

**ALL ONE SKY FOUNDATION**

**Financial Statements**

**December 31, 2017**

**ALL ONE SKY FOUNDATION**  
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**For the Year Ended December 31, 2017**

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## INDEPENDENT AUDITOR'S REPORT

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To the Members of All One Sky Foundation:

We have audited the accompanying financial statements of All One Sky Foundation, which comprise the statement of financial position as at December 31, 2017 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.

### Auditor's 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.

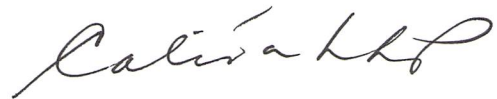
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or 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 statements.

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

### Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of All One Sky Foundation as at December 31, 2017 and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Calgary, Alberta  
August 27, 2018





Chartered Professional Accountants

**ALL ONE SKY FOUNDATION**  
**Statement of Financial Position**  
**As at December 31, 2017**

	2017	2016
<b>Assets</b>		
Current		
Cash and cash equivalents (Note 4)	\$ 70,779	\$ 355,987
Short term investment (Note 4)	251,671	-
Accounts receivable	-	58,785
Goods and services tax recoverable	3,519	-
Prepaid expenses	4,651	5,097
	<u>330,620</u>	419,869
Property and equipment (Note 3)	<u>1,529</u>	3,876
	<u>\$ 332,149</u>	<u>\$ 423,745</u>
<b>Liabilities and Net assets</b>		
Current		
Accounts payable and accrued liabilities	\$ 19,776	\$ 48,594
Goods and services tax payable	2,080	883
Deferred income	102,881	39,470
	<u>124,737</u>	88,947
Net Assets		
Invested in property and equipment	1,529	3,876
Unrestricted	205,883	330,922
	<u>207,412</u>	334,798
	<u>\$ 332,149</u>	<u>\$ 423,745</u>

On behalf of the Board

 Director  
 Director

**ALL ONE SKY FOUNDATION**  
**Statement of Operations**  
**For the Year Ended December 31, 2017**

	2017	2016
<b>Revenue</b>		
Contracts	\$ 136,019	\$ 185,162
Interest	1,382	3,011
Donations	592	43,936
	<u>137,993</u>	<u>232,109</u>
<b>Expenses</b>		
Consulting and professional fees		
Charitable programs	135,761	198,397
Management and administration	21,249	29,071
	<u>157,010</u>	<u>227,468</u>
Staff salaries and benefits		
Management and administration	39,235	42,033
Charitable programs	31,388	33,626
Fundraising	7,847	8,407
	<u>78,470</u>	<u>84,066</u>
Other expenses		
Program expenses	1,346	31,147
General administration	26,206	24,892
Amortization	2,347	3,198
	<u>29,899</u>	<u>59,237</u>
	<u>265,379</u>	<u>370,771</u>
<b>Deficiency of revenue over expenses</b>	<b>\$ (127,386)</b>	<b>\$ (138,662)</b>

**ALL ONE SKY FOUNDATION**  
**Statement of changes in net assets**  
**For the Year Ended December 31, 2017**

	Invested in property and equipment	Unrestricted	2017	2016
<b>Net assets - beginning of year</b>	\$ 3,876	\$ 330,922	\$ 334,798	\$ 473,460
Deficiency of revenue over expenses	(2,347)	(125,039)	(127,386)	(138,662)
<b>Net assets - end of year</b>	<b>\$ 1,529</b>	<b>\$ 205,883</b>	<b>\$ 207,412</b>	<b>\$ 334,798</b>

**ALL ONE SKY FOUNDATION**  
**Statement of Cash Flows**  
**For the Year Ended December 31, 2017**

	2017	2016
<b>Operating activities</b>		
Deficiency of revenue over expenses	\$ (127,386)	\$ (138,662)
Item not affecting cash:		
Amortization of property and equipment	2,347	3,198
	<u>(125,039)</u>	<u>(135,464)</u>
Changes in non-cash working capital:		
Accounts receivable	58,785	(39,754)
Goods and services tax recoverable	(3,519)	1,947
Accounts payable and accrued liabilities	(28,818)	30,294
Deferred income	63,411	39,470
Prepaid expenses	446	798
Goods and services tax payable	1,197	883
	<u>91,502</u>	<u>33,638</u>
Cash flow from operating activities	<u>(33,537)</u>	<u>(101,826)</u>
<b>Investing activity</b>		
Purchase of property and equipment	-	(620)
<b>Decrease in cash flow</b>	<b>(33,537)</b>	<b>(102,446)</b>
Cash and cash equivalent - beginning of year	<u>355,987</u>	<u>458,433</u>
<b>Cash and cash equivalent - end of year</b>	<b><u>322,450</u></b>	<b><u>355,987</u></b>
<b>Cash and cash equivalents consist of:</b>		
Cash	\$ 70,779	\$ 55,578
Term deposit (Note 4)	251,671	300,409
	<u>\$ 322,450</u>	<u>\$ 355,987</u>

**ALL ONE SKY FOUNDATION**  
**Notes to Financial Statements**  
**For the Year Ended December 31, 2017**

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**1. Description of the organization**

All One Sky Foundation (the "Foundation") is a not-for-profit organization incorporated provincially under the Societies Act of Alberta. As a registered charity the foundation is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

The aim of the Foundation is to realize sustainable environmental benefits by advancing individual and community leadership on climate change.

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**2. Significant accounting policies**

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CPA Canada Handbook, and in management's opinion, have been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below:

Revenue recognition

All One Sky Foundation follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. 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.

Contract revenue is recognized based on the proportion of services completed in relation to the total contract.

Cash and cash equivalents

Cash consists of cash on hand and balances with banks; cash equivalents consist of short-term deposits with original maturities of less than three months.

Property and equipment

Property and equipment is stated at cost or deemed cost less accumulated amortization and is amortized over its estimated useful life on a straight-line basis at the following rates and methods:

Office equipment	5 years
Computer equipment	3 years
Website	3 years
Furniture and fixtures	5 years

Property and equipment acquired during the year but not placed into use are not amortized until they are placed into use.

Financial instruments

The Foundation initially measures its financial assets and financial liabilities at fair value. It subsequently measures all of its financial assets and financial liabilities at amortized cost.

The financial assets measured at amortized cost include cash and cash equivalents and accounts receivable. The financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

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**ALL ONE SKY FOUNDATION**  
**Notes to Financial Statements**  
**For the Year Ended December 31, 2017**

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**2. Significant accounting policies (continued)**

Donated services and materials

The operation of the organization depends on both the contribution of time by volunteers and donated materials and services from other sources and stakeholders. Because the fair value of such donated services and materials is not always readily determinable, the Foundation does not recognize non-cash donations in the financial statements.

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**3. Property and equipment**

	Cost	Accumulated amortization	2017 Net book value
Office equipment	\$ 865	\$ 493	\$ 372
Computer equipment	4,167	4,167	-
Website	4,543	3,643	900
Furniture and fixtures	856	599	257
	<u>\$ 10,431</u>	<u>\$ 8,902</u>	<u>\$ 1,529</u>

	Cost	Accumulated amortization	2016 Net book value
Office equipment	\$ 865	\$ 369	\$ 496
Computer equipment	4,167	3,472	695
Website	4,543	2,286	2,257
Furniture and fixtures	856	428	428
	<u>\$ 10,431</u>	<u>\$ 6,555</u>	<u>\$ 3,876</u>

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**4. Term deposit**

Included in cash and cash equivalents is a term deposit in the amount of \$251,671 (2016: \$300,409). The term deposit is a cashable guaranteed investment certificate with an one year term, bearing an interest rate of 1.3% (2016: 0.51%) per annum.

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**5. Financial instruments**

The Foundation's financial instruments consist of cash and cash equivalents, accounts receivable and accounts payable and accrued liabilities, all of which are reported at amortized cost and approximate their fair value.

Management has determined that the Foundation is not exposed to significant credit, market or interest rate risk.

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