

**THOUSAND ISLANDS WATERSHED LAND TRUST**  
Financial Statements  
Year ended December 31, 2019

**THOUSAND ISLANDS WATERSHED LAND TRUST**

Year ended December 31, 2019

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## **Independent Auditor's Report**

To the Members of  
Thousand Islands Watershed Land Trust  
Lansdowne, Ontario

### **Qualified Opinion**

We have audited the financial statements of Thousand Islands Watershed Land Trust, which comprise the balance sheet as at December 31, 2019, and the statement of operations and fund balances, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of Thousand Islands Watershed Land Trust as at December 31, 2019 and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### **Basis for Qualified Opinion**

In common with many charitable and non-profit organizations, the organization derives revenue from donations and fundraising, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to fundraising and donation revenues, excess of revenue over expenditures, assets and net assets for the years ended December 31, 2019 and December 31, 2018.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, 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.

In preparing the financial statements, management is responsible for assessing the organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the organization's financial reporting process.

#### **PROFESSIONAL CORPORATION**

**Chartered Professional Accountants • Chartered Accountants**

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## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian Auditing Standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the organization's internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the organization to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*Durand and Associates*

Brockville, Ontario  
April 6, 2020

DURAND AND ASSOCIATES  
PROFESSIONAL CORPORATION

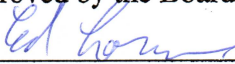
**THOUSAND ISLANDS WATERSHED LAND TRUST**

## Balance Sheet

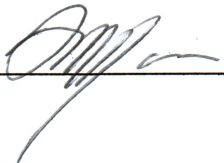
December 31, 2019, with comparative figures for December 31, 2018

	2019	2018
<b>Assets</b>		
Current assets:		
Cash (note 2)	\$ 196,237	\$ 100,783
Accounts receivable	2,000	4,455
HST receivable	7,596	11,715
Prepaid expenses	4,705	55,381
	210,538	172,334
Investments (note 3)	45,568	41,556
Capital assets (note 4)	2,457,600	1,788,400
	\$ 2,713,706	\$ 2,002,290
<b>Liabilities and Fund Balances</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 20,270	\$ -
Deferred contributions (note 5)	12,500	540
Deferred capital contributions (note 6)	79,200	-
	111,970	540
Fund balances (page 4):		
Invested in capital assets	2,378,400	1,788,400
Land stewardship and securement fund	195,526	180,265
Operating fund	27,810	33,085
	2,601,736	2,001,750
	\$ 2,713,706	\$ 2,002,290

Approved by the Board:



Director



Director

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