

**Toledo Institute for Development and
Environment**

**Financial statements
31 December 2014**

TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

**FINANCIAL STATEMENTS
31 DECEMBER 2014**

INDEX

	Page(s)
Independent auditors' report	1 & 2
Statement of financial position	3
Statement of activities	4
Statement of cash flows	5
Statement of expenses by functional area	6
Notes to the financial statements	7 to 15

**REPORT OF THE INDEPENDENT AUDITORS
TO THE MEMBERS OF
TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT**

Report on the Financial Statements

We have audited the accompanying financial statements of Toledo Institute for Development and Environment, which comprise the statement of financial position as at 31 December 2014, statement of activities, statement of cash flows, and statement of expenses by functional area for the period then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance 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 auditors' 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 auditors consider internal control relevant to the entity'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 entity'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 audit opinion.

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REPORT OF THE INDEPENDENT AUDITORS continued

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Toledo Institute for Development and Environment as of 31 December 2014 and of its financial performance and cash flows for the period then ended in accordance with International Financial Reporting Standards.

PKF Belize

**PKF Belize
Chartered Accountants
Belize City
28 April 2015**

**STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2014**

	Notes	2014	2013
Assets			
Non-current assets			
Property and equipment	4	4,037,352	4,002,868
Investment in land	5	143,867	143,867
Investment, Endowment Funds	6	2,735,402	2,727,405
		<u>6,916,621</u>	<u>6,874,140</u>
Current assets			
Cash on hand and at bank		817,117	936,577
Accounts receivable and prepayments	7	81,388	74,300
		<u>898,505</u>	<u>1,010,877</u>
Total assets		BZ\$ 7,815,126	7,885,017
		=====	=====
Liabilities and net assets			
Current liabilities			
Accounts payable and accruals	8	136,395	173,162
Deferred support	9	355,131	487,049
		<u>491,526</u>	<u>660,211</u>
Non-current liability			
Severance pay provision	10	36,036	31,778
Total liabilities		<u>527,562</u>	<u>691,989</u>
Net assets			
Unrestricted		4,356,716	4,438,790
Temporarily restricted		2,930,848	2,754,238
Total net assets		<u>7,287,564</u>	<u>7,193,028</u>
Total liabilities and net assets		BZ\$ 7,815,126	7,885,017
		=====	=====

Approved on behalf of the Board of Directors of
TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

 Director
 Director

Independent auditors' report pages 1 & 2

The notes on pages 7 to 15 form an integral part of these financial statements.

STATEMENT OF ACTIVITIES
YEAR ENDED 31 DECEMBER 2014

	Notes	2014			2013
		Unrestricted	Temporarily Restricted	Total	Total
Public Support and Revenues:					
Public Support					
Contributions and grants:					
DNS/GOB	11.1	-	144,434	144,434	79,892
Belcampo Lodge (Machaca Hill Lodge)	11.2	-	-	-	40,000
SPAW-RAC	11.3	-	23,769	23,769	-
Chemonics	11.4	-	-	-	13,879
COMPACT	11.5	-	-	-	60,356
Conservation Leadership Programme	11.6	-	18,800	18,800	11,201
Environmental Defence Fund	11.7	-	39,298	39,298	24,938
Gulf and Caribbean Fisheries Institute Inc	11.8	-	43,900	43,900	47,654
MAR FUND	11.9	-	31,500	31,500	-
MAR Fund/ KFW	11.10	-	282,900	282,900	627,305
Massachusetts Audubon Society	11.11	103,900	-	103,900	70,617
MFFSD	11.12	-	43,370	43,370	-
NFWF	11.13	-	31,780	31,780	-
OAK Foundation	11.14	-	655,670	655,670	598,364
Other Donors		5,400	56,504	61,904	71,308
Quebec Labrador Foundation	11.15	-	-	-	143,867
Protected Areas Conservation Trust	11.16	-	81,813	81,813	69,376
The Nature Conservancy	11.17	-	22,038	22,038	-
The Summit Foundation	11.18	200,000	-	200,000	160,000
Teach Green	11.19	-	50,000	50,000	-
United Nations International Children Education Fund	11.20	-	27,414	27,414	62,250
USFWS-CEACF	11.21	-	-	-	19,102
Grants		309,300	1,553,190	1,862,490	2,100,109
Contributions		115,471	-	115,471	74,276
		424,771	1,553,190	1,977,961	2,174,385
Revenues					
Net (loss) income from tours	12	(13,107)	-	(13,107)	9,874
Interest income	13	-	116,297	116,297	141,512
Other revenue		4,089	-	4,089	15,409
Total public support and revenues		415,753	1,669,487	2,085,240	2,341,180
Expenses:					
Program expenses					
DNS/Tide Private Lands		-	272,382	272,382	211,304
Fresh Water Systems		51,865	-	51,865	77,353
Payne Creek National Park		196,264	-	196,264	181,968
Port of Honduras Marine Reserve		-	1,158,168	1,158,168	1,236,009
		248,129	1,430,550	1,678,679	1,706,634
General and administrative					
		358,374	-	358,374	373,689
Total Expenses		606,503	1,430,550	2,037,053	2,080,323
Change in net assets		(190,750)	238,937	48,187	260,857
Net assets, beginning of year as previously reported		4,438,790	2,754,238	7,193,028	6,840,120
Prior Year Items:					
Interest income understated		-	-	-	92,051
Reimbursement of 2012 expenses out of payables		-	46,349	46,349	-
Net assets, beginning of year restated		4,438,790	2,800,587	7,239,377	6,932,171
Transfer from temporarily restricted funds	14	108,676	(108,676)	-	-
Net assets, end of year		BZ\$ 4,356,716	2,930,848	7,287,564	7,193,028

The notes on pages 7 to 15 form an integral part of these financial statements.

STATEMENT OF CASH FLOWS
YEAR ENDED 31 DECEMBER 2014

	Notes	2014	2013
<i>Cash flows from operating activities -</i>			
Change in net assets		48,187	260,857
Adjustments for non-cash items:			
Depreciation	4	114,241	111,122
Loss on disposal of property and equipment		27,921	74,535
Severance pay provision	10	4,258	31,778
		<u>194,607</u>	<u>478,292</u>
(Increase) Decrease in accounts receivable and prepayments		(7,088)	16,196
Increase in accounts payable and accruals		9,582	4,019
(Decrease) Increase in deferred support		(131,918)	287,003
		<u>65,183</u>	<u>785,510</u>
Cash provided by operating activities			
<i>Cash flows from investing activities -</i>			
Additions to property and equipment	4	(176,646)	(302,204)
Investment in land		-	(143,867)
Investment, Endowment funds		(7,997)	(5,955)
		<u>(184,643)</u>	<u>(452,026)</u>
Cash used in investing activities			
(Decrease) increase in cash and cash equivalents		(119,460)	333,484
Cash and cash equivalents, beginning of the year		936,577	603,093
Cash and cash equivalents, end of year		BZ\$ 817,117	936,577
		=====	=====
Represented by			
Cash on hand and at bank		BZ\$ 817,117	936,577
		=====	=====

The notes on pages 7 to 15 form an integral part of these financial statements.

STATEMENT OF EXPENSES BY FUNCTIONAL AREA
YEAR ENDED 31 DECEMBER 2014

	2014					Total	2013
	PROGRAM SERVICES			SUPPORT SERVICES	Total		Total
	DNS/Private Lands	Fresh Water Systems	Payne Creek National Park	Port of Honduras Marine Reserve	General and Administration		
Administratio	678	46	1,329	18,329	11,465	31,847	54,743
Accounting and Auditing	-	-	8,550	38,926	16,651	64,127	65,252
Depreciation	22,848	22,848	22,848	22,848	22,849	114,241	111,122
Equipment repairs and mainten:	19,789	475	7,605	23,355	24,332	75,556	61,935
Insurance	6,797	1,166	4,043	46,112	5,079	63,197	58,968
Loss on Disposal	-	-	9,307	9,307	9,307	27,921	74,534
Professional Services	9,294	-	-	8,591	7,860	25,745	16,657
Public Awareness and environmental education	1,220	6,980	28,963	203,623	31,087	271,873	374,789
Research and Monitoring	3,175	9,144	719	143,491	41,479	198,008	130,467
Reserves and parks	15,752	-	19,792	37,224	5,128	77,896	85,258
Salaries	160,783	7,700	49,200	337,053	136,824	691,560	697,108
Severance	-	-	-	-	4,258	4,258	31,778
Social	3,202	704	2,208	14,488	4,015	24,617	22,906
Supplies	17,367	-	6,854	25,738	19,789	69,748	71,337
Surveillance patrol and	6,116	-	18,962	88,140	90	113,308	117,258
Training and networking	4,249	2,197	15,704	114,394	2,682	139,226	59,496
Travel	520	230	-	4,781	2,409	7,940	9,444
Utilities	592	375	180	21,768	13,070	35,985	37,271
BZ\$	272,382	51,865	196,264	1,158,168	358,374	2,037,053	2,080,323
	=====	=====	=====	=====	=====	=====	=====

The notes on pages 7 to 15 form an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

1. GENERAL INFORMATION

Toledo Institute for Development and Environment (TIDE) is a non-profit organization limited by guarantee, incorporated and domiciled in Belize. TIDE is registered as a non-governmental organization (NGO) under the Ministry of Human Development Act, No. 26 of 2000.

TIDE's mission is to foster community participation in resource management and sustainable use of ecosystems within the Maya Mountain Marine Corridor of Southern Belize.

TIDE is funded by various international conservation groups and international foundations, by private contributions and by its own revenue-generating activities.

These financial statements were authorized for issue by the Board of Directors on 28 April 2015.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**2.1 Basis of preparing the financial statements**

The financial statements of Toledo Institute for Development and Environment have been prepared in accordance with 'International Financial Reporting Standard for Small and Medium-sized Entities' (IFRS for SMEs). They have been prepared under the historical cost convention.

The preparation of financial statements in conformity with IFRS for SMEs requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the TIDE's accounting policies. Areas involving a higher degree of judgement or complexity, or areas where assumptions and estimations are significant to the financial statements, are disclosed in Note 3.

2.2 Foreign currency translation**(a) Functional and presentation currency**

Items included in the financial statements are measured using the currency of the primary economic environment in which TIDE operates ('the functional currency'). The financial statements are presented in Belize dollars which is the TIDE's functional and presentation currency.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Activities.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the Statement of Activities 'Other income'. All other foreign exchange gains and losses are presented in the Statement of Activities within expenses.

2.3 Reporting currency

These financial statements are prepared in the currency of Belize. The official exchange rate of the Belize dollar is fixed at BZ\$2 to US\$1.

2.4 Cash and cash equivalents

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less.

2.5 Accounts receivables

Accounts receivables are recognized initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for impairment of accounts receivable is established when there is objective evidence that TIDE will not be able to collect all amounts due according to the original terms of the receivables.

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.6 Property and equipment**

Property and equipment are carried at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to its location and condition necessary for it to be capable of operating in the manner intended by management.

TIDE adds to the carrying amount of an item of furniture and equipment the cost of replacing parts of such an item when that cost is incurred if the replacement part is expected to provide incremental future benefits to TIDE. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to the statement of activities during the period in which they are incurred.

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the reducing balance method, at the following rates:

Buildings	2%
Motor vehicles	25%
Boat	20%
Outboard motor	33%
Equipment	20%
Computer	33%
Furniture and equipment	10%

When property and equipment are disposed of by sale or scrapping, the cost and related accumulated depreciation are removed from the financial statements and any resulting gain or loss, determined by comparing the proceeds with the carrying amount, are recognised within general administrative expenses.

2.7 Impairment of non-financial assets

Assets that are subject to depreciation or amortization are assessed at each reporting date to determine whether there is any indication that the assets are impaired. Where there is any indication that an asset may be impaired, the carrying value of the asset (or cash-generating unit (CGU) to which the asset has been allocated) is tested for impairment. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's (or CGU's) fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (CGUs). Non-financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at each reporting date.

2.8 Investment in land

Investment in land is recorded at cost less impairment.

2.9 Accounts payable

Accounts payable are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

2.10 Employee benefit obligations

Termination benefit - severance

TIDE recognises termination benefits in accordance with the Labour Act (the Act), Chapter 297 of the Substantive Laws of Belize.

The Act was revised in April 2011 to require that employees who have been employed for (a) five to ten years be paid severance pay of one week's pay for each year of service if retiring on or after 60 years of age or on medical grounds or if terminated for other than good or sufficient cause and (b) employees with more than ten years be paid severance pay of one week's pay for each year of service prior to April 30, 2011 and two weeks pay for each year of service thereafter. The revision became effective on May 1, 2011.

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.11 Support and revenue recognition**

Support from contributions, which would include grants, are recognized when received. All support are considered to be available for unrestricted use unless specifically restricted by donors.

Grants which benefit future periods (deferred support) are recognised in the statement of comprehensive income on a systematic basis over the periods in which TIDE recognizes the related costs for which the grants are intended to compensate. Grants are not recognised in equity.

A grant receivable as compensation for expenses already incurred is recognised as support when it becomes receivable.

Donated property and equipment are recorded at estimated fair market value and accounted for as support for operations in the year in which received. Donated property and equipment which are depreciable are treated as deferred support and allocated to support over the periods and in the proportions in which depreciation on those assets is charged to operations.

TIDE recognises revenue when the amount of revenue can be reliably measured; it is probable that future economic benefits will flow to the entity; and specific criteria have been met for each of the entity's activities. Interest income is recognised using the effective interest method.

2.12 In-kind contributions

No amounts have been reflected in the financial statements for contributed services but TIDE acknowledges that it has benefited from contributed services provided by individuals. The specialized skills provided would typically need to be purchased if not provided by donation.

2.13 Expenditure recognition

Expenditure is recognized when incurred.

2.14 Comparative information

Where necessary, comparative amounts have been reclassified to conform with changes in presentation in the current year.

3. INFORMATION ABOUT KEY SOURCES OF ESTIMATION UNCERTAINTY AND JUDGEMENTS

Estimates and judgements are continually evaluated. They are based on historical experience and other factors, including future expectations.

Key sources of estimation uncertainty:

TIDE makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year would be the estimated useful lives of property and equipment.

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

4. PROPERTY AND EQUIPMENT

	Land and buildings	Boat and equipment	Other equipment	Motor vehicles	Furniture, fixtures and office equipment	Total
Cost						
At 1 January 2014	3,645,493	541,050	436,863	176,862	49,943	4,850,211
Additions	40,714	76,947	51,885	2,700	4,400	176,646
Disposals	(8,810)	-	(81,835)	(6,500)	(454)	(97,599)
At 31 December 2014	3,677,397	617,997	406,913	173,062	53,889	4,929,258
Accumulated depreciation						
At 1 January 2014	82,664	355,273	260,430	119,364	29,612	847,343
Additions	9,887	48,032	38,933	14,927	2,462	114,241
Disposals	(1,897)	-	(61,430)	(6,012)	(339)	(69,678)
At 31 December 2014	90,654	403,305	237,933	128,279	31,735	891,906
Carrying amount:						
At 1 January 2014	BZ\$ 3,562,829	185,777	176,433	57,498	20,331	4,002,868
At 31 December 2014	BZ\$ 3,586,743	214,692	168,980	44,783	22,154	4,037,352

5. INVESTMENT IN LAND

		2014	2013
1,110 acres of land known as 'Mennonite Land' jointly owned with Leanne and Craig Knox et al	BZ\$	143,867	143,867

6. INVESTMENT, ENDOWMENT FUNDS

Bank term deposits with original maturities exceeding three months	BZ\$	2,735,402	2,727,405
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7. ACCOUNTS RECEIVABLE AND PREPAYMENTS

Accounts receivable		22,222	7,738
Prepaid insurance		8,954	6,153
Interest receivable		50,212	60,409
	BZ\$	81,388	74,300

8. ACCOUNTS PAYABLE AND ACCRUALS

		2014	2013
Accounts payable		132,992	170,070
Sundry payables and accruals		3,403	3,092
	BZ\$	136,395	173,162

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

	2014	2013
9. DEFERRED SUPPORT		
Balance brought forward	487,049	200,046
Less: transfers to support	(487,049)	(200,046)
Additions	355,131	487,049
Balance carried forward	BZ\$ 355,131	487,049
	=====	=====
10. SEVERANCE PAY PROVISION		
Employee benefits obligation:		
Balance brought forward	31,778	-
Addition	4,258	31,778
Balance carried forward	BZ\$ 36,036	31,778
	=====	=====
11. CONTRIBUTIONS AND GRANTS		
11.1 Tropical forest conservation agreement (DNS)		

In September 2001, TIDE signed into a "Tropical Forest Conservation Agreement" (FCA) with the Government of Belize (GOB), The Nature Conservancy (TNC), Programme for Belize (Pfb), Belize Audubon Society (BAS) and Protected Areas Conservation Trust (PACT). Under a Debt for Nature Swap (DNS) agreement between the Government of the United States of America (USA) and GOB, the USA agreed to cancel certain debts owed by the GOB to the USA in exchange for a commitment by GOB to fund forest conservation activities in Belize. The monies that were to be used for the debt payments were restructured under the FCA to be used to (i) provide funds for TIDE, Pfb, BAS and PACT Foundation to carry out forest conservation activities and (ii) to accumulate funds that can be used to conserve, maintain and restore the protected reserve lands in perpetuity by the establishment of endowment funds.

Activities that are allowed for funding under the agreement include the establishment, restoration and protection of protected areas and reserves; developing and implementing scientifically sound land and ecosystems management practices; training programs that increase the technical, scientific and managerial capacities of the organizations; restoration, protection or sustainable use of diverse animal and plant species and research on medicinal uses of tropical plant life to treat human related illnesses.

The agreement provides that GOB make scheduled payments to TIDE beginning in 2002 and ending in 2027. In accordance with the agreement, a portion of the funds is designated "endowment funds" and a portion is designated "land management funds".

As of 31 December 2014, the total funds received under the agreement amounted to BZ\$ 5,321,256. Of this amount, BZ\$ 1,833,684 has been placed in the endowment fund account as required by the agreement.

Endowment Fund:

The agreement provides that there shall be no disbursements or transfers from the Endowment Fund accounts during the "build-up period", that is, from 2001 until 31 March 2011. It also stipulates that after the "build-up period", disbursements from the Endowment Fund accounts shall not, in the aggregate, exceed more than five percent of the total amount held on deposit in the Endowment Fund account on the last day of the previous fiscal year or as the parties shall otherwise agree in writing. It provides, furthermore, that a maximum of fifteen percent of the five percent is allowed to be spent on overhead expenses.

The endowment fund account started with an initial allocation of BZ\$ 28,568 received for the fiscal year 2001/2002. Similar amounts were received in the years 2002/2003 and 2003/2004. Subsequently, the annual endowment allocation increased to BZ\$118,734 in accordance with the scheduled payments.

The Endowment Fund currently has a balance of BZ\$2,735,402 at the end of the fiscal year 2014 (2013- BZ\$ 2,727,405).

During the examination by the auditors, the auditors found no disbursements or expenditures of FCA income in violation of the authorized purposes as stipulated in the FCA agreement.

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

11. CONTRIBUTIONS AND GRANTS (continued)**11.2 Belcampo Lodge**

Belcampo Lodge contributes towards the general support of TIDE on a yearly basis. There is no written agreement and the amounts pledged may vary. No contributions were received during 2014.

11.3 SPAW-RAC

SPAW-RAC provides assistance to UNEP Regional Coordination Unit for the Caribbean, whose mission is to coordinate the implementation of the Cartagena Convention and its protocols, including the Specially Protected Area & Wildlife (SPAW) Protocols. Belize is an active member of UNEP's Caribbean Environment Programme and has taken part in a number of UNEP-CEP activities, under the framework of the SPAW Protocol. The project that will be implemented concerns the organization and development of a learning exchange program for sharing best practices between sites and providing lessons to inform the strategy and training programmes. In addition, the project will assist TIDE in developing the application for listing the Port of Honduras MR under SPAW. This agreement is established for 2013-2014 and for a period of seven months after the date of signature. Considering the estimated costs for the activities, the RAC-SPSW will provide to TIDE Belize a financial support amounting to US\$12,000. The agreement was signed 18th July 2014. All funds were received during 2014.

11.4 Chemonics International Inc.

Chemonics International Inc. funded a project by the name of 'Management of Aquatic Resources and Economic Alternative' amounting to BZ\$40,600. The agreement was signed on 23 October 2012 for funding to be provided over a period of five months. The objective of the project was to provide additional economic opportunities for fishers, who are a part of the Rio Grande Fishing Cooperative and the Punta Gorda Fishermen Association, whilst reducing fishing pressures within the Port of Honduras Marine Reserves.

11.5 Compact

COMPACT agreed to fund a project for BZ\$100,000 called 'Promoting community stewardship of natural resources in and around the Port Honduras Marine Reserve'. The project's estimated life was initially programmed for the period October 2012 to September 2013. The objective of the project is to engage community stakeholders to actively participate in conservation and protected area management initiatives in and around the Port of Honduras Marine Reserve.

Funding amounting to BZ\$40,000 was received during the year ended 31 December 2013.

11.6 Conservation Leadership Programme

Conservation Leadership Programme funded a project for BZ\$30,000; named 'Ecological and Distribution Assessment of Hicatee in Southern Belize'. The agreement was signed on 9 May 2013 and the project's estimated life is from 1 July 2013 to 30 June 2014. The project's objective is to monitor and track individual hicatees within the Rio Grande River in Toledo. This data will be mapped and used to increase scientific knowledge to inform management decisions and influence future legislation in the protection and enhanced survival of the species.

An initial amount of BZ\$25,500 was received on 24 July 2013 and the balance of BZ\$4,500 was received on 19 September 2014.

11.7 Environmental Defence Fund

Environmental Defence Fund contributed BZ\$50,200 towards this project called 'Implementation of Mesoamerica Sustainable Fisheries Initiative'. The expected project life was from 1 July 2013 to 30 July 2014. The objective of the project was to implement and operate catch shares for Belize's fisheries and marine reserves.

The funding of BZ\$50,200 was received in 2013.

11.8 Gulf and Caribbean Fisheries Institute Inc.

Gulf and Caribbean Fisheries Institute Inc. awarded BZ\$133,154 towards a project called 'Implementing Capacity Building in the Mesoamerican Reef MPA Community'. The project's estimated life is from 27 October 2012 to 30 September 2014. The project's goal is to build capacity for effective implementation of marine protected areas in the Mesoamerican Reef.

Funds received for the periods ended 31 December 2013 and 2012 were BZ\$47,654 and BZ\$31,600 respectively. An amount of \$43,900 was received in 2014 and the remaining balance of \$10,000 is expected during 2015.

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

11. CONTRIBUTIONS AND GRANTS (continued)**11.9 MAR FUND**

11.9a MAR FUND granted BZ\$59,238 towards a project called 'Improving Fisheries Management and Biodiversity Conservation in Port Honduras Marine Reserve'. The estimated life of the project was from October 2011 to June 2012.

Funds provided by the donor for the years ended 31 December 2012 and 2011 were BZ\$19,746 and BZ\$39,492 respectively.

11.9b MAR FUND granted a sum of \$70,000 for a project entitled "Increasing the cost-effectiveness of MPA enforcement in the Port Honduras Marine Reserve. The period of this agreement will be 12 months beginning from the day of its signing (February 2014)

A sum of \$31,500 was received in 2014 and the remainder of \$38,500 is expected during 2015.

11.10 MAR Fund/ KFW

In 2012 a grant agreement for the implementation of the Project, 'Conservation of marine resources in Central America in the Port Honduras Marine Reserve, Belize', was signed between the Mesoamerican Reef Fund and TIDE. The project is financed by the German government and is for a period of 5 years. It is expected that throughout this time disbursements amounting to US\$870,000 will be made. Funds approved in 2012 amounted to BZ\$151,793, funds approved in 2013 amounted to BZ\$654,932 and funds approved in 2014 amounted to BZ\$492,446. This fund was used to develop the components provided in the *Annual work Plan for 2014 which was Component 1: Securing the protection and conservation of coastal and marine ecosystems in the protected area and Component 2: Applying best management practices and sustainable use of coastal and marine resources.*

11.11 Massachusetts Audubon Society

Massachusetts Audubon Society granted BZ\$60,000 during 2013 and BZ\$120,000 during 2014 to support ongoing conservation efforts within the Maya Mountain Marine Corridor with a focus in Payne Creek National Park. The donation was received in full in 2013 and 2014.

11.12 Ministry of Forestry, Fisheries and Sustainable Development (MFFSD)

Ministry of Forestry, Fisheries and Sustainable Development (MFFSD) granted BZ\$ 43,370 for a project named "Enhancing Belize's resilience to adapt to the effects of climate change". The purpose of this project is to develop the capacity of stakeholders to understand and apply the riverine reforestation and mangrove restoration methodologies.

The grant was received in full during 2014.

11.13 National Fish and Wildlife Foundation (NFWF)

NFWF agreed to fund \$57,600 for a project named "Financial Sustainability of the Port Honduras Marine Reserve in Belize" This project will develop a paying volunteer program to provide sustainable financing for the Port Honduras Marine Reserve and human resources for biodiversity monitoring and coral reef conservation.

A sum of BZ\$46,080 was received in 2014, and the remaining BZ\$11,520 is expected to be received in 2015.

11.14 OAK Foundation

11.14a OAK Foundation awarded a grant of BZ\$2,000,000 for a project called 'Port of Honduras Marine Reserve as a Critical Part of the Maya Mountain Marine Corridor Ridge to Reef Resource Protection'. The estimated project life was from December 2010 to November 2013. The project's objective is to expand existing research and monitoring programmes to assess the health of the Maya Mountain Marine Corridor, to expand daily resource protection activities that contribute to the effective management of the Port Honduras Marine Reserve (PHMR), to mitigate threats to the biological diversity of the reserves, to involve the community in the conservation efforts, to expand the environmental education and outreach programs to main buffer communities of PHMR, to build the capacity of local communities to supplement alternative livelihood and to strengthen TIDE's leadership and governance for effective management of the organisation.

Funding amounting to BZ\$635,840 was received in 2013, BZ\$693,246 in 2012 and BZ\$670,914 in 2011.

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

11. CONTRIBUTIONS AND GRANTS (continued)**11.14 OAK Foundation (continued)**

11.14b OAK Foundation awarded a grant of BZ\$1,163,000 for a project named 'Contributing to the conservation of the Mesoamerican Reef System through holistic management of the Port of Honduras Marine Reserve as a model MPA'. The estimated project life is from December 2013 to November 2015. The project's objective is to increase cost effectiveness of the management of PHMR; to strengthen TIDE's financial sustainability, governance, and internal communication; to maintain the biodiversity and ecosystem health of PHMR; to contribute to the effective national implementation of Managed Access; to enhance the capacity of teachers in Toledo to teach environmental science; to provide increased opportunities for fishers and their children to engage in non-extractive

A sum of \$618,194 was received in February 2014 and \$544,806 is expected to be received during 2015.

11.15 Quebec Labrador Foundation (QLF)

QLF agreed to contribute BZ\$143,867 to TIDE so that TIDE could participate in the joint purchase of 1,110 acres of land located on the left bank of the Rio Grande.

11.16 Protected Areas Conservation Trust

Protected Areas Conservation Trust awarded a grant of BZ\$205,000 for a project called 'Payne Creek National Park Conservation and Sustainable Development'. The expected project life is 26 March 2013 to 24 April 2015. The purpose of the project is to reduce the threats to biodiversity within Payne Creek National Park through enforcement, fire management and direct interventions. It will also raise awareness, build community stewardship and increase the economic benefits of the park to local stakeholders.

This is to be accomplished by conducting fire management training for terrestrial staff and buffer community members along with procuring firefighting equipment.

Funds amounting to BZ\$121,357 was received during 2013 and BZ\$48,934 was received in 2014; the remaining balance of BZ\$21,309 is expected in 2015. PACT will be retaining a contingency of BZ\$13,400 for monitoring and evaluation. The release of funds in future years will depend on the successful completion of the previous year.

11.17 The Nature Conservancy (TNC)

The Nature Conservancy awarded a grant of BZ\$22,720 for the project 'Enhancing spiny lobster fishery in PHMR through expansion of replenishment zones and improvement in fishing practices'. The main objective is to rezone the area of the replenishment zone from its current design of multiple small replenishment zones to one large replenishment zone.

The full amount was received during 2014.

11.18 The Summit Foundation

11.18a The Summit Foundation granted BZ\$200,000 in 2013 to fund a "Management Access" program at Port Honduras Marine Reserve. The grant period will begin January 2014 to December 2014. Funds were received in December 2013.

11.18b The Summit Foundation granted BZ\$160,000 in 2014 to support the operations of TIDE during 2015. Funds were received in full during 2014.

11.19 Teach Green Charitable Foundation

An agreement was made between Teach Green Charitable Foundation, Bonefish & Tarpon Unlimited Inc. and Toledo Institute for Development and Environment "TIDE" in which Teach Green accepts to provide funds to administer and coordinate a project entitled "The Belize Permit, Tarpon and Bonefish Project" The term of this agreement will commence on the 12 December 2013 and end on the third anniversary of the effective date.

TIDE has received BZ\$50,000 during 2014 and is expecting the same amount during 2015 and 2016.

31 DECEMBER 2014
NOTES TO THE FINANCIAL STATEMENTS

11. CONTRIBUTIONS AND GRANTS (continued)

11.20 United Nations International Children Education Fund

United Nations International Children Education Fund granted BZ\$100,000 for a project called 'Sports and outdoor activities for children and adolescents as a vehicle to build human, social and environmental capital in Belize'. The expected project life is April 2013 to February 2014. The funds will be used to encourage children in the Maya Mountain Marine Corridor to engage in healthy activities that contribute to their physical, mental and social development which will contribute to the development of their communities. The project will also promote gender equality in Toledo by working with schools to overcome barriers to female participation in sports. It will also enable the replication of the Freshwater Cup by organizations in the region.

Funding received in 2013 was BZ\$79,328 and during 2014 a sum of BZ\$10,336 was received. The project ended during 2014.

11.21 USFWS-CEACF

USFWS-CEACF has granted BZ\$19,102 towards a project called 'Legal Protection of Critically Endangered Goliath Grouper in Belize'. The expected project life is from 13 September 2013 to 30 September 2014. The project will assist the Belize Fisheries Department in introducing legal measure to protect goliath grouper based on sound scientific evidence. A literature review will be conducted to compile existing information on current status of the species in Belize. A report on the rationale for grouper legal protection will be generated in order for the Fisheries Administration to draft a statutory instrument for legislation. Lastly, educational material will be produced and distributed to Belizean fishers on any new legislation.

The full amount of the funding was received in 2013.

	2014	2013
12. NET INCOME FROM TOURS		
Tours revenue	164,521	228,379
Less: expenses	(177,628)	(218,505)
Net (loss) income	BZ\$ (13,107)	9,874
	=====	=====
13. INTEREST INCOME		
Interest income on term deposits	BZ\$ 116,297	141,512
	=====	=====
14. TRANSFER FROM TEMPORARILY RESTRICTED FUNDS		
Budgeted allocation from DNS temporarily restricted funds to be utilised for the reporting period January to December 2014	BZ\$ 108,676	138,439
	=====	=====
15. TAXATION		

The provisions of the Income and Business Tax Act provides for the exemption of receipts of any ecclesiastical, charitable or educational institution of a public character from business tax in so far as such receipts are not derived from a trade or business carried on by the institution.