

The St. George's Foundation

FINANCIAL STATEMENTS

March 31, 2024

(UNAUDITED)

Notice To Reader

To the Members of The St. George's Foundation:

On the basis of information provided by management of The St. George's Foundation, I have compiled the statement of financial position of The St. George's Foundation as at March 31, 2024 and the statement of operations, the statement of changes in net assets, and the statement of cash flows for the years then ended.

I have not performed an audit or a review engagement in respect of these financial statements and, accordingly, I express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

Hamilton, Bermuda
September 9, 2024

A handwritten signature in blue ink, appearing to be 'T. Boyd', written over a horizontal line.

Todd Boyd, CPA, CA

THE ST. GEORGE'S FOUNDATION
STATEMENT OF FINANCIAL POSITION
as at March 31, 2024
(expressed in Bermuda dollars)
UNAUDITED

CURRENT ASSETS	2024	2023
Cash <i>(Notes 2(b) and 8)</i>	\$ 182,490	\$ 146,266
Due from government agencies	53,350	20,000
Prepaid expense	-	85
	235,840	166,351
 CAPITAL ASSETS <i>(Notes 2(f) and 3)</i>	 3,045	 3,039
ANTIQUE EXHIBIT <i>(Note 4)</i>	58,500	58,500
	297,385	227,890
 TOTAL ASSETS	 297,385	 227,890
 CURRENT LIABILITIES		
Accounts payable and accrued liabilities <i>(Note 2(b))</i>	\$ 41,429	\$ 3,876
Deferred membership fees <i>(Note 2(e))</i>	6,925	6,104
Deferred revenue <i>(Note 2(c))</i>	9,662	37,339
	58,016	47,319
 TOTAL LIABILITIES	 58,016	 47,319
 NET ASSETS		
Guarantor paid up capital <i>(Note 6)</i>	\$ 50	\$ 50
Net assets invested in capital assets and antique exhibit	61,545	61,539
Externally restricted net assets <i>(Note 8)</i>	9,662	37,339
Surplus in unrestricted net assets	168,112	81,643
	239,369	180,571
 TOTAL NET ASSETS	 239,369	 180,571
 TOTAL LIABILITIES AND NET ASSETS	 \$ 297,385	 \$ 227,890

APPROVED BY THE BOARD:



Chairman



Treasurer

The accompanying notes are an integral part of these financial statements

THE ST. GEORGE'S FOUNDATION
STATEMENT OF OPERATIONS
For the year ended March 31, 2024
(expressed in Bermuda dollars)
UNAUDITED

	2024	2023
REVENUES		
Donations, grants and other income <i>(Notes 2(c), 2(d))</i>	\$ 166,316	\$ 100,408
Membership dues <i>(Notes 2(e))</i>	24,279	24,018
	190,595	124,426
EXPENSES		
Heritage <i>(Note 2(h))</i>	\$ 93,024	\$ 68,921
Management and administration	31,596	30,413
Computer and IT related <i>(Note 2(g))</i>	2,913	3,686
Telephone, office and miscellaneous	3,015	1,722
Advertising and announcements	457	894
Bank and collection fees	517	536
Regulatory fee <i>(Note 7)</i>	275	275
	131,797	106,447
OPERATING GAIN	\$ 58,798	\$ 17,979

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THE ST. GEORGE'S FOUNDATION
STATEMENT OF CHANGES IN NET ASSETS
For the year ended March 31, 2024
(expressed in Bermuda dollars)
UNAUDITED

	Invested in capital assets and antique <u>exhibit</u>	Externally <u>restricted</u>	<u>Unrestricted</u>	Guarantor Paid Up <u>Capital</u>	<u>Total</u> 2024	<u>Total</u> 2023
BALANCE - BEGINNING OF YEAR	\$ 61,539	\$ 37,339	\$ 81,643	\$ 50	\$ 180,571	\$ 162,592
Net capital transfer	628	55,000	(55,628)	-	-	-
Operating (deficit) / gain	(622)	(82,677)	142,097	-	58,798	17,979
BALANCE - END OF YEAR	<u>\$ 61,545</u>	<u>\$ 9,662</u>	<u>\$ 168,112</u>	<u>\$ 50</u>	<u>\$ 239,369</u>	<u>\$ 180,571</u>

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THE ST. GEORGE'S FOUNDATION
STATEMENT OF CASH FLOWS: INDIRECT METHOD
For the year ended March 31, 2024
(expressed in Bermuda dollars)
UNAUDITED

	2024	2023
OPERATING ACTIVITIES		
OPERATING GAIN	\$ 58,798	\$ 17,979
<i>Items not involving cash movement</i>		
Amortization of capital assets	622	236
<i>Changes in assets and liabilities:</i>		
Prepaid expense	85	(85)
Due from government agencies	(33,350)	(20,000)
Accounts payable and accrued liabilities	37,553	(12,948)
Deferred membership fees and dues	821	582
Deferred revenue	(27,677)	(20,021)
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Net cash provided / (used) from operating activities	36,852	(34,257)
INVESTING ACTIVITIES		
Capitalized purchases	\$ (628)	\$ (2,366)
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NET INCREASE / (DECREASE) IN CASH	36,224	(36,623)
CASH - BEGINNING OF YEAR	146,266	182,889
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CASH - END OF YEAR	\$ 182,490	\$ 146,266
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The accompanying notes are an integral part of these financial statements

THE ST. GEORGE'S FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS

March 31, 2024

(expressed in Bermuda dollars)

UNAUDITED

1. NATURE OF ORGANIZATION

The St. George's Foundation (the "Foundation") is a not-for-profit Bermuda company limited by guarantee and a registered charity, #454. As a registered Bermuda charity, the Foundation must at all times remain in compliance with the Charities Act 2014. Governance and oversight consists of a board of directors who serve gratis, as well as part-time staff. The Foundation is reliant on volunteers in the execution of its operations. Funding is provided by a paid membership base, as well as donations and grants provided by members of the public and organizations. The Foundation's mandate is to support the UNESCO World Heritage Site through education, awareness and collaboration with those stakeholders as detailed in the most recent World Heritage Site Management Plan. To this end, its core activities include preserving and restoring historic sites and managing an education program which showcases these sites to students, the public and visitors.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Use of estimates

These financial statements have been prepared in accordance with accounting standards (Part III) for not-for-profit organizations generally accepted in Bermuda and Canada. These standards require that management make estimates and assumptions that affect the reported amount of assets and liabilities, including the disclosure of contingent assets and liabilities as at the reporting date of the financial position and the reported amounts of revenues, expenses gains or losses during the year. Actual results could differ from those estimates.

b. Financial instruments

A financial instrument is a legal relationship between two entities whereby the creation of a financial asset for one entity is mirrored by a corresponding financial liability, or equity instrument, for the other. The Foundation measures its financial assets and liabilities at cost which consist of cash, donations receivable and accounts payable and accrued liabilities. Cash is comprised of a single chequing account held with a Bermuda bank. Cash provided for a specific use is restricted and disclosed in *Note 8*.

c. Donations, grants and deferred revenue

Donations and grants are recognized when a formal pledge to give a specific amount has been made and collectability is reasonably assured. Donations or grants that are not restricted to any particular use are recognized as a component of non-restricted income. Donor or grant monies received that are for a specific future use or project are deferred and then amortized into income once expenses relating to the intended use or project are incurred. Deferred revenues are typically amortized into income within twelve months after the receipt of funding.

THE ST. GEORGE'S FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS

March 31, 2024

(expressed in Bermuda dollars)

UNAUDITED

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

d. Donated services

Services donated by organizations and persons are recorded at fair market value provided (i) the services were needed and are well defined, (ii) the fair market value is readily supportable and, (iii) the services would have been paid for if not donated. The Foundation is also dependent on donated services of many volunteers who work at heritage sites or other projects. Due to the difficulty in determining their fair value, the value of these volunteer services is not recognized in the financial statements.

e. Membership dues

While the Foundation uses an August 31 year-end for annual membership drive purposes, members of the public are welcome to join the Foundation at any time. Membership dues are deferred upon receipt and then amortized into income over the life of the membership.

f. Capital assets

Capital assets are comprised of computer equipment, landscaping equipment, bridges, education material and exhibits on loan. Computer and landscaping equipment are amortized on a straight-line basis over five years. The Foundation owns three bridges deployed in various Bermuda historic sites. Each bridge has been written off as a heritage expense save for one dollar each to ensure a capital record is kept. Education material represents books related to heritage studies and they are carried at their historical cost if purchased or their fair value if donated. Since the carrying value of all books is immaterial, and because the estimated useful life of the books is difficult to estimate, they are not amortized. Exhibits on loan are comprised of three model ships which are on loan to a not-for-profit organization in Bermuda. Once the model ships were placed on loan, they were written down to one dollar each as they were no longer being used on the premises previously leased by the Foundation.

g. Website and social media costs

Costs relating to the administration, hosting and enhancement of the Foundation's website or social media are expensed as incurred.

h. Heritage expenses

Heritage expenses include expenses relating to cleaning up, remediating and restoring heritage sites, as well as expenses relating to education tours.

THE ST. GEORGE'S FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS

March 31, 2024

(expressed in Bermuda dollars)

UNAUDITED

3. CAPITAL ASSETS

Capital assets consist of the following:

	Capitalized	Accumulated	Net book value	
	March 31	Amortization	March 31	March 31
	2024	March 31	2024	2023
	\$	2024	\$	\$
Computer equipment	500	372	128	228
Landscaping equipment	2,961	658	2,303	2,226
Bridges	3	-	3	4
Education material	608	-	608	578
Exhibits on loan	22,908	22,905	3	3
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Total	26,980	23,935	3,045	3,039
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4. ANTIQUE EXHIBIT

A cedar dole cupboard, built in 1640 for distributing food to the poor, was donated many years ago through the Edward C. Johnson Foundation. There are few such dole cupboards left in the world, hence it is a genuine antique and a valuable item for showcasing Bermuda's heritage. Many years ago this antique was subject to a professional restoration costing \$58,500. It is now on loan to St. Peter's Church in St. George as an exhibit piece inside the Church. Management is of the opinion that its value is priceless and certainly far exceeds the cost of the restoration, and that its value only appreciates with time. Any appreciation in value will be recognized if the dole cupboard is sold to a buyer dealing at arm's length. No loss in value will be recognized unless it is determined to be other than temporary.

5. RISK MANAGEMENT

Credit risk

Credit risk is the potential that a financial counterparty will fail to satisfy its obligations in accordance with agreed terms and conditions. Financial instruments held by the Foundation are disclosed in *Note 2(b)*. The Foundation does not require collateral or other securities to manage the credit risks associated with its financial instruments. Management has determined that the Foundation's exposure to credit risk is minimal.

THE ST. GEORGE'S FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS

March 31, 2024

(expressed in Bermuda dollars)

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5. RISK MANAGEMENT (cont'd)

Liquidity risk

Liquidity risk is the risk that the Foundation will not be able to meet its financial obligations as they fall due. The Foundation is dependent on membership fees, private donations, grants, ticket sales for events and sponsorships to maintain sufficient cash flows. The Foundation anticipates cash flow needs and requests the necessary funding from private donors and organizations to manage its liquidity risk.

Market and economic risks

The Foundation is exposed to the risk that membership dues, donations, grants, contributions or sponsorships may decrease due to adverse changes in the marketplace and the overall local economy, including the macro-economic effects relating to natural disasters and pandemics. Such declines would have a negative effect on the Foundation's ability to generate income, all of which are derived from Bermuda-based organizations and members of the public. The Foundation does not engage in any hedging activities to mitigate market and economic risks.

6. PAID UP CAPITAL

The Foundation has five guarantors who have paid fifty dollars in total to establish the Foundation's ultimate liability.

7. GOVERNMENT REMITTANCE PAYABLE

On March 31, 2024 and on March 31, 2023 there was no indebtedness to the Government of Bermuda.

8. CASH

Externally restricted cash represents cash provided by grantors which is earmarked for a future project or specific purpose. Accounting policies surrounding restricted monies are disclosed in note 2 (c).

	2024	2023
	\$	\$
Unrestricted cash	172,828	108,927
Externally restricted cash	9,662	37,339
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	182,490	146,266
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