



Alexander

Annual Review 2016

MAKE EACH ONE WANTED

adoption & rescue • spay/neuter assistance • trap/neuter/return



Table of Contents

**Board
Message** **3**

**Our
Numbers** **4**

**Our Core
Programs** **5**

**Healing
Hands** **6**

**Fiscal
Responsibility** **8**

**Financial
Statements** **10**

Chickpea

BOARD MESSAGE

The 2015 – 2016 year has been another successful year for MEOW Foundation. Through the support and work of volunteers, donors, grantors and staff we have enriched the lives of both cats and people. MEOW Foundation also continues to maintain a financially stable organization through the hard work of staff and volunteers making the most of every dollar that we receive from donors and grantors.

The Board made final arrangements to renovate our new building for occupancy in 2017. We secured financing for a portion of the expense and we continue to work on raising the balance from our generous donors. Striking this balance between financing and fundraising allows us to maintain a fiscally sustainable foundation.

The Board also began work on a new strategic plan to maximize our positive impact and reputation in the community. The plan will enable us to carefully manage our growth, build our reputation and balance our financial obligations. Pairing this with our new home, we



are confident it will allow us continued growth and stability.

On a personal note, similar to last year, another furry friend followed me home. During a visit with one of our volunteer foster homes, baby Bella Lulu jumped in my lap and adopted me! She is enjoying her new home and new furry friends, Fuzzy Loo Hoo and Joey.

Thank you for your continued support of MEOW Foundation. It is through your hard work and generosity that we continue to be leaders in cat care.

Derek

Derek Muzyka, C.Dir., CPA, CMA
President, MEOW Foundation

Thank you for a great year!

OUR NUMBERS

760
Finalized
Adoptions



48
TNR



1589
SNAP spay and
neuter surgeries

762
Intake



26
Returned
to Owner

Our business is saving lives

Tidbit

OUR CORE PROGRAMS

Rescue & Adoption

Our Rescue and Adoption Program cares for and re-homes stray and abandoned cats and kittens.

All cats admitted to the program are spayed/neutered, vaccinated and microchipped, and given shelter at our Adoption Centre or at a foster home. Cats receive a healthy diet, access to medical care and plenty of love and affection.

Our staff and volunteers spend time getting to know all of the cats in our care, ensuring each cat is matched with a home best suited to his or her individual personality and needs. Our goal is to help people and cats meet their forever match.

Spay Neuter Assistance Program (SNAP)

SNAP subsidizes the cost of feline spay/neuter surgeries for Calgarians financially in-need.

Spaying/neutering cats is important as there are many more cats born each year than there are homes and fixed cats are statistically happier, healthier pets. By helping cat owners cover the cost of spaying or neutering their cat companion(s), SNAP effectively helps control the cat population at the source while promoting responsible pet ownership.

Trap Neuter Return (TNR)

MEOW Foundation's TNR program is specifically designed to assist feral cats who do not have the level of socialization necessary for adoption into homes.

Cats are humanely trapped, spayed or neutered, microchipped, and returned to their neighbourhoods. Trained community caregivers provide them with a stable source of food, water and shelter.

Reducing cat overpopulation and homelessness

HEALING HANDS

MEOW Foundation's Healing Hands Medical Care Initiative helps cats that require extra and/or emergency medical treatment.

Each year, many cats come our way through various circumstances.

We treat injuries such as wounds and abscesses related to territorial fighting, dental injuries caused by scavenging for food, and more serious injuries which require very expensive surgeries by veterinarian specialists.

The Healing Hands Medical Care Initiative helps MEOW provide all the necessary care a cat deserves.

Through fundraising and your generous donations, we medically treat stray and abandoned cats, mending them physically to the best of our abilities. Gaining their love and trust is the next step to healing.

FOOD FOR THOUGHT

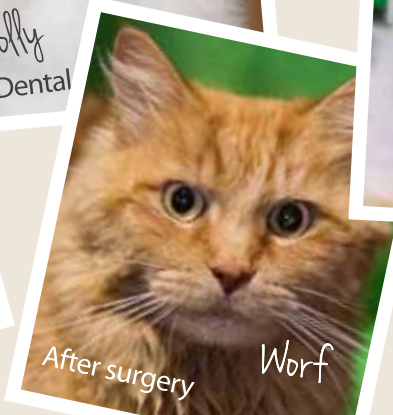
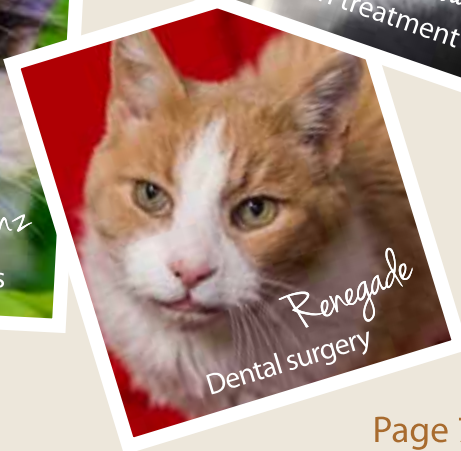
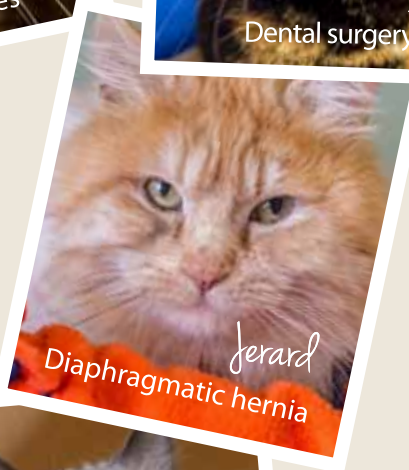
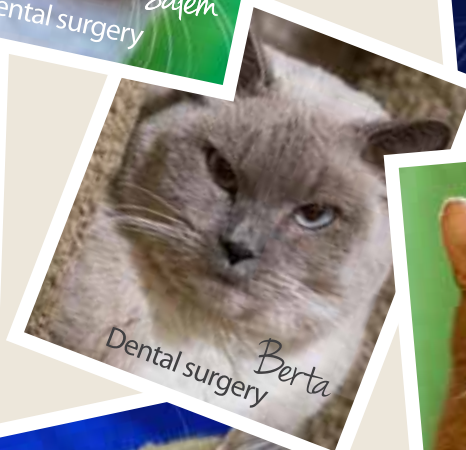
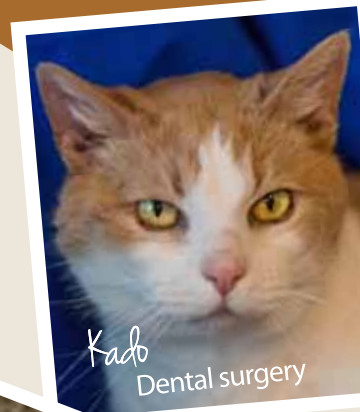
"There is no one so sick, so frightened, so battle-weary, or so abused that they cannot be changed by love."

For the love of stray and abandoned cats

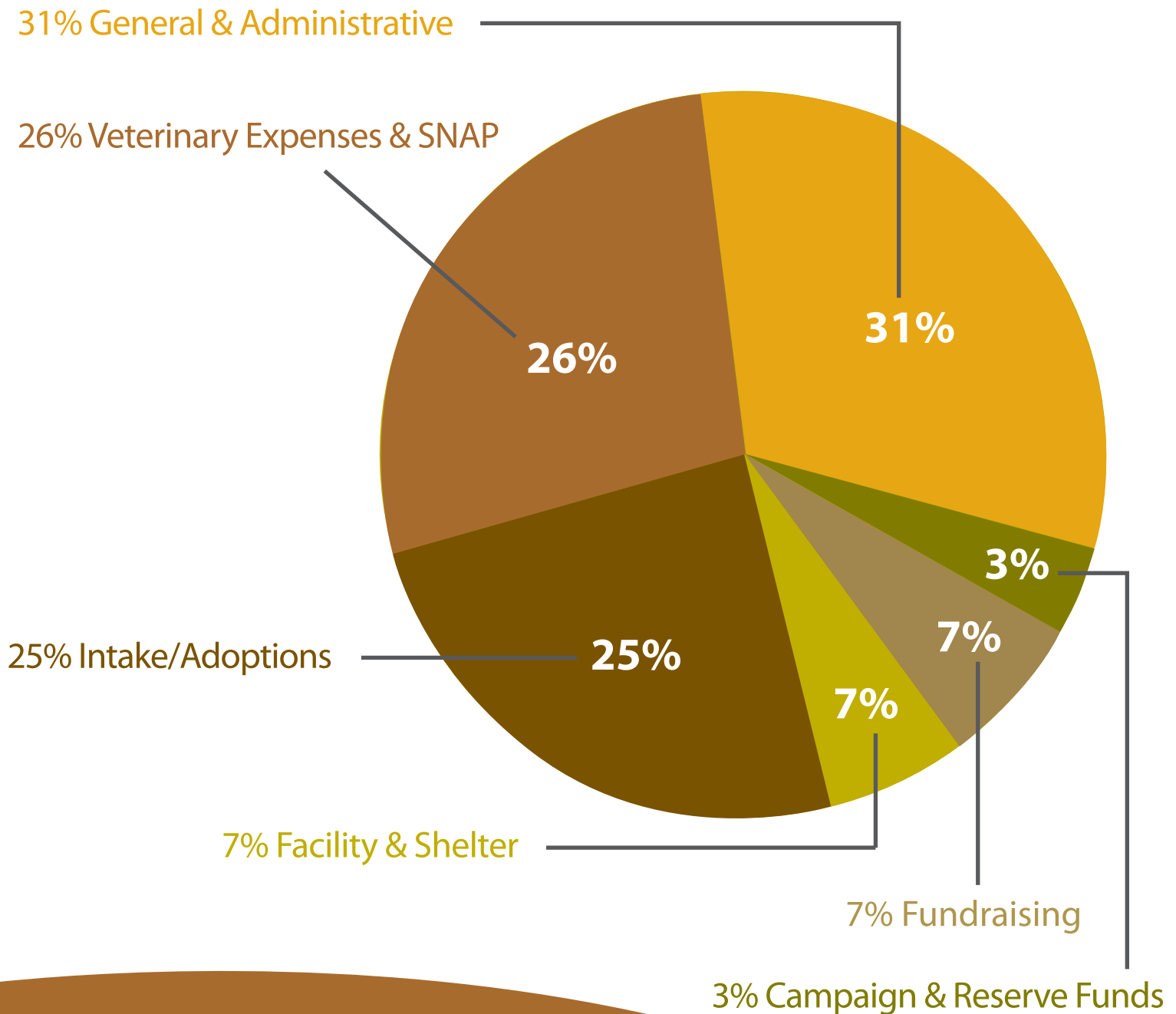


Bronco

Precious souls helped by Healing Hands

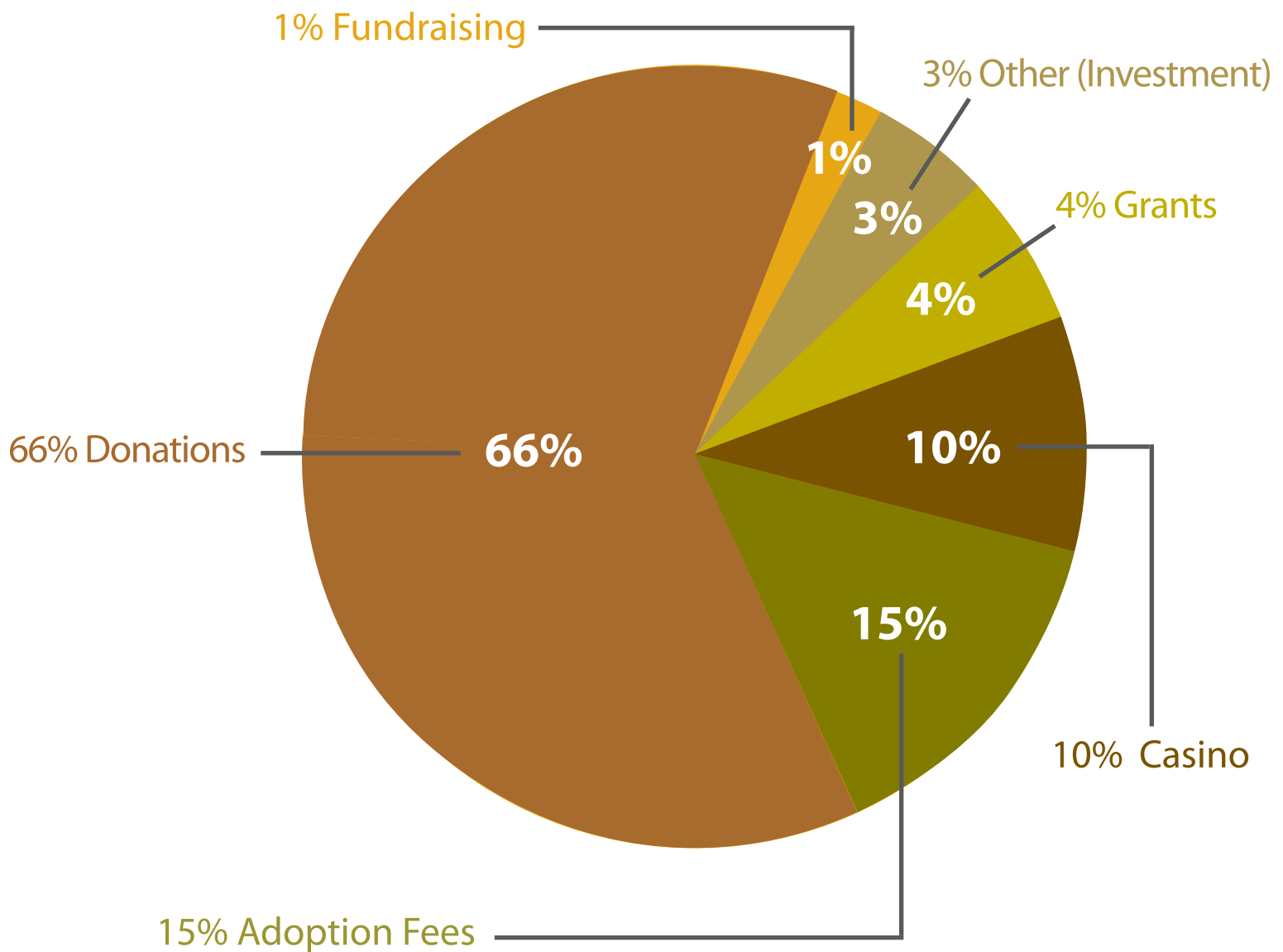


FISCAL RESPONSIBILITY - SPENDING



We work to stretch each dollar

FISCAL RESPONSIBILITY - FUNDING



We are grateful for the generosity of others

Financial Statements of

MEOW Foundation for the
Adoption of Abandoned Cats

Year ended June 30, 2016
(Audited)

Nancy Murdoch Chartered Accountant

301 - 1609 14th Street SW Calgary, AB T3C 1E4
Phone: 403-244-4111 ext. 206 Fax: 403-244-4129
nancy.murdoch@calgarycommunities.com

Independent Auditor's Report

To the Members of
MEOW Foundation for the Adoption of Abandoned Cats

I have audited the financial statements of MEOW Foundation for the Adoption of Abandoned Cats as at June 30, 2016 which include the Statement of Funds and the Statements of Operations, Changes in Net Fund Balances, Cash Flows, and a summary of significant accounting policies and other explanatory notes for the year then ended.

Management's Responsibility

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting principles for not-for-profit organizations and for such internal control as management determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

Basis for Qualified Opinion

In common with many not-for-profit organizations, MEOW Foundation for the Adoption of Abandoned Cats derives revenue from certain fund raising activities, the completeness of which is not subject to satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of MEOW Foundation for the Adoption of Abandoned Cats and I was not able to determine whether any adjustments might be necessary to revenue, excess of revenue over expenses, assets and net assets.

Qualified Opinion

In my opinion, except for the effects of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself of the completeness of fundraising activities, these financial statements present fairly, in all material respects, the financial position of MEOW Foundation for the Adoption of Abandoned Cats as at June 30, 2016 and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.



Nancy Murdoch
Chartered Accountant

MEOW Foundation for the Adoption of Abandoned Cats

Statement of Operations and Changes in Fund Balances

Year ended June 30	Operating Fund	Power the Purr Fund	Total 2016	Operating Fund	Power the Purr Fund	Total 2015
Current Assets						
Cash and cash equivalents	\$ 88,252	\$ 72,921	\$ 161,173	\$ 131,637	\$ 83,820	\$ 215,457
Externally restricted assets (Note 3)	10,084	—	10,084	10,089	—	10,089
Short term investments	—	307,127	307,127	94,319	211,648	305,967
Funds receivable	98,099	—	98,099	7,609	—	7,609
Due from other fund	—	721,879	721,879	—	668,417	668,417
Inventory	1,812	—	1,812	2,247	—	2,247
Prepaid expenses	19,214	—	19,214	20,989	—	20,989
	\$ 217,461	\$ 1,101,927	\$ 1,319,388	\$ 266,890	\$ 963,885	\$ 1,230,775
Capital assets (Note 4)	988,089	—	988,089	933,631	—	933,631
Total Assets	\$ 1,205,550	\$ 1,101,927	\$ 2,307,477	\$ 1,200,521	\$ 963,885	\$ 2,164,406
Liability and Fund Balances						
Accounts payable and accrued liabilities	\$ 48,620	\$ —	\$ 48,620	\$ 41,931	\$ —	\$ 41,931
Due to other fund	721,879	—	721,879	668,417	—	668,417
Deferred income (Note 3)	78,772	—	78,772	10,089	—	10,089
Current portion of long term debt (Note 5)	—	7,525	7,525	—	6,657	6,657
	\$ 849,271	\$ 7,525	\$ 856,796	\$ 720,437	\$ 6,657	\$ 727,094
Long term debt (Note 5)	—	178,778	178,778	—	186,869	186,869
	\$ 849,271	\$ 186,303	\$ 1,035,574	\$ 720,437	\$ 193,526	\$ 913,963
Fund Balances:						
Internally restricted	\$ —	\$ 915,624	\$ 915,624	—	770,359	770,359
Unrestricted	356,279	—	356,279	480,084	—	480,084
Total Fund Balances	\$ 356,279	\$ 915,624	\$ 1,271,903	\$ 480,084	\$ 770,359	\$ 1,250,443
Total Liabilities and Fund Balances	\$ 1,205,550	\$ 1,101,927	\$ 2,307,477	\$ 1,200,521	\$ 963,885	\$ 2,164,406

See accompanying notes to the financial statements

Approved by the Board:



Director

2016.09.20

Date



Director

2016.09.20

Date

MEOW Foundation for the Adoption of Abandoned Cats

Statement of Operations and Changes in Fund Balances

Year ended June 30	Operating Fund	Power the Purr Fund	Total 2016	Operating Fund	Power the Purr Fund	Total 2015
Revenues						
Donations	\$ 361,407	\$ 142,245	\$ 503,652	\$ 454,268	\$ 73,268	\$ 527,536
Fundraising	73,943	12,287	86,230	93,969	—	93,969
Contributions from casino	—	—	—	76,011	—	76,011
Adoption fees	117,455	—	117,455	96,034	—	96,034
Grants	29,696	—	29,696	31,803	—	31,803
Interest and other	8,748	12,739	21,487	6,540	21,039	27,579
	\$ 591,249	\$ 167,271	\$ 758,520	\$ 758,625	\$ 94,307	\$ 852,932
Expenses						
Cat care	\$ 197,128	\$ —	\$ 197,128	\$ 255,228	\$ —	\$ 255,228
Adoption	89,499	—	89,499	89,092	—	89,092
Office and general	188,141	—	188,141	195,333	445	195,778
Fundraising	50,577	—	50,577	30,514	—	30,514
Intake	101,659	—	101,659	57,277	—	57,277
Shelter	27,739	—	27,739	35,878	—	35,878
Skyline	27,903	—	27,903	21,546	—	21,546
Professional fees	16,165	—	16,165	12,570	—	12,570
Amortization	372	—	372	—	—	—
GST expense	7,076	—	7,076	7,811	—	7,811
Finance costs	7,744	11,611	19,355	17,405	7,262	24,667
Non-cash loss on investments	1,052	10,395	11,447	4,368	17,436	21,804
	\$ 715,055	\$ 22,006	\$ 737,061	\$ 727,022	\$ 25,143	\$ 752,165
Increase (decrease) in funds	\$ (123,806)	\$ 145,265	\$ 21,459	\$ 31,603	\$ 69,164	\$ 100,767

See accompanying notes to the financial statements

MEOW Foundation for the Adoption of Abandoned Cats

Statement of Cash Flows

Year ended June 30	Operating Fund	Power the Purr Fund	Total 2016	Operating Fund	Power the Purr Fund	Total 2015
Operating activities						
Increase (decrease) in funds	\$ (123,806)	\$ 145,265	\$ 21,459	\$ 31,603	\$ 69,164	\$ 100,767
Item not affecting cash						
Net non-cash gains and losses	1,052	10,395	11,447	4,368	17,436	21,804
Amortization of capital assets	372	—	372	—	—	—
Net changes in non-cash working capital items:						
Funds receivable	(90,490)	—	(90,490)	10,480	—	10,480
Due to (from) other fund	123,525	(123,525)	—	225,483	(225,483)	—
Inventory	435	—	435	(663)	—	(663)
Prepaid expenses	1,775	—	1,775	(14,934)	—	(14,934)
Accounts payable and Accrued liabilities	6,689	—	6,689	5,807	—	5,807
Deferred income	68,688	—	68,688			
	\$ (11,760)	\$ 32,135	\$ 20,375	\$ 262,144	\$ (138,883)	\$ 123,261
Investing activities						
Purchase of investments	\$ —	\$ (50,928)	\$ (50,928)	\$ —	\$ (14,632)	\$ (14,632)
Proceeds from sale of investments	26,050	28,892	54,942	—	6,869	6,869
Purchase of capital assets	(54,830)	—	(54,830)	(836,775)	—	(836,775)
Net reinvestment of dividends	(2,845)	(13,776)	(16,621)	(1,257)	(12,577)	(13,834)
	\$ (31,625)	\$ (35,812)	\$ (67,437)	\$ (838,032)	\$ (20,340)	\$ (858,372)
Financing activities						
Use of casino funding	\$ (5)	\$ —	\$ (5)	(76,011)	—	(76,011)
Receipt of casino funding	—	—	—	74,180	—	74,180
Use of grant funding	(29,696)	—	(29,696)	(31,803)	—	(31,803)
Receipt of grant funding	29,696	—	29,696	31,803	—	31,803
Proceeds from long term debt	—	—	—	—	200,000	200,000
Payments on principal	—	(7,222)	(7,222)	—	(6,474)	(6,474)
	\$ (5)	\$ (7,222)	\$ (7,227)	\$ (1,831)	\$ 193,526	\$ 191,695
Increase (decrease) in cash	\$ (43,390)	\$ (10,899)	\$ (54,289)	\$ (577,719)	\$ 34,303	\$ (543,416)
Cash, beginning of the year	141,726	83,820	225,546	719,445	49,517	768,962
Cash, end of the year	\$ 98,336	\$ 72,921	\$ 171,257	\$ 141,726	\$ 83,820	\$ 225,546

MEOW Foundation for the Adoption of Abandoned Cats

Notes to the Financial Statements

Year ended June 30, 2016

1. General

MEOW Foundation for the Adoption of Abandoned Cats (the "Foundation"), is incorporated under the Alberta Societies Act as a not-for-profit organization. The Foundation is dedicated to working with the public to rescue homeless cats from the city of Calgary streets and surrounding areas in order to prevent and alleviate animal suffering and reduce pet overpopulation. The Foundation is a registered charitable organization and under present legislation, is not subject to income taxes.

The financial statements reflect the assets, liabilities, net assets, net revenues, and other transactions of all of the operations of the Foundation. Accordingly, these financial statements include the administrative and other operating expenditures funded by donations, grants and other general revenue.

2. Significant accounting policies

These financial statements are prepared in accordance to Canadian accounting principles for not-for-profit organizations of which the most significant policies are:

a) Basis of Accounting

Management has concluded that the going concern basis of accounting is appropriate for the Foundation.

b) Fund accounting

The Foundation uses the following funds:

- (i) Operating Fund is an unrestricted fund and accounts for revenues and expenditures related to the operations, program delivery and administration of the Foundation.
- (ii) Power the Purr Campaign Fund is an internally restricted fund and reports only internally restricted resources that are to be used for campaign purposes and the revenues and expenses thereof.

c) Contributed materials and services

The Foundation recognizes contributions of materials such as pet food and pet supplies, and the contribution of occupancy space, at the fair market value of these contributions as they can be reasonably estimated and are used in the normal course of the Foundation's operations and would otherwise have been purchased.

Volunteers contribute their labour each year to assist the Foundation in delivering its services. Because of difficulty in determining their fair value, contributed services are not recognized in the financial statements.

MEOW Foundation for the Adoption of Abandoned Cats

Notes to the Financial Statements

Year ended June 30, 2016

d) Revenue recognition

The Foundation follows the deferral method of accounting for donations/contributions. Restricted donations/contributions are recognized as revenue in the appropriate fund in the year in which the related expenditures are incurred. Unrestricted donations/contributions are recognized as revenue in the appropriate fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonable assured.

Grants are recorded as revenue in the appropriate fund when the related expenses have been incurred and the applications for the grants have been approved by the relevant government agencies. Grants which have been received in advance of incurring the related expenses are included in the statement of financial position as deferred revenue.

Adoption fees are recorded as revenue in the appropriate fund when the service has been provided.

e) Cash and cash equivalents

Cash equivalents are held for the purpose of meeting short-term cash commitments rather than for investing or other purposes. For an investment to qualify as a cash equivalent it must be readily convertible to a known amount of cash and be subject to an insignificant risk of changes in value. An investment normally qualifies as a cash equivalent only when it has a short maturity of approximately three months or less.

f) Short term investments

Short term investments consist of money market guaranteed investment certificates which mature within twelve months from year-end.

g) Inventory

Inventory consists of merchandise for resale. It is recorded at the lower of cost or net realizable value using the first-in, first-out method.

h) Capital assets

Capital assets are recorded at cost and amortized over their estimated useful life using the straight line method; 40 years have been estimated for building and 3 years have been estimated for computer equipment.

i) Use of estimates

The preparation of financial statements of the Foundation are in conformity with Canadian accounting standards for not-for-profit organizations that require management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements and the reported amount of revenues and expenditures during the reporting period. These estimates are subject to uncertainty and may differ from actual results.

MEOW Foundation for the Adoption of Abandoned Cats

Notes to the Financial Statements

Year ended June 30, 2016

j) Financial instruments

Measurement of financial instruments

The Foundation initially measures its financial assets and financial liabilities at fair value and subsequently measures all its financial assets and financial liabilities at cost or amortized cost. Changes in fair value of these financial instruments are recognised in net income. Financial instruments measured at amortized cost include cash and cash equivalents, short term investments, accounts payable and accrued liabilities.

Risk

It is management's opinion that the Foundation is not exposed to significant interest, currency or credit risks arising from these financial instruments.

3. Externally restricted assets / deferred cash contributions

Deferred cash contributions consist of unspent casino funds and are restricted by the Alberta Gaming and Liquor Commission to be spent only on previously approved use of proceeds.

4. Capital assets

	Cost	Accumulated Amortization	Net 2016	Net 2015
Computer Equipment	\$ 1,486	\$ 372	\$ 1,114	\$ –
Building	523,162	–	523,162	481,131
Land	463,813	–	463,813	452,500
	\$ 988,461	\$ 372	\$ 988,089	\$ 933,631

5. Long term debt

If the loan is not called and is paid out over its anticipated term, the estimated aggregate principle payment required in each of the next five years is as follows:

2017	2018	2019	2020	2021
\$7,580	\$7,893	\$8,218	\$8,540	\$8,910

6. Fundraising expenses

As required under section 7(2) of the Charitable Fundraising Regulation of Alberta, the following amounts are disclosed:

- (i) Direct costs incurred for the purpose of soliciting contributions – \$50,577 (2015 - \$30,514).
- (ii) Amounts paid as remuneration to employees whose principal duties involve fundraising are not disclosed due to privacy issues.

7. Events after the reporting period

Some of the prior year figures have been reclassified to conform with current year presentation.