281	-
Community Kitchen Project fund, opening balance	-	-
Donations and transfers in	3,408	-
	3,408	-
Mortgage paydown fund, opening balance	-	-
Donations and transfers in	5,393	-
	5,393	-
	\$ 11,082	\$ -

7. FINANCIAL INSTRUMENTS

The Society's financial instruments consist of cash, accounts receivables, accounts payable and long term debt. Unless otherwise noted, it is management's opinion that the Association is not exposed to significant interest, currency, or credit risk arising from these financial instruments. The fair value of the instruments approximates their carrying values, unless otherwise noted.

8. COMMITMENTS

The Society has entered into a Memorandum of Understanding with Amazing Grace Ecological Society (AGES) for the transfer of the land and buildings at 675 North Rd, Gabriola B C to the Gabriola Commons Foundation. Transfer to take place as soon as Gabriola Commons Foundation receives confirmation from the financial institution willing to hold the mortgage.

The accompanying notes are an integral part of these financial statements.

GABRIOLA COMMONS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (Unaudited)

MARCH 31, 2010

SCHEDULE 1

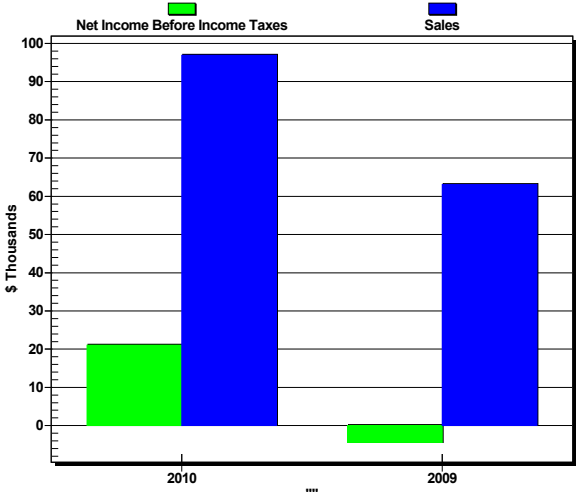
REVENUES

	2010	2009
Donations	\$ 51,884	\$ 42,115
Rental income	19,096	18,124
Donations in-kind	14,400	-
Fundraising	4,857	1,259
Grants	4,844	1,531
Other income	1,289	-
Farm management team income	299	-
Sales	230	10
Interest income	5	25
	\$ 96,904	\$ 63,064

The accompanying notes are an integral part of these financial statements.

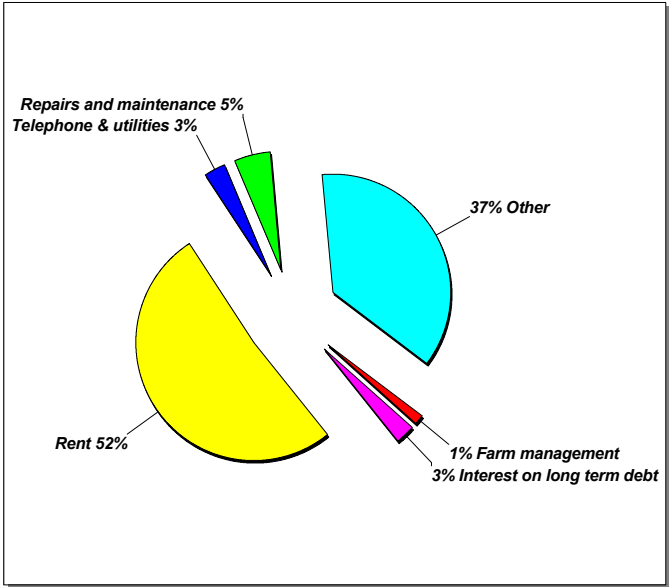
GABRIOLA COMMONS FOUNDATION

Financial Highlights



Expenses

Current Year



The accompanying notes are an integral part of these financial statements.