

Summarized Financial Statements of

**GRASSLANDS CONSERVATION
COUNCIL OF BC**

Year ended March 31, 2008



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AUDITORS' REPORT ON SUMMARIZED FINANCIAL STATEMENTS

To the Directors of Grasslands Conservation Council of British Columbia

The accompanying summarized statement of financial position and statements of operations, net assets and cash flows are derived from the complete financial statements of Grasslands Conservation Council of British Columbia as at March 31, 2008 and for the year then ended on which we expressed an opinion without reservation in our report dated May 9, 2008. The fair summarization of the complete financial statements is the responsibility of management. Our responsibility, in accordance with the applicable Assurance Guideline of The Canadian Institute of Chartered Accountants, is to report on the summarized financial statements.

In our opinion, the accompanying financial statements fairly summarize, in all material respects, the related complete financial statements in accordance with the criteria described in the Guideline referred to above.

These summarized financial statements do not contain all the disclosures required by Canadian generally accepted accounting principles. Readers are cautioned that these statements may not be appropriate for their purposes. For more information on the Council's financial position, results of operations and cash flows, reference should be made to the related complete financial statements.

Chartered Accountants

Kamloops, Canada
May 9, 2008

GRASSLANDS CONSERVATION COUNCIL OF BC

Exhibit A - Statement of Financial Position

March 31, 2008 with comparative figures for 2007

	2008	2007
Assets		
Current assets:		
Cash	\$ 228,914	\$ 95,521
Accounts receivable	223,177	106,194
Prepaid expenses	2,498	2,911
	<u>454,589</u>	<u>204,626</u>
Capital assets (note 2)	2,642	5,015
	<u>\$ 457,231</u>	<u>\$ 209,641</u>

Liabilities and Net Assets

Current liabilities:		
Accounts payable and accrued liabilities	\$ 31,129	\$ 28,075
Deferred general grant revenue (note 3)	120,000	37,930
Deferred Partnership Initiative grant revenue (note 4)	258,221	69,000
	<u>409,350</u>	<u>135,005</u>
Net assets:		
Invested in capital assets - Exhibit C	2,642	5,015
Internally restricted - Exhibit C	42,623	41,243
Unrestricted - Exhibit C	2,616	28,378
	<u>47,881</u>	<u>74,636</u>
Commitments (note 5)		
	<u>\$ 457,231</u>	<u>\$ 209,641</u>

See accompanying notes to financial statements.

GRASSLANDS CONSERVATION COUNCIL OF BC

Exhibit B - Statement of Operations

Year ended March 31, 2008 with comparative figures for 2007

	2008	2007
Revenue:		
General grants (note 3)	\$ 472,988	\$ 453,038
Partnership Initiative grants (note 4)	67,182	103,595
Donations and memberships	29,879	17,164
Donations in kind	11,721	12,817
Event registration and sales	12,145	6,010
Interest	2,376	1,955
Miscellaneous revenue	-	5,935
	<u>596,291</u>	<u>600,514</u>
Expenditure:		
Amortization	2,373	5,712
Development and capacity building program	14,024	29,277
Education and outreach program	126,138	101,550
Grassland stewardship and sustainable ranching program	161,343	171,505
Conservation of grassland ecosystems program	106,441	96,629
Partnership initiatives	53,667	49,810
Program planning and coordination	65,186	50,684
Administration	93,874	67,507
	<u>623,046</u>	<u>572,674</u>
Excess of revenues over expenditures	\$ (26,755)	\$ 27,840

See accompanying notes to financial statements.

GRASSLANDS CONSERVATION COUNCIL OF BC

Exhibit C - Statement of Changes in Net Assets

Year ended March 31, 2008 with comparative figures for 2007

	Invested in capital assets	Internally restricted	Unrestricted	Total 2008	Total 2007
Balance, beginning of year	\$ 5,015	\$ 41,243	\$ 28,378	\$ 74,636	\$ 46,796
Excess (deficiency) of revenues over expenditures	(2,373)	-	(24,382)	(26,755)	27,840
Transfer to internally restricted net assets	-	1,380	(1,380)	-	-
Balance, end of year	\$ 2,642	\$ 42,623	\$ 2,616	\$ 47,881	\$ 74,636

See accompanying notes to financial statements.

GRASSLANDS CONSERVATION COUNCIL OF BC

Exhibit D - Statement of Cash Flows

Year ended March 31, 2008 with comparative figures for 2007

	2008	2007
Cash provided by (used in):		
Operations:		
Excess (deficiency) of revenues over expenditures	\$ (26,755)	\$ 27,840
Item not involving cash:		
Amortization	2,373	5,712
	(24,382)	33,552
Changes in non-cash working capital:		
Accounts receivable	(116,983)	(25,430)
Prepaid expenses	413	(1,694)
Accounts payable and accrued liabilities	3,054	(5,030)
Deferred general grant revenue	82,070	(16,351)
Deferred Partnership Initiative grant revenue	189,221	69,000
	133,392	54,047
Investments:		
Purchase of capital assets	-	(5,874)
Net increase (decrease) in cash	133,393	48,173
Cash, beginning of year	95,521	47,348
Cash, end of year	\$ 228,914	\$ 95,521

See accompanying notes to financial statements.

GRASSLANDS CONSERVATION COUNCIL OF BRITISH COLUMBIA

Exhibit E - Statement of Operations and Net Assets - Operating Fund
Year ended March 31, 2008

	Net Assets 2007	Revenue	Expenses	Excess (deficiency)	Transfers	Net Assets 2008
Development and Capacity Building						
Donor & Membership Services	\$ 325	4,706	\$ 5,031	\$ (325)	\$ -	-
Fundraising Events	(6)	9,000	8,993	6	-	-
	319	13,705	14,024	(319)	-	-
Education and Outreach Program						
BC Grasslands Magazine	-	30,555	30,555	-	-	-
Lac Du Bois Interpretive Signs	1	493	494	(1)	-	-
Annual Grassland Symposium and Workshop	-	21,263	21,263	-	-	-
BC Grasslands Website	2,794	13,021	15,814	(2,794)	-	-
Public Service Announcements (PSAs)	-	28,382	28,382	-	-	-
General Grassland Education and Outreach	-	9,280	9,280	-	-	-
BC Grassland Book	-	15,309	15,309	-	-	-
Grassland Awareness Campaigns	-	5,042	5,042	-	-	-
	2,794	123,344	126,138	(2,794)	-	-
Grassland Stewardship and Sustainable Ranching Program						
Grassland Monitoring Manual for BC	-	32,707	32,707	-	-	-
ORV Coalition and Strategy	1,064	7,108	8,173	(1,064)	-	-
Planning for Change Initiative	(8,414)	80,339	71,925	8,414	-	-
Okanagan Collaborative Conservation Partnership	-	469	469	-	-	-
Ecological Assessment - Aberdeen Grasslands	-	15,590	15,590	-	-	-
Grassland Best Management Practices	2,012	10,320	12,332	(2,012)	-	-
Ungrazed Areas Working Group	-	2,607	2,607	-	-	-
Invasive Plant Council	-	120	120	-	-	-
South Okanagan Similkameen Conservation Project	-	656	656	-	-	-
Ministry of Forests and Range - PAC	-	2,418	2,418	-	-	-
Grassland Stewardship & Securement	-	858	858	-	-	-
General Stewardship Activities	4,850	8,639	13,489	(4,850)	-	-
	(488)	161,831	161,343	488	-	-
Conservation of Grassland Ecosystems Program						
Canadian Intermountain Joint Venture	-	722	722	-	-	-
Priority Grasslands Initiative	6,467	97,981	104,447	(6,467)	-	-
General Conservation	-	1,272	1,272	-	-	-
	6,467	99,974	106,441	(6,467)	-	-
Partnership Initiatives						
Ministry of Forests and Range - BEC Project	53,784	(24,347)	29,438	(53,784)	-	-
Ministry of Forests and Range - Small Mammal Research Project	-	18,161	18,161	-	-	-
Ministry of Agriculture and Lands - Plant Health in FN Rangelands	-	68	68	-	-	-
Ministry of Environment - Small Mammal Habitat Needs Research	-	6,000	6,000	-	-	-
	53,784	(117)	53,667	(53,784)	-	-
Program Planning and Coordination	(25,868)	91,054	65,186	25,868	-	-
General Administration	(8,629)	106,500	93,875	12,625	(1,380)	2,616
Total	\$ 28,378	\$ 596,291	\$ 620,674	\$ (24,383)	\$ (1,380)	2,616

GRASSLANDS CONSERVATION COUNCIL OF BRITISH COLUMBIA

Exhibit F - Comparative Statement of Operations - Operating Fund
Year ended March 31, 2008, with comparative figures for 2007

	2008 Revenues	2008 Expenses	2007 Revenues	2007 Expenses
Development and Capacity Building				
Donor & Membership Services	\$ 4,705	\$ 5,031	\$ 18,664	\$ 22,774
Fundraising Events	9,000	8,993	6,540	6,503
	13,705	14,024	25,203	29,276
Education and Outreach Program				
BC Grasslands Magazine	30,555	30,555	18,693	20,790
Lac Du Bois Interpretive Signs	493	494	83	1,133
Annual Grassland Symposium and Workshop	21,263	21,263	23,415	21,913
BC Grasslands Website	13,021	15,814	17,075	14,890
Public Service Announcements (PSAs)	28,382	28,382	17,578	22,793
General Grassland Education and Outreach	9,280	9,280	9,927	6,260
BC Grassland Book	15,309	15,309	2,803	2,726
Grassland Awareness Campaigns	5,042	5,042	11,076	11,047
	123,345	126,138	99,648	101,550
Grassland Stewardship and Sustainable Ranching Program				
Grassland Monitoring Manual for BC	32,707	32,707	64,440	64,415
ORV Coalition and Strategy	7,108	8,173	12,890	11,990
Mitigating Fragmentation and Development Strategy	-	-	(6,283)	-
Planning for Change Initiative	80,339	71,925	54,694	56,765
Okanagan Collaborative Conservation Project	469	469	-	-
Ecological Assessment - Aberdeen Grasslands	15,590	15,590	-	-
Grassland Best Management Practices	10,320	12,331	-	592
Ungrazed Areas Working Group	2,607	2,607	1,162	1,162
Invasive Plant Council	120	120	668	668
BMP's for Mountain Biking in Grasslands	-	-	760	747
South Okanagan Similkameen Conservation Project	656	656	-	-
Ministry of Forests and Range - PAC	2,418	2,418	3,512	3,512
Goose Lake Fencing Project	-	-	14,154	14,154
Grassland Stewardship & Securement	858	858	-	-
General Stewardship Activities	8,639	13,489	22,350	17,500
	161,831	161,343	168,347	171,505
Conservation of Grassland Ecosystems Program				
Canadian Intermountain Joint Venture	722	722	1,479	1,479
Priority Grasslands Initiative	97,981	104,447	95,607	89,150
General Conservation	1,272	1,272	6,000	6,000
	99,974	106,441	103,086	96,629
Partnership Initiatives				
Ministry of Forests and Range - BEC Project	(24,346)	29,438	103,595	49,810
Ministry of Forests and Range - Small Mammal Research Project	18,161	18,161	-	-
Ministry of Agriculture and Lands - Plant Health in FN Rangelands	68	68	-	-
Ministry of Environment - Small Mammal Habitat Needs Research	6,000	6,000	-	-
	(117)	53,667	103,595	49,810
Program Planning and Coordination	91,054	65,186	50,684	50,684
General Administration	106,500	93,875	67,507	67,507
Total	\$ 596,292	\$ 620,674	\$ 618,068	\$ 566,960

GRASSLANDS CONSERVATION COUNCIL OF BC

Notes to Financial Statements

Year ended March 31, 2008

The Society's principal objective is to promote education, conservation, and stewardship of British Columbia's grasslands. The Society is incorporated under the Society Act of British Columbia and 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.

1. Significant accounting policies:

(a) Basis of presentation:

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles for non-profit organizations, as defined in the Canadian Institute of Chartered Accountants Handbook.

(b) Revenue recognition:

The Council follows the deferral method of accounting for contributions which include donations and grants. Grants are recorded as revenue in the period to which they relate. When a portion of a grant relates to a future period, it is deferred and recognized in the subsequent period.

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.

Revenues from memberships and event registration and sales are recognized when the services are provided or the goods are sold.

Interest is recognized when earned.

(c) Donated materials and services:

Donated materials and services are recorded at fair market value when the fair market value can reasonably be estimated and when the materials and services are normally purchased by the Society and would be paid for if not donated.

GRASSLANDS CONSERVATION COUNCIL OF BC

Notes to Financial Statements

Year ended March 31, 2008

1. Significant accounting policies (continued):

(d) Capital assets:

Capital assets are valued at acquisition cost and are recorded in the Capital Fund. Amortization is recorded on a straight-line basis at the following annual rates:

Asset	Rate
Computer equipment and software	33%
Office equipment	20%

Capital assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to estimated undiscounted future cash flows expected to be generated by the asset. If the carrying amount of an asset exceeds its estimated future cash flows, an impairment charge is recognized for the amount by which the carrying amount of the asset exceeds the fair value of the asset.

(e) Use of estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

(f) New accounting pronouncements:

i) Accounting pronouncements adopted during the year:

Effective April 1, 2007, the Society adopted the following CICA Handbook sections, which became effective for non-profit organizations such as the Society on that date:

Section 3855 "Financial Instruments - Recognition and Measurement", which prescribes when a financial asset, financial liability or non-financial derivative is to be recognized on the balance sheet and at what amount, requiring fair value or cost-based measures under different circumstances. Under Section 3855, financial instruments must be classified into one of these five categories: held-for-trading, held-to-maturity, loans and receivables, available-for-sale financial assets or other financial liabilities. All financial instruments, including derivatives, are measured in the balance sheet at fair value except for loans and receivables, held to maturity investments and other financial liabilities which are measured at cost. Upon adoption of this standard, the Society designated its assets and liabilities as follows:

GRASSLANDS CONSERVATION COUNCIL OF BC

Notes to Financial Statements

Year ended March 31, 2008

1. Significant accounting policies (continued):

- Cash was designated as held for trading and measured at fair value, with changes in fair value recognized in net earnings;
- Accounts receivable have been classified as loans and receivables and is measured at amortized cost;
- Accounts payable and accrued liabilities has been classified as other financial liabilities and is measured at amortized cost.

The adoption of this Section has not significantly impacted the Society's financial statements.

Section 3861 "Financial Instruments - Disclosure and Presentation", which established standards for presentation of financial instruments and non-financial derivatives, and identifies the information that should be disclosed about them. The adoption of this Section has not significantly impacted the Society's financial statements.

ii) Accounting pronouncements issued but not yet effective:

The following new CICA Handbook sections have been issued and become effective for the Society, as of its fiscal year commencing April 1, 2008:

Section 3862 "Financial Instruments - Disclosure" and Section 3863 "Financial Instruments - Presentation", which further expand on the standards for financial statement disclosure and presentation of financial instruments prescribed in Section 3861 above. The adoption of these sections is not expected to significantly impact the Society's financial statements.

Section 1535 "Capital Disclosures", which requires the disclosure of information about an entity's objectives, policies and processes for managing capital. The adoption of these sections is not expected to significantly impact the Society's financial statements.

2. Capital assets:

			2008		2007	
	Cost	Accumulated amortization	Net book value	Net book value		
Computer equipment	\$ 14,907	\$ 14,179	\$ 728	\$ 1,817		
Office equipment	6,418	4,504	1,914	3,198		
Computer software	6,700	6,700	-	-		
	\$ 28,025	\$ 25,383	\$ 2,642	\$ 5,015		

GRASSLANDS CONSERVATION COUNCIL OF BC

Notes to Financial Statements

Year ended March 31, 2008

3. General grant revenue:

	Deferred revenue, March 31, 2007	2008 contributions (recoveries)	Deferred revenue, March 31, 2008	2008 general grant revenues
Agriculture Environment Initiatives	\$ -	\$ 17,000	\$ -	\$ 17,000
BC Gaming Commission	-	25,000	-	25,000
City of Kamloops	-	21,931	-	21,931
Habitat Conservation Trust Fund (HCTF)	-	25,000	-	25,000
Ministry of Tourism, Sports and Arts	5,000	3,000	-	8,000
Ministry of Forests and Range (1)	-	159,437	120,000	39,437
Ministry of Environment	15,288	180,000	-	195,288
Ministry of Agriculture and Lands	11,447	(1,500)	-	9,947
The Nature Conservancy of Canada	-	2,500	-	2,500
The Real Estate Foundation of British Columbia	-	55,000	-	55,000
Fortis BC	-	5,000	-	5,000
Tula Foundation	-	45,000	-	45,000
Ducks Unlimited Canada	-	3,000	-	3,000
Beef Cattle Industry Development Fund	-	6,500	-	6,500
HCTF - Public Conservation Assistance Fund	-	5,300	-	5,300
Canadian ATV Association	-	4,000	-	4,000
Other - Revenue	6,195	(1,110)	-	5,085
	\$ 37,930	\$ 555,058	\$ 120,000	\$ 472,988

(1) The Ministry of Forests and Range - BEC project had an opening net asset balance of \$53,784 which was utilized in 2008, therefore reducing the contributions and grant revenue in the year.

GRASSLANDS CONSERVATION COUNCIL OF BC

Notes to Financial Statements

Year ended March 31, 2008

4. Partnership initiative grant revenue:

	Deferred revenue, March 31, 2007	2008 contributions (recoveries)	Deferred revenue, March 31, 2008	2008 grant revenues
Ministry of Forests and Range	\$ 69,000	\$ 190,563	\$ 213,322	\$ 54,241
Ministry of Agriculture and Lands	-	32,400	28,512	3,888
Ministry of Environment	-	25,440	16,387	9,053
	\$ 69,000	\$ 248,403	\$ 258,221	\$ 67,182

5. Commitments:

During the year the Council entered into an agreement with Pacifica Blue Consulting for help with the development of a strategic plan for the Council. The contract was for \$9,600 plus applicable taxes. Amounts paid to date total \$3,450.

6. Financial instruments:

The carrying value of cash, accounts receivable, and accounts payable and accrued liabilities approximate their fair value due to the relatively short periods to maturity of these items, unless otherwise noted. It is management's opinion that the Council is not exposed to significant interest, currency or credit risks from these financial instruments.

7. Comparative figures:

Certain of the 2007 Comparative figures have been restated to conform with presentation adopted in the current year.