

# **Tisarana Buddhist Monastery**

## **FINANCIAL STATEMENTS**

(prepared without audit)

**DECEMBER 31, 2017**

|   | Page |
|---|------|
| Notice to Reader                                    | 1    |
| Statement of Financial Position                     | 2    |
| Statement of Financial Activities and Fund Balances | 3    |
| Statement of Cash Flows                             | 4    |
| Notes to the Financial Statements                   | 5    |

### NOTICE TO READER

I have prepared the statement of financial position of Tisarana Buddhist Monastery as at December 31, 2017 and the statements of operations, changes in net assets and cash flows for the year then ended.

I have not conducted an audit and consequently do not express an audit opinion on these statements.

Mark Cuddy  
Treasurer

10-Jun-18

**TISARANA BUDDHIST MONASTERY**

**STATEMENT OF FINANCIAL POSITION**

(Prepared Without Audit)

**as at December 31, 2017**

|  | 2017               | 2016               |
|--|--------------------|--------------------|
| <b>ASSETS</b>                            |                    |                    |
| <b>CURRENT ASSETS</b>                    |                    |                    |
| Cash on Hand and in Bank                 | \$276,334          | \$185,298          |
| Accounts Receivable                      | -                  | 570                |
| HST Receivable                           | 5,185              | 10,068             |
|  | <u>281,519</u>     | <u>195,936</u>     |
| <b>CAPITAL ASSETS (note 3)</b>           | <b>2,166,177</b>   | <b>2,137,373</b>   |
| <b>RESTRICTED ASSETS (note 2)</b>        |                    |                    |
| Cash in Bank                             | 91,278             | 97,373             |
|  | <u>\$2,538,974</u> | <u>\$2,430,682</u> |
| <b>LIABILITIES AND NET ASSETS</b>        |                    |                    |
| <b>CURRENT LIABILITIES</b>               |                    |                    |
| Accounts Payable and Accrued Liabilities | \$10,330           | \$6,341            |
| Deferred Revenue (note 2)                | 91,278             | 97,373             |
|  | <u>101,608</u>     | <u>103,714</u>     |
| <b>NET ASSETS</b>                        |                    |                    |
| Unrestricted Net Assets                  | 271,189            | 189,595            |
| Invested in Capital Assets (note 3)      | 2,166,177          | 2,137,373          |
|  | <u>2,437,366</u>   | <u>2,326,968</u>   |
|  | <u>\$2,538,974</u> | <u>\$2,430,682</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, 2017**

|   | <b>2017</b>      | <b>2016</b>      |
|---|------------------|------------------|
| <b>REVENUES</b>                         |                  |                  |
| Donations                               | \$238,118        | \$162,205        |
| Investment Income                       | 1,619            | 1,075            |
|   | <b>\$239,737</b> | <b>\$163,280</b> |
| <b>EXPENSES</b>                         |                  |                  |
| Advertising and Promotion               | 13,110           | 20,225           |
| Amortization                            | 15,211           | 13,572           |
| Bank Charges                            | 1,828            | 1,386            |
| Insurance                               | 11,743           | 11,737           |
| Life Insurance                          | 980              | 980              |
| Office Expense                          | 2,512            | 6,807            |
| Professional Fees                       | 1,616            | 2,555            |
| Property Taxes (note 5)                 | 7,680            | 2,042            |
| Repairs and Maintenance                 | 8,987            | 16,885           |
| Supplies                                | 29,484           | 37,321           |
| Telecommunications                      | 1,985            | 2,329            |
| Travel                                  | 4,226            | 2,239            |
| Utilities                               | 16,737           | 15,255           |
| Gifts to Canadian Charities             | 5,000            | -                |
| Vehicles Operations                     | 8,240            | 6,109            |
|   | <b>\$129,339</b> | <b>\$139,442</b> |
| <b>TOTAL EXPENSES</b>                   |                  |                  |
|   | <b>\$129,339</b> | <b>\$139,442</b> |
| <b>EXCESS OF REVENUES OVER EXPENSES</b> | <b>\$110,398</b> | <b>\$23,838</b>  |

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, 2017**

|                                       | Unrestricted     | Invested in<br>Capital Assets | Total              |
|---------------------------------------|------------------|-------------------------------|--------------------|
| <b>NET ASSETS - beginning of year</b> | <b>\$189,595</b> | <b>\$2,137,373</b>            | <b>\$2,326,968</b> |
| Increase (Decrease) in Net Assets     | 125,609          | -15,211                       | 110,398            |
| Additions to Capital Assets           | -44,015          | 44,015                        | -                  |
| <b>NET ASSETS - end of year</b>       | <b>\$271,189</b> | <b>\$2,166,177</b>            | <b>\$2,437,366</b> |

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, 2017**

|  | <u>2017</u>      | <u>2016</u>      |
|--|------------------|------------------|
| Cash Provided By (Used In):                        |                  |                  |
| <b>OPERATING ACTIVITIES</b>                        |                  |                  |
| Excess of Revenues over Expenses                   | \$110,398        | \$23,838         |
| <b>Non-Cash Items:</b>                             |                  |                  |
| Amortization                                       | 15,211           | 13,572           |
| <b>Changes in Working Capital Other than Cash:</b> |                  |                  |
| Accounts Receivable                                | \$570            | -\$570           |
| HST Receivable                                     | 4,883            | -1,510           |
| Accounts Payable and Accrued Liabilities           | 3,989            | 1,527            |
| Deferred Revenue                                   | -6,095           | 32,812           |
|  | <u>128,956</u>   | <u>69,669</u>    |
| <b>INVESTING ACTIVITIES</b>                        |                  |                  |
| Acquisition of Capital Assets                      | <u>-44,015</u>   | <u>-123,881</u>  |
| <b>INCREASE IN CASH</b>                            | <b>84,941</b>    | <b>-54,212</b>   |
| <b>CASH AND CASH EQUIVALENTS - opening</b>         | <u>282,671</u>   | <u>336,883</u>   |
| <b>CASH AND CASH EQUIVALENTS - CLOSING</b>         | <u>\$367,612</u> | <u>\$282,671</u> |

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

## **TISARANA BUDDHIST MONASTERY**

### **NOTES TO THE FINANCIAL STATEMENTS**

(Prepared Without Audit)

**for the year ended December 31, 2017**

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#### **PURPOSE OF THE ORGANIZATION**

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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.

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#### **1. SIGNIFICANT ACCOUNTING POLICIES**

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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)

**for the year ended December 31, 2017**

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**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

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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.

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**2. RESTRICTED FUNDS**

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**2017**

**2016**

Restricted funds are amounts received for a specific purpose but remain unspent at the year end.

**Externally Restricted**

Meditation Hall

\$91,278

\$97,373

**TISARANA BUDDHIST MONASTERY**

**NOTES TO THE FINANCIAL STATEMENTS**

(Prepared Without Audit)

**for the year ended December 31, 2017**

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**3. CAPITAL ASSETS**

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| December 31, 2017  | Cost               | Accumulated<br>Amortization | Net Book<br>Value  |
|--------------------|--------------------|-----------------------------|--------------------|
| Land and Buildings | \$2,114,271        | \$ -                        | \$2,114,271        |
| Equipment          | 59,553             | 20,009                      | \$39,544           |
| Computer           | 3,248              | 3,214                       | \$34               |
| Vehicles           | 46,627             | 34,299                      | \$12,328           |
|                    | <u>\$2,223,699</u> | <u>\$57,522</u>             | <u>\$2,166,177</u> |

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| December 31, 2016  | Cost               | Accumulated<br>Amortization | Net Book<br>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> |

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**4. FINANCIAL INSTRUMENTS**

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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.

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**5. PROPERTY TAXES**

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The Bhikkhu Vihara building construction was completed in 2016, but only assessed by Tay Valley Municipality for property taxes in 2017. The total 2017 property taxes of \$7680 consists of the 2015, 2016 and 2017 taxes for the Bhikkhu Vihara (\$4905) plus the 2017 taxes for the land and remainder of the buildings (\$2775).







