

**Winter River-Tracadie Bay
Watershed Association Inc.
Financial Statement
For the Year Ended March 31, 2020**

Winter River-Tracadie Bay Watershed Association Inc.
Financial Statement
For the Year Ended March 31, 2020

Contents

Independent Auditor's Report	1 - 3
Financial Statement	
Statement of Cash Receipts and Disbursements	4
Notes to Financial Statement	5 - 6



Tel: 902 892 5365
Fax: 902 892 0383
www.bdo.ca

BDO Canada LLP
155 Belvedere Avenue, Suite 200
PO Box 2158
Charlottetown PE C1A 8B9 Canada

Independent Auditor's Report

To the Members of Winter River-Tracadie Bay Watershed Association Inc.

Opinion

We have audited the financial statement of Winter River-Tracadie Bay Watershed Association Inc. (the "Association"), which comprises the statement of cash receipts and disbursements for the year ended March 31, 2020, and notes to the financial statement, including a summary of significant accounting policies.

In our opinion, the accompanying financial statement presents fairly, in all material respects, the cash receipts and disbursements of the Association for the year ended March 31, 2020 in accordance with the cash receipts and disbursements basis of accounting described in Note 1.

Basis for Opinion

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 Statement* section of our report. We are independent of the Association in accordance with the ethical requirements that are relevant to our audit of the financial statement 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.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 to the financial statement, which describes the basis of accounting. The financial statement is prepared to provide information to the organization. As a result, the financial statement may not be suitable for another purpose. Our opinion is not modified in respect of this matter.



Responsibilities of Management and Those Charged with Governance for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the cash receipts and disbursements basis of accounting described in Note 1 to the financial statement, and for such internal control as management determines is necessary to enable the preparation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is responsible for assessing the Association'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 Association or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statement.

As part of an audit in accordance with Canadian generally accepted 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 statement, 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 Association'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 Association'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 statement 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 Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statement, including the disclosures, and whether the financial statement represents the underlying transactions and events in a manner that achieves fair presentation.

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.

BDO Canada LLP

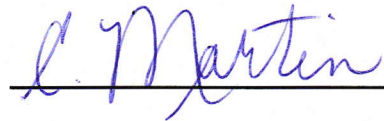
Chartered Professional Accountants

Charlottetown, Prince Edward Island
September 10, 2020

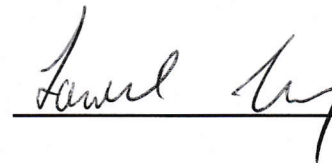
Winter River-Tracadie Bay Watershed Association Inc. Statement of Cash Receipts and Disbursements

For the year ended March 31	2020	2019
Receipts		
Province of Prince Edward Island	\$ 40,774	\$ 42,109
City of Charlottetown	22,000	32,000
Wage subsidies (Note 2)	58,897	41,529
Other (Note 3)	66,590	146,395
	188,261	262,033
Disbursements		
Advertising	2,767	2,973
Electricity	997	1,043
Equipment rentals and purchases	-	1,034
Insurance	396	391
Interest and bank charges	509	486
Land costs	1,185	713
Meetings, travel and workshops	6,133	8,603
Office	2,583	2,865
Professional development	246	-
Professional fees	5,318	12,492
Project - 'Water Use Makeover Program'	-	58
Refundable HST paid	2,155	2,584
Registrations and dues	40	-
Rent	6,580	7,085
Supplies	19,654	20,751
Telephone	1,282	1,199
Wages and employee benefits	139,784	161,721
	189,629	223,998
Excess (deficiency) of receipts over disbursements	(1,368)	38,035
Bank balance, beginning of the year	78,675	40,640
Bank balance, end of the year	\$ 77,307	\$ 78,675

On behalf of the Board:



Director



Director

Winter River-Tracadie Bay Watershed Association Inc. Notes to Financial Statement

March 31, 2020

1. Significant Accounting Policies

Nature and Purpose of Organization	Winter River-Tracadie Bay Watershed Association Inc. is primarily involved in watershed management. The Association is a registered charity under the Income Tax Act and accordingly is exempt from income taxes, provided certain requirements of the Income Tax Act are met, and may issue income tax receipts to donors.
Basis of Accounting	The financial statement is in accordance with Canadian accounting standards for not-for-profit organizations except that it is prepared on a cash basis. The readers of this financial statement may require information for the results of operations as it would have appeared had the accrual basis of accounting been applied in its presentation. This financial statement does not include all the assets, liabilities, revenues and expenses of the projects associated with the Winter River-Tracadie Bay Watershed Association Inc.
Revenue Recognition	The Association recognizes revenue when payment has been received.

2. Wage Subsidies

	<u>2020</u>	<u>2019</u>
Employment and Social Development Canada - Canada Summer Jobs	\$ 16,660	\$ 16,107
Employment and Social Development Canada - Youth Employment and Skills Program	14,000	-
Colleges and Institutes Canada - Clean Tech Internship	12,854	10,740
Canadian Parks and Recreation Association - Green Jobs Initiative	8,139	-
SkillsPEI - Graduate Mentorship Program	3,869	1,585
Perce Program	3,375	-
Mitacs Career Connect	-	10,000
P.E.I. Employment Development Agency	-	3,097
	<u>\$ 58,897</u>	<u>\$ 41,529</u>

**Winter River-Tracadie Bay Watershed Association Inc.
Notes to Financial Statement**

March 31, 2020

3. Other Receipts

	<u>2020</u>	<u>2019</u>
Fisheries and Oceans Canada - Recreational Fisheries Conservation Partnerships Program	\$ 3,621	\$ 66,839
Environment and Climate Change Canada - EcoAction Program	26,690	37,897
Fisheries and Oceans Canada - Coastal Restoration Fund	17,876	26,152
P.E.I. Wildlife Conservation Fund	6,854	9,000
Miscellaneous revenues	2,029	4,010
HST rebate	3,499	2,152
Donations	5,961	345
Tree and shrub sales	60	-
	<u>\$ 66,590</u>	<u>\$ 146,395</u>

4. Subsequent Event

On March 11, 2020, the World Health Organization declared the outbreak of the coronavirus (COVID-19) a pandemic, resulting in economic uncertainties affecting the Association's risks. The global pandemic has disrupted economic activities and supply chains. Although the disruption from the virus is expected to be temporary, given the dynamic nature of these circumstances, the duration of business disruption and the related financial impact cannot be reasonably estimated at this time. The Association's ability to continue to meet its obligations as they come due is dependent on the continued ability to generate earnings and cash flows.
