

**THE INTERNATIONAL ASSOCIATION OF HYDROGEOLOGISTS -
CANADIAN NATIONAL CHAPTER INC.**

Financial Statements

April 30, 2019

**THE INTERNATIONAL ASSOCIATION OF HYDROGEOLOGISTS -
CANADIAN NATIONAL CHAPTER INC.**

Index to Financial Statements

Year Ended April 30, 2019

	Page
INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT	1
FINANCIAL STATEMENTS	
Statement of Operations	2
Statement of Financial Position	3
Statement of Changes in Net Assets	4
Statement of Cash Flows	5
Notes to Financial Statements	6 - 8

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Directors of The International Association of Hydrogeologists - Canadian National Chapter Inc.

We have reviewed the accompanying financial statements of The International Association of Hydrogeologists - Canadian National Chapter Inc. which comprise the statement of financial position as at April 30, 2019 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.

Practitioner's Responsibility for the Financial Statements

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of The International Association of Hydrogeologists - Canadian National Chapter Inc. as at April 30, 2019, 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.

Hogg, Shain & Scheck PC

Toronto, Ontario
November 18, 2019

Authorized to practise public accounting by the
Chartered Professional Accountants of Ontario

**THE INTERNATIONAL ASSOCIATION OF HYDROGEOLOGISTS -
CANADIAN NATIONAL CHAPTER INC.**

**Statement of Operations
Year Ended April 30, 2019**

	2019	2018
REVENUES		
Conference	\$ 27,604	\$ 21,245
Membership	22,806	42,367
Advertising	-	600
	<u>50,410</u>	<u>64,212</u>
EXPENSES		
IAH International fees	34,504	33,113
Office and general	26,478	6,023
Professional fees	6,135	4,790
Local events	5,075	11,018
Awards	2,000	2,500
Insurance	1,507	1,640
Membership fees	800	2,081
Conference	-	3,288
Scholarship	-	5,000
	<u>76,499</u>	<u>69,453</u>
DEFICIENCY OF REVENUES OVER EXPENSES	\$ (26,089)	\$ (5,241)

See the accompanying notes to these financial statements

**THE INTERNATIONAL ASSOCIATION OF HYDROGEOLOGISTS -
CANADIAN NATIONAL CHAPTER INC.**

Statement of Financial Position

As at April 30, 2019

	2019	2018
ASSETS		
CURRENT		
Cash	\$ 127,164	\$ 142,691
Accounts receivable <i>(Note 3)</i>	26,345	19,515
Prepaid expenses	547	1,026
	<u>\$ 154,056</u>	<u>\$ 163,232</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 15,410	\$ 17,077
Deferred revenues <i>(Note 4)</i>	45,612	27,032
	<u>61,022</u>	<u>44,109</u>
NET ASSETS		
GENERAL	53,034	79,123
SCHOLARSHIP FUND <i>(Note 6)</i>	40,000	40,000
	<u>93,034</u>	<u>119,123</u>
	<u>\$ 154,056</u>	<u>\$ 163,232</u>

APPROVED ON BEHALF OF THE BOARD

_____ *Director*

_____ *Director*

See the accompanying notes to these financial statements

**THE INTERNATIONAL ASSOCIATION OF HYDROGEOLOGISTS -
CANADIAN NATIONAL CHAPTER INC.**

Statement of Changes in Net Assets

Year Ended April 30, 2019

	General	Scholarship	2019	2018
NET ASSETS - BEGINNING OF YEAR	\$ 79,123	\$ 40,000	\$ 119,123	\$ 124,364
Excess (deficiency) of revenues over expenses	(26,089)	-	(26,089)	(5,241)
NET ASSETS - END OF YEAR	\$ 53,034	\$ 40,000	\$ 93,034	\$ 119,123

See the accompanying notes to these financial statements

**THE INTERNATIONAL ASSOCIATION OF HYDROGEOLOGISTS -
CANADIAN NATIONAL CHAPTER INC.**

**Statement of Cash Flows
Year Ended April 30, 2019**

	2019	2018
OPERATING ACTIVITIES		
Deficiency of revenues over expenses	\$ (26,089)	\$ (5,241)
Changes in non-cash working capital:		
Accounts receivable	(6,830)	188
Prepaid expenses	479	10,192
Accounts payable and accrued liabilities	(1,667)	4,049
Deferred revenues	18,580	(1,819)
	<u>10,562</u>	<u>12,610</u>
INCREASE (DECREASE) IN CASH	(15,527)	7,369
CASH - BEGINNING OF YEAR	<u>142,691</u>	<u>135,322</u>
CASH - END OF YEAR	<u>\$ 127,164</u>	<u>\$ 142,691</u>

See the accompanying notes to these financial statements

**THE INTERNATIONAL ASSOCIATION OF HYDROGEOLOGISTS -
CANADIAN NATIONAL CHAPTER INC.**

Notes to Financial Statements

Year Ended April 30, 2019

1. PURPOSE OF THE ASSOCIATION

The International Association of Hydrogeologists - Canadian National Chapter (the "Association") was incorporated on May 11, 2009 as a not-for-profit organization. As a not-for-profit organization, it is exempt from income taxes under the Income Tax Act (Canada).

The Association provides members with a variety of lectures, seminars, networking opportunities and conferences in the field of hydrogeology.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements are the representation of management and have been prepared in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CPA Canada Handbook and include the following significant accounting policies.

Revenue recognition

The Association follows the deferral method of accounting for contributions. Restricted contributions, are recognized as revenues in the year in which the related activity occurs and expenses are incurred. Unrestricted contributions are recognized as revenues, provided that contributions receivable can be reasonably estimated and collection is reasonably assured.

Membership, conference and advertising revenue are recognized as revenue in the fiscal year to which they relate.

Financial instruments

The Association initially measures its financial assets and financial liabilities at fair value. Subsequently, it measures all its financial assets and financial liabilities at amortized cost.

The financial assets subsequently measured at amortized cost include accounts receivable. The financial liabilities measured at amortized cost include accounts payable.

Contributed services

Volunteers contribute time to assist the Association in carrying out its programs. Since the Association would not otherwise purchase these services, the value of contributed services are not recognized in the financial statements.

Measurement uncertainty

The preparation of financial statements in conformity 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 at the date of the financial statements and the reported amounts of revenues and expenses during the period. These estimates are reviewed periodically and adjustments are made to revenues and expenses as appropriate in the period they become known. Estimates exist with respect to determining the allowance for doubtful accounts receivable. Actual results could vary from those estimates.

**THE INTERNATIONAL ASSOCIATION OF HYDROGEOLOGISTS -
CANADIAN NATIONAL CHAPTER INC.**

Notes to Financial Statements

Year Ended April 30, 2019

3. ACCOUNT RECEIVABLE

	<u>2019</u>	<u>2018</u>
Accounts receivable	\$ 27,921	\$ 21,091
Less: Allowance for doubtful accounts	<u>(1,576)</u>	<u>(1,576)</u>
	<u>\$ 26,345</u>	<u>\$ 19,515</u>

4. DEFERRED REVENUES

Deferred revenue represents receipts of next fiscal year's membership.

	<u>2019</u>	<u>2018</u>
Balance, beginning of year	\$ 27,032	\$ 28,851
Add: receipts of next fiscal year's membership	<u>45,612</u>	<u>27,032</u>
	72,644	55,883
Less: membership revenues recognized in the year	<u>(27,032)</u>	<u>(28,851)</u>
Balance, end of year	<u>\$ 45,612</u>	<u>\$ 27,032</u>

5. FINANCIAL INSTRUMENTS

The Association is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Association's risk exposure and concentration as of April 30, 2019.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Association is exposed to credit risk from members who have not paid their membership fees. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The Association has a significant number of members which minimizes concentration of credit risk.

It is management's opinion that the Association is not exposed to significant liquidity, other price, currency or interest rate risks.

**THE INTERNATIONAL ASSOCIATION OF HYDROGEOLOGISTS -
CANADIAN NATIONAL CHAPTER INC.**

Notes to Financial Statements

Year Ended April 30, 2019

6. SCHOLARSHIP FUND

The fund was established in 2014 to provide \$5,000 assistance to a graduate student who is studying hydrogeology. The continuity of this scholarship is as follows:

	<u>2019</u>	<u>2018</u>
Balance, beginning of the year	\$ 40,000	\$ 45,000
Less: disbursement	-	(5,000)
Balance, end of the year	<u>\$ 40,000</u>	<u>\$ 40,000</u>
