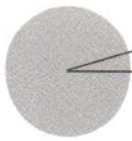


**MANITOBA FOOD CHARTER INC.**

**Financial Statements**

**March 31, 2015**



August 18, 2015

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## INDEPENDENT AUDITORS' REPORT

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**To the Members of  
Manitoba Food Charter Inc.**

We have audited the accompanying financial statements of Manitoba Food Charter Inc., which comprise the statement of financial position as at March 31, 2015, and the statements of operations, changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

*Management's Responsibility for the Financial Statements*

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

*Auditors' Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involved performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, 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 statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

*Basis for Qualified Opinion*

In common with many not-for-profit organizations, this Organization derives revenue from donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Organization and therefore we were not able to determine whether any adjustments might be necessary to donations, excess of revenues over expenses, assets and net assets.

*(continues)*

Independent Auditors' Report to the Members of Manitoba Food Charter Inc. *(continued)*

*Qualified Opinion*

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly in all material respects of the financial position of the Manitoba Food Charter Inc. as at March 31, 2015 and its financial performance and its cash flows for the year then ended in accordance with Canadian Accounting Standards for Not-for-Profit Organizations.

A handwritten signature in cursive script that reads "Craig & Ross".

Chartered Accountants

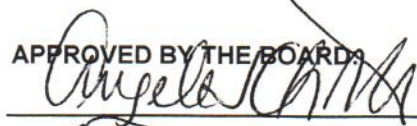
# MANITOBA FOOD CHARTER INC.

## Statement of Financial Position

March 31, 2015

	2015	2014
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 484,213	\$ 463,970
Accounts receivable	80,448	186,229
Goods and services tax recoverable	7,412	6,944
Prepaid expenses	3,240	2,868
	<u>\$ 575,313</u>	<u>\$ 660,011</u>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$ 33,615	\$ 35,767
Deferred income (Note 3)	278,342	362,078
	311,957	397,845
<b>NET ASSETS</b>	<u>263,356</u>	<u>262,166</u>
	<u>\$ 575,313</u>	<u>\$ 660,011</u>

APPROVED BY THE BOARD



Director



Director

# MANITOBA FOOD CHARTER INC.

## Statement of Operations

Year Ended March 31, 2015

	2015	2014
<b>REVENUES</b>		
Grants	\$ 1,086,164	\$ 1,008,361
Other income	135,710	168,430
Event income	34,360	68,889
Donations	98,921	50,884
	<u>1,355,155</u>	<u>1,296,564</u>
<b>EXPENSES</b>		
Personnel and contracts	670,254	596,353
Other program expenses	232,692	276,668
Materials & supplies	176,844	173,245
Travel, meals, accommodations	109,374	104,439
Meetings & workshops	83,657	84,850
Office expenses	53,357	42,484
Training	27,789	14,690
	<u>1,353,967</u>	<u>1,292,729</u>
<b>EXCESS OF REVENUES OVER EXPENSES</b>	<u>\$ 1,188</u>	<u>\$ 3,835</u>

**MANITOBA FOOD CHARTER INC.**

**Statement of Changes in Net Assets**

**Year Ended March 31, 2015**

	Internally		2015	2014
	Restricted	Unrestricted		
NET ASSETS - BEGINNING OF YEAR	\$ 240,000	\$ 22,168	\$ 262,168	\$ 143,331
EXCESS OF REVENUES OVER EXPENSES	-	1,188	1,188	3,835
TRANSFERS	-	-	-	115,000
<b>NET ASSETS - END OF YEAR</b>	<b>\$ 240,000</b>	<b>\$ 23,356</b>	<b>\$ 263,356</b>	<b>\$ 262,166</b>

**MANITOBA FOOD CHARTER INC.**

**Statement of Cash Flows**

**Year Ended March 31, 2015**

	<u>2015</u>	<u>2014</u>
<b>CASH PROVIDED BY (USED FOR) THE FOLLOWING ACTIVITIES:</b>		
<b>OPERATING ACTIVITIES</b>		
Excess of revenues over expenses	<u>\$ 1,188</u>	<u>\$ 3,835</u>
Changes in working capital accounts		
Accounts receivable	105,781	(36,061)
Goods and services tax recoverable	(468)	(1,819)
Prepaid expenses	(372)	(63)
Accounts payable and accrued liabilities	(2,151)	14,129
Deferred contributions	<u>(83,736)</u>	<u>149,409</u>
<b>INCREASE IN CASH</b>	<b>20,243</b>	<b>129,430</b>
CASH - BEGINNING OF YEAR	<u>463,970</u>	<u>334,540</u>
<b>CASH - END OF YEAR</b>	<u><b>\$ 484,213</b></u>	<u><b>\$ 463,970</b></u>

# MANITOBA FOOD CHARTER INC

## Notes to Financial Statements

As at March 31, 2015

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### 1. DESCRIPTION OF THE ORGANIZATION

Manitoba Food Charter Inc. (operating as Food Matters Manitoba) is a registered charity that incorporated on April 1, 2008, and which works on over 35 projects helping newcomers, northerners, farmers, and families to grow, share and prepare good food. It engages Manitobans toward healthy, fair, sustainable food for all, values healthy communities, access to nutritious food for all and values an economically viable, diverse, and ecologically sustainable food system.

Some of its goals are to educate Manitobans about food security and the sustainability of food systems in Manitoba, provide a common focus for action for food system stakeholders through the Manitoba Food Charter, raise public awareness about food and food systems, strengthen networks and partnerships to work together to address local food security issues and strengthen the capacity of our organization and to advance food security work across Manitoba.

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### 2. SIGNIFICANT ACCOUNTING POLICIES

#### Basis of presentation

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

#### Contributed services

Manitoba Food Charter Inc. acknowledges the substantial services provided by volunteers in assisting the organization in carrying out its activities. Due to the difficulty in determining their value, these services are not reported in the financial statements.

#### Revenue recognition

Manitoba Food Charter Inc. follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenues in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received if the amount to be received can be reasonably estimated and collection can be reasonably assured.

#### Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, all financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Unless otherwise noted, it is management's opinion that the Organization is not exposed to any significant credit, interest or currency risks arising from their financial instruments.

The fair value of the Organization's financial instruments approximates carrying value due to the short-term maturity of these instruments.

#### Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

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**MANITOBA FOOD CHARTER INC**

**Notes to Financial Statements**

**As at March 31, 2015**

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4. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the current year's presentation.

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MANITOBA FOOD CHARTER INC.

Schedule 2

Funding Sources

Year Ended March 31, 2015

	2015	2014
	<i>(Unaudited)</i>	<i>(Unaudited)</i>
<b>GRANTS</b>		
Province of Manitoba		
Aboriginal & Northern Affairs	\$ 163,433	\$ 210,000
Agriculture, Food and Rural Development	54,592	24,602
Healthy Living, Youth and Seniors	30,100	30,100
Neighbourhoods Alive!	-	10,000
WRAPP	16,656	22,567
WRHA	4,000	2,660
Government of Canada		
Human Resources Development Canada	10,792	59,067
Government of Canada	24,980	-
Public Health Agency of Canada	392,076	396,226
Other		
Ace Bakery	-	2,000
Assiniboine Credit Union	1,800	4,267
Brokenhead Ojibway Nation	-	55,652
Canadian CEDNet	-	10,000
Central Neighbourhood Development Corp.	-	1,000
Heifer International	108,066	104,023
Manitoba Community Services Council	-	410
Long Plain First Nations	94,400	-
CAHRD Inc.	5,813	-
Seeds of Diversity	1,426	2,574
TD Friends of the Environment	-	971
Thomas Sill Foundation	-	8,635
TIDES	33,814	12,812
MAFRA	5,487	6,995
Manitoba Hydro	3,692	8,000
McConnell	550	15,541
HW Siebens Charitable Foundation	58,448	-
Winnipeg Foundation	65,156	76,325
RBC Foundation	2,554	2,186
Anonymous Donor	82,805	35,661
Public Health Association of BC	3,840	1,495
YMCA - Toronto Internship Grant	4,611	-
Stewardedge Inc.	-	8,480
United Way	165	1,000
USC Grant	-	1,000
<b>OTHER INCOME</b>		
Event and Sponsorship Revenue	31,728	65,729
Recovery of Overhead Costs	113,482	91,856
Charitable Donations	14,650	13,473
Other Donations & Gifts & Small Grants	1,516	4,909
Rental	2,475	-
Interest	6,710	3,320
CORE Deferred Revenue	10,000	-
Sales/Fees for Services	5,338	3,028
	<b>\$ 1,355,155</b>	<b>\$ 1,296,564</b>