

Tisarana Buddhist Monastery

FINANCIAL STATEMENTS

(prepared without audit)

DECEMBER 31, 2019

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NOTICE TO READER

I have prepared the statement of financial position of Tisarana Buddhist Monastery as at December 31, 2019 and the statements of operations, changes in net assets and cash flow 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

30-Sep-20

TISARANA BUDDHIST MONASTERY

STATEMENT OF FINANCIAL POSITION

(Prepared Without Audit)

as at December 31, 2019

	<u>2019</u>	<u>2018</u>
ASSETS		
CURRENT ASSETS		
Cash on Hand and in Bank	\$206,443	\$239,638
Accounts Receivable	11,428	7,927
HST Receivable (note 5)	35,471	20,250
	<u>253,342</u>	<u>267,815</u>
CAPITAL ASSETS (note 3)	2,701,870	2,633,919
RESTRICTED ASSETS (note 2)		
Cash in Bank	551,669	96,145
	<u>\$3,506,881</u>	<u>\$2,997,879</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts Payable and Accrued Liabilities	\$30,981	\$30,023
Deferred Revenue (note 2)	551,669	96,145
	<u>582,650</u>	<u>126,168</u>

NET ASSETS

Unrestricted Net Assets	222,361	237,792
Invested in Capital Assets (note 3)	2,701,870	2,633,919
	<u>2,924,231</u>	<u>2,871,711</u>
	<u>\$3,506,881</u>	<u>\$2,997,879</u>

APPROVED BY THE BOARD

At Board meeting held October 25, 2020

_____ Director

TISARANA BUDDHIST MONASTERY

STATEMENT OF OPERATIONS

(Prepared Without Audit)

for the year ended December 31, 2019

	2019	2018
REVENUES		
Donations	\$235,895	\$574,327
Investment Income	7,958	2,873
Other Revenue	7,967	7,192
	\$251,820	\$584,392
EXPENSES		
Special Events and Visiting Monastics	23,160	7,102
Training	733	1,425
Amortization	22,753	16,534
Bank Charges	1,446	1,806
Insurance	14,092	16,529
Life Insurance	977	980
Office Expense	3,746	2,357
Professional Fees	4,335	4,354
Property Taxes	4,579	5,215
Repairs and Maintenance	27,131	24,958
Supplies	35,624	32,493
Telecommunications	4,756	3,267
Travel	12,898	5,573
Utilities	20,911	20,089
Gifts to Canadian Charities	1,000	-
Vehicles Operations	12,376	6,517
Other	8,783	849
	199,300	150,047
TOTAL EXPENSES	199,300	150,047
EXCESS OF REVENUES OVER EXPENSES	\$52,520	\$434,345

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, 2019

	Unrestricted	Invested in Capital Assets	Total
NET ASSETS - beginning of year	\$237,792	\$2,633,919	\$2,871,711
Increase (Decrease) in Net Assets	75,273	-22,753	\$52,520
Additions to Capital Assets	-90,704	90,704	
NET ASSETS - end of year	\$222,361	\$2,701,870	\$2,924,231

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, 2019

	<u>2019</u>	<u>2018</u>
Cash Provided By (Used In):		
OPERATING ACTIVITIES		
Excess of Revenues over Expenses	\$52,520	\$434,345
Non-Cash Items:		
Amortization	22,753	16,534
Changes in Working Capital Other than Cash:		
Accounts Receivable	-\$3,501	-\$7,927
HST Receivable	-15,221	-15,065
Accounts Payable and Accrued Liabilities	958	19,693
Deferred Revenue	455,524	4,867
	<u>513,033</u>	<u>452,447</u>
INVESTING ACTIVITIES		
Acquisition of Capital Assets	<u>-90,704</u>	<u>-484,276</u>
INCREASE IN CASH	422,329	-31,829
CASH AND CASH EQUIVALENTS - opening	<u>335,783</u>	<u>367,612</u>
CASH AND CASH EQUIVALENTS - CLOSING	<u>\$758,112</u>	<u>\$335,783</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, 2019

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)

for the year ended December 31, 2019

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 ASSETS

2019

2018

Restricted funds are amounts received for a specific purpose but remain unspent at the year end. The majority of amounts held as at December 31, 2019 are derived from foreign donations contingent on construction of the meditation hall. Initial construction of the hall is expected to commence in fiscal 2021.

Externally Restricted

Meditation Hall

\$551,669

\$96,145

TISARANA BUDDHIST MONASTERY

NOTES TO THE FINANCIAL STATEMENTS

(Prepared Without Audit)

for the year ended December 31, 2019

3. CAPITAL ASSETS

December 31, 2019	Cost	Accumulated Amortization	Net Book Value
Land and Buildings	\$2,611,736	\$ -	\$2,611,736
Equipment	76,912	37,383	39,529
Computer	3,248	3,248	0
Vehicles	106,783	56,178	50,605
	<u>\$2,798,679</u>	<u>\$96,809</u>	<u>\$2,701,870</u>

December 31, 2018	Cost	Accumulated Amortization	Net Book Value
Land and Buildings	\$2,566,167	\$ -	\$2,566,167
Equipment	67,342	28,697	38,646
Computer	3,248	3,248	0
Vehicles	71,218	42,111	29,107
	<u>\$2,707,975</u>	<u>\$74,056</u>	<u>\$2,633,919</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.

5. HST RECEIVABLE

The 2018 value of the HST receivable was adjusted to account for an error in determining the amount of the anticipated claim. An HST receivable of \$22,812 was incorrectly established for a significant land purchase which was HST exempt. The HST receivable was reduced and the asset value of Land and Buildings was correspondingly increased. A further reduction of the HST receivable totalling \$849 was made to correct other claim errors.

