

Canadian Society of Mayflower Descendants

Unaudited Financial Statements

June 30, 2015

Canadian Society of Mayflower Descendants
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June 30, 2015

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Canadian Society of Mayflower Descendants est. 1980

Notice to Reader

I have compiled the statement of financial position of the Canadian Society of Mayflower Descendants as at June 30, 2015 as well as the statements of operations, functional expenses, cash flows and changes in fund balances for the six months then ended from the books, records and minutes of the Society and from information supplied by members of the board of assistants.

I have not performed an audit or a review engagement in respect of these financial statements and, accordingly, I express no assurance thereon.

Due to a change in year end from December to June, the current year figures are for six months while the prior year figures are for twelve months.

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

Maureen McGee, Treasurer
Canadian Society of Mayflower Descendants

Prince George, BC
August 19, 2015

Canadian Society of Mayflower Descendants
Statement of Financial Position
Unaudited - See Notice to Reader
As at June 30, 2015

	Operating Fund	Library Fund	Total 2015	2014
Assets				
<u>Current assets</u>				
Cash and cash equivalents (Note 4)	\$ 55,185	\$ 3,123	\$ 58,308	\$ 62,628
Accounts receivable	159	-	159	51
Prepaid expenses	141	-	141	141
Total Current Assets	55,485	3,123	58,608	62,820
Investments (Note 5)	21,500	-	21,500	21,800
Total Assets	\$ 76,985	\$ 3,123	\$ 80,108	\$ 84,620

Liabilities and Fund Balances

Current liabilities

Accounts payable and accrued liabilities	\$ 4,557	\$ -	\$ 4,557	\$ 4,774
Membership fees received in advance	3,887	-	3,887	6,645
Total current liabilities	8,444	-	8,444	11,419

Fund balances

Externally restricted	-	3,123	3,123	3,123
Unrestricted	68,541	-	68,541	70,078
Total Fund Balances (Page 5)	68,541	3,123	71,664	73,201

Total Liabilities and Fund Balances	\$ 76,985	\$ 3,123	\$ 80,108	\$ 84,620
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Contingencies and Commitments (Note 6)

Approved on behalf of the board:


Director


Director

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

Canadian Society of Mayflower Descendants
Statement of Operations
Unaudited - See Notice to Reader
Six months ended June 30, 2015

	Operating Fund	Library Fund	Total 2015	2014
OPERATIONS				One year
Revenue				
Alberta Colony (Note 6)	\$ -	\$ -	\$ -	\$ 1,953
Donations	-	-	-	100
Investment income	107	-	107	458
Meetings	-	-	-	2,264
Member dues and fees (Note 2(d))	2,945	-	2,945	6,766
Unrealized investment income (loss)	(300)	-	(300)	177
	<u>2,752</u>	<u>-</u>	<u>2,752</u>	<u>11,718</u>
Expenses (Page 4)				
Governance	3,103	-	3,103	9,808
Genealogy validation	297	-	297	562
Member services	704	-	704	1,451
Research library	221	-	221	168
	<u>4,325</u>	<u>-</u>	<u>4,325</u>	<u>11,989</u>
(Deficiency) of revenue over expenses	\$ (1,573)	\$ -	\$ (1,573)	\$ (271)

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

Canadian Society of Mayflower Descendants
Statement of Functional Expenses
Unaudited - See Notice to Reader
Year ended December 31, 2014

					2015	2014
	Genealogy Validation	Member Services	Research Library	Governance	Total (Six months)	Total (One Year)
Advertising	\$ -	\$ -	\$ -	\$ 530	\$ 530	\$ -
Assessments - life members (Note 6)	-	-	-	936	936	699
Bad debts	-	-	-	360	360	540
Bank charges	-	25	-	14	39	161
Colony support (Note 6)	-	-	-	-	-	56
Conferences	-	-	-	845	845	-
Donations	-	-	-	-	-	220
Library acquisitions	169	-	221	-	389	300
Meetings	-	-	-	94	94	5,835
Memberships	125	-	-	-	125	88
Office supplies	-	44	-	-	44	450
Postage and shipping	3	165	-	128	296	902
Printing	-	207	-	-	207	546
Realized exchange loss	-	-	-	96	96	1,158
Subscriptions	-	-	-	-	-	166
Travel	-	-	-	100	100	600
Volunteer recognition	-	-	-	-	-	54
Web-site	-	264	-	-	264	214
Totals	\$ 297	\$ 704	\$ 221	\$ 3,103	\$ 4,325	\$ 11,989

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

Canadian Society of Mayflower Descendants
Statement of Changes in Financial Position
Unaudited - See Notice to Reader
Six months ended June 30, 2015

	Operating Fund	Library Fund	Total 2015	Total 2014
Fund balances, beginning of year	\$ 70,024	\$ 3,123	\$ 73,147	\$ 73,418
(Deficiency) of revenue over expenses (Page 3)	(1,573)	-	(1,573)	(271)
	68,451	3,123	71,574	73,147
Unrealized gain on revaluation of US funds	90	-	90	54
Fund balances, end of year	\$ 68,541	\$ 3,123	\$ 71,664	\$ 73,201

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

Canadian Society of Mayflower Descendants
Statement of Cash Flows
Unaudited - See Notice to Reader
Six months ended June 30, 2015

	2015	2014
		(One year)
Cash (used in)		
Operating activities		
Deficiency of revenue over expenses (Page 3)	\$ (1,573)	\$ (271)
Changes in non-cash working capital (Note 3)	(3,047)	2,898
	<u>(4,620)</u>	<u>2,627</u>
Financing and investing activities		
Net change in investments	300	(300)
	<u>300</u>	<u>(300)</u>
(Decrease) Increase in cash	(4,320)	2,327
Cash, beginning of six months (year)	62,628	60,301
	<u>62,628</u>	<u>60,301</u>
Cash, end of six months (year) (Note 4)	<u>\$ 58,308</u>	<u>\$ 62,628</u>

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

Canadian Society of Mayflower Descendants
Notes to Financial Statements
Unaudited - See Notice to Reader
June 30, 2015

1. Governing status and purpose of the organization

The Canadian Society of Mayflower Descendants (the "Society" or "CSMD") was incorporated without share capital on September 7, 1988 under the Canada Corporations Act and was continued under section 12 of the Canada Not-for-profit Corporations Act on September 25, 2014. The Society is a non-profit organization with a mandate to perpetuate the memory of the Pilgrims, to educate and inform the public of this part of Canadian history and to build a substantial research library to assist Canadians in researching their New England family history.

The Society is exempt from taxation under the provisions of Paragraph 149(1)(l) of the Federal Income Tax Act.

2. Summary of significant accounting policies

The following is a summary of significant accounting policies followed by the Society

(a) Fund accounting

The accounts of the Society are maintained in accordance with the principles of fund accounting, applying the restricted fund method. Resources received and expended are classified for accounting and reporting purposes into funds according to objectives specified externally by donors or internally by the Board of Assistants.

The Operating Fund reports the assets, liabilities, revenues and expenses related to the operations of the society.

The Library Fund was established in 1995 through a bequest in the will of Marshall Dean and is used to purchase appropriate high quality genealogical resources for the CSMD Collection located in the Canadiana Room of the Toronto Public Library, North York Branch. No books have been purchased since 2008 due to their increased availability online.

(b) Early compliance to International Financial Reporting Standard 9

The society has elected early compliance to International Reporting Standard 9 *Financial Instruments*.

Financial assets and liabilities

Cash, accounts receivable and accounts payable are measured at amortized cost.

Financial assets at fair value through profit and loss

The society has five year Investments in Guaranteed Investment Certificates whose rates of return are linked to stock market changes. These are classified as financial assets at fair value through profit or loss and are measured at their estimated fair value. They are non-cashable and will be held to maturity.

Canadian Society of Mayflower Descendants
Notes to Financial Statements
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(c) Tangible capital assets

The society expenses the purchase of capital assets. Capital assets not appearing on the statement of financial position consist of insignia purchased for the use of the Governor, Deputy Governor, Historian, Treasurer, Recording Secretary and Captain.

(d) Revenue recognition

The Society follows the deferral method of accounting for contributions. Under this method contributions restricted for future period expenses are deferred and are recognized as revenue in the year in which the related expenses are incurred.

The Society pays an annual assessment to the General Society of Mayflower Descendants on a per member basis. The amount of this assessment has been deducted from the fees charged to each member and recorded as an accrued liability.

Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonable

Pledges and bequests are not recorded in the financial statements until received.

(e) Contributed Services

Volunteers contribute a significant number of hours per year to assist the Society in carrying out its activities. Because of the difficulty of determining their fair market value, contributed services are not recognized in the financial statements.

(f) Donations in kind

Donations in kind are recorded at fair market value at the date of receipt when fair market value can be reasonably estimated.

(g) Translation of foreign currency

The functional currency of the Society is Canadian dollars. Transactions in US currency is translated into Canadian dollars at rates of exchange at the time of such transactions. Monetary assets and liabilities are translated at current rates of exchange with the resultant gains or losses included in income.

Canadian Society of Mayflower Descendants
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(h) Functional expenses

Genealogy validation - These expenses include the work of the Historian and Co-historian in researching and validating proposed member applications.

Research library - These expenses relate to the acquisition of books and other materials for the CSMD collection located in the Canadiana Room of the Toronto Public Library, North York Branch. To clarify, books are purchased both through the restricted funds and through unrestricted funds. The books purchased through unrestricted funds are primarily new publications of the General Society of Mayflower Descendants.

Member services - These expenses include the costs of publishing and mailing the Canadian Pilgrim newsletter as well as colony support and Paypal charges which are incurred when members pay fees by PayPal.

Governance expenses - These expenses include costs of assessments for life members, expenses for board and general meetings, and travel subsidies to attend these meetings.

(i) Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts recorded in the financial statements and notes to financial statements. Estimates used in the preparation of these financial statements include allowance for bad debt and fair values of investments. These estimates are based on management's best knowledge of current events and actions that the Society may undertake in the future. Actual results may differ from these estimates.

3. Information included in the Statement of Cash Flows:

	2015	2014
Unrealized gain on US funds	\$ 35	\$ 54
Accounts receivable	(108)	619
Accrued interest receivable	-	1,693
Prepaid expenses and supplies	-	(141)
Accounts payable and accrued liabilities	(218)	1,091
Membership fees received in advance	(2,756)	(418)
Changes in working capital	\$ (3,047)	\$ 2,898

Canadian Society of Mayflower Descendants
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4. Cash and cash equivalents

The US funds account has been converted to Canadian dollar equivalents using exchange rates effective June 30, 2015 (1.2474) and December 31, 2014 (1.1601)

	2015	2014
Cash on hand	\$ 20	\$ -
Canadian dollar account	57,367	36,219
American dollar account	162	385
PayPal account	759	2,889
Guaranteed investment certificate	-	23,135
	<u>\$ 58,308</u>	<u>\$ 62,628</u>

5. Investments

These are market linked investments with bonus interest payable at maturity based on the performance of the Toronto Stock Exchange Banks Index and Capped Utilities Index. Since these investments do not trade on the stock exchange, level 2 inputs (ie. the values of the indexes to which they are linked) were used to estimate fair value. Changes in the value are recorded as unrealized investment income reported on the Statement of Operations.

	2015	2014
TD Mortgage Corporation non-cashable 5 year Security GIC maturing Oct 19, 2016 bearing a minimum interest of 1% compounded annually (\$ 510) and a maximum return of \$ 2,000	\$ 11,500	\$ 11,800
TD Mortgage Corporation non-cashable 5 year Utilities GIC plus maturing October 19, 2016 with no minimum rate of return and a maximum return of 25% (\$ 2500)	10,000	10,000
Total Investments	<u>\$ 21,500</u>	<u>\$ 21,800</u>

6. Contingency and Commitments

Contingencies

The Society supports the formation of Colonies in the provinces (See commitments). When these Colonies become inactive, they forward cash on hand to the Society which records the funds as revenue. These funds are repayable to the Colonies when they reactivate. Funds payable to colonies on reactivation are as follows:

	2015	2014
Alberta Colony	\$ 1,953	\$ 1,953
British Columbia Colony	1,420	1,420
Total contingency for inactive colonies	<u>\$ 3,373</u>	<u>\$ 3,373</u>

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Commitments

Colonies

The Society supports the formation of colonies in the provinces through an annual support payment of \$ 2.00 per member living in the province.

Life Members

Between 1980 and 2008, the society sold life memberships which have been fully amortized. As at June 30, 2015, the Society had 50 (fifty) living life members. The society maintains investments to insure that their commitments to these members are fulfilled. Those commitments consist mainly of the annual assessment which must be paid to the General Society and costs associated with printing and mailing the Newsletter, the Canadian Pilgrim. For 2015, the assessment payable to the General Society will be \$15.00 US per member.

6. Financial Risk Management Objectives and Policies and Financial Risks

The Society is exposed to various financial risks resulting from both its operating and investing activities. The Board of Assistants manages financial risks. The Society does not enter into financial instrument agreements including derivative financial instruments for speculative purposes. The Society's main financial risk exposure is as

Interest rate risk

The return on investments from GIC's are based on the performance of the Toronto Stock Exchange Banks and Capped Utilities Indexes and returns are therefore uncertain.