

Loe

MAKE EACH ONE WANTED

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Board Message

MEOW Foundation reached many milestones in 2016/2017. Renovations began on the new Adoption Centre in March 2017 and wrapped up in July. After 17 years, the cats, volunteers and staff said a fond farewell to the old Adoption Centre and moved to our new permanent home.

Our heartfelt thanks to Florence Huang and her family for sheltering MEOW since our inception in 2000. All of the planning, preparation and long days paid off with a successful move and everyone, especially the cats, are settling in nicely. We very much appreciate each of our Donors, Grantors, Volunteers and Staff for making our permanent home a reality.

Also during this year, exciting new partnerships were formed as we grew MEOW's profile with Regal Cat Café, Thrifty Princess, Sponsor Energy and Royal Canin. We are so grateful for these collaborative relationships and look forward to building on them in 2018.



MEOW Foundation continues to grow its positive impacts. In the last five years our Adoptions have increased more than 70% and our SNAP numbers are up by over 40%. We often talk about the total number of cats and kittens that MEOW has helped. This includes Rescue & Adoptions, SNAP, TNR and reconnecting lost cats with their people. Since 2000, MEOW has helped over 28,000 cats. With our new Adoption Centre, and the help of MEOW supporters and partners, our aspiration of 30,000 cats helped by 2020 is well within reach.

Thank you for your continued support of MEOW Foundation. Your generous donations, support and hard work ensure MEOW's sustainable future and leadership in compassionate care for cats.

SSterling

Stephanie Sterling, PEng, MBA, ICD.D
President, MEOW Foundation



Our Impact



791

Finalized Adoptions



54

TNR



1820

SNAP spay & neuter surgeries



885

Intake



11

Returned to Owner



Poe, Magellen, Cabot & Vader

About 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. By helping cat owners cover the cost of spaying or neutering their cat companion(s), SNAP effectively helps control cat population at the source while promoting responsible pet ownership.

Trap Neuter Return (TNR)

MEOW Foundation's TNR program assists 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.



My Commitment to MEOW

Meet **MariLynn Montgomery**, longtime volunteer and donor to MEOW Foundation. We asked MariLynn to share her connection to our organization.

A deep love of felines began with my childhood cats Mittens 1 and her son, Mittens 2, followed by Id, my first cat when I moved out on my own.

After Id, years passed with no cats in my life before I was ready to make a commitment to pet parenthood again. I bought my first condo primarily so I could have a cat and was thrilled to welcome Stella and Nick into my life. They are my cherished family members.

Sometime during 2001 to 2002, I became aware of MEOW through a colleague who occasionally posted notices about events. While attending one such event, I picked up information about volunteering and applied to help with booths at various locations and events. I specifically chose this position as I felt there were too many emotional risks for me personally working directly with the cats.

My involvement expanded to include volunteering at casinos, Spay Day sign-ups, Adoptathons, Christmas parties and garage sales as well as soliciting items for silent auctions and assisting with distribution and selling calendars. I really enjoy promoting



MEOW and will jump at every possible opportunity to do so!

Recently I've had the honour to socialize occasionally with the cats up at MEOW's Adoption Centre. I refer to myself as a "visiting auntie". Yes, I am finally interacting with the cats!

I can think of many special highlights over the past 14 years with MEOW:

- One of the most meaningful experiences happened years ago at a display/event booth. A woman stopped by and gave me a cheque for over \$200 to thank and repay MEOW for helping her during a time when she couldn't afford to spay

or neuter her cat(s). I still get emotional about that encounter.

- I was truly honoured when MEOW entrusted me to give two interviews (regarding cat licensing) that were published in the Calgary Herald.
- I've had many opportunities to influence people to adopt from and support MEOW.
- I helped to rescue a cat named Rover.
- It's been my privilege to name a few cats over the years, including Rover.

Over the years, I've come a long way as Stella and Nick's human, and like many of us, I'm happy to say I've learned what responsible pet ownership should involve.

After Stella and Nick became my family, it really made me more aware of the plight of not only the felines in our community, but all animals.

MEOW has taught me so much in the past few years. I have a huge appreciation of how



difficult it is to raise the funds needed to support a charitable organization. I just really want to help either with my time or with donations.

When MEOW's capital campaign first kicked off, I was fortunate to be in a position to make a larger donation than I usually could. Each year I continue to donate what I can. It feels good that I can help in some way.

Supporting MEOW in its work is so important to me. When I make a contribution of any sort, it makes me feel good to know I'm helping.

I love my Stella and Nick so much and through my support of MEOW, I feel like I'm doing something to express that and honour their love.



Rescue & Adoption is My Passion

With a varied history of involvement in animal welfare, including rescue and adoption, Nicole Valade kindly shared her experiences with us.

Although it probably sounds cliché, I really have loved cats all my life. Since childhood, I've had three dogs and more than a dozen feline family members — almost all were rescues. My huge appreciation of cats led me to work in many roles with several cat-related organizations.

When I lived in Montreal, I was heavily involved at a local cat rescue organization for four years. I fostered, ran adoption clinics and trapped feral cats, then arranged their spaying or neutering prior to release.

In July 2014, I moved from Montreal to Lethbridge with Zack, my 11 year old black Lab and five cats: Megs, Bebe, Rocky, Harley and Gizmo. Soon after I began working with an animal welfare organization that cared for a number of cat colonies. In July 2015, I had to say goodbye to my old dog Zack and not long after, I moved with the five cats to Calgary. Once settled, I had spare time that I wanted to give to a volunteer organization. There was absolutely no doubt what I wanted to do.

After quite a bit of careful online research, I discovered MEOW Foundation. I was really



surprised to find that they were the only cat-specialized welfare organization in Calgary. It looked like a good match for my experience, skills and interests and they had a sound reputation.

In 2016, I applied, then became one of the Adoption Centre cleaners each Sunday morning. Cleaning is such an essential part of cat care and I really take a lot of pride in creating a safe and healthy environment for them. Our Sunday crew is just awesome to work with and I happily get my “cat fix”.

I also like to help MEOW with fundraising activities, casinos, fostering and display events. I've gained a lot of knowledge

and experience through all of my roles and I'm pleased to do whatever I can to support rescue and adoption efforts. There's nothing more rewarding than seeing a deserving cat go to its forever home.

Early 2017 began as a really difficult year for me when I lost Megs, Bebe and Rocky to different ailments. Megs was 19 years old and had bad arthritis, Bebe developed oral cancer and Rocky had FIV. When they passed, the house felt really quiet with only Harley and Gizmo and I just knew they were feeling lonely too.

Later that summer, two cats named Viva and Blain were rescued around the same time and they ended up sharing quarters at MEOW's Adoption Centre. I was immediately drawn to them and my heart grew fonder with each passing week. The next thing you know, I applied to adopt them.

It was my first experience as an adopter with MEOW. The process was easy, thorough



and very straight forward and the post-adoption support from staff was amazing.

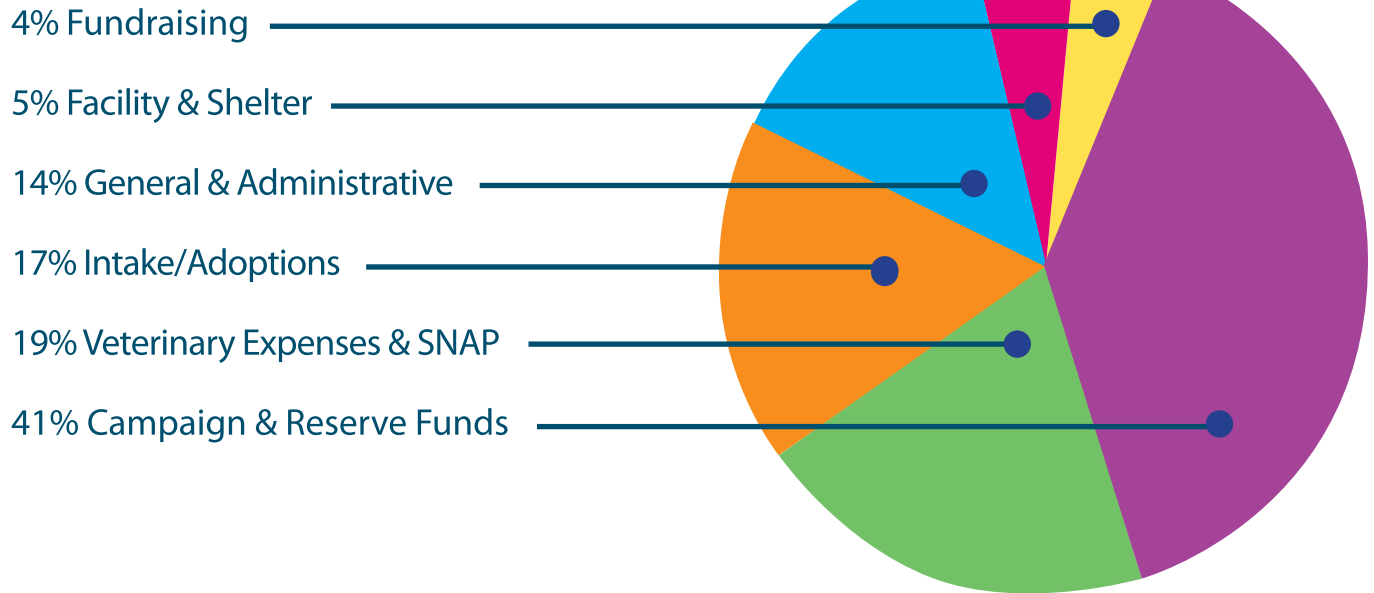
Introducing Viva and Blain (now Vito) to my current cats Harley and Gizmo took about three months for everyone to figure out their place and get along, but now we're all one happy family.

Through all of my experience working in so many roles, I'm grateful to have learned a lot about supporting stray and abandoned cats in the community. I've gained an inside view to the wonderfully rewarding world of rescue, adoption and all of the related services. I'm positive everything has helped me to become a better caregiver to my own.

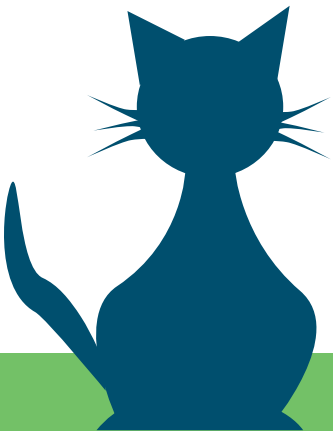
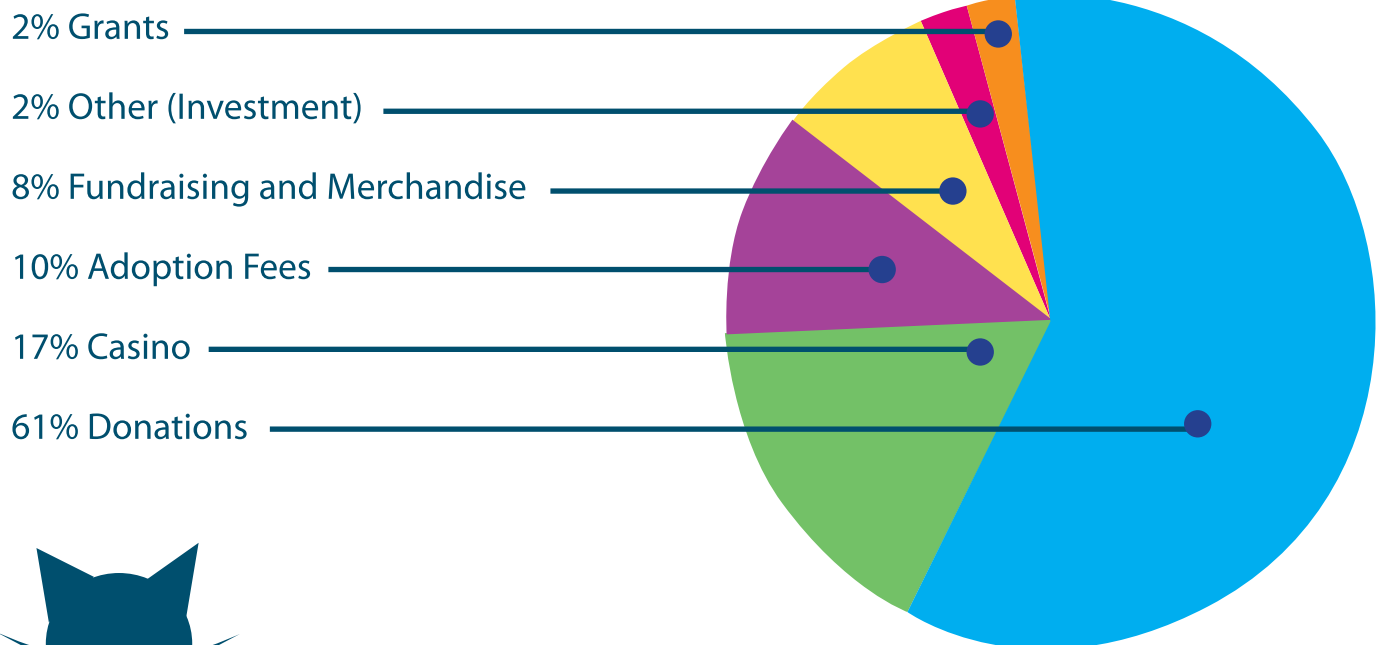
I'm really happy to have found MEOW and so proud to be a volunteer.



Fiscal Responsibility - Spending



Fiscal Responsibility - Funding



Your Donations Save Lives & Create Opportunities

When you donate to MEOW Foundation, 100% of your funds help rescue, provide essential care and find permanent adoptive homes for stray and abandoned cats in Calgary and surrounding areas.

Your donations also help our team to provide Spay Neuter Assistance to cat owners in-need as well as Trap Neuter Return services to feral cats living in neighbourhoods across the city.

Each of these beautiful souls deserve a second chance.

You can choose to donate in many ways:

- General Fund
- Healing Hands Medical Care Initiative
- Capital Campaign Fund
- Sponsor a Cat
- In Memory/Celebration
- Our Wish List
- Legacy Giving
- Workplace Giving
- Bequest of a Cat

Please [click here](#) to learn more.

Thank you from the cats and our team!



MEOW FOUNDATION FOR THE ADOPTION OF ABANDONED CATS

FINANCIAL STATEMENTS (Audited)

June 30, 2017



MEOW FOUNDATION FOR THE ADOPTION OF ABANDONED CATS

June 30, 2017

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Independent Auditor's Report

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

I have audited the financial statements of the MEOW Foundation for the Adoption of Abandoned Cats as at June 30, 2017 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, the MEOW Foundation for the Adoption of Abandoned Cats derives revenue from certain fundraising 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 the 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, 2017 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.



MEOW FOUNDATION FOR THE ADOPTION OF ABANDONED CATS
STATEMENT OF FUNDS
(Audited)

As at June 30, 2017

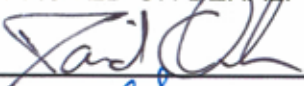

ASSETS

	2017			2016		
	Operating Fund	Power the Purr Fund	Totals	Operating Fund	Power the Purr Fund	Totals
Current assets						
Cash and cash equivalents	\$ 265,632	262,447	528,079	\$ 88,252	72,921	161,173
Externally restricted assets (Note 3)	117,709	-	117,709	10,084	-	10,084
Short term investments	-	324,155	324,155	-	307,127	307,127
Funds receivable	7,222	14,665	21,887	98,099	-	98,099
Due from other fund	287,101	-	287,101	-	721,879	721,879
Inventory	4,128	-	4,128	1,812	-	1,812
Prepaid expenses	19,497	-	19,497	19,214	-	19,214
	<u>701,289</u>	<u>601,267</u>	<u>1,302,556</u>	<u>217,461</u>	<u>1,101,927</u>	<u>1,319,388</u>
Capital assets (Note 4)	619	1,578,015	1,578,634	988,089	-	988,089
	<u>\$ 701,908</u>	<u>2,179,282</u>	<u>2,881,190</u>	<u>\$ 1,205,550</u>	<u>1,101,927</u>	<u>2,307,477</u>

LIABILITIES AND FUND BALANCES

Current liabilities						
Accounts payable and accrued liabilities	\$ 34,001	203,519	237,520	\$ 48,620	-	48,620
Due to other fund	-	287,101	287,101	721,879	-	721,879
Deferred cash contributions (Note 3)	117,709	-	117,709	78,772	-	78,772
Deferred capital contributions (Note 5)	-	121,875	121,875	-	-	-
Current portion of long term debt (Note 6)	-	17,016	17,016	-	7,525	7,525
	<u>151,710</u>	<u>629,511</u>	<u>781,221</u>	<u>849,271</u>	<u>7,525</u>	<u>856,796</u>
Long term debt (Note 6)	-	469,568	469,568	-	178,778	178,778
	<u>151,710</u>	<u>1,099,079</u>	<u>1,250,789</u>	<u>849,271</u>	<u>186,303</u>	<u>1,035,574</u>
Fund balances						
Unrestricted	550,198	-	550,198	356,279	-	356,279
Internally restricted	-	1,080,204	1,080,204	-	915,624	915,624
	<u>550,198</u>	<u>1,080,204</u>	<u>1,630,402</u>	<u>356,279</u>	<u>915,624</u>	<u>1,271,903</u>
	<u>\$ 701,908</u>	<u>2,179,283</u>	<u>2,881,191</u>	<u>\$ 1,205,550</u>	<u>1,101,927</u>	<u>2,307,477</u>

APPROVED ON BEHALF OF THE BOARD OF DIRECTORS

 Director
 Director

See Notes to the Financial Statements

MEOW FOUNDATION FOR THE ADOPTION OF ABANDONED CATS
STATEMENT OF CHANGES IN FUND BALANCES
(Audited)

For the Year Ended June 30, 2017

	2017		
	Operating Fund	Power the Purr Fund	Totals
Balances, beginning of the year	\$ 356,278	915,624	1,271,902
Prior period adjustment (Note 7)	(20,000)	(100,000)	(120,000)
Balances as restated	336,278	815,624	1,151,902
Excess of revenue over expenses	213,920	264,580	478,500
Balances, end of the year	\$ 550,198	1,080,204	1,630,402

	2016		
	Operating Fund	Power the Purr Fund	Totals
Balances, beginning of the year	\$ 480,084	770,359	1,250,443
Excess of revenue over expenses	(123,806)	145,265	21,459
Balances, end of the year	\$ 356,278	915,624	1,271,902

See Notes to the Financial Statements

MEOW FOUNDATION FOR THE ADOPTION OF ABANDONED CATS
STATEMENT OF OPERATIONS
(Audited)

For the Year Ended June 30, 2017

	2017			2016		
	Operating Fund	Power the Purr Fund	Totals	Operating Fund	Power the Purr Fund	Totals
REVENUES						
Donations	\$ 430,610	260,001	690,611	\$ 361,407	142,245	503,652
Fundraising	82,402	10,641	93,043	73,943	12,287	86,230
Contributions from casino	199,988	-	199,988	-	-	-
Adoption fees	115,927	-	115,927	117,455	-	117,455
Grants	22,380	5,346	27,726	29,696	-	29,696
Interest and other	7,496	10,720	18,216	8,748	12,739	21,487
Amortized capital contributions	-	3,125	3,125	-	-	-
Non-cash gains on investments	-	5,625	5,625	-	-	-
	<u>\$ 858,803</u>	<u>295,458</u>	<u>1,154,261</u>	<u>\$ 591,249</u>	<u>167,271</u>	<u>758,520</u>
EXPENSES						
Cat care	\$ 206,061	-	206,061	\$ 197,128	-	197,128
Adoption	81,779	-	81,779	89,499	-	89,499
Amortization of capital assets	495	-	495	372	-	372
Office and general	121,515	-	121,515	188,141	-	188,141
Fundraising	49,577	-	49,577	50,577	-	50,577
Intake	109,411	-	109,411	101,659	-	101,659
Shelter	31,826	-	31,826	27,739	-	27,739
Skyline	19,851	-	19,851	27,903	-	27,903
Professional fees	14,572	-	14,572	16,165	-	16,165
GST expense	6,220	14,665	20,885	7,076	-	7,076
Finance costs	3,576	16,213	19,789	7,744	11,611	19,355
Non-cash loss on investments	-	-	-	1,052	10,395	11,447
	<u>644,883</u>	<u>30,878</u>	<u>675,761</u>	<u>715,055</u>	<u>22,006</u>	<u>737,061</u>
INCREASE (DECREASE) IN FUNDS	<u>\$ 213,920</u>	<u>264,580</u>	<u>478,500</u>	<u>\$(123,806)</u>	<u>145,265</u>	<u>21,459</u>

See Notes to the Financial Statements

MEOW FOUNDATION FOR THE ADOPTION OF ABANDONED CATS

STATEMENT OF CASH FLOWS

(Audited)

For the Year Ended June 30, 2017

	2017			2016		
	Operating Fund	Power the Purr Fund	Totals	Operating Fund	Power the Purr Fund	Totals
Cash generated from (used in):						
Operating activities						
Increase (decrease) in funds	\$ 213,920	264,580	478,500	\$(123,806)	145,265	21,459
Changes not affecting cash outlay:						
Net non-cash gain and losses	-	(5,625)	(5,625)	1,052	10,395	11,447
Amortization of capital assets	495	-	495	372	-	372
Amortized deferred capital contributions	-	(3,125)	(3,125)	-	-	-
Changes in non-cash working capital:						
Funds receivable	90,878	(14,665)	76,213	(90,490)	-	(90,490)
Due to (from) other fund	-	-	-	123,525	(123,525)	-
Inventory	(2,316)	-	(2,316)	435	-	435
Prepaid expenses	(283)	-	(283)	1,775	-	1,775
Accounts payable and accrued liabilities	(14,620)	203,519	188,899	6,689	-	6,689
Deferred income	-	-	-	68,688	-	68,688
	<u>288,074</u>	<u>444,684</u>	<u>732,758</u>	<u>(11,760)</u>	<u>32,135</u>	<u>20,375</u>
INVESTING ACTIVITIES						
Purchase of investments	-	-	-	-	(50,928)	(50,928)
Proceeds from sale of investments	-	-	-	26,050	28,892	54,942
Renovations to building	-	(591,041)	(591,041)	(54,830)	-	(54,830)
Net reinvestment of dividends	-	(17,028)	(17,028)	(2,845)	(13,776)	(16,621)
	<u>-</u>	<u>(608,069)</u>	<u>(608,069)</u>	<u>(31,625)</u>	<u>(35,812)</u>	<u>(67,437)</u>
FINANCING ACTIVITIES						
Use of casino funding	(79,988)	-	(79,988)	(5)	-	(5)
Receipt of casino funding	67,613	-	67,613	-	-	-
Increase to deferred capital contributions	-	125,000	125,000	-	-	-
Use of grant funding	(22,380)	(130,346)	(152,726)	(29,696)	-	(29,696)
Receipt of grant funding	22,380	5,346	27,726	29,696	-	29,696
Proceeds from long term debt	-	313,985	313,985	-	-	-
Payments on principal	-	(13,699)	(13,699)	-	(7,222)	(7,222)
	<u>(12,375)</u>	<u>300,286</u>	<u>287,911</u>	<u>(5)</u>	<u>(7,222)</u>	<u>(7,227)</u>
INCREASE (DECREASE) IN CASH	<u>275,699</u>	<u>136,901</u>	<u>124,689</u>	<u>(43,390)</u>	<u>(10,899)</u>	<u>(54,289)</u>
Cash, beginning of the year	98,336	72,921	171,257	141,726	83,820	225,546
CASH, END OF THE YEAR	<u>\$ 374,035</u>	<u>209,822</u>	<u>583,857</u>	<u>\$ 98,336</u>	<u>72,921</u>	<u>171,257</u>
Cash consists of:						
Unrestricted cash	\$ 265,632	262,447	528,079	\$ 88,252	72,921	161,173
Externally restricted cash	117,709	-	117,709	10,084	-	10,084
	<u>\$ 383,341</u>	<u>262,447</u>	<u>645,788</u>	<u>\$ 98,336</u>	<u>72,921</u>	<u>171,257</u>

See Notes to the Financial Statements

MEOW FOUNDATION FOR THE ADOPTION OF ABANDONED CATS

NOTES TO THE FINANCIAL STATEMENTS

(Audited)

June 30, 2017

1. NATURE OF OPERATIONS

MEOW Foundation for the Adoption of Abandoned Cats (the Foundation) was incorporated on July 27, 2000 under the Alberta Societies Act as a not-for-profit organization under the name Make Each One Wanted Foundation for the Adoption of Abandoned Cats.

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 have been prepared according to Canadian accounting standards for not-for-profit organizations of which the most significant policies are:

Basis of accounting

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

Fund accounting

The Foundation has classified accounts with similar characteristics as follows:

Operating Fund

The Operating Fund accounts for assets, liabilities, revenues and expenditures related to the operations, program delivery and administration of the Foundation.

Power the Purr Fund

The Power the Purr Campaign Fund is an internally restricted fund that reports only internally restricted resources that are to be used for campaign purposes and the revenues and expenses thereof.

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.

Volunteer contribute their labour each year to assist the Foundation in delivering its services. Due to the 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
(Audited)
June 30, 2017

2. SIGNIFICANT ACCOUNTING POLICIES Continued

Revenue recognition

The Foundation follows the deferral method of accounting for externally restricted donations and contributions. Restricted donations and contributions are recognized as revenue in the appropriate fund in the year in which the related expenditures are incurred. Unrestricted donations and 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 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.

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.

Short term investments

Short term investments consist of mutual funds.

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.

Capital assets

The Skyline building is recorded at cost and amortized over its estimated useful life over 40 years using the straight line method.

Financial instruments

Measurement of financial instruments

The Association initially measures its financial assets and financial liabilities at fair value. The Association subsequently measures all its financial assets and financial liabilities at cost or amortized cost. Changes in fair value of these financial instruments are recognized in net income.

Financial instruments measured at amortized cost include cash and cash equivalents, accounts receivable, investments and accounts payable.

Risk

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

MEOW FOUNDATION FOR THE ADOPTION OF ABANDONED CATS

NOTES TO THE FINANCIAL STATEMENTS

(Audited)

June 30, 2017

2. SIGNIFICANT ACCOUNTING POLICIES Continued

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.

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.

	2017	2016
Carried from previous year	\$ 197,707	\$ 10,094
Contribution from Ogden Legion	125,000	120,000
Casino proceeds received	-	67,613
Less: Amortization	(3,125)	-
Balance carried forward	<u>\$ 319,582</u>	<u>\$ 197,707</u>

4. CAPITAL ASSETS

	Cost	Accumulated Amortization	2017 Net	2016 Net
Land	\$ 463,813	\$ -	\$ 463,813	\$ 463,813
Building	1,114,202	-	1,114,202	523,162
Computer	1,486	867	619	1,114
	<u>\$ 1,579,501</u>	<u>867</u>	<u>1,578,634</u>	<u>988,089</u>

5. DEFERRED CAPITAL CONTRIBUTIONS

Externally restricted assets contributed to the purchase of capital assets are recorded as deferred capital contributions and are amortized on the same basis as the related asset.

	2017	2016
Carried from previous year	\$ -	\$ -
Contributions from CFEP grant	125,000	-
Less: Amortization	(3,125)	-
Balance carried forward	<u>\$ 121,875</u>	<u>\$ -</u>

MEOW FOUNDATION FOR THE ADOPTION OF ABANDONED CATS

NOTES TO THE FINANCIAL STATEMENTS

(Audited)

June 30, 2017

6. LONG TERM DEBT

	2017	2016
Demand loan, prime plus 1.35%, repayable at \$3,034 per month including interest, due September 30, 2036	\$ 486,584	\$ 186,304
Less current portion	(17,016)	(7,525)
	<u>\$ 469,568</u>	<u>\$ 178,779</u>

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:

2018	\$17,016
2019	\$17,718
2020	\$18,400
2021	\$19,208
2022	\$20,001

7. PRIOR PERIOD ADJUSTMENT

During the year it was noted that an amount recorded in the prior year as donation revenue had been donated using casino funds and should have been recorded as a deferred cash contribution, therefore a prior period adjustment has been made. The net effect of the transaction in the prior year is as follows:

Increase in deferred cash contributions	\$ 100,000
Decrease in net assets - Unrestricted fund	\$ 20,000
Decrease in net assets - Power the Purr fund	\$ 100,000
Decrease in donation revenue - Unrestricted fund	\$ 20,000
Decrease in donation revenue - Power the Purr fund	\$ 100,000

8. FUNDRAISING EXPENSES

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

Direct costs incurred for the purpose of soliciting contributions \$49,577 (2016 - \$50,577)

Amounts paid as remuneration to employees whose principal duties involve fundraising are not disclosed due to privacy issues.