

TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

Financial Statements

For the year ended 31 December 2018

TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

Financial statements

For the year ended 31 December 2018

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INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF DIRECTORS TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of **Toledo Institute for Development and Environment (TIDE) (the Institution)**, which comprise the statement of financial position as at 31 December 2018, the related statement of activities, statement of changes in net assets, statement of cash flows for the year then ended and notes comprising a summary of significant accounting policies and other explanatory information.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Institution as at 31 December 2018, its statement of activities, change in net assets and its cash flows for the year then ended in accordance with International Financial Reporting Standards for SMEs.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 Institution in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Belize, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to form a basis for our opinion.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards for Small and Medium-sized enterprises (IFRS for SMEs), 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 Institution'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 Institution or to cease operations, or has no realistic alternative but to do so.

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 does not guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in 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 ISAs, we exercise professional judgement and maintain professional scepticism 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 Institution'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 Institution'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 Institution 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entity or business activity of the Institution to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Moore Stephens Magaña LLP.

**Chartered Accountants
Belize City, Belize
18 April 2018**

TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

Statement of financial position

For the year ended 31 December 2018

In Belize dollars

	Notes	2018	2017
Assets			
Non-current assets			
Property, plant and equipment	4	4,294,933	4,296,318
Investment in land	5	143,867	143,867
Endowment fund	6	2,563,287	2,655,412
Total non-current assets		7,002,087	7,095,597
Current assets			
Cash and cash equivalents	7	807,420	1,378,248
Accounts receivable and prepayments	8	60,310	71,023
Total current assets		867,730	1,449,270
Total assets		7,869,817	8,544,867
Liabilities and net assets			
Non-current liabilities			
Deferred income	9	587,723	977,043
Severance payable	10	86,269	88,893
Total non-current liabilities		673,991	1,065,936
Current liabilities			
Accounts payable	11	122,950	117,967
Total current liabilities		122,950	117,967
Total liabilities		796,941	1,183,903
Net assets			
Unrestricted		4,214,705	4,214,705
Temporarily restricted		2,858,171	3,146,259
Total net assets		7,072,876	7,360,964
Total liabilities and net assets		7,869,817	8,544,867

The accompanying notes form an integral part of these financial statements.

Approved on behalf of the Board and authorised for issue on 18 April 2018

Director

Director

TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

Statement of activities

For the year ended 31 December 2018

In Belize dollars

	Notes	2018		2017	
		Unrestricted	Temporarily restricted	Total	Total
Revenue:					
Grants	12	-	1,537,122	1,537,122	1,550,152
Contributions				-	120
Net income from tours	14	(52,915)	-	(52,915)	53,197
Net income from bar and grill	15	-	-	-	320
Interest income	16	-	43,419	43,419	44,806
Other income		146,237	-	146,237	150,778
Total revenue		93,322	1,580,541	1,673,864	1,799,373
Expenditure:					
	13				
Program expenses by protected areas:					
DNS/TIDE Private Lands		-	102,407	102,407	155,779
Payne Creek National Park		273,530	-	273,530	236,224
Port of Honduras Marine Reserve		-	991,818	991,818	1,172,048
TIDE sustainability Initiative		-	144,167	144,167	-
General and administrative		450,031	-	450,031	377,369
Total expenditure		723,561	1,238,392	1,961,953	1,941,420
Changes in net assets		(630,239)	342,149	(288,088)	(142,048)

The accompanying notes form an integral part of these financial statements.

TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

Statement of changes in net assets

For the year ended 31 December 2018

In Belize dollars

	Unrestricted	Temporarily restricted	Total
Balance as at 1 January 2017	4,214,705	3,186,461	7,401,166
Changes in net assets	-	(142,048)	(142,048)
Contributed Capital (TOUR)	-	101,846	101,846
Balance as at 31 December 2017	4,214,705	3,146,259	7,360,964
Balance as at 1 January 2018	4,214,705	3,146,259	7,360,964
Changes in net assets	-	(288,088)	(288,088)
Contributed capital (Tide Tours)	-	-	-
Balance as at 31 December 2018	4,214,705	2,858,171	7,072,876

The accompanying notes form an integral part of these financial statements.

TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

Statement of cash flows

For the year ended 31 December 2018

In Belize dollars

	2018	2017
Cash flows from operating activities		
Change in net assets for the year	(288,088)	(142,048)
Adjustments to reconcile change in net assets to net cash used by operating activities:		
Depreciation	145,994	175,807
Severance pay provision	(2,625)	25,445
Accounts receivables and prepayments	10,713	(26,663)
Trade and other payables	4,983	47,256
Deferred income	(389,321)	761,945
Net cash provided/(used in) by operating activities	(518,345)	841,742
Cash flow from investing activities		
Payments for property and equipment	(144,608)	(304,820)
Investment in endowment funds	92,125	23,155
Paid in capital (Tide Tours)	-	101,846
Net cash used in investing activities	(52,483)	(179,819)
Net change in cash and cash equivalents	(570,829)	661,922
Cash and cash equivalents at the beginning of the year	1,378,248	716,326
Cash and cash equivalents at the end of the year	807,420	1,378,248
Cash and cash equivalent comprised of:		
Cash at bank	807,160	1,378,248
Cash on hand	260	-
Cash and cash equivalent at the end of the year	807,420	1,378,248

The accompanying notes form an integral part of these financial statements.

TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

Notes to the financial statements

For the year ended 31 December 2018

In Belize dollars

1. General information

Toledo Institute for Development and Environment (TIDE) (the Institution) is a non-governmental organisation limited by guarantee, incorporated and domiciled in Belize. The Institution was incorporated in Belize in 1997 and is registered as a non-governmental organisation (NGO) under the Ministry of Human Development Act. No 26 of 2000. The Institution provides leadership in the conservation of natural resources and the protection of sensitive ecosystems in southern Belize.

The Institution's goal is to safeguard biodiversity and natural capital in one of the most pristine parts of the Mesoamerican Biodiversity Hotspot, the Maya Mountain Marine Corridor of Southern Belize. Recognising the interdependent nature of this landscape and its people, the Institution works with stakeholders to implement holistic landscape-level strategies to preserve the natural processes and habitats that sustain biodiversity and people. The Institution manages three protected areas: Port Honduras Marine Reserve, Payne's Creek National Park and TIDE Private Protected Lands.

The Institution is funded by various international conservation groups, international foundations, private contributions and its own revenue-generating small businesses.

The Institution's head office is at #1 Mile San Antonio, Punta Gorda, Toledo District, Belize.

2. Significant accounting policies

The significant accounting policies used in the preparation of these financial statements are summarised below.

2.1 Statement of compliance

The accompanying financial statements are prepared in accordance with International Reporting Standards (IFRS) for Small and Medium Enterprises (SMEs), adopted by the International Accounting Standards Board.

2.2 Basis of preparation

The financial statements have been prepared on the historical cost basis.

2.3 Functional and presentation currency

The currency of the primary economic environment in which the Institution operates (the functional currency) is Belize dollars and the financial statements are presented in Belize dollars (BZD), which is the Institution's presentation currency.

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.

TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

Notes to the financial statements

For the year ended 31 December 2018

In Belize dollars

2. Significant accounting policies (continued)

2.5 Accounts receivable

Accounts receivables are recognised 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 the Institution will not be able to collect all amounts due according to the original terms of the receivables.

2.6 Property, plant and equipment

Property, plant and equipment comprises of motor vehicles, buildings, boats, furniture and fixtures, and office equipment. Property, plant and equipment are carried at historical cost less accumulated depreciation and subsequent accumulated impairment losses. Historical cost included expenditures directly attributable to its acquisition cost.

Subsequent costs are included in the asset's carrying value or recognised as a separate asset, where appropriate, only when it is likely that the future economic benefits will flow to the Institution and the cost can be effectively measured. All repairs and maintenance are charged to the statement of comprehensive income during the financial period in which these expenses are incurred.

Depreciation on assets, except for land, is calculated using the reducing balance method. The rates listed below differ according to asset class and are implemented according to guidelines outlined in the finance manual.

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

Property, plant and equipment are disposed of by either competitive bids, cost minimising disposal, negotiating sale or donation. The cost and the accumulated depreciation are removed from the statement of financial position and any resulting gain or loss is reflected in the statement of comprehensive income.

At the end of each reporting period, the Institution reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Institution estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

Notes to the financial statements

For the year ended 31 December 2018

In Belize dollars

2. Significant accounting policies (continued)

2.6 Property, plant and equipment (continued)

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication that the asset may be impaired.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

2.7 Investment in land

Investment in land is recorded at cost less impairment.

2.8 Accounts payable

Trade and other payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

2.9 Other long-term employee benefits

The Institution recognises termination benefits in accordance with the labor laws of Belize and its staff policy document. In accordance with the Labour (Amendment) Act 2011 section 183, an employee continuously employed for the period from 5 to 10 year and terminated by the employer or retires is entitled to severance pay of one week's wages for each year of service. Where an employee continuously employed over 10 years is entitled to severance pay of two week's wages for each year of service. The Institution has established a reserve to reflect its liability for all existing employees with over 5 years of continuous service.

An entity shall recognise the net change in the liability during the period, other than a change attributable to benefits paid to employees during the period or to contributions from the employer, as the cost of its other long-term employee benefits during the period. That cost is recognised entirely in the statement of comprehensive income as an expense unless another section of this IFRS requires it to be recognised in the statement of comprehensive income as part of the cost of an asset, such as inventories or property, plant and equipment.

TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

Notes to the financial statements

For the year ended 31 December 2018

In Belize dollars

2. Significant accounting policies (continued)

2.9 Other long-term employee benefits (continued)

Disclosures about defined benefit plans

An entity shall disclose the following information about defined benefit plans (except for any defined multi-employer benefit plans that are accounted for as defined contribution plans). If an entity has more than one defined benefit plan, these disclosures may be made in total, separately for each plan, or in such groupings as are considered to be the most useful.

Disclosures about termination benefits

For each category of termination benefits that an entity provides to its employees, the entity shall disclose the nature of the benefit, and the amount of its obligation and the extent of funding at the reporting date.

2.10 Provisions

Provisions are liabilities of uncertain timing or amount and are recognised when the Institution has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are measured as the best estimate of the consideration required to settle the present obligation at the reporting date. Significant judgement is required to determine whether a present obligation exists and in estimating the probability, timing and amount of any cash outflows. Provisions are recorded related to litigation, future employee benefits, the allowance for off-balance sheet items and other items. Provisions are recorded on the basis of all available information at the end of the reporting period. In the event that results differ from management expectations, the Institution may incur expenses in excess of the provisions recognised.

2.11 Support and income recognition

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

A grant which benefits future periods (deferred support) is recognised in the statement of comprehensive income on a systematic basis over the periods in which the Institution recognises 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 these are 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.

The Institution 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.

TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

Notes to the financial statements

For the year ended 31 December 2018

In Belize dollars

2. Significant accounting policies (continued)

2.12 In-kind contributions

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

2.13 Expense recognition

Expenditure is recognised when incurred.

2.14 Translation of foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated in Belize dollars at rates prevailing at the date of the statement of financial position. Foreign exchange gains and losses resulting from the translation and settlement of these items are recognised in the statement of comprehensive income. Non-monetary assets and liabilities in foreign denominations are translated into Belize dollars at historical rates.

3. Contributions and grants

The Institution has entered into grant agreements to deliver specific services or goods to beneficiaries on behalf of donors. The following is a summary of the major project agreements which the Institution has entered into during the year ended 31 December 2017 which are valid through the fiscal year 2018, and new agreements entered during the year ended 31 December 2018. The significant project commitments have been detailed below and are referred to throughout these financial statements using their abbreviated titles.

3.1 "Tropical Forest Conservation Agreement" (Debt Nature Swap): The Institution entered into a grant agreement 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 the DNS agreement between Government of United States of America (USA) and GOB, 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 restricted under the FCA to be used to i) provide funds for the Institution, 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 organisations; restoration, protection or sustainable use of diverse animal and plant species and research on medicinal uses of tropical plant life to treat human related illness.

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

TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

Notes to the financial statements

For the year ended 31 December 2018

In Belize dollars

3. Contributions and grants (continued)

3.1 "Tropical Forest Conservation Agreement" (continued)

As of 31 December 2018, the total funds received under the agreement amounted to BZD5,638,510. Of this amount, BZD1,833,684 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 thirty percent of the five percent is allowed to be spent on overhead expenses.

The Endowment Fund account started with an initial allocation of BZD 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 was increased to BZD 134,084 in accordance with the scheduled payments.

The Endowment fund had a balance of BZD 2,563,287 at the end of the 2017 fiscal year (2017 - BZD 2,655,412).

Audit work performed did not identify any expense in violation of the authorised purposes as stipulated in the FCA Agreement.

3.2 "Implementation of PACT Multiple Investment Grant" (Protected Areas Conservation Trust-MI): The institution entered an agreement with Ya'axche Conservation Trust from April 12 2017 to April 2018. The objective of the project is to ensure that recommendations from institutional assessments are implemented to strengthen governance of the organizations as key manager/co wo-managers of the protected area system within one year , to increase protected area enforcements efforts in Payne's Creek National Park, Cockscomb Basin Wildlife Sanctuary and Golden Stream Corridor Preserve, to increase and implement fire management regulations based on recommendation of the Southern Fire Management Working Group within one year.

3.3 "Implementing Capacity Building in the Mesoamerica Reef MPA Community (Gulf and Caribbean Fisheries Institute): The Institution entered into a grant agreement with Gulf and Caribbean Fisheries Institute Inc. to build capacity for effective implementation of marine protected areas in the Mesoamerican Reef. The agreement was entered into on 31 March 2017 and is expected to last until 31 December 2018 according to the new amendment made to the agreement on April 2018.

3.4 "Environmental education and outreach" (Meso American Fund): The institution entered into a grant agreement with the international Community Foundation (ICF) on August 2018. The grant is funded by Mesoamerican Reef Conservation Fund. The entire fund was received in 2018.

TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

Notes to the financial statements

For the year ended 31 December 2018

In Belize dollars

3. Contributions and grants (continued)

- 3.5 "Tide's Conservation and sustainable development work in Belize" (overbrook foundation):** The institution received grants for the purpose of conservation and sustainable development. The fund of this grants was received on 29th January 2018 and on 8th June 2018.
- 3.6 "Strengthening the management of the Port Honduras Marine Reserve" (Oak-Mar fund):** The institution entered into an agreement with Mesoamerican Reef Fund on August 2017 and is expected to last until July 2019. The primary goals is to strengthen the management of the Port Honduras Marine Reserve through targeted research, enforcement and implementation of sustainable financial mechanism.
- 3.7 "Belize Conservation Fund" (Mass Audubon):** The Institution entered into a agreement with Massachusetts Audubon Society for ongoing support of conservation efforts within the Maya Mountain Corridor with a focus on Payne Creek National Park.
- 3.8 "Improving Visitor's Experience at the Port of Honduras Marine Reserve" (The New England Bio labs Foundation):** The institution was approved a grant from the New England Bio labs Foundation to enhance the visitor's experience and ensure stewardship in Port Honduras Marine Reserve in southern Belize. The period of the grant was from 7th June 2018 to 7th June 2019.
- 3.9 "To conserve the resources and natural processes in the Mar region" (Mar Fund):** The institution entered an agreement with Mesoamerican Reef (hereinafter called Mar fund) where the fund finance project that conserve the resources and natural processes In the Mar region for the present and future generations. The period of the grant was from 16th July 2018 until January 30 2019.
- 3.10 "Conserving pine woodland biodiversity in Belize through community management":** The Institution entered into a collaboration agreement with The University Court of the University of Edinburgh, a charitable body registered in Scotland. The collaboration agreement began 1 April 2015 and the duration of the project is expected to last until 31 March 2018.
- 3.11 "Empowering Toledo's youth contribute to safer and more productive communities, through building capacity, environmental education, and sports for development" (CARSI Project):** The Institution entered a agreement with the Central America Regional Security Initiative through the US Embassy to fund events, training courses, and workshops for local youth between ages 14 and 25. The project began on 30 September 2016 and is expected to last until 30 September 2018.

Toledo Institute for Development and Environment
Notes to the financial statements
For the year ended 31 December 2018
In Belize dollars

4. Property, plant and equipment

2018	Land	Buildings	Boat and equipment	Other equipment	Motor vehicles	Furniture and fixtures	Construction in progress	Total
Cost:								
As at 1 January 2018	3,102,286	753,405	695,534	481,389	450,911	57,571	-	5,541,096
Additions	-	110,361	7,763	23,429	-	3,055	-	144,608
Disposals	-	-	-	-	-	-	-	-
As at 31 December 2018	3,102,286	863,766	703,297	504,818	450,911	60,626	-	5,685,704
Accumulated depreciation:								
As at 1 January 2018	-	126,548	521,683	330,779	227,326	38,441	-	1,244,777
Charge for the period	-	14,744	36,499	36,626	55,906	2,219	-	145,994
Disposal	-	-	-	-	-	-	-	-
As at 31 December 2018	-	141,292	558,182	367,405	283,232	40,660	-	1,390,771
Net book value								
As at 31 December 2018	3,102,286	722,474	145,115	137,413	167,679	19,966	-	4,294,933
As at 31 December 2017	3,102,286	626,857	173,851	150,610	223,585	19,130	-	4,296,318

Toledo Institute for Development and Environment

Notes to the financial statements

For the year ended 31 December 2018

In Belize dollars

4. Property, plant and equipment (continued)

2017	Land	Buildings	Boat and equipment	Other equipment	Motor vehicles	Furniture and fixtures	Construction in progress	Total
Cost:								
As at 1 January 2017	3,102,286	700,714	654,877	445,777	275,051	57,571	-	5,236,276
Additions	-	52,691	40,657	35,612	175,860	-	-	304,820
Disposals	-	-	-	-	-	-	-	-
As at 31 December 2017	3,102,286	753,405	695,534	481,389	450,911	57,571	-	5,541,096
Accumulated depreciation:								
As at 1 January 2017	-	113,755	475,729	290,389	152,785	36,312	-	1,068,970
Charge for the period	-	12,793	45,954	40,390	74,541	2,129	-	175,807
Disposal	-	-	-	-	-	-	-	-
As at 31 December 2017	-	126,548	521,683	330,779	227,326	38,441	-	1,244,777
Net book value								
As at 31 December 2017	3,102,286	626,857	173,851	150,610	223,585	19,130	-	4,296,318
As at 31 December 2016	3,102,286	586,959	179,148	155,388	122,266	21,259	-	4,167,305

TOLEDO INSTITUTE FOR DEVELOPMENT AND ENVIRONMENT

Notes to the financial statements

For the year ended 31 December 2018

In Belize dollars

5. Investment in land

	2018	2017
1,110 acres of land known as "Mennonite Land" jointly owned with Leanne and Craig Knox et al	143,867	143,867
	143,867	143,867

This value represents an initiative from the Institution to purchase land with Leanne and Craig Knox, however as of 31 December 2018 the Institution is yet to receive titles of part ownership for this land.

6. Endowment fund

	2018	2017
Bank term deposits	2,563,287	2,655,412
	2,563,287	2,655,412

Term deposits are held by the Belize Bank Limited, with interest rates of 1.70%, maturity dates vary according to the dates in which each term deposit was renewed.

7. Cash and cash equivalents

	2018	2017
Funds held at Belize Bank Limited	799,880	1,377,342
Funds held at Scotia Bank (Belize) Limited	7,280	905
Funds held in Petty Cash	260	-
	807,420	1,378,248

Funds managed by the Institution are kept mostly at the Belize Bank Limited. There are a total of fourteen bank accounts at the Belize Bank Limited 13 of which safeguard mostly project funds and one designated specifically for TIDE Tours. Donors require a separate bank account to be created for their specific projects. The Institution also holds petty cash balances at their premises.

8. Accounts receivables and prepayments

	2018	2017
Accounts receivable	23,712	783
Prepayments	13,649	8,031
Interest receivable	22,950	21,334
Other receivable - Southern Environmental Association	-	40,874
	60,311	71,023

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Notes to the financial statements

For the year ended 31 December 2018

In Belize dollars

9. Deferred income

Deferred support consists of deposits held for the following projects (see notes 3 and 4).

	2018	2017
Balance brought forward	977,043	215,099
Less: Transfers to support	(897,043)	(215,099)
Additions:		
Central American Regional Security Initiative (CARSI)	-	80,335
DNS/GOB	-	20,178
Drake University - Reef to Ridge programme	6,040	71,967
European Commission	-	318,760
Gulf and Caribbean Fisheries Institute Inc.	-	32,367
International Community Foundation	21,015	-
Massachusetts Audubon Society	114,747	42,412
OAK-Mar Fund	270,347	111,819
Overbrook Foundation	93,190	13,639
Protected Areas Conservation Trust	-	21,124
The Summit Foundation (AIMA)	2,385	240,000
The University Court of the University of Edinburgh	-	2,893
Walter Payton High School	-	21,549
Balance carried forward	587,723	977,043

10. Severance payable

	2018	2017
Beginning balance severance payable	88,893	63,448
Severance charge for the year	2,332	25,445
Severance payments during the year	(4,956)	-
Ending balance severance payable	86,268	88,893

11. Accounts payable

	2018	2017
Accounts payable	120,488	113,014
Other payable and accruals	2,462	4,953
	122,950	117,967

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For the year ended 31 December 2018

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12. Grant and donation income

Funds represent grants and donations received from the following projects (see Note 4).

		2018		2017
	Un- restricted	Tem- porarily restricted	Total	Total
Belize Enterprise for Sustainable Technology	-	-	-	8,798
Darwin Initiative	-	52,041	52,041	-
DNS/GOB	-	99,554	99,554	98,636
Environmental Defence Fund	-	-	-	1,758
European Union	-	318,760	318,760	413,056
Gulf and Caribbean Fisheries Institute Inc.	-	65,147	65,147	57,697
GEF Small Grants Programme	-	882	882	33,279
Mesoamerica Reef Fund	-	12,985	12,985	44,515
Mesoamerica Reef Fund/KFW	-	-	-	(24,983)
Massachusetts Audubon Society	-	50,666	50,666	111,928
New England Bio labs	-	13,600	13,600	1,430
OAK-MAR Fund	-	270,472	270,472	184,181
Overbrook Foundation	-	60,450	60,450	126,361
Rain Forest Alliance	-	-	-	272
Protected Areas Conservation Trust (EG)	-	-	-	70,182
Protected Areas Conservation Trust (MI)	-	99,356	99,356	24,636
The Summit Foundation	-	157,615	157,615	160,000
The University Court of the University of Edinburgh	-	-	-	74,435
US Embassy	-	335,596	335,596	163,971
	-	1,537,122	1,537,122	1,550,152

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In Belize dollars

13. Expenses

						2018	2017
	TIDE sustain- ability Initiative	DNS/ private lands	Payne Creek National Park	Port of Honduras Marine Reserve	General and admin- station	Total	Total
Administration	21,821	625	4,694	10,869	28,270	66,278	75,404
Accounting and auditing	-	-	-	38,542	18,571	57,113	48,439
Bank charges	1,058	27	3,719	1,717	3,681	10,202	14,320
Community development	-	451	20,187	119,686	196	140,520	229,111
Depreciation	-	-	-	-	145,129	145,129	175,644
Repairs and maintenance	10	5,539	12,531	32,264	23,540	73,884	73,741
Insurance	684	551	1,560	5,135	4,366	12,297	20,284
Professional services	6,325	1,350	17,494	12,288	1,913	39,368	73,004
Public awareness and environmental education	42,176	148	11,942	53,256	27,582	135,104	175,799
Research and monitoring	200	100	345	36,877	641	38,163	75,565
Reserves and parks improvement	-	2,428	3,288	455	-	6,171	2,199
Salaries and benefits	48,945	64,785	122,948	308,253	125,625	670,557	611,735
Severance	-	-	-	-	-	-	25,445
Social security	3,389	3,780	4,483	10,896	2,752	25,299	20,850
Supplies	6,048	4,992	26,791	26,692	7,928	72,451	65,004
Surveillance, Patrol and Enforcement	-	14,801	29,126	65,820	491	110,238	87,304
Sub grant expense	-	-	-	181,102	40,874	221,977	70,854
Training and networking	13,311	765	7,848	76,220	9,226	107,371	49,193
Travel	-	274	426	1,198	2,122	4,020	17,050
Utilities	200	1,791	6,147	10,549	7,126	25,813	30,474
	144,167	102,407	273,530	991,818	450,031	1,961,953	1,941,418
						1,961,950	

14. Net income from tours

	2018	2017
Tours revenue	354,699	458,419
Less: expenses	(407,614)	(405,222)
Net income	(52,915)	53,197

Included in Tour expenses are direct contributions to the Institution.

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15. Net income from bar and grill

	2018	2017
Bar and grill revenue	-	726
Less: expenses	-	(406)
Net loss/income	-	320

16. Interest income

	2018	2017
Interest income on term deposits	43,419	44,806
	43,419	44,806

17. Taxation

The Institution is exempted from business tax under the Income and Business Tax Act in Belize as a registered non-governmental organisation.

18. Contingencies and commitments

(i) Claims and litigations

Management has expeditiously and thoroughly reviewed the financial position of the Institution and has determined that all current obligations, legal and constructive, have been provided for and disclosed in the Statement of financial position as at 31 December 2018. No contingencies and probable commitments existed at the date of issue of these financial statements.

19. Subsequent events

Subsequent events have been evaluated through 18 April 2019, which is the date the financial statements were available to be issued. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required.

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