

Financial Statements of

**FRIENDS OF THE
GREENBELT FOUNDATION**

Year ended March 31, 2008



KPMG LLP
Chartered Accountants
Yonge Corporate Centre
4100 Yonge Street Suite 200
Toronto ON M2P 2H3
Canada

Telephone (416) 228-7000
Fax (416) 228-7123
Internet www.kpmg.ca

AUDITORS' REPORT

To the Members of Friends of the Greenbelt Foundation

We have audited the statement of financial position of Friends of the Greenbelt Foundation as at March 31, 2008 and the statement of revenue and expenditures and changes in fund balance for the year then ended. These financial statements are the responsibility of the Foundation's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 2008 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Chartered Accountants, Licensed Public Accountants

Toronto, Canada

June 5, 2008

FRIENDS OF THE GREENBELT FOUNDATION

(Incorporated as a corporation without share capital under the laws of Ontario)

Statement of Financial Position

March 31, 2008, with comparative figures for 2007

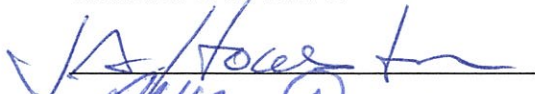
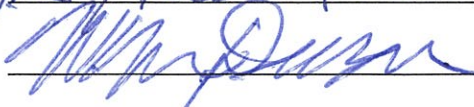
	2008	2007
Assets		
Current assets:		
Cash and cash equivalents	\$ 4,188,600	\$ 3,965,103
Short-term investment (note 4)	10,000,000	5,000,000
Accounts receivable (note 4)	124,985	161,693
Prepaid expenses	20,404	5,236
	<u>14,333,989</u>	<u>9,132,032</u>
Capital assets (note 5)	38,342	26,056
Investments (note 4)	—	10,000,000
	<u>\$ 14,372,331</u>	<u>\$ 19,158,088</u>

Liabilities and Fund Balance

Current liabilities:		
Accounts payable and accrued liabilities	\$ 123,575	\$ 75,222
Grants payable	1,305,000	10,070
Deferred revenue	59,406	—
	<u>1,487,981</u>	<u>85,292</u>
Fund balance	12,884,350	19,072,796
Commitments (note 6)		
	<u>\$ 14,372,331</u>	<u>\$ 19,158,088</u>

See accompanying notes to financial statements.

On behalf of the Board:

 Director
 Director



FRIENDS OF THE GREENBELT FOUNDATION

Statement of Revenue and Expenditures and Changes in Fund Balance

Year ended March 31, 2008, with comparative figures for 2007

	2008	2007
Revenue:		
Investment	\$ 672,641	\$ 64,433
Other	51,619	1,029
	<u>724,260</u>	<u>65,462</u>
Expenditures:		
Grants	5,116,752	4,027,650
Public awareness	1,088,270	299,829
Salaries and benefits	539,176	387,679
Office and general	48,010	37,038
Rent	33,353	33,560
Professional fees	32,444	39,325
Consulting fees	30,331	30,449
Amortization	11,143	6,754
Travel	7,714	9,968
Insurance	5,513	4,134
Investment management fees	—	18,132
	<u>6,912,706</u>	<u>4,894,518</u>
Deficiency of revenue over expenditures	(6,188,446)	(4,829,056)
Fund balance, beginning of year	19,072,796	23,901,852
Fund balance, end of year	<u>\$ 12,884,350</u>	<u>\$ 19,072,796</u>

See accompanying notes to financial statements.



FRIENDS OF THE GREENBELT FOUNDATION

Notes to Financial Statements

Year ended March 31, 2008

The Friends of the Greenbelt Foundation (the "Foundation") was incorporated without share capital on March 29, 2005. The Foundation's mission is to nurture and support activities that preserve and enhance the Greenbelt's agricultural, rural and ecological integrity. Public awareness and appreciation of the Greenbelt is also an important element of the Foundation's work. The Foundation is registered as a public foundation under the Income Tax Act (Canada) and, accordingly, is exempt from income taxes, provided certain requirements of the Income Tax Act (Canada) are met.

A contribution of \$25,000,000 was received from the provincial government in order to enable the Foundation to carry out its charitable and public initiatives. The Foundation decided to grant its contribution over a period of five years, with grants commencing in fiscal 2006/2007.

1. Significant accounting policies:

These financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles.

(a) Revenue recognition:

Investment income is recorded on an accrual basis and includes interest income.

(b) Cash and cash equivalents:

Cash and cash equivalents include cash on account and investments in money market instruments and term deposits with original maturities less than 90 days at the date of acquisition.

(c) Investments:

Investments are classified as held-for-trading and carried at market value.

Term deposits maturing within a year are stated at cost, which together with accrued interest income approximates fair value given the short-term nature of these investments.

