

Canadian Society of Mayflower Descendants  
Unaudited Financial Statements  
June 30, 2016

Canadian Society of Mayflower Descendants  
Index to Unaudited Financial Statements  
June 30, 2016

	Page
Notice to Reader	1
Statement of Financial Position	2
Statement of Operations	3
Statement of Functional Expenses	4
Statement of Changes in Fund Balances	5
Statement of Cash Flows	6
Notes to Financial Statements	Pages 7-11



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, 2016 as well as the statements of operations, functional expenses, cash flows and changes in fund balances for the year 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 twelve months while the prior year figures are for six 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 8, 2016

Canadian Society of Mayflower Descendants  
Statement of Financial Position  
Unaudited - See Notice to Reader  
As at June 30, 2016

	Operating Fund	Library Fund	Total 2016	2015
<b>Assets</b>				
<u>Current assets</u>				
Cash and cash equivalents (Note 3)	\$ 10,907	\$ 3,123	\$ 14,030	\$ 58,308
Accounts receivable (Note 4)	232	-	232	159
Prepaid expenses	46	-	46	141
Current investments (Note 5)	37,457	-	37,457	-
Total Current Assets	48,642	3,123	51,765	58,608
Investments (Note 5)	31,786	-	31,786	21,500
Total Assets	\$ 80,428	\$ 3,123	\$ 83,551	\$ 80,108
<b>Liabilities and Fund Balances</b>				
<u>Current liabilities</u>				
Accounts payable and accrued liabilities	\$ 5,345	\$ -	\$ 5,345	\$ 4,557
Membership fees received in advance	3,522	-	3,522	3,887
Total current liabilities	8,867	-	8,867	8,444
<u>Fund balances</u>				
Externally restricted	-	3,123	3,123	3,123
Unrestricted	71,561	-	71,561	68,541
Total Fund Balances (Page 5)	71,561	3,123	74,684	71,664
Total Liabilities and Fund Balances	\$ 80,428	\$ 3,123	\$ 83,551	\$ 80,108

Contingencies and Commitments (Note 7)

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  
Year ended June 30, 2016

	Operating Fund	Library Fund	Total 2016	2015 Six months
<b>OPERATIONS</b>				
Revenue				
Donations	\$ 305	-	\$ 305	-
Investment income	770	-	770	107
Meetings	1,828	-	1,828	-
Member dues and fees (Note 2(d))	6,106	-	6,106	2,945
Unrealized investment income (loss)	1,973	-	1,973	(300)
	<u>10,982</u>	<u>-</u>	<u>10,982</u>	<u>2,752</u>
Expenses (Page 4)				
Governance	4,531	-	4,531	3,103
Genealogy validation	504	-	504	297
Member services	2,405	-	2,405	704
Research library	310	-	310	221
	<u>7,749</u>	<u>-</u>	<u>7,749</u>	<u>4,325</u>
Excess (Deficiency) of revenue over expenses	\$ 3,233	\$ -	\$ 3,233	\$ (1,573)

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 June 30, 2016

					2016	2015
	Genealogy	Member	Research		Total	Total
	Validation	Services	Library	Governance	(One year)	(Six months)
Advertising	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 530
Annual fee				20	20	
Assessments - life members (Note7)	-	-	-	1,035	1,035	936
Bad debts	-		-	824	824	360
Bank charges	-	108	-	23	131	39
Colony support (Note 7)	-	64	-	-	64	-
Conferences	-	-	-		-	845
Library acquisitions	164	-	57	-	222	389
Meetings	-	-	-	2,139	2,139	94
Moving	-	-	253	-	253	-
Memberships	141	-	-	-	141	125
Office supplies	48	217	-	-	265	44
Postage and shipping	151	437	-		588	296
Printing	-	466	-	-	466	207
Realized exchange loss	-	-	-	490	490	96
Travel	-	899	-		899	100
Web-site	-	214	-	-	214	264
Totals	\$ 504	\$ 2,405	\$ 310	\$ 4,531	\$ 7,749	\$ 4,325

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  
Year ended June 30, 2016

	<b>Operating Fund</b>	<b>Library Fund</b>	<b>Total 2016</b>	<b>Total 2015</b>
Fund balances, beginning of year	\$ 68,452	\$ 3,123	\$ 71,575	\$ 73,147
Excess (Deficiency) of revenue over expenses (Page 3)	3,233	-	3,233	(1,573)
	71,685	3,123	74,808	71,574
Unrealized gain (loss) on revaluation of US funds	(124)	-	(124)	89
Fund balances, end of year	\$ 71,561	\$ 3,123	\$ 74,683	\$ 71,663

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  
Year ended June 30, 2016

	2016	2015 (Six months)
Cash (used in)		
Operating activities		
Excess (Deficiency) of revenue over expenses (Page 3)	\$ 3,233	\$ (1,573)
Changes in non-cash working capital (Note 6)	(37,225)	(3,047)
	<u>(33,992)</u>	<u>(4,620)</u>
Financing and investing activities		
Net change in investments	(10,286)	300
(Decrease) Increase in cash	(44,278)	(4,320)
Cash, beginning of year (six months)	58,308	62,628
Cash, end of year (six months) (Note3)	<u>\$ 14,030</u>	<u>\$ 58,308</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, 2016

**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 at the Toronto Resource Library. No books have been purchased since 2008 due to their increased availability online.

**(b) International Financial Reporting Standard 9**

*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  
Unaudited - See Notice to Reader  
June 30, 2016

(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 reasonably assured.

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.

Individual members of the board of assistants travel to meetings on behalf of the society and purchase supplies, computer programs and incur other expenses on behalf of the organization which are not recorded in these financial statements.

(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  
Notes to Financial Statements  
Unaudited - See Notice to Reader  
June 30, 2016

(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 Toronto Reference Library. 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. Cash and cash equivalents**

The US funds account has been converted to Canadian dollar equivalents using exchange rates effective June 30, 2016 (1.3009) and June 30, 2015 (1.2474)

	<b>2016</b>	<b>2015</b>
Cash on hand	\$ 45	\$ 20
Canadian dollar account	7,960	57,367
American dollar account	2,465	162
PayPal account	3,560	759
	<u>\$ 14,030</u>	<u>\$ 58,308</u>

**4. Accounts receivable**

	<b>2016</b>	<b>2015</b>
Dues receivable from members	\$ 1,146	\$ 519
Allowance for doubtful accounts	914	360
	<u>\$ 232</u>	<u>\$ 159</u>

Canadian Society of Mayflower Descendants  
Notes to Financial Statements  
Unaudited - See Notice to Reader  
June 30, 2016

**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.

	2016	2015
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	\$ 12,000	\$ 11,500
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)	10,292	10,000
Toronto Dominion Bank Special Offer GIC maturing December 31, 2016 bearing interest at 1.1% compounded annually ( \$ 206)	15,165	
TD Mortgage Corporation non-cashable 3 year Security GIC Plus maturing October 2, 2018 bearing a minimum interest of .2504% compounding annually (\$ 113) and a maximum return of \$ 1,332.	15,893	-
TD Mortgage Corporation non-cashable 5 year Security GIC Plus maturing October 2, 2020 bearing a minimum interest of .5940% compounding annually (\$ 451) and a maximum return of \$ 2,850.	15,893	-
<b>Total Investments</b>	<b>69,243</b>	<b>21,500</b>
<b>Less current portion of long term investments</b>	<b>37,457</b>	<b>-</b>
<b>Total long term investments</b>	<b>\$ 31,786</b>	<b>\$ 21,500</b>

**6. Information included in the Statement of Cash Flows:**

	2016	2015
Unrealized gain on US funds	\$ (213)	\$ 35
Accounts receivable	(73)	(108)
Prepaid expenses and supplies	95	-
Current investments	(37,457)	-
Accounts payable and accrued liabilities	789	(217)
Membership fees received in advance	(365)	(2,756)
<b>Changes in working capital</b>	<b>\$ (37,225)</b>	<b>\$ (3,047)</b>



Canadian Society of Mayflower Descendants  
Notes to Financial Statements  
Unaudited - See Notice to Reader  
June 30, 2016

**7. 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:

	<b>2016</b>	<b>2015</b>
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>

**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, 2016, 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 2016, 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 follows:  
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.