
GREEN THUMBS GROWING KIDS

FINANCIAL STATEMENTS

DECEMBER 31, 2015

INDEPENDENT AUDITOR'S REPORT

To the Members,
Green Thumbs Growing Kids

We have audited the accompanying financial statements of Green Thumbs Growing Kids, which comprise the statement of financial position as at December 31, 2015, and the statements of operations and 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 organization'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 organization'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 qualified audit opinion.

Basis for Qualified Opinion

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

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, the financial position of Green Thumbs Growing Kids as at December 31, 2015, 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.



Chartered Professional Accountants
Licensed Public Accountants

May 25, 2016
Toronto, Ontario


GREEN THUMBS GROWING KIDS

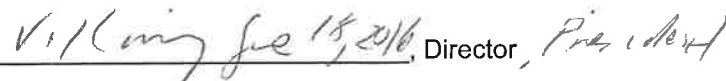
STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2015

	2015	2014
ASSETS		
Current assets		
Cash	\$ 93,712	\$ 80,472
Guaranteed investment certificates	-	10,220
Amounts receivable	4,973	7,764
HST recoverable	3,171	2,494
Prepaid expenses	<u>2,965</u>	<u>3,760</u>
	<u>\$ 104,821</u>	<u>\$ 104,710</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable and accrued liabilities	\$ 3,977	\$ 6,565
Deferred contributions (note 3)	<u>26,281</u>	<u>38,849</u>
	<u>30,258</u>	<u>45,414</u>
Net assets		
Unrestricted	<u>74,563</u>	<u>59,296</u>
	<u>\$ 104,821</u>	<u>\$ 104,710</u>

Approved on behalf of the Board:

 JUNE 15, 2016, Director

 June 15, 2016, Director, *President*

see accompanying notes

GREEN THUMBS GROWING KIDS

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2015

	2015	2014
REVENUE		
Contributions (notes 3 and 4)	\$ 207,540	\$ 196,863
Service fees	7,553	11,197
Fundraising	4,984	-
Interest	398	851
Membership fees	<u>385</u>	<u>790</u>
	<u>220,860</u>	<u>209,701</u>
EXPENSES		
Personnel	149,328	167,586
Program	16,602	21,700
Occupancy costs	11,930	5,067
Office and general	10,835	7,545
Board and staff development	5,465	1,593
Professional fees	4,263	5,514
Website	3,532	-
Insurance	1,567	2,368
Fundraising	1,442	-
Travel	<u>629</u>	<u>826</u>
	<u>205,593</u>	<u>212,199</u>
EXCESS OF REVENUE OVER EXPENSES FOR THE YEAR	15,267	(2,498)
Net assets, beginning of year	<u>59,296</u>	<u>61,794</u>
NET ASSETS, END OF YEAR	<u>\$ 74,563</u>	<u>\$ 59,296</u>

see accompanying notes

GREEN THUMBS GROWING KIDS

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2015

	2015	2014
OPERATING ACTIVITIES		
Excess of revenue over expenses for the year	\$ 15,267	\$ (2,498)
Add back (deduct) non-cash items -		
Net change in working capital items (see below)	<u>(12,247)</u>	<u>(19,191)</u>
Cash generated from (used for) operating activities	3,020	(21,689)
FINANCING ACTIVITIES		
Redemption (purchase) of guaranteed investment certificates	<u>10,220</u>	<u>(220)</u>
NET CASH INCREASE (DECREASE) IN THE YEAR	13,240	(21,909)
Cash, beginning of year	<u>80,472</u>	<u>102,381</u>
CASH, END OF YEAR	<u>\$ 93,712</u>	<u>\$ 80,472</u>
Net change in non-cash working capital items:		
Decrease (increase) in current assets-		
Amounts receivable	\$ 2,789	\$ (2,353)
HST recoverable	(677)	(282)
Prepaid expenses	795	(1,777)
Increase (decrease) in current liabilities-		
Accounts payable and accrued liabilities	(2,587)	645
Deferred contributions	<u>(12,567)</u>	<u>(15,424)</u>
	<u>\$ (12,247)</u>	<u>\$ (19,191)</u>

see accompanying notes

GREEN THUMBS GROWING KIDS

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2015

Green Thumbs Growing Kids (the organization) is incorporated without share capital in the Province of Ontario. The organization is exempt from income tax in Canada as a registered charitable organization under the Income Tax Act (Canada).

The organization's mission is to teach urban children and their families to grow and appreciate fresh, nutritious foods, grown in an environmentally sustainable and socially just manner, in hands-on programs.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Management is responsible for the preparation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations. Outlined below are those policies considered particularly significant:

Revenue recognition

The principal sources of revenue and recognition of these revenues for financial statement purposes are as follows:

Contributions

The organization follows the deferral method of revenue recognition for contributions.

Externally restricted contributions, including grants and restricted donations, related to current expenses are recognized as revenue in the current year. Externally restricted contributions received in the year for expenses to be incurred in the following year are recorded as deferred revenue. Externally restricted contributions related to the purchase of capital assets are recorded as revenue in the same period, and on the same basis, as the related capital assets are amortized.

Unrestricted contributions, including donations and amounts received from fundraising, is recorded when received.

Contributed materials and services

Contributed materials and services which are normally purchased by the organization are not recorded in the accounts.

Fees for service

Fee for service revenue is recognized in the period in which the services are performed.

Membership fees

Membership fees are recognized as revenue proportionately over the fiscal year to which they relate. Membership fees received related to future periods are deferred.

Interest income

Interest income is recognized as revenue over the term of the guaranteed investment certificates.

2. FINANCIAL INSTRUMENTS AND RELATED FINANCIAL RISKS

The organization's financial instruments include cash, amounts receivable, accounts payable and accrued liabilities. Amounts receivable, accounts payable and accrued liabilities are initially recorded at fair value and are subsequently recorded net of any provisions for impairment in value.

It is management's opinion that the organization's financial instruments are not exposed to significant financial risks and that existing cash balances and cash flows generated from operations are sufficient to meet the organization's financial liabilities. The organization minimizes the likelihood of uncollected revenue by regularly monitoring amounts receivable.

GREEN THUMBS GROWING KIDS

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2015

3. DEFERRED CONTRIBUTIONS

Amounts received from the following sources have been deferred at year end:

	2015	2014
Canada Post Community Foundation	\$ 10,000	\$ -
Mondelez Canada Inc.	5,000	-
Toronto Christian Resource Centre	3,985	7,160
LUSH Fresh Handmade Cosmetics	2,853	-
Toronto Foundation	2,532	-
Murray R. O'Neil Charitable Foundation	1,911	-
Telus	-	18,568
TD Friends of the Environment	-	8,121
TD FEF Leadership	-	5,000
	<u>\$ 26,281</u>	<u>\$ 38,849</u>
Deferred contributions, end of year	<u>\$ 26,281</u>	<u>\$ 38,849</u>

Continuity of deferred contributions for the year is as follows:

Deferred contributions, beginning of year	\$ 38,849	\$ 54,273
Add cash received from contributions	194,972	181,439
Less contributions recognized	<u>(207,540)</u>	<u>(196,863)</u>
Deferred contributions, end of year	<u>\$ 26,281</u>	<u>\$ 38,849</u>

GREEN THUMBS GROWING KIDS

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2015

4. CONTRIBUTIONS

Contributions were recognized from the following sources in the year:

	2015	2014
Grants		
Toronto Foundation: Vital Ideas Program	\$ 27,467	\$ -
City of Toronto		
Investing In Neighbourhoods	19,555	20,715
Telus	18,568	18,440
The Outdoor Foundation: The Keen Effect	11,994	-
Murray R. O'Neil Charitable Foundation	10,089	-
Service Canada: Canada Summer Jobs	8,653	8,426
TD Friends of the Environment	8,121	10,879
LUSH Fresh Handmade Cosmetics	6,497	8,750
TD FEF Leadership	5,000	-
Toronto Christian Resource Centre	3,175	5,000
Biodiversity Awareness & Education Network	500	-
Ontario Trillium Foundation	-	46,455
National Bank	-	10,000
Mondelez Canada Inc.- Kraft Cares	-	5,000
Earth Day Canada	-	3,317
The Printing House	-	3,295
Whole Foods: One Dime at a Time	-	1,690
Whole Kids Foundation	-	775
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Total grants	119,619	142,742
Donations	<hr/>	<hr/>
	87,921	54,121
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	\$ 207,540	\$ 196,863