

TISARANA BUDDHIST MONASTERY

FINANCIAL STATEMENTS
(Prepared Without Audit)

DECEMBER 31, 2016

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REVIEW ENGAGEMENT REPORT

To the Members of:
Tisarana Buddhist Monastery

I have reviewed the statement of financial position of Tisarana Buddhist Monastery as at December 31, 2016 and the statements of operations, changes in net assets and cash flows for the year then ended. My review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to me by the Organization.

A review does not constitute an audit and consequently I do not express an audit opinion on these financial statements.

Tisarana Buddhist Monastery did not provide for depreciation on capitalized buildings as required by Canadian accounting standards for not-for-profit organizations. The impact of this departure on expenses and capital assets has not been determined.

Based on my review, except for the matters described in the previous paragraph, nothing has come to my attention that causes me to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.

The previous year's comparative figures have not been reviewed or audited and were compiled by a different accountant.

Jill Nolan

***Jill Nolan Chartered Accountant
Professional Corporation***

Authorized to practice public accounting by the
Chartered Professional Accountants of Ontario

Perth, Ontario
May 19, 2017

TISARANA BUDDHIST MONASTERY

STATEMENT OF FINANCIAL POSITION

(Prepared Without Audit)

AS AT DECEMBER 31, 2016

	2016	2015
ASSETS		
CURRENT ASSETS		
Cash on Hand and in Bank	\$ 185,298	\$ 272,322
Accounts Receivable	570	-
HST Receivable	10,068	8,558
	<u>195,936</u>	<u>280,880</u>
CAPITAL ASSETS (Note 3)	2,137,373	2,027,064
RESTRICTED ASSETS		
Cash in Bank (Note 2)	97,373	64,561
	<u>\$ 2,430,682</u>	<u>\$ 2,372,505</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable and Accrued Liabilities	\$ 6,341	\$ 4,814
Deferred Revenue (Note 2)	97,373	64,561
	<u>103,714</u>	<u>69,375</u>
NET ASSETS		
Unrestricted Net Assets	189,595	276,066
Invested in Capital Assets (Note 3)	2,137,373	2,027,064
	<u>2,326,968</u>	<u>2,303,130</u>
	<u>\$ 2,430,682</u>	<u>\$ 2,372,505</u>

APPROVED BY THE BOARD

Director

Director

TISARANA BUDDHIST MONASTERY

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

(Prepared Without Audit)

FOR THE YEAR ENDED DECEMBER 31, 2016

	2016	2015
REVENUES		
Donations	\$ 162,205	\$ 175,458
Interest Income	1,075	1,531
	<u>163,280</u>	<u>176,989</u>
EXPENSES		
Advertising and Promotion	20,225	15,090
Amortization	13,572	11,050
Bank Charges	1,386	1,312
Insurance	11,737	9,870
Life Insurance	980	980
Office Expense	6,807	1,524
Professional Fees	2,555	3,463
Property Taxes	2,042	2,140
Repairs and Maintenance	16,885	29,560
Supplies	37,321	35,635
Telecommunications	2,329	2,650
Travel	2,239	8,091
Utilities	15,255	17,277
Vehicle Operations	6,109	8,105
TOTAL EXPENSES	<u>139,442</u>	<u>146,747</u>
EXCESS OF REVENUES OVER EXPENSES	<u>\$ 23,838</u>	<u>\$ 30,242</u>

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

TISARANA BUDDHIST MONASTERY
STATEMENT OF CHANGES IN NET ASSETS
(Prepared without Audit)
FOR THE YEAR ENDED DECEMBER 31, 2016

	Unrestricted	Invested in Capital Assets	Total
NET ASSETS - beginning of year	\$ 276,066	\$ 2,027,064	\$ 2,303,130
Increase (Decrease) in Net Assets	37,410	(13,572)	23,838
Additions to Capital Assets	(123,881)	123,881	-
NET ASSETS - end of year	\$ 189,595	\$ 2,137,373	\$ 2,326,968

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

TISARANA BUDDHIST MONASTERY

STATEMENT OF CASH FLOW

(Prepared Without Audit)

FOR THE YEAR ENDED DECEMBER 31, 2016

	2016	2015
Cash Provided By (Used In):		
OPERATING ACTIVITIES		
Excess of Revenues over Expenses	\$ 23,838	\$ 30,242
Non-Cash Items:		
Amortization	13,572	11,050
Changes in Working Capital Other than Cash:		
Accounts Receivable	(570)	
HST Receivable	(1,510)	43,919
Accounts Payable and Accrued Liabilities	1,527	(1,629)
Deferred Revenue	32,812	64,561
	<u>69,669</u>	<u>148,143</u>
INVESTING ACTIVITIES		
Acquisition of Capital Assets	<u>(123,881)</u>	<u>(8,475)</u>
INCREASE IN CASH	(54,212)	139,668
CASH AND CASH EQUIVALENTS - opening	336,883	197,215
CASH AND CASH EQUIVALENTS - CLOSING	\$ 282,671	\$ 336,883

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

TISARANA BUDDHIST MONASTERY

NOTES TO THE FINANCIAL STATEMENTS

(Prepared Without Audit)

DECEMBER 31, 2016

PURPOSE OF THE ORGANIZATION

Tisarana Buddhist Monastery is a non-profit organization and a registered charity under the Income Tax Act and accordingly is exempt from income taxes. The Monastery fosters and promotes the teachings of Buddhism and the practice of meditation. The Monastery provides a resource facility for systematic instruction in both Buddhist teachings and the practice of meditation, including but not limited to establishing and maintaining a residential facility for the ordained Buddhist sangha (clergy), establishing a library and conducting meditation retreats to help enhance the spiritual practice.

1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

Revenue Recognition

Tisarana Buddhist Monastery follows the deferral method of accounting for contributions. Unrestricted contributions are recognized as receipts when received. Internally and externally restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Resources which have been allocated for a specific purpose by the Board of Directors are considered internally restricted. Contributions from various sources outside the Organization which have been designated by the donor(s) for a specific purpose are considered externally restricted. The capital asset fund reports contributions and investments in property, plant and equipment.

Capital Assets

Purchased capital assets are recorded at cost. Land and buildings are not amortized. The following assets are amortized by the declining balance method at the following rates:

Computer	55%
Equipment	20%
Vehicles	30%

TISARANA BUDDHIST MONASTERY

NOTES TO THE FINANCIAL STATEMENTS

(Prepared Without Audit)

DECEMBER 31, 2016

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

Deferred Revenue

Deferred revenue represents externally restricted contributions designated for specific projects and are recognized as revenue when the related expenses are incurred.

Volunteer Services

A substantial number of volunteers contribute a significant amount of time each year. Due to the difficulty of determining the fair value of the volunteer services they are not recognized in the financial statements.

In-Kind Contributions

The Organization receives in-kind donations for services and materials in the furtherance of its objectives which is recorded at their fair value when determinable.

2. RESTRICTED FUNDS	2016	2015
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Restricted funds are amounts received for a specific purpose but remain unspent at the year end.

Externally Restricted

Meditation Hall	\$	97,373	\$	64,561
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TISARANA BUDDHIST MONASTERY

NOTES TO THE FINANCIAL STATEMENTS

(Prepared Without Audit)

DECEMBER 31, 2016

3. CAPITAL ASSETS

December 31, 2016	Cost	Accumulated Amortization	Net Book Value
Land and Buildings	\$ 2,070,256	\$ -	\$ 2,070,256
Equipment	59,553	10,124	49,429
Computer	3,248	3,171	77
Vehicles	46,627	29,016	17,611
	<u>\$ 2,179,684</u>	<u>\$ 42,311</u>	<u>\$ 2,137,373</u>

December 31, 2015	Cost	Accumulated Amortization	Net Book Value
Land and Buildings	\$ 1,997,796	\$ -	\$ 1,997,796
Equipment	8,132	4,194	3,938
Computer	3,248	3,075	173
Vehicles	46,627	21,470	25,157
	<u>\$ 2,055,803</u>	<u>\$ 28,739</u>	<u>\$ 2,027,064</u>

4. FINANCIAL INSTRUMENTS

Fair Value

The fair value of cash, accounts and HST receivable, accounts payable and deferred revenue approximate their carrying amount because of the short-term nature of these instruments.

Nature and Extent of Risks Arising from Financial Instruments

Unless noted elsewhere, it is management's opinion that in light of the straightforward nature of the Organization's operations and the policies to manage risk that are in place, the Organization's exposure to credit, currency, interest, liquidity, market or other risks is immaterial.