

**THE MISSISSAUGA HERITAGE FOUNDATION INCORPORATED**

**FINANCIAL STATEMENTS**

DECEMBER 31, 2018

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## INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF THE MISSISSAUGA HERITAGE FOUNDATION INCORPORATED

We have audited the financial statements of The Mississauga Heritage Foundation Incorporated (Foundation) which comprise the statement of financial position as at December 31, 2018 and the statements of fund balances, funds revenue and expenditure and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as at December 31, 2018, 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.

### **Basis for Qualified Opinion**

In common with similar organizations, the Foundation derives revenue from donations and fund raising events; the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Foundation. Therefore, we were not able to determine whether any adjustments might be necessary to income, excess of revenue over expenditures and cash flows from operations for the years ended December 31, 2018 and 2017, current assets and liabilities as at December 31, 2018 and 2017 and fund balances at both the beginning and end of the years ended December 31, 2018 and 2017. Our audit opinion on the financial statements for the year ended December 31, 2017 was modified accordingly because of the possible effects of this limitation in scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Foundation in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

## INDEPENDENT AUDITORS' REPORT *(continued)*

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Mississauga, Ontario  
May 9, 2019

CHARTERED PROFESSIONAL ACCOUNTANTS  
LICENSED PUBLIC ACCOUNTANTS





**THE MISSISSAUGA HERITAGE FOUNDATION INCORPORATED**  
**STATEMENT OF FINANCIAL POSITION**

AS AT DECEMBER 31

|                           |        | 2018         |           |                  |            | 2017       |
|---------------------------|--------|--------------|-----------|------------------|------------|------------|
|                           |        | Unrestricted |           | Restricted Funds |            | Total      |
|                           |        | General Fund | Capital   | Board            | Discovery  | Total      |
| <b>ASSETS</b>             |        |              |           |                  |            |            |
| <b>Current</b>            |        |              |           |                  |            |            |
| Cash and cash equivalents |        | \$ 63,552    | \$ -      | \$ -             | \$ -       | \$ 63,552  |
| Investments               | note 5 | -            | -         | 37,342           | -          | 37,342     |
| Accounts receivable       |        | 2,787        | -         | -                | -          | 2,787      |
| Sales tax receivable      |        | 11,420       | -         | -                | -          | 11,420     |
| Inventory                 |        | 258          | -         | -                | -          | 258        |
| Prepaid expenses          |        | 3,755        | -         | -                | -          | 3,755      |
| Barter account            | note 6 | -            | -         | -                | -          | -          |
|                           |        | 81,772       | -         | 37,342           | -          | 119,114    |
| Investments               | note 5 | -            | -         | -                | 103,494    | 103,494    |
| Capital assets            | note 7 | -            | 23,667    | -                | -          | 23,667     |
| Permanent collection      | note 8 | -            | -         | -                | 1          | 1          |
|                           |        | \$ 81,772    | \$ 23,667 | \$ 37,342        | \$ 103,495 | \$ 246,276 |

**LIABILITIES**


|                           |        |          |      |      |      |          |
|---------------------------|--------|----------|------|------|------|----------|
| <b>Current</b>            |        |          |      |      |      |          |
| Accounts payable          |        | \$ 3,508 | \$ - | \$ - | \$ - | \$ 3,508 |
| Source deductions payable |        | 3,782    | -    | -    | -    | 3,782    |
| Deferred revenue          | note 9 | 63,897   | -    | -    | -    | 63,897   |
|                           |        | 71,187   | -    | -    | -    | 71,187   |

**MEMBERS' FUNDS**

|                    |        |           |           |           |            |            |
|--------------------|--------|-----------|-----------|-----------|------------|------------|
| Allocated reserves | page 5 | 10,585    | 23,667    | 37,342    | 103,495    | 175,089    |
|                    |        | \$ 81,772 | \$ 23,667 | \$ 37,342 | \$ 103,495 | \$ 246,276 |

Approved on behalf of the Board:

  
 Director

  
 Director

The accompanying notes are an integral part of these financial statements

**THE MISSISSAUGA HERITAGE FOUNDATION INCORPORATED**  
**STATEMENT OF FUNDS BALANCE**

**TRANSACTIONS FOR THE YEAR ENDED DECEMBER 31, 2018**

|   | <u>Unrestricted</u> |                  | <u>Restricted Funds</u> |                   | <u>Total</u>      |
|---|---------------------|------------------|-------------------------|-------------------|-------------------|
|   | <u>General Fund</u> | <u>Capital</u>   | <u>Board</u>            | <u>Discovery</u>  |                   |
| Fund balance, beginning of year   | \$ (2,423)          | \$ 26,297        | \$ 37,020               | \$ 111,463        | \$ 172,357        |
| Excess (shortfall) of revenue over expenditure<br>for the year (page 6) | (622)               | -                | 322                     | 3,031             | 2,731             |
| Record permanent collection   | -                   | -                | -                       | 1                 | 1                 |
| Transfer  | 11,000              | -                | -                       | (11,000)          | -                 |
| Amortization  | 2,630               | (2,630)          | -                       | -                 | -                 |
| Fund balance, end of year   | <u>\$ 10,585</u>    | <u>\$ 23,667</u> | <u>\$ 37,342</u>        | <u>\$ 103,495</u> | <u>\$ 175,089</u> |

**TRANSACTIONS FOR THE YEAR ENDED DECEMBER 31, 2017**

|   | <u>Unrestricted</u> |                  | <u>Restricted Funds</u> |                   | <u>Total</u>      |
|---|---------------------|------------------|-------------------------|-------------------|-------------------|
|   | <u>General Fund</u> | <u>Capital</u>   | <u>Board</u>            | <u>Discovery</u>  |                   |
| Fund balance, beginning of year   | \$ 8,677            | \$ 16,819        | \$ 36,498               | \$ 104,676        | \$ 166,670        |
| Excess (shortfall) of revenue over expenditure<br>for the year (page 6) | (1,622)             | -                | 522                     | 6,787             | 5,687             |
| Capital asset purchases   | (9,478)             | 9,478            | -                       | -                 | -                 |
| Fund balance, end of year   | <u>\$ (2,423)</u>   | <u>\$ 26,297</u> | <u>\$ 37,020</u>        | <u>\$ 111,463</u> | <u>\$ 172,357</u> |

**THE MISSISSAUGA HERITAGE FOUNDATION INCORPORATED**  
**STATEMENT OF FUNDS REVENUE AND EXPENDITURE**

FOR THE YEAR ENDED DECEMBER 31

|  | 2018                         |                  |                 | 2017            |
|--|------------------------------|------------------|-----------------|-----------------|
|  | Unrestricted<br>General Fund | Restricted Funds |                 | Total           |
|  |                              | Board            | Discovery       |                 |
| <b>Revenue</b>   |                              |                  |                 |                 |
| <b>Grants</b>  |                              |                  |                 |                 |
| The Corporation of the City of Mississauga                         |                              |                  |                 |                 |
| Operating  | \$ 230,000                   | \$ -             | \$ -            | \$ 230,000      |
| Community Foundation   | 21,655                       | -                | -               | 21,655          |
| Mississaugas of the New Credit First Nation                        | 3,900                        | -                | -               | 3,900           |
| Trillium Foundation  | 14,650                       | -                | -               | 14,650          |
| Wages  | 28,794                       | -                | -               | 28,794          |
| <b>Total grants</b>  | <b>298,999</b>               | <b>-</b>         | <b>-</b>        | <b>311,554</b>  |
| <b>Other revenues</b>  |                              |                  |                 |                 |
| Awards night   | 36,933                       | -                | -               | 36,933          |
| Barter donations   | 24,010                       | -                | -               | 24,010          |
| Carassauga Canada Pavilion   | 25,887                       | -                | -               | 25,887          |
| Donations in kind  | 15,741                       | -                | -               | 15,741          |
| Donations  | 5,488                        | -                | -               | 5,488           |
| Education  | 2,585                        | -                | -               | 2,585           |
| Fund raising   | 6,218                        | -                | -               | 6,218           |
| Gift shop  | 1,190                        | -                | -               | 1,190           |
| Interest   | 16                           | 322              | 3,031           | 3,369           |
| Memberships  | 1,825                        | -                | -               | 1,825           |
| Other income   | 3,188                        | -                | -               | 3,188           |
| <b>Total other revenues</b>  | <b>123,081</b>               | <b>322</b>       | <b>3,031</b>    | <b>126,434</b>  |
|  | <b>422,080</b>               | <b>322</b>       | <b>3,031</b>    | <b>425,433</b>  |
| <b>Expenditure</b>   |                              |                  |                 |                 |
| Audit and legal  | 2,702                        | -                | -               | 2,702           |
| Amortization   | 2,630                        | -                | -               | 2,630           |
| Awards night   | 19,718                       | -                | -               | 19,718          |
| Awards night - barter expenditures                                 | 16,561                       | -                | -               | 16,561          |
| Awareness  | 39,549                       | -                | -               | 39,549          |
| Community Foundation expenses                                      | 5,489                        | -                | -               | 5,489           |
| Conservation   | 450                          | -                | -               | 450             |
| Donation in kind expenditure                                       | 15,741                       | -                | -               | 15,741          |
| Education  | 16,786                       | -                | -               | 16,786          |
| Fund raising   | 1,121                        | -                | -               | 1,121           |
| Membership   | 1,312                        | -                | -               | 1,312           |
| Occupancy costs  | 11,134                       | -                | -               | 11,134          |
| Office supplies and expenses                                       | 20,788                       | -                | -               | 20,788          |
| Purchases for resale   | 223                          | -                | -               | 223             |
| Rent   | 2                            | -                | -               | 2               |
| Salaries and benefits  | 256,394                      | -                | -               | 256,394         |
| Telephone  | 3,243                        | -                | -               | 3,243           |
| Travel   | 1,064                        | -                | -               | 1,064           |
| Trillium expenses  | 7,795                        | -                | -               | 7,795           |
|  | <b>422,702</b>               | <b>-</b>         | <b>-</b>        | <b>422,702</b>  |
| <b>Excess (shortfall) of revenue over expenditure for the year</b> | <b>\$ (622)</b>              | <b>\$ 322</b>    | <b>\$ 3,031</b> | <b>\$ 2,731</b> |
|  |                              |                  |                 | <b>\$ 5,687</b> |

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

**THE MISSISSAUGA HERITAGE FOUNDATION INCORPORATED**  
**STATEMENT OF CASH FLOWS**

| <b>FOR THE YEAR ENDED DECEMBER 31</b>               | <b>2018</b>       | <b>2017</b>       |
|---|-------------------|-------------------|
| <b>Cash provided (used) by</b>                      |                   |                   |
| <b>Operating activities</b>                         |                   |                   |
| Excess of revenue over expenditure for the year     | \$ 2,731          | \$ 5,687          |
| Item not involving cash - amortization              | <u>2,630</u>      | <u>-</u>          |
|   | 5,361             | 5,687             |
| Changes in non-cash working capital balances        |                   |                   |
| Accounts receivable                                 | (1,887)           | (107)             |
| Inventory   | 356               | 181               |
| Sales tax receivable                                | (8,273)           | 11,997            |
| Prepaid expenses                                    | (2,528)           | 803               |
| Accounts payable                                    | (777)             | (204)             |
| Source deductions payable                           | (2,033)           | (333)             |
| Deferred revenue                                    | <u>25,485</u>     | <u>(2,189)</u>    |
|   | <u>15,704</u>     | <u>15,835</u>     |
| <b>Investing activities</b>                         |                   |                   |
| Capital asset purchases                             | <u>-</u>          | <u>(9,478)</u>    |
| <b>Increase in cash for the year</b>                | 15,704            | 6,357             |
| Cash and short term investments, beginning of year  | 188,684           | 182,327           |
| <b>Cash and short term investments, end of year</b> | <u>\$ 204,388</u> | <u>\$ 188,684</u> |
| <b>Represented by</b>                               |                   |                   |
| Cash and cash equivalents                           | \$ 63,552         | \$ 40,201         |
| Investments   | <u>140,836</u>    | <u>148,483</u>    |
|   | <u>\$ 204,388</u> | <u>\$ 188,684</u> |

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



# THE MISSISSAUGA HERITAGE FOUNDATION INCORPORATED

## NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2018

### 1. Nature of Foundation

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The Mississauga Heritage Foundation Incorporated (Foundation) was established in 1960 to identify, research, promote and encourage awareness of the diverse heritage resources relating to the City of Mississauga.

The Foundation is exempt from income taxes as a registered charity under the Income Tax Act. Accordingly no income taxes are provided for in these financial statements.

#### **General Fund**

The General Fund balance represents funds which have been allocated to specific capital and ongoing projects.

#### **Capital Fund**

This Fund represents the amount invested in capital assets.

#### **Board Fund**

The Fund is board restricted for the purpose of special projects.

#### **Discovery Fund**

Investment income earned on this fund is to be used to operate the Discovery centre.

### 2. Significant accounting policies

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#### **Change in accounting policy**

The Foundation has changed its policy to record the Permanent Collection at a nominal value.

#### **Basis of Accounting**

The financial statements of the Foundation have been prepared for the Members in accordance with Canadian accounting standards for not-for-profit organizations. The Foundation follows the restricted fund basis of accounting.

The financial statements have been prepared on the accrual basis of accounting, except for donations, memberships and corporate sponsors which have been recorded on a cash basis of accounting.

#### **Disclosure and use of estimates**

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and as adjustments become necessary, they are reported in earnings in the period in which they become known.

Significant items requiring estimates -

- allowance for bad debts
- capital asset useful life and amortization

#### **Cash and cash equivalents**

Cash and cash equivalents include cash, and those short-term money market instruments that are readily convertible to cash with an original term of less than 90 days.



# THE MISSISSAUGA HERITAGE FOUNDATION INCORPORATED

## NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2018

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

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#### **Investments**

Investments consist of equity linked notes, carried at amortized cost, mutual funds and savings accounts that are carried in the financial statements at fair value. Fair value is estimated based on quoted market values. Investment income includes interest on the equity linked notes, and realized and unrealized gains and losses on other investments.

#### **Inventory**

Inventories are valued at the lower of cost or market.

#### **Capital Assets**

Capital assets are recorded at cost and are amortized over their useful lives as follows -

|          |   |                              |
|----------|---|------------------------------|
| Web site | - | 5 years straight line method |
|----------|---|------------------------------|

Capital assets are tested for impairment if events or changes in circumstances indicate that the carrying amount exceeds the fair value. The impairment test consists of a comparison of the fair value of the unamortized assets with their carrying amount. When the carrying amount exceeds the fair value, an impairment loss is recognized in an amount equal to the excess.

#### **Permanent Collection**

The costs associated with the contributed works and valuable papers, including appraisal fees, shipping costs, storage fees, etc., are reported as programming and acquisition costs and are recognized when the deed of gift is signed and the appraisal completed. The collection is reported at nominal value on the balance sheet.

#### **Revenue recognition**

Grants are recorded as revenue when earned under the terms of the grant.

Memberships, donations, education, awareness, conservation and fund raising revenues are recorded when received.

Gift shop sales are recorded at the time of the sale.

#### **Donations in Kind**

Volunteers contribute their time to assist the Foundation in carrying out its activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

The Foundation receives contributed materials, including barter dollars, the fair value of which may or may not be reasonably determinable. Contributed materials are recognized as donations when fair value can be determined.

#### **Financial instruments - recognition and measurement**

Financial assets and financial liabilities are initially recorded at fair value. The Foundation subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in the statement of operations. Financial assets are tested for impairment when change in circumstances indicate that the asset could be impaired. Transaction costs are expensed for items remeasured at fair value at each balance sheet date and charged to the financial instrument for those measured at amortized cost.

#### **Funding disclosure**

The Foundation is dependent on grants, donations and investment returns to fund its charitable activities and the Board manages these activities and makes adjustments to them based on the funds available.

There were no changes in the Foundation's funding approach during the current year.

The Foundation has no externally imposed restrictions on its activities.

# THE MISSISSAUGA HERITAGE FOUNDATION INCORPORATED

## NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2018

### 3. Financial instruments

#### Risk disclosures

The main risks to which the Foundation's financial instruments are exposed are as follows -

##### Credit risk

The Foundation is exposed to credit risk. The Foundation's receivables are accounts receivable and sales taxes receivable which are from the Government of Canada; accordingly, the risk of non-collectability is low. Furthermore, the Foundation provides for any non-collectible accounts. Management has assessed the risk as low.

##### Liquidity risk

The Foundation is exposed to liquidity risk. Liquidity risk is the risk that the Foundation is not able to meet its financial obligations as they fall due. Management has assessed liquidity risk as low given the makeup of its accounts payable and has provided sufficient funding to fulfill its obligations.

##### Market risk

The Foundation is exposed to market risk. Market risk arises from the possibility that changes in market prices will affect the value of the financial instruments of the Foundation. The Foundation's investments are subject to market risk; accordingly, market risk is considered high.

##### Interest rate risk

The Foundation is exposed to interest rate risk. The Foundation has minor cash balances and no interest bearing debt. The Foundation's current policy is to invest excess cash in a money market fund issued by its banking institutions; accordingly, there is exposure to interest rate fluctuations.

#### Sensitivity analysis

| As at December 31            | 2018            |      | 2017            |      |
|------------------------------|-----------------|------|-----------------|------|
|                              | Carrying amount | %    | Carrying amount | %    |
| Cash and cash equivalents    | \$ 63,552       | 26%  | \$ 40,201       | 37%  |
| Investments                  | 140,836         | 54%  | 37,020          | 32%  |
| Accounts receivable          | 2,787           | 1%   | 900             | 1%   |
| Sales tax receivable         | 11,420          | 5%   | 3,147           | 3%   |
| Inventory                    | 258             | 0%   | 614             | 1%   |
| Prepaid expenses             | 3,755           | 2%   | 1,227           | 1%   |
| Other asset - barter account | -               | 0%   | -               | 0%   |
| Capital                      | 23,667          | 11%  | 26,297          | 25%  |
| Permanent collection         | 1               | 1%   | -               | 0%   |
| Total assets                 | \$ 246,276      | 100% | \$ 109,406      | 100% |
| Accounts payable             | \$ 3,508        | 1%   | \$ 4,285        | 2%   |
| Source deductions payable    | 3,782           | 2%   | 5,815           | 3%   |
| Deferred revenue             | 63,897          | 26%  | 38,412          | 17%  |
| Net assets                   | 175,089         | 71%  | 172,357         | 78%  |
| Total funds and liabilities  | \$ 246,276      | 100% | \$ 220,869      | 100% |

The Foundation manages its risk through the overseeing of these investments by both the finance committee and the Foundation's external advisors. Changes are made to the investments as required.

# THE MISSISSAUGA HERITAGE FOUNDATION INCORPORATED

## NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2018

### 4. City of Mississauga - funding and lease

The terms of the multi-year operating funding agreement provide for the Foundation to manage the operations for a term from January 1, 2018 to December 31, 2020 with option to renew by The City.

The Foundation moved its premises from Mississauga City Hall to the Robinson-Adamson Grange, a historical home owned by the City of Mississauga, during 2004. These premises are provided by the City of Mississauga under a management and operation agreement for a term of five years which ends November 30, 2019 for an annual fee of \$2.00. The Foundation is responsible for specific maintenance and operating costs of these premises.

### 5. Investments

| As at December 31        | 2018              |                   | 2017              |                   |
|--------------------------|-------------------|-------------------|-------------------|-------------------|
|                          | Cost              | Market            | Cost              | Market            |
| Fixed income             | \$ 37,342         | \$ 37,342         | \$ 37,020         | \$ 37,020         |
| Equity linked investment | 103,494           | 103,494           | 111,456           | 111,463           |
|                          | <u>\$ 140,836</u> | <u>\$ 140,836</u> | <u>\$ 148,476</u> | <u>\$ 148,483</u> |

The equity linked investment principal is guaranteed if the investment is held to maturity, July 28, 2023. The value of this investment if cashed at December 31, 2018 would be \$93,176. It is the intention of the Board to hold the investment to maturity where the investment principal is below the investment market value.

All of the Organization's investments are included in Level 1 hierarchy whereby fair value is determined by reference to quoted prices in active markets for identical assets and liabilities.

### 6. Barter account

|                                  | 2018        | 2017        |
|----------------------------------|-------------|-------------|
| Balance, beginning of year       | \$ -        | \$ -        |
| Amounts received during the year | 45,789      | 43,211      |
| Amounts deferred during the year | (21,649)    | (14,024)    |
| Amount spent during the year     | (24,140)    | (29,187)    |
| Balance, end of year             | <u>\$ -</u> | <u>\$ -</u> |
| Represented by                   |             |             |
| Barter asset at end of year      | \$ 96,074   | \$ 74,425   |
| Amounts deferred at end of year  | (96,074)    | (74,425)    |
|                                  | <u>\$ -</u> | <u>\$ -</u> |

From time to time, the Foundation receives donations of barter dollars into the general fund. These donations are recorded at fair value and are being recognized as revenue when spent.



**THE MISSISSAUGA HERITAGE FOUNDATION INCORPORATED**

**NOTES TO FINANCIAL STATEMENTS**

DECEMBER 31, 2018

**7. Capital assets**

| As at December 31                  | 2018        |                                     | 2017        |                                     |
|------------------------------------|-------------|-------------------------------------|-------------|-------------------------------------|
|                                    | <u>Cost</u> | <u>Accumulated<br/>Amortization</u> | <u>Cost</u> | <u>Accumulated<br/>Amortization</u> |
| Web site                           | \$ 26,297   | \$ 2,630                            | \$ 26,297   | \$ -                                |
| Cost less accumulated amortization |             | <u>\$ 23,667</u>                    |             | <u>\$ 26,297</u>                    |

**8. Permanent Collection**

| As at December 31 | 2018              | 2017              |
|-------------------|-------------------|-------------------|
| Insured value     | <u>\$ 281,696</u> | <u>\$ 281,696</u> |

**9. Deferred revenue**

|   | <u>Deferred amount<br/>Beginning of year</u> | <u>Amounts<br/>Received</u> | <u>Recognized as<br/>Revenue</u> | <u>Deferred amount<br/>End of year</u> |
|---|--|-----------------------------|----------------------------------|--|
| Community Foundation                        | \$ 17,602                                    | \$ 31,390                   | \$ 21,655                        | \$ 27,337                              |
| Meadowvale Village project                  | 1,379  | -                           | -                                | 1,379                                  |
| Ontario Trillium Foundation                 | 18,431                                       | 29,300                      | 14,650                           | 33,081                                 |
| Mississaugas of the New Credit First Nation | <u>1,000</u>                                 | <u>5,000</u>                | <u>3,900</u>                     | <u>2,100</u>                           |
|   | <u>\$ 38,412</u>                             | <u>\$ 65,690</u>            | <u>\$ 40,205</u>                 | <u>\$ 63,897</u>                       |

From time to time, the Foundation receives funds restricted for a specific use into the general fund. In accordance with the restricted fund accounting principles adopted, any such funds not spent at year end are classified as deferred revenue and brought into income during the year when the related expenditures are made.