

Manitoba Mutts Dog Rescue

2022 ANNUAL REPORT



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www.manitobamutts.org

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FROM THE DIRECTORS

2022 was Manitoba Mutts 11th year in operation. The year went through many ups and downs, as the pandemic was still quite prominent in the early months. We feel the year ended on a stronger note, with life finally getting back to normal, and our regular events finally being planned.

We can hopefully safely say the pandemic is behind us, and now more than ever, we recognize how imperative our volunteers, fosters, and supporters are to the ongoing operation of Manitoba Mutts. It is our honour to continue to lead this rescue with you all by our side.

Thank you for your support, we look forward to many more years together.

Thank you!

Kind Regards,

Diane Fournier

Maxine McQuarrie

Rebecca Norman

Phoebe Sterdan

Jenn Taplin

Mallory Vaughan



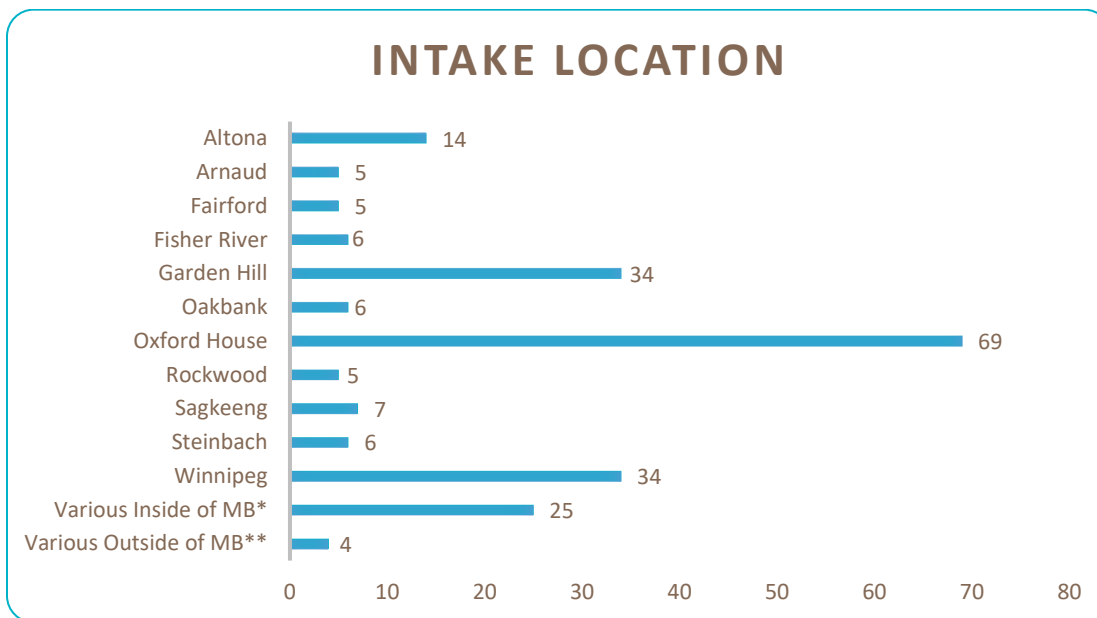
Did you know?

As of December 31, 2022, our Facebook page had 44,818 followers, our Instagram page had 27,372 followers, and we started a TikTok presence in September 2022!

INTAKE

In 2022 we rescued 145 dogs and 75 cats from 28 Manitoba locations: as far North as Churchill and as far South as Sprague.

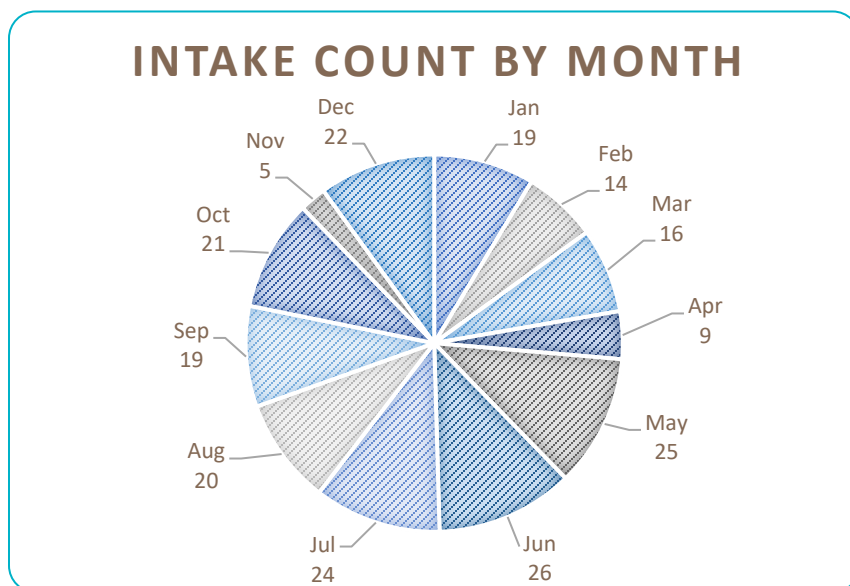
We also rescued animals from outside of Manitoba, in Keewatin, ON and Sanikiluaq, NU.



*Various Inside MB: Born in care, Brandon, Churchill, Cross Lake, Fisher Branch, Grand Rapids, Lake St Martin, Leaf Rapids, Mitchell, Pine Dock, Pukatawagan, Sandy Hook, Sprague, Ste. Anne, and The Pas.

**Various Outside MB: Keewatin ON, Sanikiluaq, NU

Our busiest intake month was June, bringing 26 new animals into care. Our slowest month for intake was November, bringing in 5 new animals.



FOSTERING



Fostering is a HUGE part of our rescue, without fosters we would have nowhere for the Mutts and honorary Mutts (cats) we save to go. We are ever so grateful to our fosters who open their homes and hearts to a Mutt in need.

We did see the number of foster applications again decrease since the height of COVID in 2020. In 2020, we saw the highest number of foster applications ever (494). In comparison to 2021 which was 204 and in 2022, we received 114 applications. Unfortunately, the number of foster applications that we are receiving are continuing to trend down alarmingly.

Out of the 114 foster applications from 2022, 31 made it through the full application process and were officially signed on. This was compared to 75 homes that signed on in 2021. There are many reasons why applicants don't make it through the process - they don't return the required volunteer

forms, their current animals roam free, they end up fostering for another rescue (many apply for multiple rescues at the same time), life got complicated, or they decided to adopt instead.

Out of the 31 homes that signed up in 2022, 10 never ended up taking on a foster, 5 fostered 1 or 2 times before they ended up "failing" after which they stopped fostering, 9 fostered 1-2 times in 2022 and have stopped, and 7 of the 31 fosters are still fostering in 2023. Thank you to those who are still fostering!!

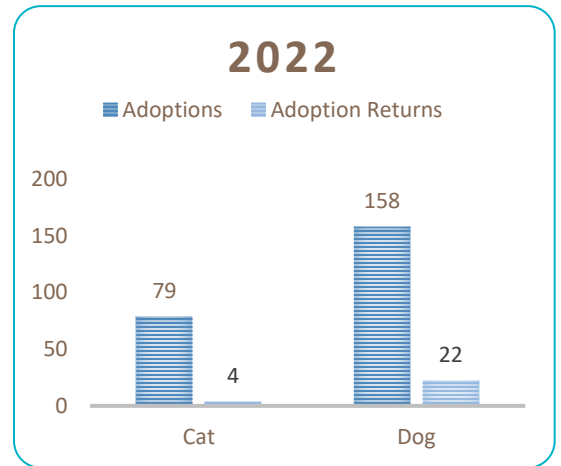
We LOVE and depend
highly on our
amazing FOSTERS!!



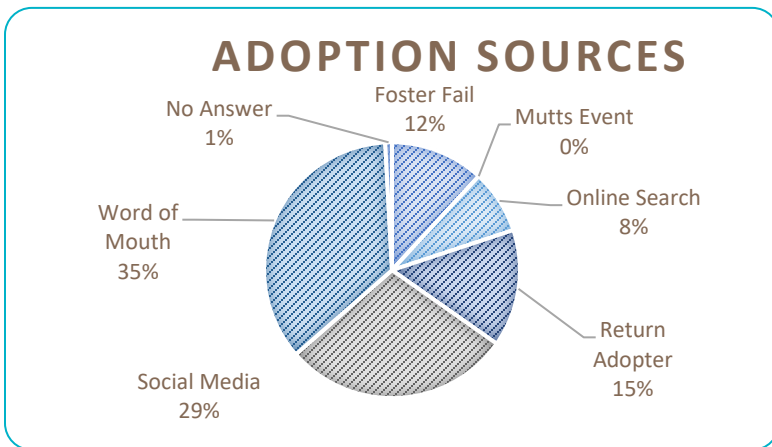
ADOPTIONS

We were fortunate enough to adopt out 158 dogs and 79 cats into wonderful homes during the 2022 year. It is very rewarding to see an animal go from abandoned and unwanted, to loved and cherished, in their forever home.

Occasionally, there are adoption placements that don't work out, so the animals come back into our care. We had 22 dogs and 4 cats returned to foster care in 2022 that had been adopted for 1 day to 9 and a half years.



Reasons included: allergies (1), animal seized (1), behaviour issues (4), divorce/separation (2), illness/death in the family (4), no time (2), resident animals not adjusting (7), unprepared to deal with a new pet (5).



One of the questions on our adoption application is, "Where did you hear about Manitoba Mutts Dog Rescue?". The results of those answers show that word of mouth is our most common adoption source with social media as a close second.

This means our team is doing a great job of making a memorable positive impact on adopters, followers, and supporters!

Get Fixed!

In 2022, Manitoba Mutts can claim responsibility for spaying 106 dogs and 40 cats and neutering 77 dogs and 41 cats.

In just one year, this has prevented an estimated 1,700 additional puppies and kittens and has saved countless lives in the process!



SUPER TROOPERS

There are extreme cases of care and support for ailments such as amputations, parvo virus, mange, heartworm disease, etc. These animals are selected to be featured as our Super Troopers (ST's). Their will to live and our generous community of volunteers and donors save their lives. Along the way these dogs touch the lives of those involved. In 2022 we had 18 Super Trooper cases as compared to last year, in which we had 35 cases.

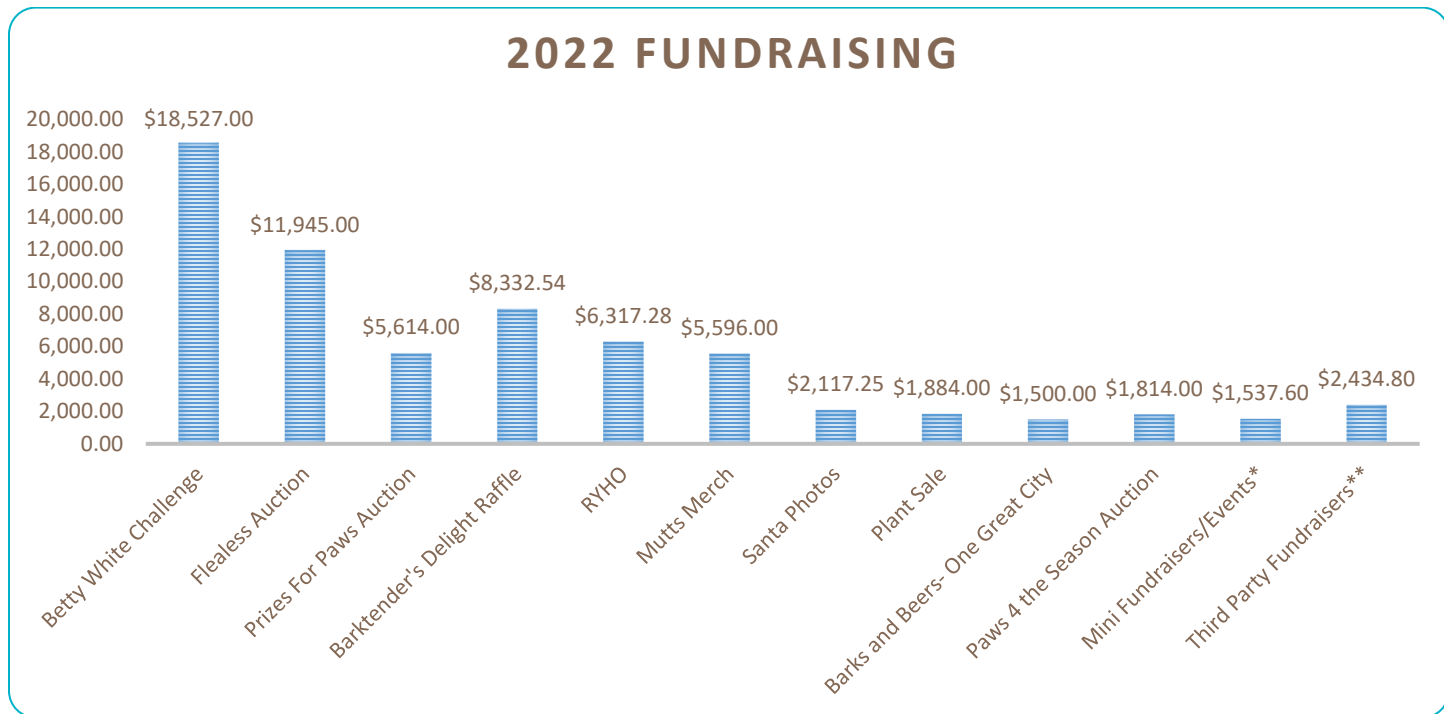
| Name | Ailment(s) | Cost |
|-------------------|--|------------|
| Jazz (Luna) | Dental | \$1,454.50 |
| Spacek | Crystals and UTI | \$2,339.31 |
| Rosa (Cali) | Bilateral FHO | \$2,653.95 |
| Arla | Hind Leg Cruciate Injury | \$5,909.31 |
| Geminid | Parvo | \$5,050.71 |
| Saint Nick | Head injury and seizures | \$2,628.61 |
| Zella | Arthritis, spondylosis of spine, heartworm | \$3,117.25 |
| Ralphie | Severe Dental Disease | \$2,496.99 |
| Cirilla (Buffy) | Dental and Eye Enucleation | \$981.12 |
| Oreo | Broken leg | \$4,959.51 |
| Journey | Burns on bottoms of feet and abdominal wound | \$1,116.29 |
| Challah* | Pectus Excavatum - (sunken breastbone) | \$1,695.70 |
| Sapphire (Wynter) | Parvo | \$2,042.75 |
| Alexandra | Parvo | \$4,140.54 |
| Blue | Parvo | \$2,201.74 |
| Shelby* | High cortisol levels - potential Cushing's disease. Early phases of gall bladder mucocele. | \$2,507.22 |
| Merry | Amputation | \$4,120.93 |
| Ozzy | Broken leg | \$4,528.83 |

*Deceased due to their ailments



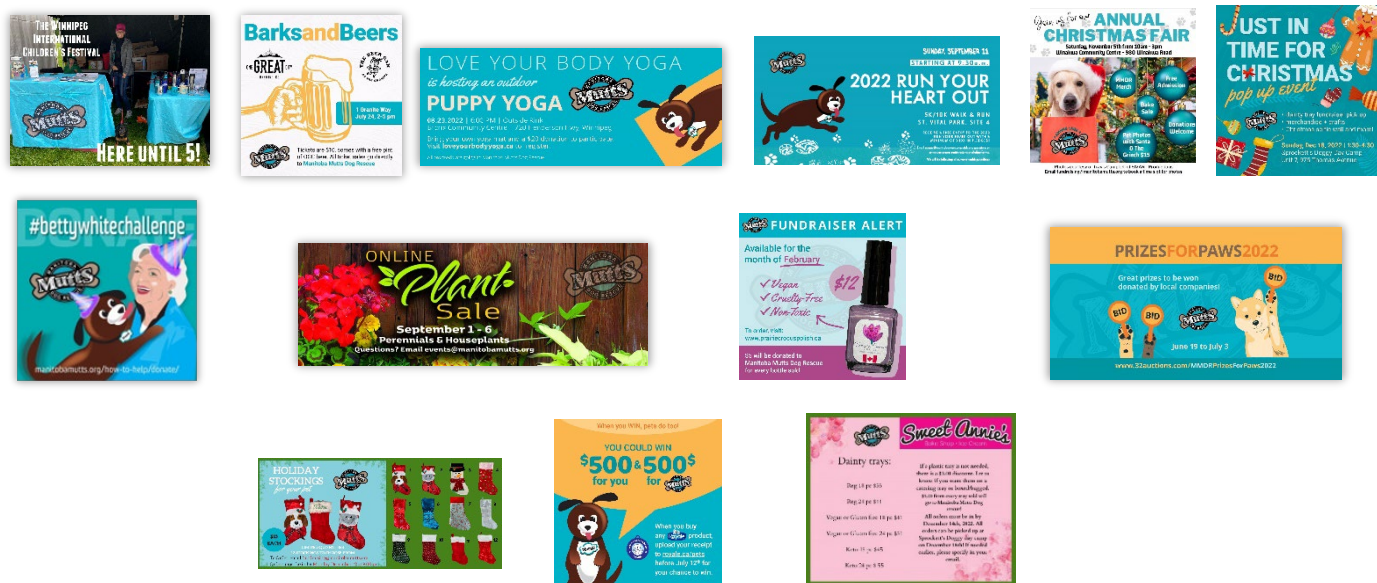
FUNDRAISING

The year started out slow, but by June we were able to start having in-person events again! We held/attended 6 in-person events: The Winnipeg International Children's Festival in June, Barks N Beers with One Great City Brewing in July, Love Your Body Puppy Yoga in August, Run Your Heart Out in September, our annual bake sale, and photos with Santa in November and then a Christmas pop-up in December. One amazing fundraiser that really helped with our finances was the Betty White Challenge in January in honour of the late Betty White.



*Mini Fundraisers: KidFest, Puppy Love Dance, Stockings, Puppy Yoga, Royale Donation Match, Christmas Pop-Up Event.

**Third Party Fundraisers: Nurses Local Market, Ball Insurance Agency, Prairie Crocus, Sweet Annie's, Tiber River.



FUNDRAISING (CONTINUED)

Barktender Raffle

Since liquor and wine seem to be a very successful draw, we kept them again as the prizes for the 2022 raffle. We sold 4,875 of the possible 5,000 tickets. The total amount brought in from ticket sales was \$9,750, minus the cost of the tickets and some bottles that we had to purchase to fill the prize quotas, our total profit was \$8,332.54.



Merch

We added a few new items to our merchandise line in 2022, such as stemless wine tumblers, ladies style hoodies, tumbler with straw, new mugs, packable jackets, pens & chapstick, jumbo grocery totes, and new travel mugs. The total amount raised from merch was \$5,596.00.



Manitoba Mutts Dog Rescue Flea(less) Market

The Manitoba Mutts Dog Rescue Flea(less) Market is an auction page that was started on Facebook on October 12, 2014.

The Facebook page features several different items that have been donated to Mutts which are sold via web auction over the course of a predetermined time. Each item is photographed, catalogued, and offered to the public.



In 2022, the Flea(less) Market Auction raised: \$11,945.00*.

*The numbers represent the total profit as the site does not require any operating costs.

CORPORATE SUPPORT

Mint Self Storage

Mint Self Storage offers us one free unit per month to store our supplies and food. This helps keep our stock organized and free from pesky pests!



Total Storage

Total Storage offers us one free unit per month to store our supplies and food. This helps keep our stock organized and free from pesky pests!



ResQwalk & TagsForHope

ResQwalk donates funds when users select MMDR via their app and TagsForHope manufactures personalized pet ID tags that look like little driver's licences and offer grants to help with large vet bills. When a subscription or item is ordered using our Manitoba Mutts code or link, we receive a part of the proceeds. In 2022, we received \$417.25 USD from ResQwalk and \$2000.00 from TagsForHope.



Food & Supply Donations

We are so grateful to all the businesses and groups who donate food and supplies multiple times throughout the year to keep our Mutts' bellies full and supplies to help us to take care of them!

Birchwood Animal Hospital, Bockstael Construction, Global Pet Foods, Mint Self Storage, Nylabone, Petland Kenaston, Real Canadian Superstore- Regent, Sage Creek Animal Hospital, Sobey's 1800 Inkster, and Southglen Veterinary Hospital.



SPONSORSHIP

In 2022 we continued offering our sponsorship packages, but unfortunately due to COVID and the lack of in person events, we unfortunately only secured one sponsor. We hope to continually work on improving them each year and obtain new and exciting sponsors as the world opens to in-person events again.

Northern Diagnostics –was a Gold Paw sponsor, at \$1500.

Northern Diagnostics

Ian And Rochelle Laing Family Foundation

We would like to send a HUGE THANK YOU to the Ian and Rochelle Laing Family Foundation for another generous donation to help subsidize the spay/neuters and purchases of food for 2022. The animal welfare branch of the Ian and Rochelle Laing Family Foundation provides funds to rescues and shelters to help cover the costs of food and spay/neuter surgeries. Their generous donation of \$15,000 helped MMDR maximize the organization's finances to support the animals in care.



PARTNERSHIPS

We are extremely privileged to be partnered with some very talented people and businesses that help with our everyday rescue needs.

SIVART Productions

Travis is a wonderful photographer whose photo taking talent has enhanced our ability to showcase our adoptables. Unfortunately, due to ongoing COVID restrictions we were only able to utilize his talents for our annual Christmas Fair.



S.M.A.R.T Dogs

Sammy Mar is our go-to behaviourist for our extreme cases such as dog or human aggression or severe separation anxiety. Sammy runs a boarding kennel and training centre in Teulon that houses these special needs cases until they are ready for a regular foster home setting.

Sprockett's Doggy Day Camp

Sprockett's has continued to support us by providing day care spaces for our fosters that need the extra socialization.



Proud Pup! Dog Training

Alisha Cooke, owner of Proud Pup! Dog Training has graciously offered one-on-one training sessions to our fosters and alumni to help with leash reactivity and other behaviour concerns in the home. Her training tools and advice have been a great asset.

MSAR- Karma K9 Dog Training

George is a certified master dog trainer, and he offers a reduced fee for boarding and training some of our adoptables that require a little bit more training for issues such as separation anxiety and dog/human aggression, than a regular foster home can provide.



PARTNERSHIPS (CONTINUED)

Grooming

Since our Mutts are strays, they often come into care with matted fur, caked on mud, and a smell all their own. We have some amazing groomers that help clean up our adoptables so they can look, feel, and smell great for their future forever homes. Thanks to Woofs n Wags for taking our Mutts from strays to stars!



Veterinarians

We work with quite a few veterinarian offices in and around Winnipeg and we value their expertise and guidance when it comes to the best treatment for our Mutts. Veterinary care is the largest expense for a rescue and thankfully the offices we work with offer a rescue discount for their services.



Our veterinary partners in 2022 included:

Beausejour Animal Hospital, Birchwood Animal Hospital, Bridgwater Veterinary Hospital, Clearspring Animal Hospital, Dakota Veterinary Hospital, Fort Garry Veterinary Hospital, Gimli Veterinary Services, Grand Valley Animal Clinic, Manitoba Animal Eye Clinic via WCVN, McLeod Veterinary Hospital, Morden Veterinary Clinic, Portage Veterinary Hospital, Silver Heights Veterinary Hospital, Southglen Veterinary Hospital, St. Norbert Animal Hospital, Stonewall Veterinary Clinic, Virden Animal Hospital and Winkler Veterinary Clinic!



MMDR BOARD OF DIRECTORS

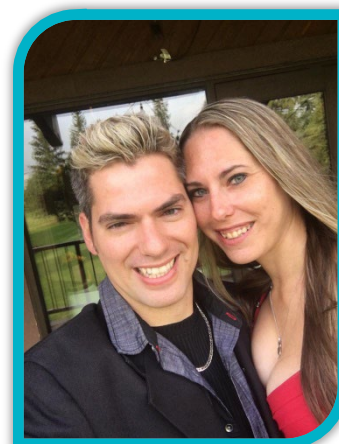


Diane Fournier

Diane started with Manitoba Mutts doing data entry as well as fostering in July 2011. In 2014, she took over one of our most difficult positions, Intake Manager. Diane has worked tirelessly with community contacts all over Manitoba and surrounding provinces to help bring in unwanted animals to give them a better life. In her downtime Diane enjoys being outside with her husband Rob and her 2 boys searching for new adventures.

Maxine McQuarrie

Maxine started out as a Supply House in February of 2012 and was drawn into what an amazing organization Mutts is and was inspired to help more. Between supplies, donations, merchandise, the garage sale, fundraisers, and events she's dabbled in various aspects of the Rescue. She created and has run the Facebook auction group (MMDR Flea(less) Market) since October of 2014 and routinely strives to find new ways to fundraise. When she's not dealing with events, auctions, or routine Rescue duties she likes to spend most evenings at soccer with her husband Michael, 1 alumni dog, and their 2 cats.

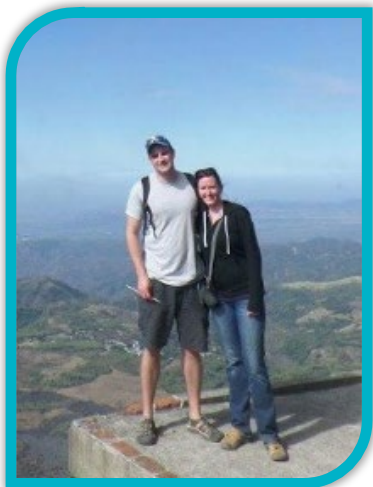


Rebecca (Becky) Norman



Rebecca is one of the founders of Manitoba Mutts and has been working hard for the animals ever since. Her compassion and understanding bring immense value to the rescue, along with her strong leadership. Rebecca is extremely knowledgeable when it comes to vet care and the best treatment routes for our Mutts. When not dealing with rescue related duties, she can be found spending time with her husband Tom, 5 beautiful children and 3 adorable dogs.

MMDR BOARD OF DIRECTORS (CONTINUED)



Phoebe Sterdan

Phoebe started volunteering with Manitoba Mutts in June of 2013 as she was looking for a fulfilling way to spend some of her free time. Her volunteer role initially started off with doing online auctions for fundraising and eventually took on larger roles within the rescue. After years of overseeing the Adoption Fair Team, Phoebe has a wealth of information regarding our adoptables, local contacts and fosters. In Phoebe's spare time, she can be found enjoying time with her Alumni Anderson Cooper, daughters Eloise and Claire, and her husband Mark.

Jennifer (Jenn) Taplin

Jenn started out as a foster home for Manitoba Mutts in September of 2011, and her love of animals amplified her desire to do more for the rescue. Her technical knowledge, organizational skills and love for marketing are essential to the operation. When she's not coming up with creative ways to advertise adoptables, or drum up donations, Jenn can be found travelling, or spending time with her husband Freddy, dogs Nevie, Emma, and Keira, cat Oliver, and usually a foster cat/dog or litter.



Mallory Vaughan

Mallory started out as a foster home for Manitoba Mutts in August of 2011 and has been hooked ever since! Mallory is an integral part of the rescue bringing her knowledge of how to respectfully work with rural communities and her non-profit finance proficiency. Mallory's business skill is essential to keep our finance department on track, especially since gaining charitable status. In Mallory's down time she can be found enjoying the company of her alumni Sel, Peaches and Ben.

INDEPENDENT AUDITOR'S REPORT



TALBOT
ASSOCIÉS • ASSOCIATES

CHARTERED PROFESSIONAL ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Manitoba Mutts Dog Rescue Inc.

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the accompanying financial statements of Manitoba Mutts Dog Rescue Inc., which comprise the statement of financial position as at December 31, 2022 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.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the financial statements present fairly, in all material respects, the financial position of Manitoba Mutts Dog Rescue Inc. as at December 31, 2022 and its financial performance 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 many not-for-profit organization, the entity derives revenues from fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the entity. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenues, excess of revenues over expenses, cash flows from operations, assets and net assets for the year ended December 31, 2022. Our audit opinion on the financial statements for the year ended December 31, 2022 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 Entity 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 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 ASNPO, 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 organization'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 organization or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the organization's financial reporting process.

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

| | | | |
|---------------------------|--------------|------------------------------|--------------|
| Ashem, MB | 204.768.2346 | Stonewall, MB | 204.467.5566 |
| Birtle, MB | 204.842.5301 | Winnipeg, MB (St. Boniface) | 204.987.4875 |
| Notre-Dame-de-Lourdes, MB | 204.248.2557 | Winnipeg, MB (St. Norbert I) | 204.269.7460 |
| Steinbach, MB | 204.326.6871 | | |

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INDEPENDENT AUDITOR'S REPORT (CONTINUED)



CHARTERED PROFESSIONAL ACCOUNTANTS

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 Entity'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 Entity'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 Entity 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.

Winnipeg, Manitoba
June 15, 2023

Talbot and Associates
Chartered Professional Accountants

| | | | |
|---------------------------|--------------|-----------------------------|--------------|
| Ashem, MB | 204.768.2346 | Stonewall, MB | 204.467.5566 |
| Birtle, MB | 204.842.5301 | Winnipeg, MB (St. Boniface) | 204.987.4875 |
| Notre-Dame-de-Lourdes, MB | 204.249.2557 | Winnipeg, MB (St. Norbert) | 204.269.7160 |
| Stembauch, MB | 204.326.6871 | | |

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STATEMENT OF FINANCIAL POSITION (AUDITED)

MANITOBA MUTTS DOG RESCUE INC

Statement of Financial Position

December 31, 2022

| | 2022 | 2021 |
|--|-------------------|------------------|
| ASSETS | | |
| CURRENT | | |
| Cash and short-term investments | \$ 117,765 | \$ 83,699 |
| Accounts receivable | 654 | 150 |
| Due from government agencies | 6,396 | 10,821 |
| Inventory | 2,043 | 1,978 |
| Prepaid expenses | 2,569 | 653 |
| | <u>\$ 129,427</u> | <u>\$ 97,301</u> |
| LIABILITIES | | |
| CURRENT | | |
| Accounts payable and accrued liabilities | \$ 39,430 | \$ 26,586 |
| Spay and neuter liability | 11,025 | 20,125 |
| | <u>50,455</u> | <u>46,711</u> |
| NET ASSETS | <u>78,972</u> | <u>50,590</u> |
| | <u>\$ 129,427</u> | <u>\$ 97,301</u> |

Approved on Behalf of the Board:

STATEMENT OF NET ASSETS (AUDITED)

MANITOBA MUTTS DOG RESCUE INC**Statement of Net Assets****For the Year Ended December 31, 2022**

| | 2022 | 2021 |
|--|------------------|------------------|
| NET ASSETS - BEGINNING OF YEAR | \$ 50,590 | \$ 60,460 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES | 28,382 | (9,870) |
| NET ASSETS - END OF YEAR | \$ 78,972 | \$ 50,590 |

STATEMENT OF OPERATIONS (AUDITED)

MANITOBA MUTTS DOG RESCUE INC**Statement of Operations****For the Year Ended December 31, 2022**

| | 2022 | 2021 |
|--|------------------|-------------------|
| REVENUE | | |
| Adoption income | \$ 84,373 | \$ 180,345 |
| Donations | 198,226 | 191,832 |
| Fundraising and merchandise sales | 39,910 | 51,624 |
| Other income | 1,368 | 3,024 |
| Sponsorship income | 1,500 | 1,750 |
| | <u>325,377</u> | <u>428,575</u> |
| COST OF SALES | | |
| Purchases | 306 | 1,162 |
| Training and supplies | 38,160 | 38,512 |
| Veterinary supplies | 223,249 | 366,443 |
| | <u>261,715</u> | <u>406,117</u> |
| GROSS MARGIN (2022 20%, 2021 5%) | <u>63,662</u> | <u>22,458</u> |
| EXPENSES | | |
| Advertising and promotion | 276 | 226 |
| Bad debt expense | 153 | - |
| Fundraising | 11,567 | 2,224 |
| Insurance | 1,314 | 1,256 |
| Interest and bank charges | 2,007 | 3,577 |
| Office expenses | 4,567 | 6,543 |
| Professional fees | 5,191 | 4,366 |
| Shipping and delivery | 6,284 | 10,588 |
| Storage unit | 2,549 | 2,470 |
| Telephone | 1,372 | 1,078 |
| | <u>35,280</u> | <u>32,328</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES | <u>\$ 28,382</u> | <u>\$ (9,870)</u> |

STATEMENT OF CASH FLOWS (AUDITED)

MANITOBA MUTTS DOG RESCUE INC

Statement of Cash Flows

For the Year Ended December 31, 2022

| | 2022 | 2021 |
|--|-------------------|------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES: | | |
| Excess (deficiency) of revenues over expenses | \$ 28,382 | \$ (9,870) |
| Item not affecting cash: | | |
| Changes in non-cash working capital: | | |
| Accounts receivable | (504) | (150) |
| Inventory | (65) | 530 |
| Due to government agencies | 4,425 | (2,241) |
| Prepaid expenses | (1,916) | 71 |
| Accounts payable and accrued liabilities | 12,844 | (9,452) |
| Spay and neuter liability | (9,100) | (24,455) |
| NET CHANGE IN CASH FLOW | 34,066 | (45,567) |
| CASH AND SHORT-TERM INVESTMENTS - beginning of year | 83,699 | 129,266 |
| CASH AND SHORT-TERM INVESTMENTS - end of year | \$ 117,765 | \$ 83,699 |

NOTES TO THE FINANCIAL STATEMENTS

MANITOBA MUTTS DOG RESCUE INC

Notes to the Financial Statements

For the Year Ended December 31, 2022

1. PURPOSE OF THE ORGANIZATION

The Manitoba Mutts Dog Rescue Inc. is a volunteer run, non-profit organization based in Winnipeg, Manitoba. The Organization became a registered charity under the Income Tax Act on October 18, 2015. The Organization provides care, maintenance and rehabilitation of stray, abandoned and displaced animals in Manitoba.

2. SIGNIFICANT ACCOUNTING POLICIES

a. Basis of preparation

The financial statements of the Organization have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

b. Cash and short term investments

Cash and cash equivalents consist primarily of commercial paper and deposits with an original maturity date of purchase of three months or less. Because of the short-term maturity of these investments, their carrying amount approximates fair value.

c. Inventories

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis.

d. Tangible capital assets

Tangible capital assets are stated at cost less accumulated amortization. Amortization is provided using the straight-line method over the estimated useful lives as follows:

| | |
|-----------|-----|
| Equipment | 20% |
|-----------|-----|

The Organization regularly reviews its tangible capital assets to eliminate obsolete items.

The amortization of the tangible capital assets is calculated half of the above mentioned rates for the year of purchase and no amortization is recorded in the year of disposal.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

MANITOBA MUTTS DOG RESCUE INC

Notes to the Financial Statements

For the Year Ended December 31, 2022

2. Significant Accounting Policies

e. Revenue recognition

The Organization uses the deferral method of accounting for contributions under which restricted contributions related to expenses of future periods are deferred and recognized as revenue in the period in which the related expenses are incurred.

Restricted contributions for the purchase of tangible capital asset that will be amortized have been deferred and will be recognized as revenue on the same basis as the amortization expense related to the acquired tangible assets.

The Organization recognizes government funding, grants and donations in the period in which it is received unless it is otherwise stated by the funder.

Adoption income is recognized when there is persuasive evidence that an arrangement exist and collection is reasonably assured.

The Organization recognizes fundraising in the period in which the activity occurs.

f. Use of estimates

When preparing financial statements according to Canadian accounting standards for not-for-profit organizations (ASNPO), we make estimates and assumptions relating to:

- Reported amounts of revenue and expenses
- Reported amounts of assets and liabilities
- Disclosure of contingent assets and liabilities

Management's assumptions on a number of factors including historical experience, current events, actions that the company may undertake in the future, and other assumptions that we believe are reasonable under the circumstances. Actual results could differ from those estimates under different conditions and assumptions.

g. Financial instruments

The Organization initially measures its financial assets and financial liabilities at fair value. It subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets subsequently measured at amortized cost include cash and accounts receivable. Financial liabilities measured at amortized cost include accounts payable, accrued liabilities and spay and neuter liability.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

MANITOBA MUTTS DOG RESCUE INC

Notes to the Financial Statements

For the Year Ended December 31, 2022

3. TANGIBLE CAPITAL ASSETS

| | | | 2022 | 2021 |
|-----------|----------|------------------|-------------------|-------------------|
| | Cost | Accum. Amort. | Net Book Value | Net Book Value |
| Equipment | \$ 3,178 | \$ 3,178 | \$ - | \$ - |

4. LINE OF CREDIT

The Organization has an operating line of credit from Casera Credit Union with an available amount totalling \$5,000 bearing interest at a rate of 18%. The line of credit is secured by a general security agreement. As at December 31, 2022 the line of credit is not used.

5. CONTRIBUTED SERVICES

The Organization would not be able to carry out its activities without the services of the many volunteers who donate a considerable number of hours. Because of the difficulty in compiling these hours, contributed services are not recognized in the financial statements.

Manitoba Mutt's Dog Rescue Inc.



P.O. Box 34040
Winnipeg, MB R3T 5T5

Revenue Canada Charity Registration Number: 812122711RR0001

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